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TwentyFour ASSET MANAGEMENT

# TwentyFour Income Fund

Factsheet | 31 July 2019

**TwentyFour Income Fund** Limited (the 'Company', 'Fund') is managed by TwentyFour Asset Management LLP and is a non-cellular company limited by shares incorporated in Guernsey and registered as a closed-ended collective investment scheme with the Guernsey Financial Services Commission. Its shares are traded on the Main Market of the London Stock Exchange.

## Fund Objective

The Fund aims to generate attractive risk adjusted returns principally through income distributions.

## Investment Approach

The Fund will invest in a diversified portfolio of UK and European Asset Backed Securities. Uninvested cash or surplus capital or assets may be invested on a temporary basis in cash and/or a range of assets including money market instruments and government bonds. Efficient portfolio management techniques can be employed such as currency hedging, interest rate hedging and the use of derivatives such as credit default swaps to help mitigate market volatility.

Shareholders may elect to realise all or part of their holdings of Ordinary Shares every three years, the next opportunity for this being at the Company's 2019 AGM. In the event that investors elect to realise all or part of their holdings of Ordinary Shares, the Company may, but shall not be obliged to offer to redeem, repurchase or purchase those Ordinary Shares. Any Ordinary Shares that are not redeemed, repurchased or purchased shall be converted into Realisation Shares. Assets and liabilities attributable to Shareholders holding Realisation Shares will be managed as part of a separate realisation pool and in accordance with an orderly realisation programme with the aim of making progressive returns of cash to the holders of Realisation Shares as soon as practicable.

**This is only a summary; details of the Fund's investment policy, including investment restrictions, are set out in the Prospectus.**

Further Information and Literature:
TwentyFour Asset Management LLP

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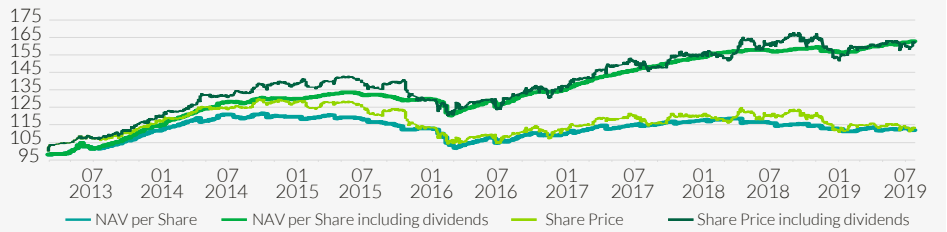
## Performance




| Cumulative Performance | 1m | 3m | 6m | 1y | 3y | 5y |
|---|---|---|---|---|---|---|
| NAV per share inc. dividends | 0.61% | 1.62% | 3.94% | 3.55% | 26.84% | 27.42% |

| Discrete Performance | YTD | 2018 | 2017 | 2016 | 2015 | 2014 | Inception |
|---|---|---|---|---|---|---|---|
| NAV per share inc. dividends | 3.61% | 2.39% | 13.51% | 4.28% | -0.12% | 13.38% | 66.17% |

| Rolling Performance | 31/07/2018 - 31/07/2019 | 31/07/2017 - 31/07/2018 | 29/07/2016 - 31/07/2017 | 31/07/2015 - 29/07/2016 | 31/07/2014 - 31/07/2015 |
|---|---|---|---|---|---|
| NAV per share inc. dividends | 3.55% | 6.37% | 15.15% | -2.98% | 3.54% |

The performance figures shown are in GBP on a mid-to-mid basis inclusive of net reinvested income and, with the exception of share price performance figures, net of all fund expenses. Past performance is not a reliable indicator of future performance. Performance data does not take into account any commissions and costs charged when shares of the portfolio are purchased and disposed of.

## Top Ten Holdings

| Security | Sector | % of the whole fund |
|---|---|---|
| VSKH 1 | RMBS | 3.84% |
| TLPNS 1 | RMBS | 3.40% |
| SYON 2019-1 | RMBS | 3.30% |
| OPTOM 3 | RMBS | 3.13% |
| AUTOF 1 | Auto Loans | 2.56% |
| VSKH 2 | RMBS | 2.44% |
| CBFLU 1 | RMBS | 2.38% |
| CASTE 2017-1 | RMBS | 2.29% |
| TPMF 2019-GR4 | RMBS | 2.25% |
| CGMSE 2016-2 | CLO | 2.14% |

## Fund Facts

| | |
|---|---|
| Type of Fund: | Closed-ended investment fund |
| Listing & Trading: | UKLA Official List; LSE Main Market |
| ISA & SIPP Eligible: | Yes |
| Launch Date: | 6 March 2013 |
| Base Currency: | GBP |
| NAV Calculation: | As of the last business day of each week and each month |
| Dealing: | Daily during LSE opening hours |
| Market Capitalisation: | £593.7 mn |
| Shares in Issue: | 523.1 mn |
| Current Price per Share: | 113.50p |
| Current NAV per Share: | 112.13p |
| Premium / (Discount) to NAV: | 1.22% |
| Gross Purchase Yield: | 7.80% |
| Interest Rate Duration: | 0.14 yr |
| Credit Spread Duration: | 3.38yr |
| WAL: | 4.06 yr |
| 3yr Volatility: | 2.47% |

