



# VT Redlands Fixed Income Portfolio

January 2019

## Investment Objective

The objective of the VT Redlands Fixed Income Portfolio is to provide capital growth.

The Fund seeks to achieve its objective primarily by investing in collective investment vehicles (including for example collective investment schemes, exchange traded funds and investment trusts) which provide exposure to fixed income strategies and assets. The Fund may also invest in other collective investment schemes, transferable securities, bonds, money market instruments, deposits, cash and near cash.

There is no particular emphasis on any geographical area or industry sector.

## Commentary

A number of funds performed very well compared to their peer group over January, aided by the fact Sterling improved relative to a number of global currencies. Fair Oaks Income, Rathbone Ethical Bond, Artemis Strategic Bond and Starwood European Real Estate Finance all contributed well in January and worthy of special note.

Two new holdings were introduced to your portfolio in the month, and one removed. We exchanged the PIMCO Sterling Short Maturity Source ETF and replaced it with another ETF, similarly managed by JP Morgan but with a more favourable yield profile and much lower cost. Your fund also introduced the Lyxor Core FTSE Actuaries Gilt fund – which should act as a diversifier as this product is a dedicated government bond product. At the end of the month your portfolio now contains 22 different underlying holdings. Cash on account fell from 3.70% to less than 0.50%.

Your portfolio is broadly diversified across the credit quality spectrum, yield curve, and has dedicated managers who manage the duration accordingly. January, for the fixed income markets was no different to equity markets. “Risk off” in December was followed by “risk on” in January. Being patient, understanding what assets are held in the portfolio and not allowing yourself to be complacent is imperative at the moment.

## Performance Summary as at 31 January 2019

	1 MONTH	3 MONTHS	6 MONTHS	1 YEAR	SINCE INCEPTION DATE 7 JUNE 2017	Source: Financial Express Analytics & Valu-Trac Investment Management Limited. All figures quoted are on a total return basis with income reinvested.
VT Redlands Fixed Income Portfolio	0.97%	-0.08%	0.03%	0.98%	-0.93%	
UM Fixed Interest – Global	-0.87%	-0.19%	0.09%	3.40%	-0.11%	

Past performance is not necessarily a guide to future performance

## Holdings

Artemis Strategic Bond MI Acc	4.5%	Lyxor Core FTSE Acturs UK Gilts(DR)UCITS ETF-Dist	2.0%
Baillie Gifford Corporate Bond B Acc	5.0%	M&G Emerging Markets Bond I Acc GBP	2.8%
BlackRock Corporate Bond D Acc	4.8%	Rathbone Ethical Bond Inst Acc	3.1%
Blackstone / GSO Loan Financing Ltd	2.4%	Real Estate Credit Investments Ltd	3.1%
BNP Paribas Flexi I US Mortgage Priv H GBP Cap	2.0%	Royal London Short Duration Global High Yield Bond Z Acc	5.3%
db x-track.II Barclays GIAGgBdUCITS ETF 2C USD Hgd	6.8%	Royal London Sterling Extra Yield Bond Z	3.1%
Fair Oaks Income 2017	2.3%	Sanlam Strategic Bond I GBP Acc	4.6%
Hermes Multi Strategy Credit F GBP Acc Hedged	3.6%	SPDR Barclays Cap Sterling Corporate Bond ETF	6.3%
Invesco Perpetual GIbl Financial Cap Z Acc	3.7%	Starwood European Real Estate Finance Limited	3.1%
iShares Core Corp Bond UCITS ETF GBP (Dist)	7.7%	Vanguard Total International Bond Index Fund	7.8%
iShares Global Corp Bond UCITS ETF USD (Dist)	7.9%	Cash	0.4%
JPM GBP Ultra-Short Income UCITS ETF GBP dis	7.6%		



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## Fund Information

Inception Date	7 June 2017
Number of Holdings	22
Fund Size	£45.1m
Ongoing Charge Figure *	0.60%
Estimated Yield**	3.04%
3 Year Annualised Volatility	---

\* The ongoing charges figure is based on expenses and the net asset value as at 31 August 2018. This figure may vary from year to year. It excludes portfolio transaction costs. The Funds annual report for each financial year will include detail on the exact charges made.

