

VT GRAVIS FUNDS ICVC

**(Sub-funds VT Gravis UK Infrastructure Income Fund, VT Gravis
Clean Energy Income Fund and VT Gravis Digital Infrastructure
Income Fund)**

**Annual Report and Financial Statements
for the year ended 31 December 2021**

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COMPANY OVERVIEW

Type of Company

VT Gravis Funds ICVC (the Company) is an open-ended investment company with variable capital incorporated in England and Wales under regulation 12 (Authorisation) of the Open Ended Investment Companies (OEIC) Regulations 2001 further to a Financial Conduct Authority ("FCA") authorisation order dated 21 December 2015. The Company is incorporated under registration number IC001055. It is a UCITS scheme complying with the investment and borrowing powers rules in the Collective Investment Schemes Sourcebook ("COLL") issued by the FCA. Each Sub-fund would be a UCITS scheme if they had separate authorisation orders.

The Company has been set up as an umbrella company. The Company has currently three Sub-funds available for investment, VT Gravis UK Infrastructure Income Fund, VT Gravis Clean Energy Income Fund and VT Gravis Digital Infrastructure Income Fund.

Shareholders are not liable for the debts of the Sub-funds.

A shareholder is not liable to make any further payment to the Company after they have paid the price on the purchase of the shares.

Changes to the Company

On 31 May 2021, the Company launched a new Sub-fund called VT Gravis Digital Infrastructure Income Fund.

On 12 July 2021, the Sub-fund changed its dilution policy introducing a dilution adjustment to the share price. Further details are set out in the Prospectus.

STATEMENT OF THE AUTHORISED CORPORATE DIRECTOR'S (ACD'S) RESPONSIBILITIES

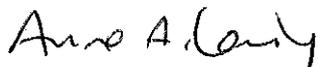
The rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook require the Authorised Corporate Director to prepare financial statements for each accounting year which give a true and fair view of the financial position of the Company at the end of the financial year and its net revenue and net capital gains/(losses) for the year. In preparing these financial statements the Authorised Corporate Director is required to:

- > comply with the Prospectus, the Statement of Recommended Practice for Authorised Funds issued by the Investment Association in May 2014, the Instrument of Incorporation, generally accepted accounting principles and applicable accounting standards, subject to any material departures which are required to be disclosed and explained in the financial statements.
- > select suitable accounting policies and then apply them consistently.
- > make judgements and estimates that are reasonable and prudent.
- > prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future.

The Authorised Corporate Director is required to keep proper accounting records and manage the Company in accordance with the COLL regulations, the Instrument of Incorporation, and the Prospectus. The Authorised Corporate Director is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DIRECTOR'S STATEMENT

In accordance with the requirements of the Financial Conduct Authority's Collective Investment Scheme's Sourcebook, we hereby certify the annual report.



Anne A. Laing CA



David E. Smith CA

Valu-Trac Investment Management Limited
Authorised Corporate Director

Date 23 APR 2022

STATEMENT OF THE DEPOSITARY'S RESPONSIBILITIES AND REPORT OF THE DEPOSITARY

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the OEIC Regulations), as amended, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Company's Instrument of Incorporation and Prospectus (together "the Scheme documents") as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depositary must ensure that:

- > the Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- > the sale, issue, redemption and cancellation of shares are carried out in accordance with the Regulations;
- > the value of shares in the Company is calculated in accordance with the Regulations;
- > any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- > the Company's income is applied in accordance with the Regulations; and
- > the instructions of the Authorised Fund Manager ("the AFM") are carried out (unless they conflict with the Regulations).

The Depositary also has a duty to take reasonable care to ensure that the Company is managed in accordance with the Regulations and the Scheme documents in relation to the investment and borrowing powers applicable to the Company.

Having carried out such procedures as we consider necessary to discharge our responsibilities as Depositary of the Company, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Company, acting through the AFM:

- i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and application of the Company's income in accordance with the Regulations and the Scheme documents of the Company, and
- ii) has observed the Investment and borrowing powers and restrictions applicable to the Company.

NatWest Trustee and Depositary Services Limited
01 January 2022

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VT GRAVIS FUNDS ICVC (SUB-FUNDS VT GRAVIS UK INFRASTRUCTURE INCOME FUND, VT GRAVIS CLEAN ENERGY INCOME FUND AND VT GRAVIS DIGITAL INFRASTRUCTURE INCOME FUND)

Opinion

We have audited the financial statements of VT Gravis Funds ICVC ("the Company") for the year ended 31 December 2021 which comprise the Statements of Total Return, Statements of Changes in Net Assets Attributable to Shareholders, Balance Sheets, the related Notes to the Financial Statements, including significant accounting policies and the Distribution Tables. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Generally Accepted Accounting Practice including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- > give a true and fair view of the financial position of the Company at 31 December 2021 and of the net revenue and the net capital gains/(losses) on the scheme property of the Company for the year then ended; and
- > have been properly prepared in accordance with the IA Statement of Recommended Practice for Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority and the Instrument of Incorporation.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are described further in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions Relating to Going Concern

In auditing the financial statements, we have concluded that the Authorised Corporate Director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Authorised Corporate Director with respect to going concern are described in the relevant sections of this report.

Other Information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The Authorised Corporate Director is responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on Other Matters Prescribed by the COLL Regulations

In our opinion, based on the work undertaken in the course of the audit:

- > Proper accounting records for the Company have been kept and the accounts are in agreement with those records;
- > We have received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit; and
- > The information given in the report of the Authorised Corporate Director for the year/period is consistent with the financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VT GRAVIS FUNDS ICVC (SUB-FUNDS VT GRAVIS UK INFRASTRUCTURE INCOME FUND, VT GRAVIS CLEAN ENERGY INCOME FUND AND VT GRAVIS DIGITAL INFRASTRUCTURE INCOME FUND) (Continued)

Responsibilities of the Authorised Corporate Director

As explained more fully in the Authorised Corporate Director's Responsibilities Statement set out on page 2, the Authorised Corporate Director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and for such internal controls as the Authorised Corporate Director determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Authorised Corporate Director either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which the audit is considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud, is detailed below.

We assessed whether the engagement team collectively had the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations by considering their experience, past performance and support available.

All engagement team members were briefed on relevant identified laws and regulations and potential fraud risks at the planning stage of the audit. Engagement team members were reminded to remain alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The most relevant frameworks we identified include:

- > UK Generally Accepted Accounting Practice including Financial Reporting Standard 102 and the IA Statement of Recommended Practice for Authorised Funds
- > the Financial Conduct Authority's Collective Investment Schemes Sourcebook
- > the Company's Prospectus

We gained an understanding of how the Company is complying with these laws and regulations by making enquiries of the Authorised Corporate Director. We corroborated these enquiries through our review of any relevant correspondence with regulatory bodies and the Company's breaches register.

We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur, by meeting with management to understand where it was considered there was susceptibility to fraud. This evaluation also considered how the Authorised Corporate Director was remunerated and whether this provided an incentive for fraudulent activity. We considered the overall control environment and how the Authorised Corporate Director oversees the implementation and operation of controls. In areas of the financial statements where the risks were considered to be higher, we performed procedures to address each identified risk.

The following procedures were performed to provide reasonable assurance that the financial statements were free of material fraud or error:

- > Performing audit work procedures over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business, review of a pre sign-off Net Asset Valuation (NAV) statement for any unexpected activity and reviewing judgements made by the Authorised Corporate Director in its calculation of accounting estimates for potential management bias; and
- > Assessing the Company's compliance with the key requirements of the Collective Investment Schemes Sourcebook and its Prospectus.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VT GRAVIS FUNDS ICVC (SUB-FUNDS VT GRAVIS UK INFRASTRUCTURE INCOME FUND, VT GRAVIS CLEAN ENERGY INCOME FUND AND VT GRAVIS DIGITAL INFRASTRUCTURE INCOME FUND) (Continued)

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

Extent to which the audit is considered capable of detecting irregularities, including fraud (continued)

Our audit procedures were designed to respond to the risk of material misstatements in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve intentional concealment, forgery, collusion, omission or misrepresentation. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

Use of Our Report

This report is made solely to the Company's shareholders, as a body, in accordance with Rule 4.5.12 of the Collective Investment Schemes sourcebook ("the COLL Rules") issued by the Financial Conduct Authority under the Open-Ended Investment Companies Regulations 2001. Our audit work has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.



Johnston Carmichael LLP
Chartered Accountants
Statutory Auditor
Elgin

Date 29 April 2022

SUB-FUND OVERVIEW

Name of Sub-fund	VT Gravis UK Infrastructure Income Fund
Size of Sub-fund	£839,836,084
Launch date	25 January 2016
Sub-fund objective and policy	<p>The investment objective of the VT Gravis UK Infrastructure Income Fund is to generate income and preserve capital with potential for capital growth.</p> <p>The Sub-fund will aim to meet its objectives by investing primarily (at least 70%) in equities (which are mainly listed in the United Kingdom and whose primary activity is in the wider infrastructure sector of the United Kingdom). In addition to investing in equities, the Sub-fund may also invest in other transferable securities, bonds, collective investment schemes, money market instruments, deposits, cash and near cash.</p> <p>The Sub-fund will have a specific focus on investments denominated in Sterling, which are themselves invested in Sterling assets and which have most or all their activities within the UK. Other than as noted in the policy there is no emphasis on any geographical area or industry or economic sector.</p>
Performance comparator	<p>The Sub-fund is not managed to or constrained by a benchmark, and nor does the ACD use a benchmark in order to assess performance.</p> <p>However, the performance of the Sub-fund can be compared to that of the MSCI UK Index.</p> <p>The performance of the Sub-fund can be compared against that of the benchmark. This benchmark has been selected as it is considered that this index most closely reflects the investments which the Sub-fund will make (and its risk/return objectives) at the current time. For the avoidance of doubt, the Investment Manager is not bound or influenced by the index when making its decisions and can make investments that are not included in the index.</p>
Authorised Corporate Director (ACD)	Valu-Trac Investment Management Limited
Ex-distribution dates	31 March, 30 June, 30 September, 31 December
Distribution dates	30 April, 31 July, 31 October, 31 January
Individual Savings Account (ISA)	The Sub-fund is a qualifying investment for inclusion in an ISA.
Minimum investment	
Lump sum subscription:	Class C= £1,000 Class I = £5,000,000
Top-up:	Class C = £500 Class I = £10,000
Holding:	Class C = £1,000 Class I = £5,000,000
Redemption:	N/A (provided minimum holding is maintained)
Switching:	N/A (provided minimum holding is maintained)
Initial charges	4%
Redemption and switching charges	Nil

The ACD may waive the minimum levels (and initial charge) at its discretion.

SUB-FUND OVERVIEW (continued)

Annual management charge

The annual management charge (AMC) is as follows:

In respect of the Class C shares, it is equal to 0.75% per annum of the net asset value of the Class C shares.

In respect of the Class I shares it is equal to 0.65% per annum of the net asset value of the Class I shares.

The Investment Adviser has, with the agreement of the ACD, undertaken that if the total OCF of the Sub-fund in respect of the Sub-fund (as calculated at the end of the relevant accounting period but excluding underlying fund holding charges and dealing costs from EMX and Calastone) exceeds 0.75% in the case of Class C shares and 0.65% in the case of Class I shares, the Investment Adviser shall reimburse the Sub-fund for an amount which, when deducted from the operating costs incurred by the Sub-fund during the relevant accounting period, would result in the Sub-fund having a total OCF equal to the stated AMC for each share class e.g. 0.75% in the case of Class C shares and 0.65% in the case of Class I shares in the relevant accounting period.

INVESTMENT ADVISER'S REVIEW

This report is a review of the performance of the VT Gravis UK Infrastructure Income Fund (the "Fund") during the twelve-month period ending 31 December 2021.

The performance objectives of the Fund are:

- a. to deliver a 5% income, via quarterly dividend payments, with reference to the launch price;
- b. to preserve investors' capital throughout market cycles; and
- c. to offer the potential for capital growth and protection from inflation.

The Fund seeks to achieve these objectives by investing in a portfolio of securities providing exposure to the UK listed infrastructure sector. The Fund invests in a range of security types, namely Closed End Investment Companies, REITs, Bonds and Public Equities. In the latter case, the companies owned by the Fund are typically utilities or enterprises that provide similarly highly regulated services.

The Fund aims to achieve its objectives by investing in a diversified portfolio of holdings with a minimum of 22 underlying positions. At the end of December 2021, the Fund was comprised of 32 holdings and this number ranged between 29 and 34 during the review period. Many of these holdings represent companies, which in turn are exposed to a diverse spread of infrastructure assets. At the time of review, the portfolio is exposed to over 1,200 individual infrastructure assets. This provides even greater portfolio diversification at a disaggregated level.

The Fund will typically seek to maintain a stable and consistent approach to portfolio construction. The Investment Adviser believes that a properly constructed portfolio will perform throughout market cycles and that excessive levels of portfolio turnover will detract from performance. During the year under review portfolio turnover remained low, aided by good inflows to the Fund, and is also consistent with the expectation that turnover should not exceed 20% per annum typically.

Capital markets continued to recover from the disruption caused by the COVID-19 pandemic and resultant economic closure. Broadly speaking, the Fund navigated a steadily upwards trajectory throughout the year except for one period of volatility in late September/early October as investors assimilated a more hawkish stance from the Bank of England's Monetary Policy Committee – ultimately leading to the 15bps rate hike in December. The C Accumulation GBP Class shares were priced at 151.5842p on 31 December 2021, which represents a strong total return of 11.04% over the period¹. It is worth noting that the Fund's NAV per share achieved a new all-time high on 29 December 2021². The strategy has delivered a compound annual growth rate of 7.26% since launch, which is consistent with the longer-term aims of the strategy³.

The portfolio continued to generate and distribute attractive levels of income during the year, although the absolute level of income was lower year-on-year owing to portfolio positioning (including a relatively high cash balance at certain times) and an accounting adjustment to the Q1 distribution. The portfolio did benefit from a very large special dividend from water utility, Pennon Group, however this was accrued as a capital return within the Fund. Dividends, announced in March, June, September and December totalled 4.3508p per share for the I Income GBP Class (2020 = 5.1884p) and 4.2808p per share for the C Income GBP Class (2020 = 5.1441p)⁴. Since yield is a function of price, the strong capital gains achieved over the review period alongside lower income distributions resulted in a contraction in the Fund's trailing 12-month net yield, which stands at 3.79% and 3.73% for the I Income GBP Class and C Income GBP Class, respectively⁵.

The Fund supported the Initial Public Offerings of Cordiant Digital Infrastructure and Digital 9 Infrastructure in London. These new entrants to the UK listed infrastructure sector facilitate exposure to digital infrastructure assets such as fibreoptic cables, communication towers and data centres. Often referred to as the 'backbone of the internet, these assets play a critical role in supporting the rapid expansion of data creation, dissemination and usage in our increasingly digitalised society. Benefiting from structural demand growth, high quality counterparts and recurring revenue streams, the Adviser is optimistic about the prospects for each company to deliver a greater element of growth-orientated return to the broader portfolio. The Fund also added a new position in Assura Group, a specialist REIT which develops and leases purpose-built primary care facilities to GPs.

