

VT SENECA DIVERSIFIED INCOME FUND

MONTH END FEBRUARY 2020
FOR PROFESSIONAL ADVISORS ONLY

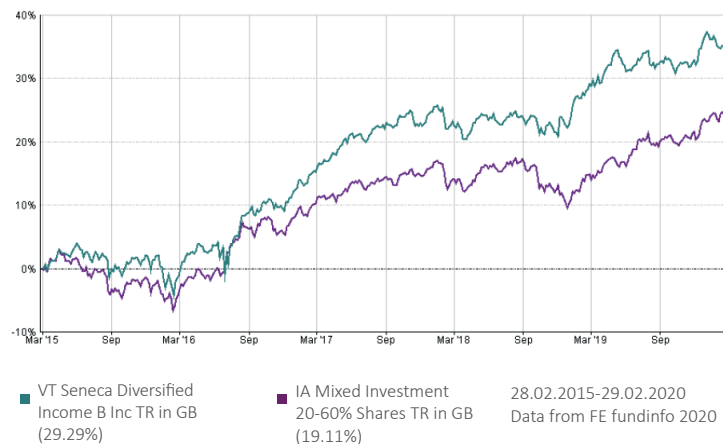
INVESTMENT AIM

To generate a high level of income with the prospect of maintaining the real value of capital over the long term, by investing in a multi-asset portfolio managed with a focus on value. The fund may include directly invested UK equities with a bias towards mid cap stocks, and overseas equity, fixed income, specialist assets and managed liquidity held through third party funds.

INCOME (INC B SHARECLASS ONLY)

| | |
|--------------------|-------------------|
| Historic Net Yield | 5.2% ¹ |
| Distributions | Monthly |

FIVE YEAR PERFORMANCE CHART (%)



| CUMULATIVE PERFORMANCE (%) | 3 months | 6 months | 1 year | 3 years | 5 years | Since Launch |
|---|----------|----------|--------|---------|---------|--------------|
| VT Seneca Diversified Income Fund Inc | -2.7 | -2.5 | 0.3 | 12.0 | 29.3 | 131.4 |
| VT Seneca Diversified Income Fund Acc** | n/a | n/a | n/a | n/a | n/a | n/a |
| IA Mixed Investment 20-60% Shares | -2.0 | -0.9 | 4.4 | 7.8 | 19.1 | 111.6 |

| DISCRETE ANNUAL PERFORMANCE (%) | 29 Feb 2020 | 28 Feb 2019 | 28 Feb 2018 | 28 Feb 2017 | 29 Feb 2016 |
|---|-------------|-------------|-------------|-------------|-------------|
| VT Seneca Diversified Income Fund Inc | 0.3 | 4.9 | 6.4 | 16.3 | -0.8 |
| VT Seneca Diversified Income Fund Acc** | n/a | n/a | n/a | n/a | n/a |
| IA Mixed Investment 20-60% Shares | 4.4 | -0.2 | 3.5 | 14.4 | -3.4 |

**The VT Seneca Diversified Income Fund Accumulation Shareclass was launched in Oct 2019

Cumulative & Discrete figures are sourced from FE Analytics. Basis: Bid to bid, net income reinvested and net of fees in UK Sterling terms. The information on this factsheet is as at 29.02.2020 and refers to the 'B' Inc share class with the exception of performance prior to 26.03.2012 which is calculated using the 'A' share class, unadjusted for the lower fees of the 'B' Inc share class.

| RESEARCH AREA | INVESTMENT TEAM |
|----------------------------------|--------------------------------|
| UK Equities | Mark Wright- Fund Manager |
| Specialist Assets | Richard Parfect- Fund Manager* |
| Fixed Income & Overseas Eq (EM) | Tom Delic- Fund Manager* |
| Fixed Income & Overseas Eq (Dev) | Gary Moglione- Fund Manager |

* Portfolio oversight (process implementation, cash and cashflow management)