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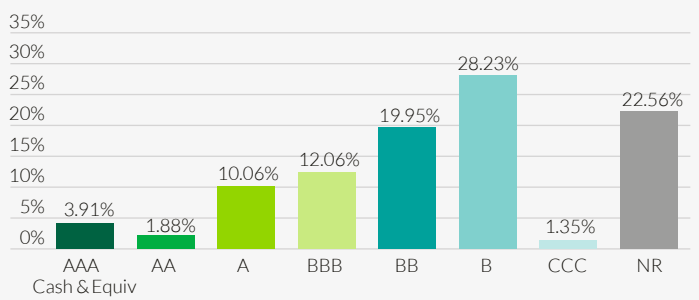
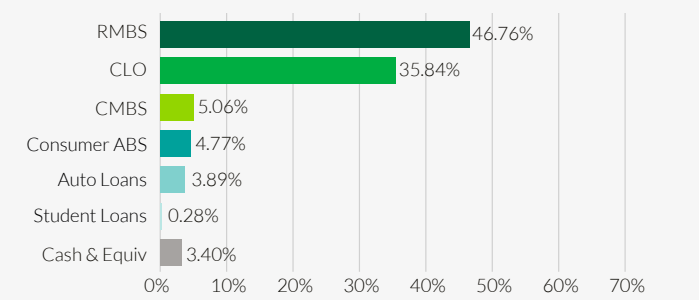
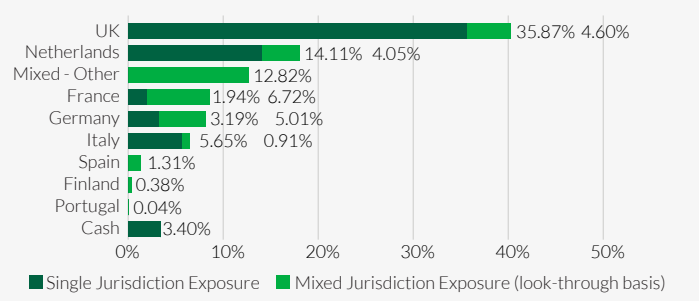
## Rating Breakdown



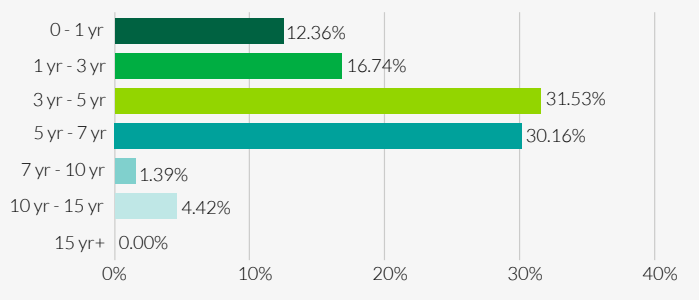

## Sector Breakdown




## Geographical Breakdown (Issuer)




## Weighted Average Life Breakdown




Calculated on a direct and indirect exposure basis.

## Trading Information

| | |
|---|---|
| TIDM | TFIF |
| ISIN | GG00B90J5Z95 |
| SEDOL | B90J5Z9 |
| Distribution Frequency | Quarterly |
| AMC (%) | 0.75 |
| OCF (%) | 0.99 |

As at 12/12/2018.

## Recent Dividends

| Type | Ex-div date | Payment date | Amount |
|---|---|---|---|
| 1st interim | 18/07/2019 | 31/07/2019 | 1.50p |
| 4th final | 18/04/2019 | 30/04/2019 | 1.95p |
| 3rd interim | 17/01/2019 | 31/01/2019 | 1.50p |
| 2nd interim | 18/10/2018 | 31/10/2018 | 1.50p |
| 1st interim | 19/07/2018 | 31/07/2018 | 1.50p |

## Fund Managers

**Robert Ford**
Partner, Portfolio Manager, industry experience since 1986.

**Ben Hayward**
Partner, Portfolio Manager, industry experience since 1998.

**Aza Teeuwen**
Partner, Portfolio Manager, industry experience since 2007.

**Douglas Charleston**
Partner, Portfolio Manager, industry experience since 2006.

**John Lawler**
Portfolio Manager, industry experience since 1987.

**Luca Beldi**
Portfolio Manager, industry experience since 2013.

## ESG Integration Policy

The Fund considers environmental, social and governance (ESG) factors in the investment process, utilising an integrated approach.

## Key Risks

- **All financial investment involves risk. The value of your investment isn't guaranteed, and its value and income will rise and fall. Investors may not get back the full amount invested.**
- Past performance is not a reliable indicator of future performance, and the Fund may not achieve its investment objective.
- The Fund invests in structured credit products or asset-backed securities (ABS). The issuer of such products may not receive the full amounts owed to them by underlying borrowers, which would affect the value of the Fund. Credit and prepayment risks also vary by tranche which may affect the Fund's perfomance.
- The Fund has the ability to use derivatives, including but not limited to FX forwards, for hedging only (EPM). This may magnify gains or losses.
- Typically, sub-investment grade securities will have a higher risk of issuer default, and are generally considered to be more illiquid than investment grade securities.

## Further Information

TwentyFour ASSET MANAGEMENT

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**Further information on fund charges and costs are included on our website at www.twentyfouram.com**

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