

KEY INVESTOR INFORMATION

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

Virgin Money Bond and Gilt Fund† GBP

Income Units: (ISIN GB0009301291)

This Fund is managed by Virgin Money Unit Trust Managers Limited, Jubilee House, Gosforth, Newcastle upon Tyne NE3 4PL.

†Prior to 2 September 2018 the Fund was known as the Virgin Income Trust.

Objective and Investment Policy

The investment objective of the Fund is to provide a total return (predominantly income but also any capital growth) from bonds and gilts. The Fund aims to achieve this by tracking the performance of a composite index, comprising 50% the FTSE 5-15 Year Gilt Index and 50% the Bank of America Merrill Lynch 5-15 Year AAA-A Non-Gilt Index, measured annually, less charges.

The Fund invests 50% of its assets in bonds issued by the UK Government (known as “gilts”) and 50% in other bonds. These other bonds comprise:

- > corporate bonds
- > bonds issued by government agencies; and
- > bonds issued by supranational organisations, such as the European Investment Bank.

All bonds are denominated in sterling.

The Fund pursues a low risk strategy by investing in medium term (5 to 15 years) gilts, whilst its other bonds are highly rated (AAA-A) by leading credit agencies. This means a lower risk of non-payment compared to lower rated bonds.

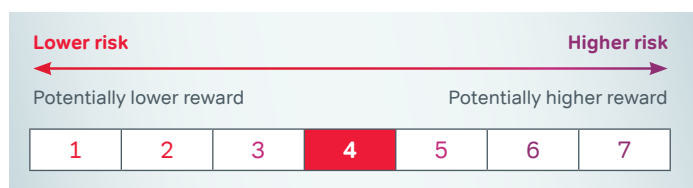
An Investment Advisor manages the Fund and seeks to match closely the composition of the composite index by only investing in the bonds and gilts that make up the two indices referenced in the investment objective. This means that the Fund is “passively” managed, as it only invests in line with these indices.

Designed for investors who:

- > are looking for a regular income (which can be reinvested as required) from a portfolio of bonds
- > prefer an investment with a “passive” approach, rather than active stock picking
- > are prepared to accept a degree of risk in return for the potential of higher returns than more secure cash deposits.

Recommendation: this Fund may not be suitable for investors who plan to withdraw their money within five years.

Risk and Reward Profile



On the financial markets, rates of return are typically linked to risk. Over the longer term, investors who are prepared to accept greater risk can typically look forward to higher returns. The risk indicator above shows the Fund’s risk and reward profile. Risk level 1 signals a low risk of losing money but typically offers limited potential rewards. At risk level 7,

the risk of losing money is much higher, but the potential rewards are typically much greater. Note that even investments in the lowest risk category are not entirely free of risk.

The risk indicator is based on the rate at which the value of the Fund has moved up and down in the past. Note that past figures may not be a reliable indication for the future.

The risk category shown is not a target or guarantee and may move over time.

The Fund is in category 4 because it invests in bonds. These typically provide moderate rewards but carry a lower level of risk than other investments such as company shares.

Specific risks relevant to the Fund that may not be adequately captured by recent historic price movements are:

Interest Rate Risk – many bonds pay a fixed rate of income and when interest rates rise, or when markets expect rates to rise, the value of the bonds may fall as the fixed rate of income becomes less attractive.

Credit Risk – the issuer of a bond may not be able to keep up interest payments or return the full value when the bond matures, which would mean the bonds become less valuable. This risk is most relevant to the corporate bonds held by the Fund.



Charges

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

The Ongoing Charge is based on expenses for the twelve-month period ending 1 October 2017. This figure may vary from year to year. It excludes portfolio transaction costs, except when the Fund buys or sells units in another collective investment fund and an Entry/Exit Charge could be paid.

For more information about charges, please refer to the Fees and Expenses section of the Fund's Prospectus which is available by calling us on **03456 10 20 30***.