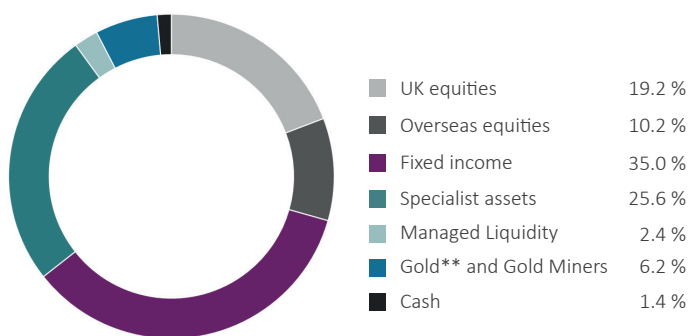
COMMENTARY

- Equity market weakness provided an opportunity to add to selective names, including Arrow Global, Essentra and Marston's. Overall, the UK equity weighting was increased by around 1%.
- Both Morgan Advanced Materials and Vistry Group delivered solid final results, with good profit margin progression. Clinigen's interims were poor from a cash flow perspective but this should reverse in the second half.
- Following market weakness due to concerns over the economic impact caused by the Coronavirus disease, we added to our investments in Asia and the Emerging Markets.
- We made a new investment in the Absalon Emerging Market Corporate Debt Fund. Absalon Capital has a team of four fund managers, who follow a value philosophy across emerging market debt markets.
- To fund the investment in Absalon, we exited the position in the Templeton Emerging Markets Bond Fund.
- The previously announced initial public offering of Cabot Square Alternatives has been postponed. In the meantime we have initiated a position in Syncona which funds, builds and funds companies that launch new healthcare technology to come out of UK research institutions.
- AEW UK REIT was added to with the participation in the latest equity issue from the company. We feel the team have displayed a successful strategy in their deep value management of small regional property. Meanwhile we have moved to an exit of Assura plc as we feel the valuation became stretched.

Your capital is at risk. Past performance should not be seen as an indication of future performance. The value of investments and any income may fluctuate and investors may not get back the full amount invested.



ASSET BREAKDOWN



Source: Seneca IM

TOP FIVE HOLDINGS

| UK EQUITIES | | |
|-------------|-----------------------|-------|
| 1. | iShares Core FTSE 100 | 3.2 % |
| 2. | OneSavings Bank | 1.1 % |
| 3. | Legal & General Group | 1.1 % |
| 4. | Marston's | 1.1 % |
| 5. | Babcock International | 1.0 % |

| OVERSEAS EQUITIES | | |
|-------------------|---|-------|
| 1. | CIM Dividend Income Fund | 3.6 % |
| 2. | Liontrust European Enhanced Income Fund | 1.4 % |
| 3. | Prusik Asian Equity Income Fund | 1.3 % |
| 4. | HMG Global Emerging Markets Equity Fund | 1.0 % |
| 5. | Morant Wright Fuji Yield Fund | 1.0 % |

| FIXED INCOME | | |
|--------------|---|-------|
| 1. | Royal London Short Duration Global High Yield Bond Fund | 9.6 % |
| 2. | Muzinich Short Duration High Yield Bond Fund | 8.5 % |
| 3. | Royal London Sterling Extra Yield Bond Fund | 6.5 % |
| 4. | Absalon Emerging Markets Corporate Debt Fund | 4.6 % |
| 5. | TwentyFour Select Monthly Income Fund | 3.2 % |

| SPECIALIST ASSETS | | |
|-------------------|-----------------------------------|-------|
| 1. | International Public Partnerships | 2.5 % |
| 2. | Fair Oaks Income Limited | 2.1 % |
| 3. | Hipgnosis Songs Fund | 2.0 % |
| 4. | Merian Chrysalis | 2.0 % |
| 5. | Sequoia Economic Infrastructure | 1.9 % |

KEY FACTS

| | |
|-------------------------------|--------------------------------|
| Launch date | 8 April 2002 |
| Size | £169.32m |
| A Class month end price | 88.21p |
| B (INC) Class month end price | 107.11p |
| B (ACC) Class month end price | 97.76p |
| N Class month end price | 105.14p |
| Total holdings | 61 |
| IA sector | Mixed Investment 20-60% shares |
| Share type | Monthly income only |
| Valuation point | 12:00 midday |

| SHARE CLASS INFO | A | B (INC) | B (ACC) | N |
|------------------|--------------|--------------|--------------|--------------|
| OCF* | 1.78% | 1.13% | 1.13% | 1.38% |
| Min lump sum | £3,000 | £100,000 | £100,000 | £1,000 |
| Min reg saver | £50 | - | - | £50 |
| ISIN | GB0031467961 | GB00B7JTF560 | GB00BKV4HY34 | GB00861Y0911 |
| SEDOL | 3146796 | B7JTF56 | BKV4HY3 | B61Y091 |

*Based on expenses and the net asset value as at 31.12.2019

CONTACT US

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IMPORTANT INFORMATION

** Exposure to physical gold is achieved through investments in exchange traded certificates (ETC) which aim to provide the performance of gold, as measured by the LBMA Gold Price (PM), which is a recognised benchmark for gold. A Gold ETC is a certificate which is secured by gold bullion, held within the vaults of a nominated custodian.

1. The Historic Yield reflects distributions declared over the past twelve months as a percentage of the unit price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distributions. A portion of the fund's expenses are charged to Capital. This has the effect of increasing the distribution(s) for the year and constraining the fund's capital performance to an equivalent extent.

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