

**VT SENECA DIVERSIFIED INCOME FUND**  
MONTH END AUGUST 2020  
FOR RETAIL INVESTORS ONLY

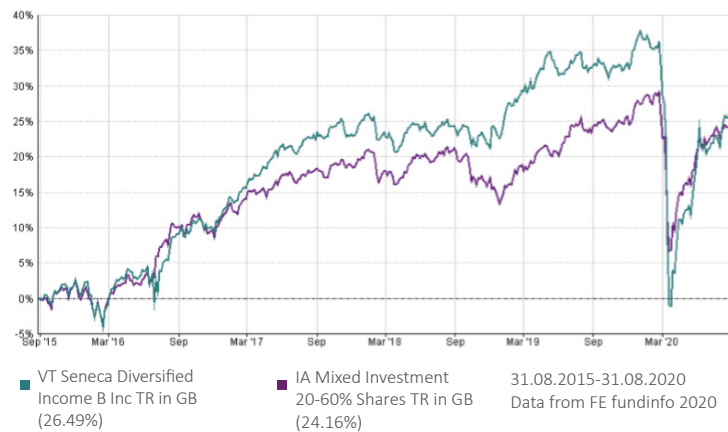
**INVESTMENT AIM**

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 (B INC SHARECLASS ONLY)**

Historic Net Yield	5.0% <sup>1</sup>
Distributions	Monthly

**FIVE YEAR PERFORMANCE CHART (%)**



CUMULATIVE PERFORMANCE (%)	1 month	3 months	6 months	1 year	3 years	5 years	Since Launch
VT Seneca Diversified Income Fund Inc	4.2	7.1	-2.4	-4.8	2.7	24.2	125.8
IA Mixed Investment 20-60% Shares	1.3	3.1	0.8	-0.1	5.1	26.5	113.3

DISCRETE ANNUAL PERFORMANCE (%)	31 Aug 2020	31 Aug 2019	31 Aug 2018	31 Aug 2017	31 Aug 2016
VT Seneca Diversified Income Fund Inc	-4.8	7.3	0.6	12.9	9.1
IA Mixed Investment 20-60% Shares	-0.1	3.0	2.1	7.2	10.2

RESEARCH AREA	INVESTMENT TEAM
UK Equities	Mark Wright- Fund Manager
Specialist Assets	Richard Perfect- 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**

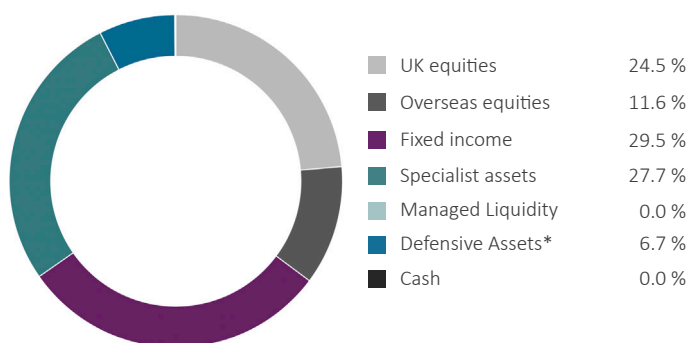
- The potential for a second wave of COVID-19 reminds us that the struggle is far from over and until there is a workable vaccine, economies will likely remain constrained by containment measures aimed at slowing the spread of infection.
- With Japan's economic recovery lagging other equity markets and sterling's recent strength versus the yen in recent months, we took the opportunity to add to the Morant Wright Fuji Yield Fund.
- Reductions were made across a number of specialist assets holdings after the rally and enabled the recycling of capital elsewhere. Sequoia Economic Infrastructure, Merian Chrysalis, AEW UK REIT and Hipgnosis Songs fund had all rallied from their March lows.
- Merian Chrysalis announced a 26% uplift in the quarterly NAV as at end June, driven by the rebound in equity markets, the partial realisation of its largest holding and strong results from The Hut Group and Klarna Bank.

**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.**



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 31.08.2020 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.

## ASSET BREAKDOWN



Source: Seneca IM

## TOP FIVE HOLDINGS

UK EQUITIES		
1.	Purplebricks Group	1.9 %
2.	Diversified Gas & Oil	1.6 %
3.	Marston's	1.6 %
4.	OneSavings Bank	1.5 %
5.	BT Group	1.3 %

OVERSEAS EQUITIES		
1.	CIM Dividend Income Fund	3.3 %
2.	HMG Global Emerging Markets Equity Fund	2.0 %
3.	Liontrust European Enhanced Income Fund	1.6 %
4.	Prusik Asian Equity Income Fund	1.4 %
5.	Morant Wright Fuji Yield Fund	1.3 %

FIXED INCOME		
1.	Royal London Sterling Extra Yield Bond Fund	7.9 %
2.	Royal London Short Duration High Yield Bond Fund	6.6 %
3.	Absalon Emerging Markets Corporate Debt Fund	5.4 %
4.	TwentyFour Select Monthly Income Fund	4.1 %
5.	Muzinich Short Duration High Yield Bond Fund	3.5 %

SPECIALIST ASSETS		
1.	Merian Chrysalis	2.3 %
2.	Hipgnosis Songs Fund	2.1 %
3.	International Public Partnerships	2.0 %
4.	Sequoia Economic Infrastructure	2.0 %
5.	Schroder UK Public Private Trust	2.0 %

## KEY FACTS

Launch date	8 April 2002
Size	£147.42m
A Class month end price	83.58p
B (INC) Class month end price	101.82p
B (ACC) Class month end price	95.44p
N Class month end price	99.82p
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***	1.74%	1.09%	1.09%	1.34%
Min lump sum	£3,000	£100,000	£100,000	£1,000
Min reg saver	£50	-	-	£50
ISIN	GB0031467961	GB00B7JTF560	GB00BKV4HY34	GB00B61Y0911

SEDOL	3146796	B7JTF56	BKV4HY3	B61Y091
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\*\*\*Based on expenses and the net asset value as at 31.05.2020

## CONTACT US

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## IMPORTANT INFORMATION

\*Defensive assets have reduced/negative correlation to equity markets to provide a more defensive element during times of stress. Defensive assets consists of a variety of investments such as gold\*\*, government bonds, short ETFs and managed futures strategies. \*\* 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.

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