

VT AJ Bell Income Q2 2020 Report

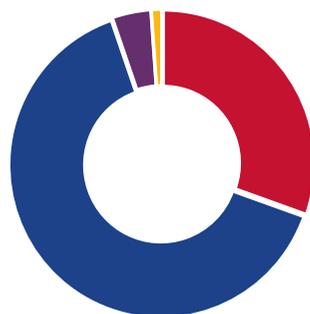
Commentary

This quarter, global stock markets rose on a wave of optimism following their falls last quarter. Share prices in the US and emerging markets did particularly well, helped by the pound weakening against other currencies. When the pound drops in value relative to global currencies, the value of international stocks increases when converted back into sterling.

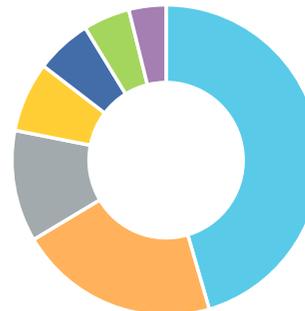
Bond markets also performed well during the quarter, seeing an increase in prices as people sought less risky ways to invest – protecting their money from the uncertainty prevailing in the stock market. In times of market distress, bonds are also considered to provide a more reliable income stream than shares. This is a critical feature for income-seeking investors.

The Income fund has roughly two-thirds of its holdings in bonds, with the rest in shares and cash. The strong performance of these assets contributed to an overall return of 9.4% across the quarter, bringing the 12-month total return back into positive territory at 0.1%.

Asset Breakdown



Shares Regional Breakdown



Shares Sector Breakdown



Bond Maturity Breakdown



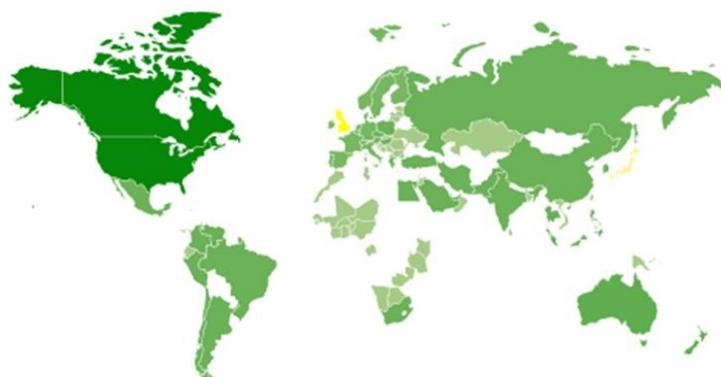
Trailing Returns (%)

Last quarter	9.4
Year to Date	-1.5
1 Year	0.1

Historic Performance



Q2 2020 Stock Market Performance (in GBP)



Top 10 Holdings

	Weight (%)
Lyxor FTSE Actuaries UK Gilts 0-5 Year ETF	15.0
iShares Core FTSE 100 ETF	11.9
Vanguard USD Corporate Bond ETF	10.2
TwentyFour Corporate Bond	10.0
Baillie Gifford High Yield Bond	9.9
iShares MSCI Europe Quality Dividend ETF	8.0
Vanguard USD Emerging Markets Government Bond ETF	5.1
SPDR Bloomberg Barclays 0-5 Year US High Yield Bond ETF	5.0
Vanguard FTSE Asia Pacific ex-Japan ETF	4.1
M&G Emerging Markets Bond	4.1

Fund Snapshot

ISIN (Distributing Class)	GB00BH3W7552
ISIN (Accumulating Class)	GB00BH3W7446
Inception Date	08/04/2019
Ongoing Charge	0.79%
Fund Size (£m)	12.71
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.