

VT AJ Bell Income Q3 2021 Report

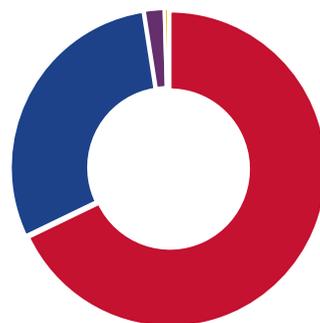
Commentary

The third quarter of 2021 saw a reversal of recent trends, and a tilt from so-called value stocks to those with favourable growth expectations and quality of earnings. With so many uncertainties around the strength of the global economic recovery, investors sought safety in these well-run companies that have strong earnings.

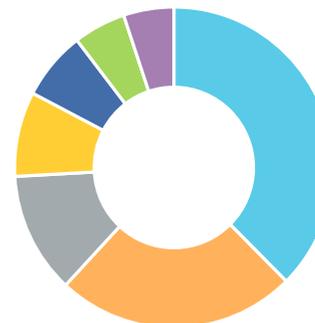
This was reflected in bond markets, too, which saw a flight to longer-dated, investment-grade bonds over the quarter. Despite fears of 'stagflation' – when the economy can't keep up with runaway inflation – bond prices stayed relatively stable, leading to a small, negative total return.

In the Income fund the majority of holdings are shares, meaning much of the distributed return is generated through the dividends of companies. These are globally diversified, and include an element of inflation-protection. The fund returned 1.3% over the quarter, leading to a 12-month return of 10.4%.

Asset Breakdown



Shares Regional Breakdown



Shares Sector Breakdown



Bond Maturity Breakdown



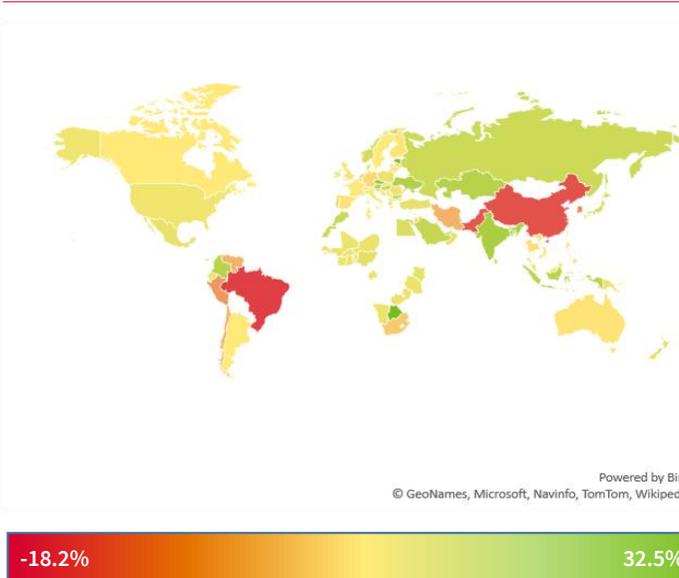
Trailing Returns (%)

Last quarter	1.8
Year to Date	6.4
1 Year	10.7

Historic Performance



Q3 2021 Stock Market Performance (in GBP)



Top 10 Holdings

	Weight (%)
iShares MSCI World Quality Dividend ETF	10.2
iShares Core £ Corporate Bond ETF	8.8
Invesco S&P 500 High Dividend Low Volatility ETF	8.2
SPDR Bloomberg 0-5 Year US High Yield Bond ETF	6.1
Fidelity US Quality Income ETF	6.1
FTF Clearbridge Global Infrastructure Income	6.0
Temple Bar Investment Trust	5.5
City of London Investment Trust	5.4
iShares MSCI Europe Quality Dividend ETF	5.0
Schroder Oriental Income Trust	5.0

Fund Snapshot

ISIN (Distributing Class)	GB00BH3W7552
ISIN (Accumulating Class)	GB00BH3W7446
Inception Date	08/04/2019
Ongoing Charge	0.66%
Fund Size (£m)	23.09
12 Month Yield (Reinvested)	3-5%

The value of investments can go down as well as up and you may get back less than you originally invested. We don't offer advice, so it's important that you understand the risks, if you're unsure please consult a suitably qualified financial adviser. Past performance is not a guide to future performance and some investments need to be held for the long term. Totals may not sum to 100% due to rounding.