The position was built up gradually during the review period, being added to during bouts of price weakness. Assura's inclusion adds long-dated and, in some instances, inflating rental income streams that are ultimately backed by the UK and Irish governments. A modest allocation was given to a new position in Smart Metering Systems, a provider of metering systems and data management for energy suppliers. The company benefits from significant long-dated and recurring revenue streams, a strong committed pipeline to install new meters and a number of initiatives to expand the businesses' revenue streams.

INVESTMENT ADVISER'S REVIEW (continued)

John Laing Group and GCP Student Living were both removed from the portfolio as a result of being acquired (and taken private) during the review period. John Laing Group was acquired by private equity giant KKR for a cash consideration of 403p per share, while GCP Student Living was taken private by a consortium of investors for a cash consideration of 213p per share. In each case the companies had contributed positively to the Fund's performance during their respective holding periods.

Looking into 2022, the Adviser would highlight that many of the assets owned by the companies held within the Fund benefit from cash flow profiles that are explicitly indexed to inflation, thereby providing a natural hedge against inflationary pressures.

Gravis Advisory Limited
Investment Adviser to the Fund
20 January 2022

^{1,4,5} Source: *Valu-Trac Investment Management Limited*

^{2,3} Source: *Bloomberg L.P., Gravis Advisory Ltd*

PERFORMANCE RECORD

Financial Highlights

Class C Net Income GBP	Year to 31 December 2021	Year to 31 December 2020	Year to 31 December 2019
Changes in net assets per unit	GBP	GBP	GBP
Opening net asset value per unit	107.3293	116.5786	102.2354
Return before operating charges	13.4166	(3.2655)	20.7188
Operating charges (note 1)	(1.7982)	(0.8397)	(0.8284)
Return after operating charges *	11.6184	(4.1052)	19.8904
Distribution on income units	(4.2808)	(5.1441)	(5.5472)
Closing net asset value per unit	114.6669	107.3293	116.5786
*after direct transactions costs of:	0.0333	0.0904	0.0985
Performance			
Return after charges	10.82%	(3.52%)	19.46%
Other information			
Closing net asset value	£90,388,655	£82,070,176	£69,328,565
Closing number of units	78,827,174	76,465,782	59,469,352
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.62%	0.75%	0.75%
Direct transaction costs	0.03%	0.08%	0.09%
Prices			
Highest unit price	115.9065	117.8244	118.0828
Lowest unit price	105.4684	86.6435	102.2354

Class C Net Accumulation GBP	Year to 31 December 2021	Year to 31 December 2020	Year to 31 December 2019
Changes in net assets per unit	GBP	GBP	GBP
Opening net asset value per unit	136.5160	141.2695	118.3698
Return before operating charges	17.4018	(3.7118)	23.8756
Operating charges (note 1)	(2.3336)	(1.0417)	(0.9759)
Return after operating charges *	15.0682	(4.7535)	22.8997
Closing net asset value per unit	151.5842	136.5160	141.2695
Retained distributions on accumulated units	5.5218	6.3535	6.0238
*after direct transactions costs of:	0.0432	0.1121	0.1168
Performance			
Return after charges	11.04%	(3.36%)	19.35%
Other information			
Closing net asset value	£180,069,485	£154,620,994	£145,319,401
Closing number of units	118,791,733	113,262,146	102,866,811
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.62%	0.75%	0.75%
Direct transaction costs	0.03%	0.08%	0.09%
Prices			
Highest unit price	151.7211	142.7790	141.4941
Lowest unit price	134.1492	104.9942	118.3698

PERFORMANCE RECORD (Continued)**Financial Highlights (Continued)**

Class C Net Income EUR (Hedged)	Year to 31 December 2021	Year to 31 December 2020	Year to 31 December 2019
Changes in net assets per unit	EURc	EURc	EURc
Opening net asset value per unit	93.7909	101.9890	90.5207
Return before operating charges	11.1862	(3.0961)	16.6231
Operating charges (note 1)	(1.5667)	(0.7342)	(0.7219)
Return after operating charges *	9.6195	(3.8303)	15.9012
Distribution on income units	(3.7832)	(4.3678)	(4.4329)
Closing net asset value per unit	99.6272	93.7909	101.9890
*after direct transactions costs of:	0.0290	0.0790	0.0866
Performance			
Return after charges	10.26%	(3.76%)	17.57%
Other information			
Closing net asset value	€258,335	€326,798	€282,906
Closing number of units	259,302	348,433	277,388
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.62%	0.75%	0.75%
Direct transaction costs	0.03%	0.08%	0.09%
Prices			
Highest unit price	100.9218	103.0095	103.3226
Lowest unit price	92.0416	75.9185	90.5207

Class C Net Accumulation EUR (Hedged)	Year to 31 December 2021	Year to 31 December 2020	Year to 31 December 2019
Changes in net assets per unit	EURc	EURc	EURc
Opening net asset value per unit	111.7961	115.9661	98.4294
Return before operating charges	13.6165	(3.3159)	18.3432
Operating charges (note 1)	(1.9060)	(0.8541)	(0.8065)
Return after operating charges *	11.7105	(4.1700)	17.5367
Closing net asset value per unit	123.5066	111.7961	115.9661
Retained distributions on accumulated units	4.5342	5.0414	4.8379
*after direct transactions costs of:	0.0353	0.0919	0.0965
Performance			
Return after charges	10.47%	(3.60%)	17.82%
Other information			
Closing net asset value	€491,419	€334,038	€238,844
Closing number of units	397,889	298,792	205,961
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.62%	0.75%	0.75%
Direct transaction costs	0.03%	0.08%	0.09%
Prices			
Highest unit price	123.6424	117.1253	116.1743
Lowest unit price	109.7093	86.3237	98.4294

PERFORMANCE RECORD (Continued)

Financial Highlights (Continued)

Class C Net Accumulation USD (Hedged)	Year to 31 December	Period 31 January
	2021	2020 to 31 December
		2020^
Changes in net assets per unit	USDc	USDc
Opening net asset value per unit	99.3164	100.0000
Return before operating charges	12.7912	0.0016
Operating charges (note 1)	(1.6988)	(0.6852)
Return after operating charges *	11.0924	(0.6836)
Closing net asset value per unit	110.4088	99.3164
Retained distributions on accumulated units	3.8546	4.1733
*after direct transactions costs of:	0.0315	0.0805
Performance		
Return after charges	11.17%	(0.68%)
Other information		
Closing net asset value	\$235,097	\$121,804
Closing number of units	212,933	122,642
Closing dilution adjustment	0.00%	0.00%
Operating charges (note 2)	1.62%	0.75%
Direct transaction costs	0.03%	0.08%
Prices		
Highest unit price	110.5010	101.9304
Lowest unit price	97.6307	75.7800

^ Share class launched 31 January 2020

Class I Net Income GBP	Year to 31 December	Year to 31 December	Year to 31 December
	2021	2020	2019
Changes in net assets per unit	GBP	GBP	GBP
Opening net asset value per unit	107.3501	116.5344	102.1243
Return before operating charges	13.4380	(3.2683)	20.2941
Operating charges (note 1)	(1.6880)	(0.7276)	(0.7175)
Return after operating charges *	11.7500	(3.9959)	19.5766
Distribution on income units	(4.3508)	(5.1884)	(5.1665)
Closing net asset value per unit	114.7493	107.3501	116.5344
*after direct transactions costs of:	0.0333	0.0904	0.0984
Performance			
Return after charges	10.95%	(3.43%)	19.17%
Other information			
Closing net asset value	£201,454,366	£155,670,235	£128,284,459
Closing number of units	175,560,504	145,011,790	110,082,920
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.52%	0.65%	0.65%
Direct transaction costs	0.03%	0.08%	0.09%
Prices			
Highest unit price	116.0075	117.7861	118.0630
Lowest unit price	105.5085	86.6293	102.1243

PERFORMANCE RECORD (Continued)

Financial Highlights (Continued)

Class I Net Income USD (Hedged)	Year to 31 December 2021	Year to 31 December 2020	Year to 31 December 2019
Changes in net assets per unit	USDc	USDc	USDc
Opening net asset value per unit	115.0450	122.7785	105.8287
Return before operating charges	14.5612	(1.4455)	23.1397
Operating charges (note 1)	(1.8105)	(0.7729)	(0.7430)
Return after operating charges *	12.7507	(2.2184)	22.3967
Distribution on income units	(4.6226)	(5.5151)	(5.4469)
Closing net asset value per unit	123.1731	115.0450	122.7785
*after direct transactions costs of:	0.0357	0.0960	0.1029
Performance			
Return after charges	11.08%	(1.81%)	21.16%
Other information			
Closing net asset value	\$369,519	\$345,135	\$368,336
Closing number of units	300,000	300,000	300,000
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.52%	0.65%	0.65%
Direct transaction costs	0.03%	0.08%	0.09%
Prices			
Highest unit price	124.5170	124.1791	124.4257
Lowest unit price	113.1189	92.1115	105.8287

Class I Net Income EUR (Hedged)	Year to 31 December 2021	Period 12 May 2020 to 31 December 2020+
Changes in net assets per unit	EURc	EURc
Opening net asset value per unit	102.3167	100.0000
Return before operating charges	12.2143	5.8541
Operating charges (note 1)	(1.6042)	(0.4110)
Return after operating charges *	10.6101	5.4431
Distribution on income units	(4.1694)	(3.1264)
Closing net asset value per unit	108.7574	102.3167
*after direct transactions costs of:	0.0317	0.0817
Performance		
Return after charges	10.37%	5.44%
Other information		
Closing net asset value	€453,134	€363,205
Closing number of units	416,647	354,981
Closing dilution adjustment	0.00%	0.00%
Operating charges (note 2)	1.52%	0.65%
Direct transaction costs	0.03%	0.08%
Prices		
Highest unit price	110.1426	105.3378
Lowest unit price	100.4273	98.5372

+ Share class launched 12 May 2020

PERFORMANCE RECORD (Continued)

Financial Highlights (Continued)

Class I Net Accumulation GBP	Year to 31 December 2021	Year to 31 December 2020	Year to 31 December 2019
Changes in net assets per unit	GBP	GBP	GBP
Opening net asset value per unit	137.4770	142.1217	118.9399
Return before operating charges	17.5224	(3.7360)	24.0323
Operating charges (note 1)	(2.2061)	(0.9087)	(0.8505)
Return after operating charges *	15.3163	(4.6447)	23.1818
Closing net asset value per unit	152.7933	137.4770	142.1217
Retained distributions on accumulated units	5.6562	6.4448	6.1164
*after direct transactions costs of:	0.0435	0.1129	0.1175
Performance			
Return after charges	11.14%	(3.27%)	19.49%
Other information			
Closing net asset value	£368,079,013	£306,774,852	£228,266,749
Closing number of units	240,899,995	223,146,302	160,613,570
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.52%	0.65%	0.65%
Direct transaction costs	0.03%	0.08%	0.09%
Prices			
Highest unit price	152.9304	143.6483	142.3473
Lowest unit price	135.1183	105.6504	118.9399
Class I Net Accumulation USD (Hedged)	Year to 31 December 2021	Period 10 July 2020 to 31 December 2020*	
Changes in net assets per unit	USDc	USDc	
Opening net asset value per unit	103.3240	100.0000	
Return before operating charges	13.2958	3.6544	
Operating charges (note 1)	(1.6590)	(0.3304)	
Return after operating charges *	11.6368	3.3240	
Closing net asset value per unit	114.9608	103.3240	
Retained distributions on accumulated units	3.9037	1.3813	
*after direct transactions costs of:	0.0327	0.0821	
Performance			
Return after charges	11.26%	3.32%	
Other information			
Closing net asset value	\$319,176	\$57,192	
Closing number of units	277,639	55,352	
Closing dilution adjustment	0.00%	0.00%	
Operating charges (note 2)	1.52%	0.65%	
Direct transaction costs	0.03%	0.08%	
Prices			
Highest unit price	115.0561	104.0202	
Lowest unit price	101.5769	99.4616	

*Share class launched 10 July 2020

PERFORMANCE RECORD (Continued)

1. The operating charges per unit figure is calculated by applying the operating charges percentage to the average net asset valuation per share throughout the period.
2. The operating charges percentage is based on the expenses incurred during the period annualised, as a proportion of the average net asset value of the Sub-fund plus the costs of the underlying holdings. Note the 2020 and 2019 operating charges percentage excludes the underlying costs of investment trust funds which are included in the 2021 operating charges following the latest IA guidance issued in 2020.

Risk Profile

Based on past data, the Sub-fund is ranked a '4' on the synthetic risk and reward indicator scale (of 1 to 7) as described fully in the Key Investor Information Document. The Sub-fund is ranked 4 because weekly historical performance data indicates that it has experienced average rises and falls in market prices historically.

