

September 2022

VT PEF Global Multi-Asset Fund (VT PEF GMAF)

Key Facts

Fund launch date:	25/09/17
Fund type:	UCITS
Fund managers:	Andrew Craig & Roderick Collins
Fund size	£11.7m
IA sector:	IA Flexible Investment
Base currency:	GBP
Valuation point: (Daily dealing)	12:00 midday London time
Accounting dates:	Final – 31/12 Interim – 30/06
UCITS:	Yes
SIPP & ISA eligible:	Yes
7-day Fund liquidity:	100%
Minimum Investment:	A Class – £100

Performance Analysis Since 25/09/17

Annualised rate of return	-0.1%
Best month	3.6% (Jun '19)
Worst month	-3.2% (Feb '20)
Average month	0.00%
% Positive months	51%

Monthly Performance (% return)

	Jan	Feb	Mar	Apr	May	Jun	July	Aug	Sept	Oct	Nov	Dec	Total
2017	-	-	-	-	-	-	-	-	-0.5*	1.6	-0.8	0.4	0.7
2018	1.2	-1.5	-1.9	0.4	0.1	-0.7	0.2	-0.4	-0.5	-1.8	-0.4	-1.3	-6.4
2019	0.9	-1.1	1.2	0.8	0.2	3.6	3.0	-1.3	-0.2	-2.2	0.2	-0.6	4.4
2020	-1.3	-3.2	-1.9	0.3	0.3	0.7	0.1	0.4	0.3	-1.1	3.1	1.3	-1.2
2021	-1.0	-0.6	1.3	2.2	0.5	1.7	-0.3	1.5	-0.4	-0.3	-0.4	0.9	5.2
2022	-1.7	-0.2	1.6	0.5	-1.0	-1.5	0.6	0.2	-1.4				-3.0

*September 2017 was only a partial month, as the fund was launched on the 25th September 2017. Past performance is not necessarily a guide to future performance. Source: Valu-Trac Investment Management Limited

Notes

- (1) A class accumulation shares, net of fees priced at midday UK time, net dividends reinvested. Source: Valu-Trac Investment Management Ltd.
- (2) MSCI World Index in Sterling, net dividends reinvested, priced at close of business US time, source: MSCI Inc. The MSCI World Index is a generic portfolio of global equities across all sectors and, as such, is a fair comparison given the Fund is also global and sector agnostic.
- (3) iBoxx GBP Gilts Index, source: Refinitiv.
- (4) UK Pound Sterling Overnight Index SONIA, source: Refinitiv.
- (5) A (retail) class AMC 0.9% / I (institutional) class AMC 0.7%. (I-class for sums over £1m or at manager's discretion).
- (6) This figure will reduce if the fund increases in size: £30,000 of fixed costs over £10m = 0.30% but only 0.03% over £100m, for example.
- (7) The fund normally only buys and sells positions once a month to keep trading costs as low as possible.

The investment objective of the Fund is to provide capital growth over the medium to long term. The Fund will aim to meet its objectives by employing two primary investment techniques:

1. True diversification which may include exposure to equities, fixed income, commodities, real estate and infrastructure in different jurisdictions throughout the world, primarily using Exchange Traded Funds.
2. Formula-based trend following.

Performance (% return)

	Sept 2022	2022 YTD	*Since incep.	Q4/21 - Q3/22	Q4/20 - Q3/21	Q4/19 - Q3/20	Q4/18 - Q3/19	Q4/17 - Q3/18
VT PEF GMAF ⁽¹⁾	-1.4	-3.0	-0.7	-2.8	8.4	-6.8	3.4	-1.8
Global Equities ⁽²⁾	-5.5	-9.5	57.5	-2.9	23.5	5.2	7.8	14.4
UK Bonds ⁽³⁾	-8.8	-26.6	-16.9	-24.8	-7.1	3.7	14.2	0.6
Cash ⁽⁴⁾	0.1	0.5	1.6	0.5	0.0	0.2	0.7	0.6

Past performance is not necessarily a guide to future performance. *Date of inception of the fund was 25/09/17 and the initial investment in the fund was made on this date.

