

Why this fund?

Highly differentiated with diversified income sources



- A strongly differentiated portfolio of stocks from our peers
- Blend of sustainable yield and dividend growth to create an attractive income stream with capital growth potential
- Provides a diversified income stream from a wider variety of stocks across the market cap spectrum rather than focusing on a small number of large stocks
- Created to be a solution to the 'yield-for-yield's sake' mentality

Concentrated high conviction fund



- Hand-pick our best 30-40 ideas
- Majority of holdings within £1bn to £20bn market cap
- Hold for the medium to long-term; typically, a 2-3-year time horizon

Genuinely actively managed



- Active share target of 75%+ with a typical unit size of 2-5%
- No style bias, and can invest in stocks we deem suitable regardless of style, size or sector
- No benchmark constraints - benchmark is only used as a reference point for the wider UK equity market
- Nimble fund with ample capacity and no liquidity constraints
- Run by a highly experienced manager who has evolved and refined his investment process over more than 20 years to benefit our clients

Minimum active share

80%

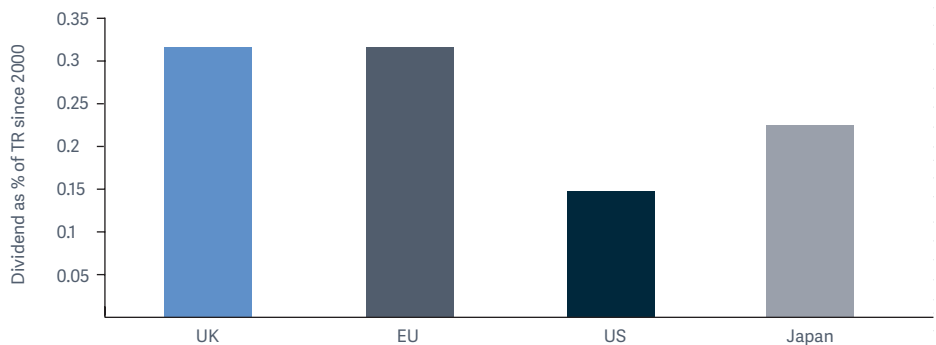
Delivering a product sufficiently differentiated from the wider market is a priority in genuine active management, which is why we target an active share of at least 80%. Typically, 'active' managers would hold an active share of 40%-60%.

Income remains an attractive proposition

Income investing remains a highly relevant proposition for most investors and becomes increasingly significant with ageing populations in need of income in retirement.

The UK equity market has historically provided a rich source of dividend income which has been an important component (approximately 1/3) of the total return from UK equities.

Dividends as a % of Total Returns Since 2000 for Major Global Markets



Source: Panmure Gordon

Real active management

In recent times, an increasing proportion of the income paid by the UK market has come from just a handful of large companies, with around 60% of dividend income coming from the 20 largest stocks in the market.

Many traditional equity income funds will typically have a high weighting to this small group of stocks, offering little differentiation and a high degree of exposure to a small number of mature, low growth sectors of the market.

Unlike a great many of our equity income peers we are wary of concentrating our income ideas in a small number of large stocks. Instead, we seek to source income from a wider variety of stocks across the market cap spectrum. Focusing primarily on the £1bn - £10bn market cap range provides us with plenty of opportunity and ample liquidity.

Investment Process

We manage a concentrated, high conviction portfolio delivering a good income stream, with the potential for growth, and we deliver it in a different way to most peers. Our stock selection provides diverse exposure to income generating sectors but also focuses on capital growth potential.

By utilising a combination of sustainable yield - i.e a premium yield that can be sustained relative to the market, and dividend growth we are able to harness ideas from all areas of the market from a sector and size perspective and also look to invest in opportunities at various stages in the life cycle of companies.

This blended approach gives us the best combination of income and capital growth potential.

Sustainable Yield

- High initial yield
- Solid cash coverage
- Low leverage

Dividend Growth

- Structural growth - allowing dividends to grow strongly
- Recovering growth - situations where earnings, cashflow and dividends are growing quickly from a depressed base
- Rising pay-out ratios - dividends rising sharply as the business is maturing and less in need of reinvestment capital

Fund Profile



Manager:	Simon Murphy
Managed fund since:	01/02/2020
Fund Structure:	UK OEIC
Launch Date:	28/09/2015
Sector:	IA UK Equity Income

Why use us?