PORTFOLIO STATEMENT

As at 31 December 2021

Holding		Value £	% of net assets
EQUITIES (2020: 92.86%)			
8,261,333	3i Infrastructure PLC	29,307,079	3.49
30,509,533	Assura PLC	21,295,654	2.54
3,298,255	BBGI SICAV SA	5,798,332	0.69
23,308,574	Bluefield Solar Income Fund Ltd	28,949,249	3.45
10,687,500	Cordiant Digital Infrastructure Ltd	12,076,875	1.44
4,000,000	Cordiant Digital Infrastructure C	4,140,000	0.49
7,400,000	Digital 9 Infrastructure	8,413,800	1.00
27,318,619	Foresight Solar Fund Limited	27,755,717	3.30
40,531,984	GCP Asset Backed Income Fund Limited	39,316,024	4.68
42,507,604	GCP Infrastructure Investments Ltd	46,290,781	5.51
38,724,549	Greencoat UK Wind PLC	54,446,716	6.48
13,291,399	Gresham House Energy Storage Fund PLC	17,312,047	2.06
28,547,077	HICL Infrastructure Fund Limited	50,442,685	6.01
17,740,504	Impact Healthcare REIT PLC	21,146,681	2.52
36,733,324	John Laing Environmental Assets Group Limited	38,680,190	4.61
3,592,387	National Grid PLC	38,266,106	4.56
28,091,107	NextEnergy Solar Fund Limited	28,568,656	3.40
1,416,599	Pennon Group PLC	16,666,287	1.98
22,095,000	Primary Health Properties PLC	33,407,640	3.98
45,850,104	Renewables Infrastructure Group Limited	61,484,989	7.32
12,267,869	Residential Secure Income PLC	13,310,638	1.58
3,267,216	RM Infrastructure Income PLC	3,103,855	0.37
15,056,146	SDCL Energy Efficiency Income Trust PLC	17,653,331	2.10
54,605,615	Sequoia Economic Infrastructure Income Fund Ltd	58,701,036	6.99
645,400	Smart Metering Systems PLC	5,440,722	0.65
21,090,003	Target Healthcare REIT Limited	24,886,204	2.96
9,094,878	Tritax Big Box REIT PLC	22,655,341	2.70
1,623,300	United Utilities Group PLC	17,677,737	2.10
19,515,635	Vodafone Group PLC	21,834,094	2.60
	TOTAL EQUITIES	769,028,466	91.56
CORPORATE BONDS (2020: 2.06%)			
9,019,000	Heathrow Airport, 5.75% 2025	9,576,374	1.14
500,000	Peterborough Progress Health Plc. 5.581% 02/10/2042 GBP	487,608	0.06
12,228,000	Thames Water 5.875% 2022	12,511,751	1.49
	TOTAL CORPORATE BONDS	22,575,733	2.69
	Currency hedges (2020: 0.00%)	(3,084)	-
	Portfolio of investments (2020: 94.92%)	791,601,115	94.25
	Net other assets (2020: 5.32%)	49,914,243	5.95
	Adjustment to revalue assets from mid to bid prices (2020: (0.24%))	(1,679,274)	(0.20)
		839,836,084	100.00

SUMMARY OF MATERIAL PORTFOLIO CHANGES

	£
Total sales for the year (note 14)	53,140,974
Bluefield Solar Income Fund Ltd	315,488
Foresight Solar Fund Ltd	295,075
GCP Student Living PLC	27,914,444
Greencoat UK Wind PLC	315,790
Gresham House Energy Storage Fund PLC	147,550
JLEN Environmental Assets Group Limited	443,713
John Laing Group PLC	14,850,635
NextEnergy Solar Fund Ltd	318,000
Pennon Group PLC	2,680,119
Renewables Infrastructure Group Ltd	566,930
Residential Secure Income PLC	2,332,077
Tritax Big Box REIT PLC	2,130,133
United Utilities Group PLC	831,020

	£
Total purchases for the year (note 14)	139,259,699
3i Infrastructure PLC	4,312,565
Assura PLC	21,977,275
BBGI SICAV SA	4,357,290
Bluefield Solar Income Fund Ltd	1,239,000
Cordiant Digital Infrastructure C	4,000,000
Cordiant Digital Infrastructure Ltd	10,687,500
Digital 9 Infrastructure	7,400,000
Greencoat UK Wind PLC	21,926,671
Gresham House Energy Storage Fund PLC	1,310,400
Heathrow Airport, 5.75% 2025	8,954,722
HICL Infrastructure Company Ltd	14,802,347
John Laing Group PLC	1,512,277
National Grid PLC	10,938,061
Pennon Group PLC	3,735,063
Primary Health Properties PLC	2,057,619
Renewables Infrastructure Group Ltd	4,474,014
SDCL Energy Efficiency Income Trust PLC	1,835,909
Sequoia Economic Infrastructure Income Fund Ltd	2,052,375
Smart Metering Systems PLC	5,756,679
Target Healthcare REIT Ltd	822,250
United Utilities Group PLC	3,010,812
Vodafone Group PLC	2,096,870

The above purchases and sales represent all of the purchases and sales during the year.

STATEMENT OF TOTAL RETURN

For the year ended 31 December 2021

		2021		2020	
	Notes	£	£	£	£
Income					
Net capital gains/(losses)	2		51,396,222		(45,746,211)
Revenue	3	37,738,825		32,902,084	
Expenses	4	(5,668,185)		(4,608,728)	
Interest payable and similar charges	6	<u>(136,099)</u>		<u>(57,050)</u>	
Net revenue before taxation		31,934,541		28,236,306	
Taxation	5	<u>(500,831)</u>		<u>(93,136)</u>	
Net revenue after taxation			<u>31,433,710</u>		<u>28,143,170</u>
Total return before distributions			82,829,932		(17,603,041)
Finance costs: distributions	6		<u>(30,399,599)</u>		<u>(29,329,330)</u>
Changes in net assets attributable to shareholders from investment activities			<u>52,430,333</u>		<u>(46,932,371)</u>

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31 December 2021

	2021	2020
	£	£
Opening net assets attributable to shareholders	698,525,971	570,167,170
Scheme of arrangement	(5,752)	-
Amounts receivable on creation of shares	337,140,901	362,455,041
Amounts payable on cancellation of shares	(268,470,087)	(207,416,633)
Dividends reinvested	20,214,718	20,252,764
Changes in net assets attributable to shareholders from investment activities (see above)	<u>52,430,333</u>	<u>(46,932,371)</u>
Closing net assets attributable to shareholders	<u>839,836,084</u>	<u>698,525,971</u>

BALANCE SHEET

As at 31 December 2021	Notes	31.12.2021		31.12.2020	
		£	£	£	£
FIXED ASSETS					
Investment assets			789,924,925		661,388,949
Current assets					
Debtors	7	6,612,265		6,940,553	
Cash and bank balances	8	<u>48,732,192</u>		<u>34,076,276</u>	
Total current assets			<u>55,344,457</u>		<u>41,016,829</u>
Total assets			845,269,382		702,405,778
LIABILITIES					
Investment liabilities			(3,084)		(8,528)
Current liabilities					
Distribution payable on income shares		(2,929,868)		(3,179,982)	
Other creditors	9	<u>(2,500,346)</u>		<u>(691,297)</u>	
Total current liabilities			<u>(5,430,214)</u>		<u>(3,871,279)</u>
Net assets attributable to shareholders			<u>839,836,084</u>		<u>698,525,971</u>

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

The principal accounting policies, which have been applied in both the current and prior year, are set out below:

1 Accounting policies

(a) The financial statements have been prepared in accordance with FRS 102, the Statement of Recommended Practice for Authorised Funds (SORP) issued by the Investment Association (IA) in May 2014 and the amendments to the SORP issued by the IA in June 2017. The functional currency is Sterling.

(b) Dividends on equities are recognised when the security is quoted ex-dividend. Other revenue is accounted for on an accruals basis. The interest on the corporate bond holdings is calculated and accrued for daily and recognised as distributable income each day.

Equalisation received by the way of distributions from OEICs/unit trust investments is not included in revenue but is reflected as a reduction in the book cost of that investment.

(c) The ordinary element of stocks received in lieu of cash dividends is recognised as revenue of the Sub-fund, and where applicable is included in the distribution. In the case of enhanced stock dividend the value of the enhancement is treated as capital.

(d) Special dividends are treated as repayments of capital or revenue depending on the facts of each particular case.

(e) All expenses are accounted for on an accruals basis and, other than those relating to the buying and selling of investments which are charged to capital, all expenses are charged to the revenue of the Sub-fund.

(f) Where the revenue from investments exceeds the expenses of the Sub-fund, quarterly distributions are allocated to all holders of income and accumulation shares.

(g) The listed investments of the Sub-fund have been valued at bid market prices at the closing valuation point at 12 noon on 31 December 2021. Bonds are valued at the bid market price excluding accrued interest, whilst currency hedging contracts are marked to market based on the differential between the forward rate for currency of an equivalent duration and the contract rate.

(h) All transactions in foreign currencies are converted into Sterling at the rates of exchange ruling at the date of such transactions. Foreign currency assets and liabilities at the end of the accounting period are translated at the exchange rates at the closing valuation point on 31 December 2021.

(i) Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay less or receive more tax.

Deferred tax assets are recognised only to the extent that the ACD considers that it is more likely than not there will be taxable profits from which underlying timing differences can be deducted.

(j) In certain circumstances the ACD may charge a dilution levy on the sale or repurchase of shares. The levy, which is paid into the Sub-fund, is intended to cover certain charges not included in the bid market value of the Sub-fund, used in calculating the share price, which could have a diluting effect on the performance of the Sub-fund.

(k) Equalisation will be applied to the Sub-fund. An allocation of income to be made in respect of each share issued or sold by the ACD during an accounting period in respect of which that income allocation is made may include a capital sum ("income equalisation") representing the ACD's best estimate of the amount of income included in the price of that share.

The amount of income equalisation in respect of any share may be the actual amount of income included in the issue price of the share in question or it may be an amount arrived at by taking the aggregate of the ACD's best estimate of the amounts of income included in the price of shares in that class issued or sold in the annual or interim period in question and dividing that aggregate by the number of those shares and applying the resultant average to each of the shares in question.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

2 Net capital gains/(losses)	2021	2020
The net capital gains/(losses) comprise:	£	£
Non-derivative securities gains/(losses)	51,459,749	(45,751,213)
Currency gains	204	1,728
Currency hedge (losses)/gains	(63,485)	4,098
Transaction charges	(246)	(824)
Total net capital gains/(losses)	<u>51,396,222</u>	<u>(45,746,211)</u>

3 Revenue	2021	2020
	£	£
Non-taxable dividends	29,430,384	26,596,382
Interest distributions	2,734,395	1,027,912
Property income distributions	4,325,307	4,072,166
Bond interest	1,001,121	813,140
Annual management charge rebate	247,036	379,677
Bank interest	582	12,807
Total revenue	<u>37,738,825</u>	<u>32,902,084</u>

4 Expenses	2021	2020
	£	£

Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director, and agents of either of them:

ACD fee	<u>5,314,240</u>	<u>4,233,183</u>
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Payable to the depositary, associates of the depositary, and agents of either of them:

Depositary fee	180,530	228,280
Safe custody fee	<u>32,052</u>	<u>26,221</u>
	<u>212,582</u>	<u>254,501</u>

Other expenses:

Audit fee	8,326	8,311
FCA fee	54	50
Legal fee	-	180
Other fees	<u>132,983</u>	<u>112,503</u>
	<u>141,363</u>	<u>121,044</u>

Total expenses	<u>5,668,185</u>	<u>4,608,728</u>
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 Taxation	2021	2020
	£	£
(a) Analysis of charge in the year		
Corporation tax for the year	500,831	93,136
Total tax charge for the year (note 5b)	<u>500,831</u>	<u>93,136</u>

(b) Factors affecting current tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an open-ended investment company 20.00% (2020:20.00%). The differences are explained below:

Net revenue before taxation	31,934,541	28,236,306
Corporation tax at 20.00% (2020:20.00%)	6,386,908	5,647,261
Effects of:		
Revenue not subject to UK corporation tax	(5,886,077)	(5,319,277)
Current year expenses utilised	-	(234,848)
Total tax charge for year (note 5a)	<u>500,831</u>	<u>93,136</u>

(c) Provision for deferred taxation

At 31 December 2021 there is no potential deferred tax asset or liability (31 December 2020: Nil).

6 Finance costs	2021	2020
	£	£
Interim dividend distributions	22,298,316	21,231,182
Final dividend distribution	8,367,091	9,253,024
	<u>30,665,407</u>	<u>30,484,206</u>
Add: Revenue deducted on cancellation of shares	1,346,114	1,483,923
Deduct: Revenue received on issue of shares	(1,611,922)	(2,638,799)
Net distribution for the year	30,399,599	29,329,330
Interest payable and similar charges	136,099	57,050
Total finance costs	<u>30,535,698</u>	<u>29,386,380</u>
Reconciliation of distributions		
Net revenue after taxation	31,433,710	28,143,170
Balance brought forward	(1,186,160)	-
Balance carried forward	152,049	1,186,160
Net distribution for the year	<u>30,399,599</u>	<u>29,329,330</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7 Debtors	31.12.2021	31.12.2020
	£	£
Amounts receivable on outstanding sales	-	9,472
Amounts receivable for issue of shares	2,522,710	3,210,548
Annual management charge rebate receivable	21,655	23,470
Prepayments	57	57
Accrued income:		
Bond interest receivable	537,046	368,461
Non-taxable dividends	2,903,698	2,736,624
Interest distributions	512,188	504,814
Property income distributions	114,911	87,107
Total debtors	6,612,265	6,940,553

8 Cash and bank balances	31.12.2021	31.12.2020
	£	£
Cash and bank balances	48,732,192	34,076,276

9 Creditors	31.12.2021	31.12.2020
	£	£
Amounts payable on outstanding purchases	-	6,629
Amounts payable for redemption of shares	1,452,626	122,402
Payable to the ACD	482,156	401,754
UK corporation tax	500,831	93,136
Other accrued expenses	64,733	67,376
Total creditors	2,500,346	691,297

10 Shares held

Shares held - C Net Income GBP

Opening shares at 01.01.2021	76,465,782
Shares issued during the year	26,536,244
Shares cancelled during the year	(22,766,506)
Shares converted during the year	(1,408,346)
Closing shares as at 31.12.2021	78,827,174

Shares held - C Net Income EUR (Hedged)

Opening shares at 01.01.2021	348,433
Shares issued during the year	-
Shares cancelled during the year	(89,131)
Shares converted during the year	-
Closing shares as at 31.12.2021	259,302

Shares held - C Net Accumulation GBP

Opening shares at 01.01.2021	113,262,146
Shares issued during the year	59,228,637
Shares cancelled during the year	(51,933,338)
Shares converted during the year	(1,765,712)
Closing shares as at 31.12.2021	118,791,733

Shares held - C Net Accumulation EUR (Hedged)

Opening shares at 01.01.2021	298,792
Shares issued during the year	99,097
Shares cancelled during the year	-
Shares converted during the year	-
Closing shares as at 31.12.2021	397,889

Shares held - C Net Accumulation USD (Hedged)

Opening shares at 01.01.2021	122,642
Shares issued during the year	90,291
Shares cancelled during the year	-
Shares converted during the year	-
Closing shares as at 31.12.2021	212,933

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10 Shares held (continued)

Shares held - I Net Income GBP	
Opening shares at 01.01.2021	145,011,790
Shares issued during the year	70,294,938
Shares cancelled during the year	(41,269,693)
Shares converted during the year	1,523,469
Closing shares as at 31.12.2021	175,560,504

Shares held - I Net Income USD (Hedged)	
Opening shares at 01.01.2021	300,000
Shares issued during the year	-
Shares cancelled during the year	-
Shares converted during the year	-
Closing shares as at 31.12.2021	300,000

Shares held - I Net Income EUR (Hedged)	
Opening shares at 01.01.2021	354,981
Shares issued during the year	61,773
Shares cancelled during the year	(107)
Shares converted during the year	-
Closing shares as at 31.12.2021	416,647

Shares held - I Net Accumulation GBP	
Opening shares at 01.01.2021	223,146,302
Shares issued during the year	103,742,879
Shares cancelled during the year	(87,652,779)
Shares converted during the year	1,663,593
Closing shares as at 31.12.2021	240,899,995

Shares held - I Net Accumulation USD (Hedged)	
Opening shares at 01.01.2021	55,352
Shares issued during the year	275,922
Shares cancelled during the year	(53,635)
Shares converted during the year	-
Closing shares as at 31.12.2021	277,639

11 Risk management policies

In pursuing its investment objective as stated on page 7, the Sub-fund holds a number of financial instruments. The Sub-fund's financial instruments comprise securities and other investments, currency hedges, cash balances, debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for issues and payable for redemptions and debtors for accrued revenue.

The main risks arising from the Sub-fund's financial instruments, those of its underlying holdings and the ACD's policies for managing these risks are summarised below. These policies have been applied throughout the year.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 Risk management policies (continued)

Market price risk

Market price risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises mainly from uncertainty about future prices of financial instruments the Sub-fund holds. It represents the potential loss the Sub-fund might suffer through holding market positions in the face of price movements.

The Sub-fund's investment portfolio is exposed to market price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy as set out in the Prospectus.