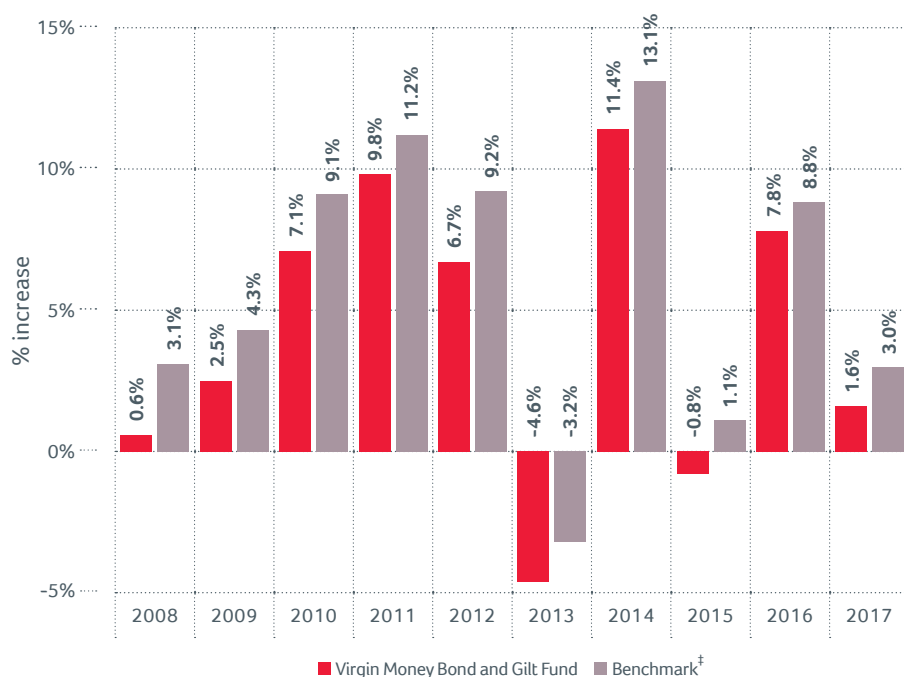
One-off charges taken before or after you invest	
Entry Charge	0%
Exit Charge	0%

This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.

Charges taken from the fund over a year	
Ongoing Charge	1.00%

Charges taken from the fund under specific conditions	
Performance Fee	0%

Past Performance



Past performance shown to the left is calculated in British Pounds and expressed as a percentage change of the Fund's assets at each year end, after charges, assuming reinvestment of income (net of 20% withholding tax for the Fund, prior to April 2017).

Please note that past performance is not a reliable indicator of future results.

The Fund, and this share class, was launched in September 1995.

†50% FTSE 5-15 Year Gilt Index, 50% Bank of America Merrill Lynch 5-15 Year AAA-A Non Gilt Index.

Source: Lipper, bid to bid with net income reinvested.

Practical Information

Trustee:

Citibank Europe plc.

Further Information:

To get further details about this Fund and obtain a free copy of the Fund Prospectus please call us on **03456 10 20 30***. Alternatively visit our website virginmoney.com/myinvestments where you will find copies of the latest annual or interim financial report and accounts of the Fund. Other practical information such as the unit price and how to switch is also on our website. All fund documentation is available in English.

Tax Legislation:

The Fund is subject to UK tax law which may have an impact on your personal tax position. If you are at all unclear about your individual tax situation please speak to a Financial Adviser.

Remuneration:

Up-to-date details of the Manager's UCITS V Remuneration Policy, including details of the Remuneration Committee, are available at virginmoney.com/virgin/investor-relations/corporate-governance/remuneration/. A paper copy of that information will be made available free of charge from the Manager upon request.

Liability Statement:

Virgin Money Unit Trust Managers Limited may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the Prospectus for the Fund.

*Calls to 03 numbers cost the same as calls to 01 or 02 numbers and they are included in inclusive minutes and discount schemes in the same way. Calls may be monitored and recorded.

The Virgin Money Bond and Gilt Fund is authorised in the UK and regulated by the Financial Conduct Authority. Virgin Money Unit Trust Managers Limited is authorised in the UK and regulated by the Financial Conduct Authority. This Key Investor Information document is accurate as at September 2018.