Charges

Entry & exit charges:	0.00%
Performance charges:	0.00%
Annual Management Charge (AMC):	0.9/0.7% ⁽⁵⁾
Ongoing Charges Figure (OCF):	1.24/1.04% ⁽⁶⁾
Estimated trading costs:	0.012% ⁽⁷⁾

Codes

ISIN:	GB00BDZZSM84
SEDOL:	BDZZSM8
MEXID:	WLJKH
CITICODE:	O42K
Bloomberg Ticker:	VTGMAAG
Lipper:	LP68439582

Monthly Commentary (September 2022)

Our signals at the beginning of the month led us to buy back into US equities for the first time since April. We also re-entered positions in high yield and emerging market bonds and in US real estate. This left the fund roughly fifty per cent invested across ten of our eighteen potential silos.

September was another difficult month for many financial markets. The month ended a third quarter where the bears continued to have much to get their teeth into, with continuing geopolitical tensions, persistent inflation and rising interest rates and slowing economic growth across much of the world as a result.

From the beginning of the year to the end of September, the MSCI World equities index was down 25.1%, the US S&P 23.9%, Global Real Estate Investment Trusts 28.6% and the Barclays Global Aggregate Bond Index had given up 19.9%. Unsurprisingly, the only bright spot so far in 2022 is commodities, with the Bloomberg Commodity Index up 13.6% from January to September.

Buy Position Trades

+	Equity / Developed Large (US)
+	Fixed Income / High Yield (€)
+	Fixed Income / Emerging (EM Government \$)
+	Alternatives / Real Estate (US)

Given our positioning and the general market volatility, the fund was down 1.4% in the month of September. This left us down 3% between January and the end of September with the fund continuing to show its ability to preserve capital through extremely negative market conditions and obviously compares pretty favourably to many of the main financial indices this year.

It is all too easy to be beset by fear and gloom at the moment but it is interesting to note that equity markets in many parts of the world are now valued at or below their 25 year averages. Although there may be more earnings downgrades to come, it is perhaps worth remembering that financial markets invariably begin to bounce long before the real economy does. It may be too early to speak of a bottom, but I do find myself wondering if markets may start to discount the march of human progress – “the most important investment them of them all” - sooner than many of the most bearish commentators and journalists fear. We shall see.

Sell Position Trades

-	[None]
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Platform Availability

Aegon	Ascentric	FNZ	Hargreaves Lansdown	Pershing	Transact
AJ Bell	Aviva	Fusion	Novia Financial	Standard Life - Elevate	
Alliance Trust	Embark	Interactive Investor	Nucleus	Standard Life - Wrap	

Key Risks

- Counterparty risk: The Fund can conclude various transactions with contractual partners. If a contractual partner becomes insolvent, it can no longer or can only partly settle unpaid debts owed to the Fund.
a wide selection of Exchange Traded Funds which themselves own many hundreds of underlying assets.
 - Market Risk: External factors can cause an entire asset class to decline in value which would result in a decrease in the value of investments. The Fund aims to mitigate this risk by investing in all major asset classes in many geographic regions and owning assets which are often negatively correlated.
 - Concentration Risk: The Fund seeks to minimise concentration risk by owning
a wide selection of Exchange Traded Funds which themselves own many hundreds of underlying assets.
 - Liquidity Risk: adverse market conditions may affect the ability to sell certain assets when necessary. The Fund invests nearly exclusively in large, liquid ETFs so liquidity risk should be significantly lower than in a more conventional actively managed fund investing in single assets.
- For full details of the Fund's risks, please see the [prospectus](#) which may be obtained from the Fund's [website](#).

Links and further reading

[Application Form](#)

[Prospectus](#)

[Fund Overview](#)

[KIID](#)

Important Information

Plain English Finance Limited has used all reasonable efforts to ensure the accuracy of the information contained in this communication at the date of publication. An English language Prospectus for the VT PEF Global Multi-Asset Fund (the "Fund") and the Fund's Key Investor Information Document is available on request and via <https://www.plainenglishfinance.co.uk/funds>. Investors should read the Prospectus in conjunction with the Key Investor Information Document and the relevant application form before purchasing shares in the Fund.

Full details of each of the risks and aims for the fund can be found in the Prospectus and the Key Investor Information Document. Past performance is not a reliable indicator of future returns. The value of investments and any income from them may fall as well as rise, and the return may increase or decrease as a result of currency fluctuations. You may not get back the amount of your original investment. Plain English Finance Ltd. does not make any recommendations regarding the suitability of this product for you and the information provided should not be considered as investment or other advice or a recommendation to buy, sell or hold a particular investment. If you are in any doubt about the information in this brochure or our website please consult your financial or other professional adviser.

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