Adherence to investment guidelines and to investment and borrowing powers set out in the Instrument of Incorporation, the Prospectus and in the rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer.

If market prices at the balance sheet date had been 10% higher or lower while all other variables remained constant, the return attributable to ordinary shareholders and equity for the year ended 31.12.2021 would have increased/decreased by £78,992,184 (2020: £66,138,042).

Foreign currency risk

Foreign currency risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in foreign currency exchange rates.

Net currency assets and liabilities consist of:

	Net monetary assets and liabilities		Non-monetary assets and liabilities		Total net assets	
	£		£		£	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Sterling	49,908,715	37,145,550	789,939,239	661,380,421	839,847,954	698,525,971
Euro	3,863	-	(9,730)	-	(5,867)	-
US dollar	1,665	-	(7,668)	-	(6,003)	-
Total	49,914,243	37,145,550	789,921,841	661,380,421	839,836,084	698,525,971

Interest rate risk

The table below details the interest rate risk profile at the balance sheet date:

31.12.2021				
Currency	Floating rate financial assets	Fixed rate corporate bonds	Financial assets not carrying interest	Total
	£	£	£	£
Sterling	48,726,664	22,527,720	774,009,470	845,263,854
Euro	3,863	-	-	3,863
US Dollar	1,665	-	-	1,665
Total	48,732,192	22,527,720	774,009,470	845,269,382
	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£	£
Sterling	-	-	(5,415,900)	(5,415,900)
Euro	-	-	(9,730)	(9,730)
US Dollar	-	-	(7,668)	(7,668)
Total	-	-	(5,433,298)	(5,433,298)

11 Risk management policies (continued)

Interest rate risk (continued)

31.12.2020				
Currency	Floating rate financial assets	Fixed rate corporate bonds	Financial assets not carrying interest	Total
	£	£	£	£
Sterling	34,076,276	14,388,518	653,940,984	702,405,778
Total	34,076,276	14,388,518	653,940,984	702,405,778
	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£	£
Sterling	-	-	(3,879,807)	(3,879,807)
Total	-	-	(3,879,807)	(3,879,807)

Interest rate risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in interest rates.

Maturity of financial liabilities

The financial liabilities of the Sub-fund as at 31 December 2021 are payable either within one year or on demand.

Liquidity risk

The Sub-fund's assets comprise mainly of readily realisable securities. The main liability of the Sub-fund is the redemption of any shares that the investors wish to sell. Assets of the Sub-fund may need to be sold if insufficient cash is available to finance such redemptions.

Credit risk

Certain transactions in securities and bonds that the Sub-fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Sub-fund has fulfilled its responsibilities. The Sub-fund only buys and sells investments through brokers which have been approved by the ACD as acceptable counterparties and fund management companies. In addition, limits are set to the exposure to any individual broker that may exist at any time and changes in brokers' financial ratings are reviewed.

Credit risk also arises on cash held within financial institutions. Credit risk on cash balances is mitigated by ensuring that cash is held with financial institutions that are at least investment grade credit related. On debt securities credit risk is mitigated by ensuring that credit ratings are monitored regularly and in line with the investment objective and profile of the Sub-fund.

Fair value disclosure

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices and the lowest priority to un-observable inputs. The criteria applied to the fair values levels in these financial statements are as follows:

- Level 1: Unadjusted quoted price in an active market for an identical instrument;
- Level 2: Valuation techniques using observable inputs other than quoted prices within level 1;
- Level 3: Valuation techniques using unobservable inputs.

Valuation Technique	Assets (£000's)	Liabilities (£000's)
Level 1: Unadjusted quoted price in an active market for an identical instrument	767,397	-
Level 2: Valuation techniques using observable inputs other than quoted prices within level 1	22,528	-
Level 3: Valuation techniques using unobservable inputs	-	(3)
Total	789,925	(3)

12 Contingent assets and liabilities

At 31 December 2021, the Sub-fund had no contingent liabilities or commitments (31 December 2020: £nil).

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 Post balance sheet events

As indicated in the accounting policies in Note 1, the investments have been valued at the closing valuation point on 31 December 2021. Since that date, the Sub-fund's quoted price has moved as follows for each share class:

Share class	Price (GBP) at 31 December 2021	Price (GBP) at 27 April 2022
Class C Net Income GBP	114.6669	117.6507
Class I Net Income GBP	114.7493	117.7449
Class C Net Accumulation GBP	151.5842	157.1658
Class I Net Accumulation GBP	152.7933	158.4703

Share class	Price (EURc) at 31 December 2021	Price (EURc) at 27 April 2022
Class C Net Income EUR (Hedged) (EURc)	99.6272	101.8285
Class I Net Income EUR (Hedged) (EURc)	108.7574	111.1677
C Net Accumulation EUR (Hedged) (EURc)	123.5066	127.5574

Share class	Price (USDc) at 31 December 2021	Price (USDc) at 27 April 2022
Class I Net Income USD (Hedged) (USDc)	123.1731	126.4342
Class C Net Accumulation USD (Hedged) (USDc)	110.4088	114.4865
Class I Net Accumulation USD (Hedged) (USDc)	114.9608	119.2424

14 Direct transaction costs

	2021		2020	
	£	%	£	%
Analysis of total purchase costs				
Purchases in the year before transaction costs	138,957,375		178,067,572	
Commissions	30,232	0.02%	69,064	0.04%
Taxes & levies	272,092	0.20%	421,246	0.24%
Total purchase costs	<u>302,324</u>	<u>0.22%</u>	<u>490,310</u>	<u>0.28%</u>
Total purchases including transaction costs	<u>139,259,699</u>		<u>178,557,882</u>	
Analysis of total sale costs				
Sales in the year before transaction costs	53,144,975		12,620,344	
Commissions	(3,989)	(0.01%)	(5,862)	(0.05%)
Taxes & levies	(12)	(0.00%)	(14)	(0.00%)
Total sale costs	<u>(4,001)</u>	<u>(0.01%)</u>	<u>(5,876)</u>	<u>(0.05%)</u>
Total sales net of transaction costs	<u>53,140,974</u>		<u>12,614,468</u>	

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14 Direct transaction costs (continued)

The following represents the total of each type of transaction cost, expressed as a percentage of the Sub-fund's average net asset value in the year:

	2021	% of average net	2020	% of average net
	£	asset value	£	asset value
Commissions	34,221	0.00%	74,926	0.01%
Taxes & levies	272,104	0.03%	421,260	0.07%
	<u>306,325</u>	<u>0.03%</u>	<u>496,186</u>	<u>0.08%</u>

15 Portfolio dealing spread

The average portfolio dealing spread at 30 December 2021 is 0.40% (2020: 0.48%).

DISTRIBUTION TABLES
Q1 Interim distribution in pence per share

Group 1: Shares purchased prior to 01 January 2021

Group 2 : Shares purchased 01 January 2021 to 31 March 2021

Payment date	Unit Type	Share Class	Net Revenue 2021	Equalisation 2021	Distribution paid/allocated 2021	Distribution paid/allocated 2020
30.04.21	group 1	C Net Income GBP	0.8485p	-	0.8485p	1.0821p
30.04.21	group 2	C Net Income GBP	0.1773p	0.6712p	0.8485p	1.0821p
30.04.21	group 1	C Net Income EUR (Hedged)	0.6573p	-	0.6573p	0.7935p
30.04.21	group 2	C Net Income EUR (Hedged)	0.6573p	-	0.6573p	0.7935p
30.04.21	group 1	I Net Income GBP	0.8474p	-	0.8474p	1.1024p
30.04.21	group 2	I Net Income GBP	0.2989p	0.5485p	0.8474p	1.1024p
30.04.21	group 1	I Net Income USD (Hedged)	0.6637p	-	0.6637p	0.8948p
30.04.21	group 2	I Net Income USD (Hedged)	0.6637p	-	0.6637p	0.8948p
30.04.21	group 1	I Net Income EUR (Hedged)	0.7145p	-	0.7145p	-
30.04.21	group 2	I Net Income EUR (Hedged)	0.7145p	-	0.7145p	-
30.04.21	group 1	C Net Acc GBP	1.0758p	-	1.0758p	1.3072p
30.04.21	group 2	C Net Acc GBP	0.6150p	0.4608p	1.0758p	1.3072p
30.04.21	group 1	C Net Acc EUR (Hedged)	0.7775p	-	0.7775p	0.8919p
30.04.21	group 2	C Net Acc EUR (Hedged)	0.7770p	0.0005p	0.7775p	0.8919p
30.04.21	group 1	C Net Acc USD (Hedged)	0.5705p	-	0.5705p	0.4738p
30.04.21	group 2	C Net Acc USD (Hedged)	0.5705p	-	0.5705p	0.4738p
30.04.21	group 1	I Net Acc GBP	1.0866p	-	1.0866p	1.3481p
30.04.21	group 2	I Net Acc GBP	0.3970p	0.6896p	1.0866p	1.3481p
30.04.21	group 1	I Net Acc USD (Hedged)	0.4469p	-	0.4469p	-
30.04.21	group 2	I Net Acc USD (Hedged)	-	0.4469p	0.4469p	-

Q2 Interim distribution in pence per share

Group 1: Shares purchased prior to 01 April 2021

Group 2 : Shares purchased 01 April 2021 to 30 June 2021

Payment date	Unit Type	Share Class	Net Revenue 2021	Equalisation 2021	Distribution paid/allocated 2021	Distribution paid/allocated 2020
30.07.21	group 1	C Net Income GBP	1.2827p	-	1.2827p	1.3264p
30.07.21	group 2	C Net Income GBP	0.7239p	0.5588p	1.2827p	1.3264p
30.07.21	group 1	C Net Income EUR (Hedged)	0.9605p	-	0.9605p	1.0147p
30.07.21	group 2	C Net Income EUR (Hedged)	0.9605p	-	0.9605p	1.0147p
30.07.21	group 1	I Net Income GBP	1.3084p	-	1.3084p	1.3439p
30.07.21	group 2	I Net Income GBP	0.8713p	0.4371p	1.3084p	1.3439p
30.07.21	group 1	I Net Income USD (Hedged)	0.9981p	-	0.9981p	1.1590p
30.07.21	group 2	I Net Income USD (Hedged)	0.9981p	-	0.9981p	1.1590p
30.07.21	group 1	I Net Income EUR (Hedged)	1.0700p	-	1.0700p	0.5382p
30.07.21	group 2	I Net Income EUR (Hedged)	1.0700p	-	1.0700p	0.5382p
30.07.21	group 1	C Net Acc GBP	1.6470p	-	1.6470p	1.6230p
30.07.21	group 2	C Net Acc GBP	1.0049p	0.6421p	1.6470p	1.6230p
30.07.21	group 1	C Net Acc EUR (Hedged)	1.1544p	-	1.1544p	1.1580p
30.07.21	group 2	C Net Acc EUR (Hedged)	1.1544p	-	1.1544p	1.1580p
30.07.21	group 1	C Net Acc USD (Hedged)	0.8500p	-	0.8500p	0.8888p
30.07.21	group 2	C Net Acc USD (Hedged)	0.8500p	-	0.8500p	0.8888p
30.07.21	group 1	I Net Acc GBP	1.6877p	-	1.6877p	1.6577p
30.07.21	group 2	I Net Acc GBP	0.9692p	0.7185p	1.6877p	1.6577p
30.07.21	group 1	I Net Acc USD (Hedged)	0.9034p	-	0.9034p	-
30.07.21	group 2	I Net Acc USD (Hedged)	0.9034p	-	0.9034p	-

DISTRIBUTION TABLES (Continued)
Q3 Interim distribution in pence per share

Group 1: Shares purchased prior to 01 July 2021

Group 2 : Shares purchased 01 July 2021 to 30 September 2021

Payment date	Unit Type	Share Class	Net Revenue 2021	Equalisation 2021	Distribution paid/allocated 2021	Distribution paid/allocated 2020
29.10.21	group 1	C Net Income GBP	1.0145p	-	1.0145p	1.3016p
29.10.21	group 2	C Net Income GBP	0.3586p	0.6559p	1.0145p	1.3016p
29.10.21	group 1	C Net Income EUR (Hedged)	0.7767p	-	0.7767p	1.0124p
29.10.21	group 2	C Net Income EUR (Hedged)	0.7767p	-	0.7767p	1.0124p
29.10.21	group 1	I Net Income GBP	1.0408p	-	1.0408p	1.3134p
29.10.21	group 2	I Net Income GBP	0.5210p	0.5198p	1.0408p	1.3134p
29.10.21	group 1	I Net Income USD (Hedged)	0.8075p	-	0.8075p	1.0891p
29.10.21	group 2	I Net Income USD (Hedged)	0.8075p	-	0.8075p	1.0891p
29.10.21	group 1	I Net Income EUR (Hedged)	0.8399p	-	0.8399p	1.0675p
29.10.21	group 2	I Net Income EUR (Hedged)	0.6968p	0.1431p	0.8399p	1.0675p
29.10.21	group 1	C Net Acc GBP	1.3155p	-	1.3155p	1.6309p
29.10.21	group 2	C Net Acc GBP	0.6013p	0.7142p	1.3155p	1.6309p
29.10.21	group 1	C Net Acc EUR (Hedged)	0.9133p	-	0.9133p	1.1848p
29.10.21	group 2	C Net Acc EUR (Hedged)	0.9133p	-	0.9133p	1.1848p
29.10.21	group 1	C Net Acc USD (Hedged)	0.6835p	-	0.6835p	0.8941p
29.10.21	group 2	C Net Acc USD (Hedged)	0.3959p	0.2876p	0.6835p	0.8941p
29.10.21	group 1	I Net Acc GBP	1.3597p	-	1.3597p	1.6301p
29.10.21	group 2	I Net Acc GBP	0.5816p	0.7781p	1.3597p	1.6301p
29.10.21	group 1	I Net Acc USD (Hedged)	0.6809p	-	0.6809p	-
29.10.21	group 2	I Net Acc USD (Hedged)	0.0449p	0.6360p	0.6809p	-

Q4 Final distribution in pence per share

Group 1: Shares purchased prior to 01 October 2021

Group 2 : Shares purchased 01 October 2021 to 31 December 2021

Payment date	Unit Type	Share Class	Net Revenue 2022	Equalisation 2021	Distribution paid/allocated 2022	Distribution paid/allocated 2021
31.01.22	group 1	C Net Income GBP	1.1351p	-	1.1351p	1.4340p
31.01.22	group 2	C Net Income GBP	0.5128p	0.6222p	1.1351p	1.4340p
31.01.22	group 1	C Net Income EUR (Hedged)	0.8321p	-	0.8321p	1.1256p
31.01.22	group 2	C Net Income EUR (Hedged)	0.8321p	-	0.8321p	1.1256p
31.01.22	group 1	I Net Income GBP	1.1542p	-	1.1542p	1.4287p
31.01.22	group 2	I Net Income GBP	1.1542p	-	1.1542p	1.4287p
31.01.22	group 1	I Net Income USD (Hedged)	0.9207p	-	0.9207p	1.1638p
31.01.22	group 2	I Net Income USD (Hedged)	0.9207p	-	0.9207p	1.1638p
31.01.22	group 1	I Net Income EUR (Hedged)	0.9313p	-	0.9313p	1.2294p
31.01.22	group 2	I Net Income EUR (Hedged)	0.9313p	-	0.9313p	1.2294p
31.01.22	group 1	C Net Acc GBP	1.4835p	-	1.4835p	1.7924p
31.01.22	group 2	C Net Acc GBP	0.9094p	0.5741p	1.4835p	1.7924p
31.01.22	group 1	C Net Acc EUR (Hedged)	1.0214p	-	1.0214p	1.3204p
31.01.22	group 2	C Net Acc EUR (Hedged)	1.0214p	-	1.0214p	1.3204p
31.01.22	group 1	C Net Acc USD (Hedged)	0.7219p	-	0.7219p	0.9884p
31.01.22	group 2	C Net Acc USD (Hedged)	0.7219p	-	0.7219p	0.9884p
31.01.22	group 1	I Net Acc GBP	1.5222p	-	1.5222p	1.8089p
31.01.22	group 2	I Net Acc GBP	1.5222p	-	1.5222p	1.8089p
31.01.22	group 1	I Net Acc USD (Hedged)	0.8323p	-	0.8323p	1.0113p
31.01.22	group 2	I Net Acc USD (Hedged)	0.8323p	-	0.8323p	1.0113p

DISTRIBUTION TABLES (Continued)

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. It is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the shares for capital gains tax purposes.