Forward-looking, dynamic investment management company with a sole focus: to provide genuine high-conviction, high-performance active management.



In an industry which is unrelenting in its drive towards benchmarking, standardisation, and defensive M&A, we have made it our purpose to provide a differentiated investment experience for individuals and firms.



Our highly skilled fund managers apply a meticulous approach to running their funds. Based on proven and successful investment track records at household name firms, they have fine-tuned their investment processes to create distinct portfolios that offer genuine differentiation amongst an investment set of homogenised “me-too” products.



An independent and owner-managed boutique firm, our interests are fully aligned with our investors. We provide an open-door policy, offering you access to our investment teams to ensure transparency and accountability and look to establish strong long-term relationships based on trust, respect, and openness.

Capital At Risk

The value of investments can fall as well as rise, and you may not get back what you invest.

Contact Us

Simon Murphy
Fund Manager
smurphy@tyndallim.co.uk

Theresa Russell
Head of Distribution
trussell@tyndallim.co.uk

Further information visit:
Tyndallim.co.uk.

This document is for investment professionals only and is not suitable for use by Retail Investors.

WARNING: All information about the VT Tyndall Unconstrained UK Income ‘The Fund’) is available in The Fund’s prospectus and Key Investor Information Document which are available free of charge (in english) from Valu-Trac Investment Management Limited (www.valu-trac.com).

Any investment in the fund should be made on the basis of the terms governing the fund and not on the basis of any information provided herein.

The information in this Report is presented using all reasonable skill, care and diligence and has been obtained from or is based on third party sources believed to be reliable but is not guaranteed as to its accuracy, completeness or timeliness, nor is it a complete statement or summary of any securities, markets or developments referred to. The information within this Report should not be regarded by recipients as a substitute for the exercise of their own judgement.

The information in this Report has no regard to the specific investment objectives, financial situation or particular needs of any specific recipient and is published solely for informational purposes and is not to be construed as a solicitation or an offer to buy or sell any securities or related financial instruments. In the absence of detailed information about you, your circumstances or your investment portfolio, the information does not in any way constitute investment advice. If you have any doubt about any of the information presented, please consult your stockbroker, accountant, bank manager or other independent financial advisor.

Value of investments can fall as well as rise and you may not get back the amount you have invested. Income from an investment may fluctuate in money terms. If the investment involves exposure to a currency other than that in which acquisitions of the investments are invited, changes

in the rates of exchange may cause the value of the investment to go up or down. Past performance is not necessarily a guide to future performance.

Any opinions expressed in this Report are subject to change without notice and Tyndall Investment Management is not under any obligation to update or keep current the information contained herein. Sources for all tables and graphs herein are Valu-Trac Investment Management Limited unless otherwise indicated.

The information provided is “as is” without any express or implied warranty of any kind including warranties of merchantability, non-infringement of intellectual property, or fitness for any purpose. Because some jurisdictions prohibit the exclusion or limitation of liability for consequential or incidental damages, the above limitation may not apply to you.

Users are therefore warned not to rely exclusively on the comments or conclusions within the Report but to carry out their own due diligence before making their own decisions.

Employees of Tyndall Investment Management, or individuals connected to them, may have or have had interests of long or short positions in, and may at any time make purchases and/or sales as principal or agent in, the relevant securities or related financial instruments discussed in this Report.

© 2021 Tyndall Investment Management.

Tyndall Investment Management is a trading name of Odd Asset Management. Authorised and regulated by the Financial Conduct Authority (UK), registration number 660915. This status can be checked with the FCA on 0845 730 0104 or on the FCA website (UK). All rights reserved. No part of this Report may be reproduced or distributed in any manner without the written permission of Tyndall Investment Management.

Investment Manager: 5-8 The Sanctuary, London, SW1P 3JS.

Further information visit: Tyndallim.co.uk.