\*\* Based on the current portfolio weightings using the latest available data of the underlying funds. The yield is not guaranteed and may fluctuate.

## Fund Managers



**Richard Philbin** is Chief Investment Officer of Wellian Investment Solutions. He is one of the UK's best known multi-manager investors and previously AA rated by OBSR, Citywire and S&P. He is also the inventor of the highly regarded and publicised 'Traffic Light Analysis' system of assessing funds. Prior to Wellian, he was AXA Architas Multi Manager's Chief Investment Officer where he chaired the investment committee and helped the company go from a founding business to a top 5 player in the multi manager space in the UK with responsibility for assets of over £7 bn. Previously, Richard was Head of Multi Manager at F&C Investments. Whilst at F&C he launched the successful LifeStyle range of funds. Assets grew from £100m to over £1bn during his tenure.



**Alan Durrant** is Chief Executive Officer of Wellian Investment Solutions. Previous roles for Alan were Group Chief Investment Officer at The National Bank of Abu Dhabi (NBAD) and prior to NBAD, was Head of Asset Management at Gulf Finance House. Before moving to the Middle East, Alan was Chief Investment Officer at Skandia Investment Management and Chairman of the investment committee. During his tenure the firm won the Best MultiManager at the prestigious Money Marketing Awards in three consecutive years. Whilst at Skandia, Alan conceived and launched the popular Global Best Ideas and Asset Allocator ranges. Prior to Skandia, he was at Hargreaves Lansdown for 12 years, latterly as Investment Director.

## Wellian Investment Solutions

Wellian Investment Solutions is an award winning multi-manager investment management business. As a multi-manager business it specialises in identifying the very finest investment talent from around the world and then blending and combining these managers together to create robust, diversified portfolios. Wellian Investment Solutions have developed their own bespoke manager selection and asset allocation processes and also undertake extensive due diligence on all of the managers before including them in the Redlands Funds.

Wellian Investment Solutions is wholly owned by Harwood Wealth Management Group PLC (HWMG). HWMG is a business listed on the London Stock Exchange AIM market. As a listed business, HWMG is subject to the highest standards of corporate governance. At the most recent announcement (the Interim Accounts of April 2018), HWMG had Assets Under Influence in excess of £4bn.

## Important notes

This document is for general information purposes only and does not take into account the specific investment objectives, financial situation or particular needs of any particular person. It is not a personal recommendation and it should not be regarded as a solicitation or an offer to buy or sell any securities or instruments mentioned in it. This document represents the views of Wellian Investment Solutions Limited (part of Harwood Wealth Management Group PLC) at the time of writing. It should not be construed as investment advice. Full details of the Redlands Funds, including risk warnings, are published in the Key Investor Information documents, the Supplementary Information document and Prospectus, available from [www.valu-trac.com](http://www.valu-trac.com). The Redlands Funds are subject to normal stock market fluctuations and other risks inherent in such investments. The value of your investment and the income derived from it can go down as well as up, and you may not get back the money you invested. Investments in overseas markets may be affected by changes in exchange rates, which could cause the value of your investment to increase or diminish. Past performance is not a reliable indicator of future results. Every effort is taken to ensure the accuracy of the data used in this document but no warranties are given. All sources are Wellian Investment Solutions Limited and Valu-Trac Investment Management Limited unless otherwise stated. The authorised corporate director of the Fund is Valu-Trac Investment Management Limited, authorised and regulated by the Financial Conduct Authority, registration number 145168.

For further information call 01604 621302 or email [contact@dwifa.co.uk](mailto:contact@dwifa.co.uk)