Information for corporate shareholders

A corporate shareholder receives the distribution shown on the voucher enclosed with this report as follows:

- i) 78.50% of the total dividend allocation together with the tax credit is received as franked investment income.
- ii) 21.50% of the dividend allocation is received as an annual payment received after deduction of income tax at the lower rate and is liable to corporation tax. It is not franked investment income.

SUB-FUND OVERVIEW

Name of Sub-fund	VT Gravis Clean Energy Income Fund
Size of Sub-fund	£394,362,886
Launch date	18 December 2017
Sub-fund objective and policy	<p>The investment objective of the VT Gravis Clean Energy Income Fund is to generate income and preserve capital with the potential for capital growth.</p> <p>The Sub-fund will aim to meet its objectives by investing primarily (at least 70%) in listed equities whose primary activity or exposure is within the clean energy sector. In addition to investing in equities, the Sub-fund may also invest in other transferable securities, bonds, collective investment schemes, money market instruments, deposits, cash and near cash.</p> <p>Other than as noted in the policy there is no particular emphasis on any geographical area or industry or economic sector.</p>
Performance comparator	<p>The Sub-fund is not managed to or constrained by a benchmark, and nor does the ACD use a benchmark in order to assess performance.</p> <p>However, the performance of the Sub-fund can be compared to that of the S&P Global Clean Energy Index.</p> <p>The performance of the Sub-fund can be compared against that of the benchmark. This benchmark has been selected as it is considered that this index most closely reflects the investments which the Sub-fund will make (and its risk/return objectives) at the current time. For the avoidance of doubt, the Investment Manager is not bound or influenced by the index when making its decisions and can make investments that are not included in the index.</p>
Authorised Corporate Director (ACD)	Valu-Trac Investment Management Limited
Ex-distribution dates	31 March, 30 June, 30 September, 31 December
Distribution dates	30 April, 31 July, 31 October, 31 January
Individual Savings Account (ISA)	The Sub-fund is a qualifying investment for inclusion in an ISA.
Minimum investment	
Lump sum subscription:	Class C = £100 Class I = £10,000,000
Top-up:	Class C = £100 Class I = £10,000
Holding:	Class C = £100 Class I = £10,000,000
Redemption & switching	N/A (provided minimum holding is maintained)
Initial, redemption and switching charges	Nil

The ACD may waive the minimum levels (and initial charge) at its discretion.

Annual management charge

The annual management charge is as follows:

In respect of the Class C shares, it is equal to 0.80% per annum of the net asset value of the Class C shares.

In respect of the Class I shares it is equal to 0.70% per annum of the net asset value of the Class I shares.

The Investment Adviser has, with the agreement of the ACD, undertaken that if the total OCF of the Sub-fund (as calculated at the end of the relevant accounting period but excluding underlying fund holding charges and dealing costs from EMX and Calastone) in respect of the Sub-fund exceeds 0.80% in the case of Class C shares and 0.70% in the case of Class I shares, the Investment Adviser shall reimburse the Sub-fund for an amount which, when deducted from the operating costs incurred by the Sub-fund during the relevant accounting period, would result in the Sub-fund having a total OCF equal to the stated AMC for each share class e.g. 0.80% in the case of Class C shares and 0.70% in the case of Class I shares in the relevant accounting period.

INVESTMENT ADVISER'S REVIEW

This report is a review of the performance of the VT Gravis Clean Energy Income Fund (the "Fund") during the twelve-month period ending 31 December 2021.

The performance objectives of the Fund are:

- a. to deliver a 4.5% income, via quarterly dividend payments, with reference to launch price;
- b. to preserve investors' capital throughout market cycles with the potential for capital growth and protection from inflation; and
- c. to exhibit lower volatility compared to broader global equity markets.

The Fund seeks to achieve these objectives by investing in a portfolio of securities providing exposure to the global clean energy sector including companies involved in the operation, funding, construction, storage and supply of renewable energy and those engaged in energy efficiency, and the reduction of pollutants arising from energy generation and usage. The Fund may invest in a range of security types, namely Closed Ended Investment Companies, REITs, Bonds and publicly listed Equities.

The Fund aims to achieve its objectives by investing in a diversified portfolio of holdings with a minimum of 22 underlying positions. At the end of December 2021, the Fund was comprised of 35 holdings and this number ranged between 29 and 36 during the review period. Many of these holdings represent companies, which in turn are exposed to diversified portfolios of renewable energy and related projects, thereby providing greater portfolio diversification at a disaggregated level. The portfolio is exposed to over 1,500 projects on an underlying basis, the majority being operational wind and solar power generation assets.

The Fund will typically seek to maintain a stable and consistent approach to portfolio construction. The Investment Adviser believes that a properly constructed portfolio will perform throughout market cycles and that excessive levels of portfolio turnover will detract from performance. During the year under review portfolio turnover remained low (sub-2%), aided by good inflows to the Fund, and is consistent with the expectation that turnover should not exceed 20% per annum typically.

Globally, capital markets continued to recover gradually from the disruption caused by the COVID-19 pandemic and the resultant economic closure. However, the strong positive momentum that was evident in the global clean energy sector for much of 2020 accelerated in the early stages of January 2021 – the Fund's NAV peaked on 11 January – before reversing abruptly and trending lower throughout much of H1 2021. The trajectory inflected in May 2021 and the Fund navigated a broadly upwards path throughout the remainder of the year, yet did not regain its January highs at any stage. The C Accumulation GBP Class shares were priced at 175.6554p on 31 December 2021, which represents a total return of 1.24% for the review period¹. By comparison, the S&P Clean Energy Index (GBP-adjusted) recorded a total return of (22.36%) over the same period². The strategy's long-term performance remains strong, having delivered a compound annual growth rate of 14.97% since launch (C Accumulation GBP)³.

The portfolio continued to generate and distribute attractive levels of income and the Investment Adviser is pleased to report that all underlying portfolio companies have either maintained or increased ordinary dividends during the review period. Dividends, announced in March, June, September and December improved significantly year-on-year and totalled 4.7816p per share for the I Income GBP Class (2020 = 3.9621p) and 5.4997p per share for the C Income GBP Class (2020 = 4.6487p)⁴.

Throughout the year, several new positions were established with the introduction of ERG, Neoen, Scatec Solar, Corporacion Acciona Energias Renovables and Harmony Energy Income. ERG, Neoen and Scatec Solar – all of which may be considered independent power producers with a particular focus on wind, solar and hydro – were added opportunistically following the broad sell-off during H1 2021. Harmony Energy is a newly launched company (listed in London), which will target battery energy storage solutions in the UK. Harmony has access to a pipeline of construction-ready assets and will use Tesla's proprietary *Autobidder* technology to optimise revenues from the assets once commissioned. The inclusion of these four companies bolsters the portfolio's exposure to development and construction stage assets as well as broadening the geographic exposure of the Fund in terms of asset location. Companies that can deliver a vertically integrated model of asset development, engineering, procurement and construction, and operation are typically able to capture a greater return on investment when contrasted with those merely acquiring an operational asset and so this is an attraction of gaining earlier stage exposure. The Investment Adviser would highlight that despite these additions, the portfolio's overarching bias towards operational assets remains very firmly in place. Corporacion Acciona Energias Renovable was added following its spin-out from Spanish Industrial Acciona to form one of the world's largest pure-play renewable owner/operators with interests in total gross installed capacity of c.11.0GW and a presence in 16 countries. Over 90% of capacity is located in OECD countries and energy technologies include onshore wind, solar, hydro, solar thermal and biomass.

INVESTMENT ADVISER'S REVIEW (continued)

Covanta Holdings, a generator of energy from waste, was removed from the portfolio as a result of being acquired (and taken private) by EQT Partners. The company was purchased at a price of \$20.25 per share in cash following a strategic review, led by management, with the explicit intention to realise value for investors.

The Fund's holding of SDCL Energy Efficiency was removed completely, with the sale locking in a good profit for the strategy. The company, having acquired an interest in an asset that utilises pulverised coal for feedstock, was identified as being in breach of the Fund's Responsible Investment Statement (which defines what types of energy generation assets the Fund may have exposure to) and was therefore sold down in a timely and efficient manner.

In January 2021, the tactical hedge on the Fund's USD exposure was removed following the UK's Brexit withdrawal agreement. The position, which was established to reduce the impact of FX-driven volatility on the portfolio, served to reduce the variability of daily returns as intended and the position was exited without impairing performance.

Gravis Advisory Limited
Investment Adviser to the Fund
20 January 2022

^{1,2,4} Source: *Valu-Trac Investment Management Limited*

³ Source: *Bloomberg L.P., Gravis Advisory Ltd*

PERFORMANCE RECORD

Financial Highlights

Class C Net Income GBP	Year to 31 December 2021	Year to 31 December 2020	Year to 31 December 2019
Changes in net assets per unit	GBP	GBP	GBP
Opening net asset value per unit	154.5072	125.9123	97.3545
Return before operating charges	4.0118	34.3653	33.885
Operating charges (note 1)	(2.2287)	(1.1217)	(0.9122)
Return after operating charges *	1.7831	33.2436	32.9728
Distribution on income units	(5.4997)	(4.6487)	(4.4150)
Closing net asset value per unit	150.7906	154.5072	125.9123
*after direct transactions costs of:	0.0458	0.2047	0.0670
Performance			
Return after charges	1.15%	26.40%	33.87%
Other information			
Closing net asset value	£86,213,577	£53,000,741	£20,039,564
Closing number of units	57,174,363	34,303,082	15,915,489
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.46%	0.80%	0.80%
Direct transaction costs	0.03%	0.15%	0.06%
Prices			
Highest unit price	162.8173	155.9604	127.2166
Lowest unit price	142.8353	99.9661	97.3545

Class C Net Accumulation GBP	Year to 31 December 2021	Year to 31 December 2020	Year to 31 December 2019
Changes in net assets per unit	GBP	GBP	GBP
Opening net asset value per unit	173.5031	136.5003	101.6479
Return before operating charges	4.7012	38.2428	35.8196
Operating charges (note 1)	(2.5489)	(1.2400)	(0.9672)
Return after operating charges *	2.1523	37.0028	34.8524
Closing net asset value per unit	175.6554	173.5031	136.5003
Retained distribution on accumulated units	6.2441	5.0900	4.6820
*after direct transactions costs of:	0.0524	0.2263	0.0714
Performance			
Return after charges	1.24%	27.11%	34.29%
Other information			
Closing net asset value	£165,510,171	£112,746,670	£29,167,903
Closing number of units	94,224,340	64,982,512	21,368,385
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.46%	0.80%	0.80%
Direct transaction costs	0.03%	0.15%	0.06%
Prices			
Highest unit price	182.8348	173.6934	136.5958
Lowest unit price	161.8135	101.6479	101.6500

PERFORMANCE RECORD (Continued)

Financial Highlights (Continued)

Class I Net Income GBP	Year to 31 December 2021	Year to 31 December 2020	Period from 27 June 2019 to 31 December 2019#
Changes in net assets per unit	GBP	GBP	GBP
Opening net asset value per unit	135.1973	109.9769	100.0000
Return before operating charges	3.5203	30.0406	12.0915
Operating charges (note 1)	(1.8177)	(0.8581)	(0.3590)
Return after operating charges *	1.7026	29.1825	11.7325
Distribution on income units	(4.7816)	(3.9621)	(1.7556)
Closing net asset value per unit	132.1183	135.1973	109.9769
*after direct transactions costs of:	0.0401	0.1789	0.0630
Performance			
Return after charges	1.26%	26.54%	11.73%
Other information			
Closing net asset value	£75,172,491	£28,487,772	£150,991
Closing number of units	56,897,879	21,071,253	137,294
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.36%	0.70%	0.70%
Direct transaction costs	0.03%	0.15%	0.06%
Prices			
Highest unit price	142.4731	136.3829	110.9500
Lowest unit price	125.0548	87.3342	100.0000

Share class closed on 11 April 2018 and reopened on 27 June 2019

Class C Net Accumulation EUR (Hedged)	Year to 31 December 2021	Year to 31 December 2020	Year to 31 December 2019
Changes in net assets per unit	EURc	EURc	EURc
Opening net asset value per unit	178.4782	141.1045	106.4502
Return before operating charges	3.2126	38.6520	35.6607
Operating charges (note 1)	(2.6102)	(1.2783)	(1.0064)
Return after operating charges *	0.6024	37.3737	34.6543
Closing net asset value per unit	179.0806	178.4782	141.1045
Retained distribution on accumulated units	6.5499	5.1396	3.8903
*after direct transactions costs of:	0.0536	0.2332	0.0743
Performance			
Return after charges	0.34%	26.49%	32.55%
Other information			
Closing net asset value	€260,607	€16,654	€13,166
Closing number of units	145,525	9,331	9,331
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.46%	0.80%	0.80%
Direct transaction costs	0.03%	0.15%	0.06%
Prices			
Highest unit price	188.0407	178.6950	141.2300
Lowest unit price	165.9002	111.9682	106.4500

PERFORMANCE RECORD (Continued)**Financial Highlights (Continued)**

Class I Net Accumulation GBP	Year to 31 December 2021	Year to 31 December 2020	Year to 31 December 2019
Changes in net assets per unit	GBP	GBP	GBP
Opening net asset value per unit	165.0534	129.7245	96.4847
Return before operating charges	4.4992	36.3606	34.0437
Operating charges (note 1)	(2.2600)	(1.0317)	(0.8039)
Return after operating charges *	2.2392	35.3289	33.2398
Closing net asset value per unit	167.2926	165.0534	129.7245
Retained distribution on accumulated units	5.9387	4.7977	4.5786
*after direct transactions costs of:	0.0499	0.2151	0.0679
Performance			
Return after charges	1.36%	27.23%	34.45%
Other information			
Closing net asset value	£68,766,319	£23,733,859	£1,898,375
Closing number of units	41,105,420	14,379,501	1,463,389
Closing dilution adjustment	0.00%	0.00%	0.00%
Operating charges (note 2)	1.36%	0.70%	0.70%
Direct transaction costs	0.03%	0.15%	0.06%
Prices			
Highest unit price	173.9359	165.2340	129.8100
Lowest unit price	153.9800	103.0145	96.4800

**Period 14
September 2021 to
31 December 2021[^]**

Class C Net Income USD

Changes in net assets per unit	USDc
Opening net asset value per unit	100.0000
Return before operating charges	1.8042
Operating charges (note 1)	(0.4263)
Return after operating charges *	1.3779
Distribution on income units	(1.1504)
Closing net asset value per unit	100.2275
*after direct transactions costs of:	0.0300
Performance	
Return after charges	1.38%
Other information	
Closing net asset value	\$1,196
Closing number of units	1,193
Closing dilution adjustment	0.00%
Operating charges (note 2)	1.46%
Direct transaction costs	0.03%
Prices	
Highest unit price	103.5236
Lowest unit price	97.5320

[^]Share class launched 14 September 2021

PERFORMANCE RECORD (Continued)

1. The operating charges per unit figure is calculated by applying the operating charges percentage to the average net asset valuation per share throughout the period.

