

VT Blackfinch Income Portfolio Fund Information Sheet



Targeting
3.5%
Net per annum

Our income solution seeks to derive its yield from a more diverse combination of asset classes and sectors with a focus on the “pillars of a functioning economy”.

Fees not taken from income: They are taken from the capital, so investors who require income do not need to worry about the effect that fees have on their level of income.

Payments made monthly: The portfolio is designed to pay out natural income over 11 regular monthly payments and a final balancing payment (income paid as dividends).

Bespoke Asset Allocation designed for Income: We do not use an ‘off-the-shelf’ asset allocation and populate it with ‘traditional’ income funds. We designed the fund from the ground up, using a bespoke asset allocation that has been repeatedly stress tested and refined.

Limited exposure to the UK: The fund has a Strategic Asset Allocation of just 10.5% to UK equities (an area previously renowned for income generation). This is considerably lower than most of our peers, setting the fund apart.

Diversification at every level: Our approach means we do not rely on a single asset class, sector, fund or investment style to generate income returns. Our bespoke asset allocation has allowed us to look beyond the conventional asset classes from which income has typically been derived. This results in a portfolio that is highly diversified, with investments that complement, rather than replicate, each other.



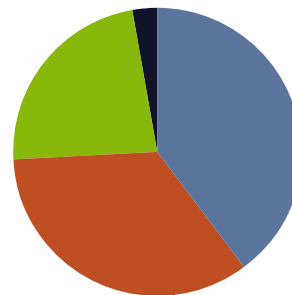
IMPORTANT INFORMATION

Capital at Risk. Blackfinch Asset Management Limited is an Appointed Representative of Blackfinch Investments Limited which is authorised and regulated by the Financial Conduct Authority. Registered address: 1350–1360 Montpellier Court, Gloucester Business Park, Gloucester, GL3 4AH. Registered in England and Wales company number 11639647. This document is for intermediary information only and does not form any offer or invitation to invest. The Blackfinch Asset Management Portfolios are actively managed by Blackfinch Investments Limited. Blackfinch Asset Management Limited act as the promoter and distributor of the model portfolios.

INVESTMENT OBJECTIVE

The Income portfolio is designed to achieve a total return in excess of the Consumer Price Index plus 3.5% per annum, over a rolling 5 year basis net of fees. The portfolio is globally diversified and contains multi asset investments including fixed income, equities, property, alternatives and cash. Environmental, social and governance (ESG) is implemented through a positive screening approach whereby investments are not solely excluded based on the sector in which they operate. There is no guarantee that the objective will be met or that a positive return will be delivered over any time period. Capital at risk.

TACTICAL ASSET ALLOCATION



Fixed Income	40.22%
Equities	34.38%
Property	0.00%
Alternatives	22.83%
Cash	2.57%

WE FOCUS ON THE PILLARS OF A FUNCTIONING ECONOMY

Critical Infrastructure

Assets such as bridges, mobile phone masts, schools and hospitals. The key attraction of these assets is they can continue generating an uninterrupted income regardless of the macro backdrop.

Renewable Energy

Exposure to assets which are critical for life such as renewable energy assets through wind and solar farms located around the world.

Specialist Property

The continued rise of e-commerce has meant the demand for logistical warehouses and distribution centres has risen exponentially, especially as a result of the global pandemic.