2. The operating charges percentage is based on the expenses incurred during the period annualised, as a proportion of the average net asset value of the Sub-fund plus the costs of the underlying holdings. Note the 2020 and 2019 operating charges percentage excludes the underlying costs of investment trust funds which are included in the 2021 operating charges following the latest IA guidance issued in 2020.

Risk Profile

Based on past data, the Sub-fund is ranked a '5' on the synthetic risk and reward indicator scale (of 1 to 7) as described fully in the Key Investor Information Document. The Sub-fund is ranked 5 because monthly historical performance data indicates that it has experienced relatively high rises and falls in market prices historically.

PORTFOLIO STATEMENT

As at 31 December 2021

Holding	Value £	% of net assets
EQUITIES (2020: 94.23%)		
726,013 Atlantica Sustainable Infrastructure PLC	19,448,268	4.93
4,500,000 Aquila Energy Efficiency Trust	4,308,750	1.09
12,406,895 Aquila European Renewables Income Fund PLC	10,628,827	2.70
8,934,705 Bluefield Solar Income Fund Ltd	11,096,904	2.81
565,811 Brookfield Renewable Corp	15,104,332	3.83
195,850 Boralex Inc	3,923,758	0.99
932,647 Clearway Energy Inc	24,710,166	6.27
401,962 Corporacion Acciona Energias Renovables SA	10,820,195	2.74
5,250,000 Downing Renewables & Infrastructure Trust PLC	5,433,750	1.38
12,300,000 Ecofin US Renewables Infrastructure Trust PLC	9,035,863	2.29
394,814 ENCAVIS AG	5,176,277	1.31
273,012 ERG SpA	6,560,269	1.66
12,959,531 Foresight Solar Fund Ltd	13,166,883	3.34
19,465,569 Greencoat Renewables PLC	18,229,049	4.62
19,114,462 Greencoat UK Wind PLC	26,874,934	6.81
10,565,811 Gresham House Energy Storage Fund PLC	13,761,969	3.49
227,497 Hannon Armstrong Sustainable Infrastructure Capital Inc	9,050,891	2.30
4,000,000 Harmony Energy Inc	3,980,000	1.01
1,437,379 Innergex Renewable Energy Inc	15,501,986	3.93
10,587,295 JLEN Environmental Assets Group Limited	11,148,422	2.83
19,740 Johnson Matthey PLC	403,683	0.10
6,179,374 Meridian Energy Ltd	15,240,463	3.86
60,870 Neoen SA	1,942,714	0.49
12,337,903 NextEnergy Solar Fund Ltd	12,547,647	3.18
110,976 Nextera Energy Partners LP	6,867,908	1.74
238,580 Nibe Industrier AB	2,679,491	0.68
227,850 Northland Power Inc	5,020,884	1.27
12,058,129 Octopus Renewables Infrastructure Trust PLC	13,348,349	3.38
19,358,087 Renewables Infrastructure Group Ltd	25,959,195	6.58
1,855,470 TransAlta Renewables Inc	20,238,084	5.13
3,300,000 Triple Point Energy Efficiency Infrastructure Company PLC	3,316,500	0.84
13,548 Universal Display Corp	1,663,252	0.43
15,505,965 US Solar Fund PLC	11,034,350	2.81
7,500,000 VH Global Sustainable Energy Opportunities PLC	8,002,500	2.04
290,422 Scatec ASA	3,736,235	0.96
TOTAL EQUITIES	369,962,748	93.82
Currency hedges (2020: 0.12%)	(348)	0.00
Portfolio of investments (2020: 94.35%)	369,962,400	93.82
Net other assets (2020: 6.09%)	25,919,926	6.57
Adjustment to revalue assets from mid to bid prices (2020: (0.44%))	(1,519,440)	(0.39)
	394,362,886	100.00

SUMMARY OF MATERIAL PORTFOLIO CHANGES

Total sales for the year (note 14)	£ 12,889,552
Clearway Energy Inc	1,988,874
Covanta Holding Corp	5,800,613
Octopus Renewables Infrastructure Trust PLC	478,481
SDCL Energy Efficiency Income Trust PLC	4,621,584
Total purchases for the year (note 14)	£ 181,293,726
Aquila Energy Efficiency Trust	4,500,000
Aquila European Renewables Income Fund PLC	5,395,335
Atlantica Sustainable Infrastructure PLC	4,593,913
Bluefield Solar Income Fund Ltd	3,400,146
Boralex Inc	2,121,228
Brookfield Renewable Corp	10,552,768
Clearway Energy Inc	14,720,746
Corporacion Acciona Energias Renovables SA	9,911,258
Covanta Holding Corp	281,268
ENCAVIS AG	2,306,213
ERG SpA	5,786,720
Foresight Solar Fund Ltd	3,619,785
Greencoat Renewables PLC	9,127,496
Greencoat UK Wind PLC	12,004,362
Gresham House Energy Storage Fund PLC	1,968,288
Hannon Armstrong Sustainable Infrastructure Capital Inc	1,067,715
Harmony Energy Inc	4,000,000
Innergex Renewable Energy Inc	13,658,894
JLEN Environmental Assets Group Limited	4,096,622
Meridian Energy Ltd	12,809,780
Neoen SA	1,803,882
NextEnergy Solar Fund Ltd	3,233,461
Nextera Energy Partners LP	1,852,239
Northland Power Inc	2,702,448
Octopus Renewables Infrastructure Trust PLC	11,590,196
Renewables Infrastructure Group Ltd	6,851,889
Scatec ASA	4,768,229
TransAlta Renewables Inc	8,711,999
Universal Display Corp	976,235
US Solar Fund PLC	5,380,611
VH Global Sustainable Energy Opportunities PLC	7,500,000

The above purchases and sales represent all of the purchases and sales during the year.

STATEMENT OF TOTAL RETURN

For the year ended 31 December 2021

		2021		2020	
	Notes	£	£	£	£
Income					
Net capital (losses)/gains	2		(3,292,416)		30,496,501
Revenue	3	12,533,797		4,942,339	
Expenses	4	(2,687,392)		(985,303)	
Interest payable and similar charges	6	<u>(111,768)</u>		<u>(21,067)</u>	
Net revenue before taxation		9,734,637		3,935,969	
Taxation	5	<u>(431,895)</u>		<u>(400,415)</u>	
Net revenue after taxation			<u>9,302,742</u>		<u>3,535,554</u>
Total return before distributions			6,010,326		34,032,055
Finance costs: distributions	6		<u>(11,771,038)</u>		<u>(3,859,641)</u>
Changes in net assets attributable to shareholders from investment activities			<u>(5,760,712)</u>		<u>30,172,414</u>

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31 December 2021

	2021	2020
	£	£
Opening net assets attributable to shareholders	217,036,171	51,126,038
Amounts receivable on creation of shares	262,050,041	183,371,426
Amounts payable on cancellation of shares	(86,401,507)	(50,423,661)
Dividends reinvested	7,438,893	2,732,765
Dilution levy	-	57,189
Changes in net assets attributable to shareholders from investment activities (see above)	<u>(5,760,712)</u>	<u>30,172,414</u>
Closing net assets attributable to shareholders	<u>394,362,886</u>	<u>217,036,171</u>

BALANCE SHEET

As at 31 December 2021

		31.12.2021		31.12.2020	
	Notes	£	£	£	£
FIXED ASSETS					
Investment assets			368,443,308		203,844,522
Current assets					
Debtors	7	3,580,239		6,617,888	
Cash and bank balances	8	<u>24,776,138</u>		<u>7,424,406</u>	
Total current assets			<u>28,356,377</u>		<u>14,042,294</u>
Total assets			396,799,685		217,886,816
LIABILITIES					
Investment liabilities			(348)		-
Current liabilities					
Distribution payable on income shares		(1,514,777)		(658,291)	
Creditors	9	<u>(921,674)</u>		<u>(192,354)</u>	
Total current liabilities			<u>(2,436,451)</u>		<u>(850,645)</u>
Net assets attributable to shareholders			<u>394,362,886</u>		<u>217,036,171</u>

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2021

The principal accounting policies, which have been applied in both the current and prior year, are set out below:

1 Accounting policies

(a) The financial statements have been prepared in accordance with FRS 102, the Statement of Recommended Practice for Authorised Funds (SORP) issued by the Investment Association (IA) in May 2014 and the amendments to the SORP issued by the IA in June 2017. The functional currency is Sterling.

(b) Dividends on equities are recognised when the security is quoted ex-dividend. Other revenue is accounted for on an accruals basis.

Equalisation received by the way of distributions from OEICs/unit trust investment is not included in revenue but is reflected as a reduction in the book cost of that investment.

(c) The ordinary element of stocks received in lieu of cash dividends is recognised as revenue of the Sub-fund, and where applicable is included in the distribution. In the case of enhanced stock dividend the value of the enhancement is treated as capital.

(d) Special dividends are treated as repayments of capital or revenue depending on the facts of each particular case.

(e) All expenses are accounted for on an accruals basis and were charged to capital of the Sub-fund.

(f) Where the revenue from investments exceeds the expenses of the Sub-fund, quarterly distributions are allocated to all holders of income and accumulation shares.

(g) The listed investments of the Sub-fund have been valued at bid market prices at the closing valuation point at 12 noon on 31 December 2021, whilst currency hedging contracts are marked to market based on the differential between the forward rate for currency of an equivalent duration and the contract rate.

(h) All transactions in foreign currencies are converted into Sterling at the rates of exchange ruling at the date of such transactions. Foreign currency assets and liabilities at the end of the accounting year are translated at the exchange rates at the closing valuation point on 31 December 2021.

(i) Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay less or receive more tax.

Deferred tax assets are recognised only to the extent that the ACD considers that it is more likely than not there will be taxable profits from which underlying timing differences can be deducted.

(j) In certain circumstances the ACD may charge a dilution levy on the sale or repurchase of shares. The levy, which is paid into the Sub-fund, is intended to cover certain charges not included in the bid market value of the Sub-fund, used in calculating the share price, which could have a diluting effect on the performance of the Sub-fund.

(k) Equalisation will be applied to the Sub-fund. An allocation of income to be made in respect of each share issued or sold by the ACD during an accounting period in respect of which that income allocation is made may include a capital sum ("income equalisation") representing the ACD's best estimate of the amount of income included in the price of that share.

The amount of income equalisation in respect of any share may be the actual amount of income included in the issue price of the share in question or it may be an amount arrived at by taking the aggregate of the ACD's best estimate of the amounts of income included in the price of shares in that class issued or sold in the annual or interim period in question and dividing that aggregate by the number of those shares and applying the resultant average to each of the shares in question.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

2 Net capital (losses)/gains	2021	2020
The net capital (losses)/gains comprise:	£	£
Non-derivative securities (losses)/gains	(3,546,684)	28,474,737
Currency hedge gain	302,814	2,148,290
Currency (losses)	(44,331)	(124,979)
Transaction charges (custodian)	(4,215)	(1,547)
Total net capital (losses)/gains	(3,292,416)	30,496,501

3 Revenue	2021	2020
	£	£
Non-taxable dividends	11,781,112	4,813,828
Interest distributions	591,516	9,114
Annual management charge rebate	160,323	117,270
Bank interest	846	2,127
Total revenue	12,533,797	4,942,339

4 Expenses	2021	2020
	£	£
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director, and agents of either of them:		
Annual management charge	2,455,213	851,034

Payable to the depositary, associates of the depositary, and agents of either of them:		
Depositary fee	92,523	44,588
Safe custody fee	14,614	4,995
	<u>107,137</u>	<u>49,583</u>

Other expenses:		
Audit fee	8,304	8,311
FCA fee	54	50
Other expenses	116,684	76,325
	<u>125,042</u>	<u>84,686</u>

Total expenses	2,687,392	985,303
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 Taxation	2021 £	2020 £
(a) Analysis of charge in the year		
Irrecoverable overseas withholding tax	431,895	400,415
Total tax charge for the year (note 5b)	431,895	400,415

(b) Factors affecting current tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an open-ended investment company 20.00% (2020: 20.00%). The differences are explained below:

Net revenue before taxation	9,734,637	3,935,969
Corporation tax at 20.00% (2020: 20.00%)	1,946,927	787,194
<u>Effects of:</u>		
Revenue not subject to UK corporation tax	(2,356,222)	(962,766)
Current year expenses not utilised	409,295	175,572
Irrecoverable overseas withholding tax	431,895	400,415
Total tax charge for year (note 5a)	431,895	400,415

(c) Provision for deferred taxation

At 31 December 2021 there is a potential deferred tax asset of £627,933 (31 December 2020: £218,638) in relation to surplus management expenses. It is unlikely the Sub-fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised.

6 Finance costs	2021 £	2020 £
Interim dividend distributions	8,717,582	2,593,850
Final dividend distribution	3,695,463	1,755,674
	12,413,045	4,349,524
Add: Revenue deducted on cancellation of shares	341,825	224,604
Deduct: Revenue received on issue of shares	(983,832)	(714,487)
	11,771,038	3,859,641
Net distribution for the year	11,771,038	3,859,641
Interest payable and similar charges	111,768	21,067
Total finance costs	11,882,806	3,880,708
Reconciliation of distributions		
Net revenue after taxation	9,302,742	3,535,554
Expenses met by capital net of rebate	2,527,069	324,087
Relief on expenses allocated to capital	(96,119)	-
Balance carried forward	37,346	-
Net distribution for the year	11,771,038	3,859,641

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7 Debtors	31.12.2021	31.12.2020
	£	£
Amounts receivable on issue of shares	2,410,147	5,249,332
Annual management charge rebate receivable	16,909	9,576
Amounts receivable on outstanding sales	-	934,846
Prepayments	69	69
Accrued income:		
Non-taxable dividends	1,110,458	424,065
Interest distributions	42,656	-
Total debtors	3,580,239	6,617,888

8 Cash and bank balances	31.12.2021	31.12.2020
	£	£
Cash and bank balances	24,776,138	7,424,406

9 Creditors	31.12.2021	31.12.2020
	£	£
Amounts payable on outstanding purchases	1,521	32,519
Amounts payable for redemption of shares	627,924	-
Payable to the ACD	255,069	132,300
Other accrued expenses	37,160	27,535
Total creditors	921,674	192,354

10 Shares held

Shares held - C Net Income GBP

Opening shares at 01.01.2021	34,303,082
Shares issued during the year	37,282,860
Shares cancelled during the year	(13,209,817)
Shares converted during the year	(1,201,762)
Closing shares as at 31.12.2021	57,174,363

Shares held - C Net Accumulation GBP

Opening shares at 01.01.2021	64,982,512
Shares issued during the year	60,388,327
Shares cancelled during the year	(30,051,710)
Shares converted during the year	(1,094,789)
Closing shares as at 31.12.2021	94,224,340

Shares held - I Net Income GBP

Opening shares at 01.01.2021	21,071,253
Shares issued during the year	39,816,419
Shares cancelled during the year	(5,401,698)
Shares converted during the year	1,411,905
Closing shares as at 31.12.2021	56,897,879

Shares held - C Net Accumulation EUR (Hedged)

Opening shares at 01.01.2021	9,331
Shares issued during the year	254,525
Shares cancelled during the year	(118,331)
Shares converted during the year	-
Closing shares as at 31.12.2021	145,525

Shares held - I Net Accumulation GBP

Opening shares at 01.01.2021	14,379,501
Shares issued during the year	30,385,082
Shares cancelled during the year	(4,777,394)
Shares converted during the year	1,118,231
Closing shares as at 31.12.2021	41,105,420

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10 Shares held (continued)

Shares held - C Net Income USD

Opening shares at 14.09.2021	-
Shares issued during the period	1,193
Shares cancelled during the period	-
Shares converted during the period	-
Closing shares as at 31.12.2021	1,193

11 Risk management policies

In pursuing its investment objective as stated on page 33, the Sub-fund holds a number of financial instruments. The Sub-fund's financial instruments comprise securities and other investments, currency hedges, cash balances, debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for issues and payable for redemptions and debtors for accrued revenue.

The main risks arising from the Sub-fund's financial instruments, those of its underlying holdings and the ACD's policies for managing these risks are summarised below. These policies have been applied throughout the year.

Market price risk

Market price risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises mainly from uncertainty about future prices of financial instruments the Sub-fund holds. It represents the potential loss the Sub-fund might suffer through holding market positions in the face of price movements.

The Sub-fund's investment portfolio is exposed to market price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy as set out in the Prospectus.

Adherence to investment guidelines and to investment and borrowing powers set out in the Instrument of Incorporation, the Prospectus and in the rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer.

If market prices at the balance sheet date had been 10% higher or lower while all other variables remained constant, the return attributable to ordinary shareholders and equity for the year ended 31.12.2021 would have increased/decreased by £36,844,296 (2020: £20,384,452).

Foreign currency risk

Foreign currency risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in foreign currency exchange rates.

Net currency assets and liabilities consist of:

	Net monetary assets and liabilities		Non-monetary assets and liabilities		Total net assets	
	£	£	£		£	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Sterling	25,919,762	13,191,649	152,833,769	90,583,623	178,753,531	103,775,272
US Dollars	117	-	96,723,635	62,151,795	96,723,752	62,151,795
Euro	47	-	52,828,652	20,265,494	52,828,699	20,265,494
Canadian Dollars	-	-	44,560,661	23,883,653	44,560,661	23,883,653
Swedish Krona	-	-	2,678,025	1,445,859	2,678,025	1,445,859
Norwegian Krone	-	-	3,687,399	-	3,687,399	-
New Zealand Dollar	-	-	15,130,819	5,514,098	15,130,819	5,514,098
Total	25,919,926	13,191,649	368,442,960	203,844,522	394,362,886	217,036,171

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 Risk management policies (continued)

Interest rate risk

The table below details the interest rate risk profile at the balance sheet date:

31.12.2021			
Currency	Floating rate financial assets	Financial assets not carrying interest	Total
	£	£	£
Sterling	24,775,974	156,414,356	181,190,330
US Dollars	117	96,723,635	96,723,752
Euro	47	52,828,652	52,828,699
Canadian Dollars	-	44,560,661	44,560,661
Swedish Krona	-	2,678,025	2,678,025
Norwegian Krone	-	3,687,399	3,687,399
New Zealand Dollar	-	15,130,819	15,130,819
Total	24,776,138	372,023,547	396,799,685
Currency	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£
Sterling	-	(2,434,930)	(2,434,930)
US Dollars	-	(10)	(10)
Euro	-	(1,859)	(1,859)
Total	-	(2,436,799)	(2,436,799)

31.12.20			
Currency	Floating rate financial assets	Financial assets not carrying interest	Total
	£	£	£
Sterling	7,424,403	182,715,001	190,139,404
US Dollars	-	16,046,492	16,046,492
Euro	3	3,206,444	3,206,447
Canadian Dollars	-	5,881,133	5,881,133
Swedish Krona	-	542,761	542,761
Danish Krone	-	500,319	500,319
New Zealand Dollar	-	1,570,260	1,570,260
Total	7,424,406	295,975,900	217,886,816
Currency	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£
Sterling	-	(850,645)	(850,645)
Total	-	(850,645)	(850,645)

Interest rate risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in interest rates.

Maturity of financial liabilities

The financial liabilities of the Sub-fund as at 31 December 2021 are payable either within one year or on demand.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 Risk management policies (continued)

Liquidity risk

The Sub-fund's assets comprise mainly of readily realisable securities. The main liability of the Sub-fund is the redemption of any shares that the investors wish to sell. Assets of the Sub-fund may need to be sold if insufficient cash is available to finance such redemptions.

Credit risk

Certain transactions in securities that the Sub-fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Sub-fund has fulfilled its responsibilities. The Sub-fund only buys and sells investments through brokers which have been approved by the ACD as acceptable counterparties and fund management companies. In addition, limits are set to the exposure to any individual broker that may exist at any time and changes in broker's financial ratings are reviewed.

Credit risk also arises on cash held within financial institutions. Credit risk on cash balances is mitigated by ensuring that cash is held with financial institutions that are at least investment grade credit related.

Fair value disclosure

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices and the lowest priority to un-observable inputs. The criteria applied to the fair values levels in these financial statements are as follows:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within level 1;

Level 3: Valuation techniques using unobservable inputs.

Valuation Technique	Assets (£000's)	Liabilities (£000's)
Level 1: Unadjusted quoted price in an active market for an identical instrument	368,443	-
Level 3: Valuation techniques using unobservable inputs	-	-
Total	368,443	-

12 Contingent assets and liabilities

At 31 December 2021, the Sub-fund had no contingent liabilities or commitments (31 December 2020: £nil).

13 Post balance sheet events

As indicated in the accounting policies in Note 1, the investments have been valued at the closing valuation point on 31 December 2021. Since that date, the Sub-fund's quoted price has moved as follows for each share class, note the Class C Net Income USD closed following the redemption of the shares in the share class on the 31 March 2022.

Share class	Price (GBP) at 31 December 2021	Price (GBP) at 27 April 2022
Class C Net Income GBP	150.7906	155.1406
Class C Net Accumulation GBP	175.6554	182.4156
Class I Net Income GBP	132.1183	135.9830
Class I Net Accumulation GBP	167.2926	173.7863
Share class	Price (EURc) at 31 December 2021	Price (EURc) at 27 April 2022
Class C Net Accumulation EUR (Hedged)	179.0806	185.2276
Share class	Price (USDc) at 31 December 2021	Price (USDc) at 31 March 2022
Class C Net Income USD	100.2275	105.0391

A Class C Net Accumulation USD (Hedged) share class was launched on the 18 March 2022 at 100c per share and as at 27 April 2022 was priced at 98.8735c:

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14 Direct transaction costs

	2021		2020	
	£	%	£	%
Analysis of total purchase costs				
Purchases in the year before transaction costs	181,202,901		141,140,644	
Commissions	63,939	0.04%	42,695	0.03%
Taxes & levies	26,886	0.01%	112,440	0.08%
Total purchase costs	<u>90,825</u>	<u>0.05%</u>	<u>155,135</u>	<u>0.11%</u>
Total purchases including transaction costs	<u>181,293,726</u>		<u>141,295,779</u>	
Analysis of total sale costs				
Sales in the year before transaction costs	12,893,332		13,068,500	
Commissions	(3,759)	(0.03%)	(3,710)	(0.03%)
Taxes & levies	(21)	(0.00%)	(89)	(0.00%)
Total sale costs	<u>(3,780)</u>	<u>(0.03%)</u>	<u>(1,097)</u>	<u>(0.03%)</u>
Total sales net of transaction costs	<u>12,889,552</u>		<u>13,064,701</u>	

The following represents the total of each type of transaction cost, expressed as a percentage of the Sub-fund's average net asset value in the year:

	2021	% of average	2020	% of average
	£	net asset value	£	net asset value
Commissions	67,698	0.02%	46,405	0.04%
Taxes & levies	26,907	0.01%	112,529	0.11%
	<u>94,605</u>	<u>0.03%</u>	<u>158,934</u>	<u>0.15%</u>

15 Portfolio dealing spread

The average portfolio dealing spread at 30 December 2021 is 0.78% (2020 0.88%).

DISTRIBUTION TABLES

Q1 Interim distribution in pence per share

Group 1: Shares purchased prior to 01 January 2021

Group 2 : Shares purchased 01 January 2021 to 31 March 2021

Payment date	Unit Type	Share Class	Net Revenue 2021	Equalisation 2021	Distribution paid/allocated 2021	Distribution paid/allocated 2020
30.04.21	group 1	C Net Income GBP	1.2960p	-	1.2960p	0.9308p
30.04.21	group 2	C Net Income GBP	0.8495p	0.4465p	1.2960p	0.9308p
30.04.21	group 1	I Net Income GBP	1.1095p	-	1.1095p	0.7943p
30.04.21	group 2	I Net Income GBP	0.8217p	0.2878p	1.1095p	0.7943p
30.04.21	group 1	C Net Acc GBP	1.4423p	-	1.4423p	1.0089p
30.04.21	group 2	C Net Acc GBP	0.9024p	0.5399p	1.4423p	1.0089p
30.04.21	group 1	I Net Acc GBP	1.3698p	-	1.3698p	0.9485p
30.04.21	group 2	I Net Acc GBP	0.7372p	0.6326p	1.3698p	0.9485p
30.04.21	group 1	C Net Acc EUR (Hedged)	1.2895p	-	1.2895p	0.8908p
30.04.21	group 2	C Net Acc EUR (Hedged)	1.2895p	-	1.2895p	0.8908p

Q2 Interim distribution in pence per share

Group 1: Shares purchased prior to 01 April 2021

Group 2 : Shares purchased 01 April 2021 to 30 June 2021

Payment date	Unit Type	Share Class	Net Revenue 2021	Equalisation 2021	Distribution paid/allocated 2021	Distribution paid/allocated 2020
30.07.21	group 1	C Net Income GBP	1.4042p	-	1.4042p	1.2533p
30.07.21	group 2	C Net Income GBP	0.8448p	0.5594p	1.4042p	1.2533p
30.07.21	group 1	I Net Income GBP	1.2231p	-	1.2231p	1.1031p
30.07.21	group 2	I Net Income GBP	0.7075p	0.5156p	1.2231p	1.1031p
30.07.21	group 1	C Net Acc GBP	1.5872p	-	1.5872p	1.3678p
30.07.21	group 2	C Net Acc GBP	1.0375p	0.5497p	1.5872p	1.3678p
30.07.21	group 1	I Net Acc GBP	1.5099p	-	1.5099p	1.3314p
30.07.21	group 2	I Net Acc GBP	0.4482p	1.0617p	1.5099p	1.3314p
30.07.21	group 1	C Net Acc EUR (Hedged)	1.3953p	-	1.3953p	1.2536p
30.07.21	group 2	C Net Acc EUR (Hedged)	1.2784p	0.1169p	1.3953p	1.2536p

For the year ended 31 December 2021

Q3 Interim distribution in pence per share

Group 1: Shares purchased prior to 01 July 2021

Group 2 : Shares purchased 01 July 2021 to 30 September 2021

Payment date	Unit Type	Share Class	Net Revenue 2020	Equalisation 2020	Distribution paid/allocated 2020	Distribution paid/allocated 2020
29.10.21	group 1	C Net Income GBP	1.3839p	-	1.3839p	1.1823p
29.10.21	group 2	C Net Income GBP	0.8332p	0.5507p	1.3839p	1.1823p
29.10.21	group 1	C Net Income USD	0.1872p	-	0.1872p	-
29.10.21	group 2	C Net Income USD	0.1872p	-	0.1872p	-
29.10.21	group 1	I Net Income GBP	1.2092p	-	1.2092p	1.0282p
29.10.21	group 2	I Net Income GBP	0.8465p	0.3627p	1.2092p	1.0282p
29.10.21	group 1	C Net Acc GBP	1.5809p	-	1.5809p	1.3009p
29.10.21	group 2	C Net Acc GBP	0.9711p	0.6098p	1.5809p	1.3009p
29.10.21	group 1	I Net Acc GBP	1.5042p	-	1.5042p	1.2701p
29.10.21	group 2	I Net Acc GBP	1.0874p	0.4168p	1.5042p	1.2701p
29.10.21	group 1	C Net Acc EUR (Hedged)	1.3800p	-	1.3800p	1.2097p
29.10.21	group 2	C Net Acc EUR (Hedged)	0.9030p	0.4770p	1.3800p	1.2097p

Q4 Final distribution in pence per share

Group 1: Shares purchased prior to 01 October 2021

Group 2 : Shares purchased 01 October 2021 to 31 December 2021

Payment date	Unit Type	Share Class	Net Revenue 2022	Equalisation 2022	Distribution paid/allocated 2022	Distribution paid/allocated 2021
31.01.22	group 1	C Net Income GBP	1.4156p	-	1.4156p	1.2823p
31.01.22	group 2	C Net Income GBP	0.7104p	0.7052p	1.4156p	1.2823p
31.01.22	group 1	C Net Income USD	0.6670p	-	0.6670p	-
31.01.22	group 2	C Net Income USD	0.3041p	0.3629p	0.6670p	-
31.01.22	group 1	I Net Income GBP	1.2398p	-	1.2398p	1.0365p
31.01.22	group 2	I Net Income GBP	0.8578p	0.3820p	1.2398p	1.0365p
31.01.22	group 1	C Net Acc GBP	1.6337p	-	1.6337p	1.4124p
31.01.22	group 2	C Net Acc GBP	0.8251p	0.8086p	1.6337p	1.4124p
31.01.22	group 1	I Net Acc GBP	1.5548p	-	1.5548p	1.2477p
31.01.22	group 2	I Net Acc GBP	0.7218p	0.8330p	1.5548p	1.2477p
31.01.22	group 1	C Net Acc EUR (Hedged)	1.5190p	-	1.5190p	1.2912p
31.01.22	group 2	C Net Acc EUR (Hedged)	1.2042p	0.3148p	1.5190p	1.2912p

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. It is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the shares for capital gains tax purposes.

Information for corporate shareholders

A corporate shareholder receives the distribution shown on the voucher enclosed with this report as follows:

- i) 95.21% of the total dividend allocation together with the tax credit is received as franked investment income.
- ii) 4.79% of the dividend allocation is received as an annual payment received after deduction of income tax at the lower rate and is liable to corporation tax. It is not franked investment income.

SUB-FUND OVERVIEW

Name of Sub-fund	VT Gravis Digital Infrastructure Income Fund
Size of Sub-fund	£38,828,161
Launch date	31 May 2021
Sub-fund objective and policy	<p>The investment objective of the VT Gravis Digital Infrastructure Income Fund is to provide quarterly income whilst also providing capital growth through market cycles (7 years).</p> <p>The Sub-fund will aim to meet its objective by primarily (at least 70%) investing in real estate investment trusts (REITs) and other listed securities that own, operate or finance tangible assets that provide the infrastructure which enables modern technology to operate successfully. This is likely to include, but not exclusively, assets such as communication towers, data centres, distribution centres that enable the fulfilment of e-commerce, fibre optic networks, smart grids, battery storage, and warehouses. The Sub-fund may also invest (up to 10%) in listed vehicles which are being specifically established to invest in such infrastructure.</p> <p>The sector is currently weighted in favour of REITs, however, as the digital infrastructure sector grows the ACD may identify additional opportunities in the sector, in other security types, such as equities, real estate operating companies (REOCs) and bonds.</p> <p>The Sub-fund has a global investment remit and will invest in companies listed in member nations of the Organisation for Economic Cooperation and Development plus Singapore and Taiwan.</p> <p>The Sub-fund may also invest (up to 30%) in collective investment schemes, money market instruments, deposits, cash and near cash.</p> <p>There is no particular emphasis on any geographical area.</p>
Performance comparator	<p>The Sub-fund is not managed to or constrained by a benchmark, and nor does the ACD use a benchmark in order to assess performance.</p> <p>However, the performance of the Sub-fund can be compared to that of the MSCI World Core Real Estate Index.</p> <p>The performance of the Sub-fund can be compared against that of the index. This index has been selected as it is considered to be the index which most closely reflects the investments which the Sub-fund will make (and its risk/return objectives) at the current time. For the avoidance of doubt, the Investment Manager is not bound or influenced by the index when making its decisions and can make investments that are not included in the index.</p>
Authorised Corporate Director (ACD)	Valu-Trac Investment Management Limited
Ex-distribution dates	31 March, 30 June, 30 September, 31 December
Distribution dates	30 April, 31 July, 31 October, 31 January
Individual Savings Account (ISA)	The Sub-fund is a qualifying investment for inclusion in an ISA.

SUB-FUND OVERVIEW (continued)

Minimum investment

Lump sum subscription:	Class C = £100 Class I = £10,000,000
Top-up:	Class C = £25 Class I = £10,000
Holding:	Class C = £100 Class I = £10,000,000
Redemption:	N/A (provided minimum holding is maintained)
Switching:	N/A (provided minimum holding is maintained)
Initial, redemption and switching charges	Nil

The ACD may waive the minimum levels (and initial charge) at its discretion.

Annual management charge

The annual management charge is as follows:

In respect of the Class C shares, it is equal to 0.80% per annum of the net asset value of the Class C shares.

In respect of the Class I shares, it is equal to 0.70% per annum of the net asset value of the Class I shares.

The Investment Adviser has, with the agreement of the ACD, undertaken that if the total OCF of the Sub-fund (as calculated at the end of the relevant accounting period but excluding underlying fund holding charges and dealing costs from EMX and Calastone) in respect of the Sub-fund exceeds 0.80% in the case of Class C shares and 0.70% in the case of Class I shares, the Investment Adviser shall reimburse the Sub-fund for an amount which, when deducted from the operating costs incurred by the Sub-fund during the relevant accounting period, would result in the Sub-fund having a total OCF equal to the stated AMC for each share class e.g. 0.80% in the case of Class C shares and 0.70% in the case of Class I shares in the relevant accounting period.

INVESTMENT ADVISER'S REVIEW

This report is a review of the performance of the VT Gravis Digital Infrastructure Income Fund (the "Fund") for the period from launch on 31 May 2021 to 31 December 2021.

The performance objectives of the Fund are:

- a. to deliver a 3% annual income, via quarterly dividend payments; and
- b. to provide some capital growth through market cycles (approximately 7 years) after Fund charges

The strategy of the Fund is to invest in a globally diversified portfolio of specialist real estate and infrastructure companies that are likely to benefit from the digitalisation of economies, a trend that will see digital technologies change the way in which we work, live and play. These 'next generation' infrastructure companies operate within four specialist sub-sectors: logistics warehouses (45.66% portfolio weight), mobile communication towers (25.62% portfolio weight), data centres (20.43% portfolio weight), and networks (5.73% portfolio weight). These assets are likely to be amongst the most important components of 'next generation' infrastructure.

They share several attractive attributes; they are physical assets, generate contractual rental income, have long time horizons and are accessible to investors via liquid listed securities. They are also critical in nature as they fulfil a fundamental digital need. The loss of such assets could have a major detrimental effect on not only the availability of digital services, but more broadly on the functioning of society itself.

The C Accumulation Class shares were priced at 124.7380p on 31 December 2021, which represents a total return of 24.74%. This performance compares favourably to the World Infrastructure Index¹ which rose by 5.04% over the same period, and the Global Real Estate Index² which increased by 16.36%. Continuing commitment to the investment strategy has been crucial to growing capital during the periods of coronavirus related market turbulence experienced since launch, delivering reliable income, and to outperforming the broader listed infrastructure market.

The Investment Adviser implements a long-term unconstrained approach to identifying the best-in-class digital infrastructure companies listed in developed markets around the world. At the end of the year the Fund was comprised of 30 digital infrastructure companies. These champions of digital infrastructure provide diversified exposure to the digitalisation mega trends, in aggregate they own more than 100,000 individual assets.

Since inception, the Fund has declared three distributions totalling 1.2137p (I Inc GBP). The annualised distributions since inception represent a potential yield of 2.19%. Although this yield falls short of the target it is more than offset by the price appreciation of the underlying investments.

From a geographic perspective, based on the market capitalisation of the investments and the country of listing the portfolio, the Fund is globally diversified across developed equity markets with 48.9% invested in North America, 27.2% invested in Europe, and 21.4% invested in Asia. However, looking through to the location of the underlying assets reveals an even better level of geographical diversification. On a look-through basis, the Investment Adviser estimates exposure to North America drops to approximately 38.5%, Europe, including the UK, increases to approximately 34.6%, and Asia remains at a similar level of 20.8%.

UCITS investment parameters cap any single position size at 10.0%, as at the end of December the largest position was American Tower Corp, a global provider of wireless communications infrastructure, representing 7.47% of the Fund and delivering 18.02% total return over the period. The second largest position, representing 7.25% of the Fund, was Prologis, a global leader in logistics real estate, producing 24.19% total return.

The Investment Adviser's focused approach to investing tends to yield the beneficial result of low portfolio turnover even in times of pandemic-induced uncertainty. The Adviser believes that a properly constructed portfolio will perform throughout market cycles and that excessive levels of portfolio turnover detract from performance. During the period under review, portfolio turnover was low.

Identifying companies owning superior digital infrastructure assets is a research-intensive process to which the Investment Adviser is well suited. The benefit from this focus on company research and stock selection tends to yield very good results. The liquid and transparent nature of owning digital infrastructure assets via listed companies can also make them targets for asset gathering predators.

INVESTMENT ADVISER'S REVIEW (continued)

Within the portfolio, in June, US data centre owner QTS was acquired by Blackstone at a 20.9% premium to the undisturbed share price. This was followed in November by a combination of KKR and Global Infrastructure Partners bidding to acquire CyrusOne (2.44% portfolio weight), also a US data centre real estate investment trust, at a proposed 24.7% premium to the undisturbed share price. These takeover premia can be viewed as validation of the Fund's strategy to invest in the best-in-class owners of digital infrastructure assets.

While the tailwinds of the fourth industrial revolution are clear, so is the challenge created by climate change. Climate change is arguably the biggest long-term challenge facing humanity, and one that is becoming increasingly important in determining the investment prospects for digital infrastructure assets. Data centres are estimated³ to consume more than 2% of the world's electricity and emit roughly as much CO₂ as the airline industry.

To ensure data centres are an integral part of the sustainable future, data centre owners and trade associations have agreed to undertake several actions. For example, in Europe the Climate Neutral Data Centre Pact is a pledge by stakeholders within the sector to achieve climate neutrality by 2030. All the data centre holdings within the Fund that own assets in Europe are signatories to this pact.

Looking to 2022, the pandemic has accelerated the move from an analogue world to a digitalised world. Through regular repetition many new digital habits have been formed. It is the view of the Investment Adviser that even when the coronavirus is eventually tamed it is highly unlikely that these new ways of living, working, and playing will be fully reversed. To the contrary, the pandemic has acted as a catalyst to accelerate the digitalisation trends already in motion.

As such, the Investment Adviser believes that the portfolio is very well positioned for the year ahead to capture the continuing growth of specialist digital infrastructure companies and the appetite amongst investors for 'next generation' infrastructure assets, generating reliable income, managed by dedicated and focused experts.

Gravis Advisory Limited
Investment Adviser to the Fund
20 January 2022

¹ *MSCI World Infrastructure Total Return GBP Index*

² *MSCI World IMI Core Real Estate Total Return GBP Index*

³ *Yale Environment 360, April 2018*

PERFORMANCE RECORD

Financial Highlights

	Period 01 June 2021 to 31 December 2021[^]
Class C Income GBP	
Changes in net assets per unit	GBP
Operating net asset value per unit	<u>100.0000</u>
Return before operating charges	25.1259
Operating charges (note 1)	<u>(0.5537)</u>
Return after operating charges *	24.5722
Distribution in income units	<u>(1.2196)</u>
Closing net asset value per unit	<u>123.3526</u>
*after direct transactions costs of:	0.1563
Performance	
Return after charges	24.57%
Other information	
Closing net asset value	£1,629,787
Closing number of units	1,321,243
Closing dilution adjustment	0.00%
Operating charges (note 2)	0.85%
Direct transaction costs	0.14%
Prices	
Highest unit price	123.5208
Lowest unit price	100.2905

[^]Share class launched 01 June 2021

	Period 31 May 2021 to 31 December 2021[^]
Class C Accumulation GBP	
Changes in net assets per unit	GBP
Operating net asset value per unit	<u>100.0000</u>
Return before operating charges	25.2952
Operating charges (note 1)	<u>(0.5572)</u>
Return after operating charges *	24.7380
Closing net asset value per unit	<u>124.7380</u>
Retained distribution on accumulated units	1.2749
*after direct transactions costs of:	0.1573
Performance	
Return after charges	24.74%
Other information	
Closing net asset value	£6,110,145
Closing number of units	4,898,382
Closing dilution adjustment	0.00%
Operating charges (note 2)	0.85%
Direct transaction costs	0.14%
Prices	
Highest unit price	124.7380
Lowest unit price	100.0469

[^]Share class launched 31 May 2021

PERFORMANCE RECORD (Continued)**Financial Highlights (Continued)**

	Period 31 May 2021 to 31 December 2021[^]
Class C Accumulation GBP (Hedged)	
Changes in net assets per unit	GBP
Operating net asset value per unit	100.0000
Return before operating charges	17.9780
Operating charges (note 1)	(0.5391)
Return after operating charges *	17.4389
Closing net asset value per unit	117.4389
Retained distribution on accumulated units	1.0501
*after direct transactions costs of:	0.1522
Performance	
Return after charges	17.44%
Other information	
Closing net asset value	£114,100
Closing number of units	97,157
Closing dilution adjustment	0.00%
Operating charges (note 2)	0.85%
Direct transaction costs	0.14%
Prices	
Highest unit price	117.4389
Lowest unit price	99.7546

[^]Share class launched 31 May 2021

	Period 31 May 2021 to 31 December 2021[^]
Class I Income GBP	
Changes in net assets per unit	GBP
Operating net asset value per unit	100.0000
Return before operating charges	25.1713
Operating charges (note 1)	(0.4888)
Return after operating charges *	24.6825
Distribution in income units	(1.2137)
Closing net asset value per unit	123.4688
*after direct transactions costs of:	0.1564
Performance	
Return after charges	24.68%
Other information	
Closing net asset value	£7,306,030
Closing number of units	5,917,309
Closing dilution adjustment	0.00%
Operating charges (note 2)	0.75%
Direct transaction costs	0.14%
Prices	
Highest unit price	123.6320
Lowest unit price	100.3380

[^]Share class launched 31 May 2021

PERFORMANCE RECORD (Continued)**Financial Highlights (Continued)**

	Period 20 July 2021 to 31 December 2021[^]
Class C Accumulation EUR (Hedged)	
Changes in net assets per unit	EURc
Operating net asset value per unit	100.0000
Return before operating charges	13.1477
Operating charges (note 1)	(0.4144)
Return after operating charges *	12.7333
Closing net asset value per unit	112.7333
Retained distribution on accumulated units	0.8667
*after direct transactions costs of:	0.1489
Performance	
Return after charges	12.73%
Other information	
Closing net asset value	€73,208
Closing number of units	64,939
Closing dilution adjustment	0.00%
Operating charges (note 2)	0.85%
Direct transaction costs	0.14%
Prices	
Highest unit price	112.7333
Lowest unit price	97.0574

[^]Share class launched 20 July 2021

	Period 13 July 2021 to 31 December 2021⁺⁺
Class C Accumulation USD (Hedged)	
Changes in net assets per unit	USDc
Operating net asset value per unit	100.0000
Return before operating charges	14.5062
Operating charges (note 1)	(0.4170)
Return after operating charges *	14.0892
Closing net asset value per unit	114.0892
Retained distribution on accumulated units	0.8312
*after direct transactions costs of:	0.1499
Performance	
Return after charges	14.09%
Other information	
Closing net asset value	\$454,586
Closing number of units	398,448
Closing dilution adjustment	0.00%
Operating charges (note 2)	0.85%
Direct transaction costs	0.14%
Prices	
Highest unit price	114.0892
Lowest unit price	98.0697

⁺⁺ Share class launched 13 July 2021.

PERFORMANCE RECORD (CONTINUED)

Financial Highlights (Continued)

	Period 31 May 2021 to 31 December 2021 [^]
Class I Accumulation GBP	
Changes in net assets per unit	GBP
Operating net asset value per unit	100.0000
Return before operating charges	25.3344
Operating charges (note 1)	(0.4918)
Return after operating charges *	24.8426
Closing net asset value per unit	124.8426
Retained distribution on accumulated units	1.2059
*after direct transactions costs of:	0.1574
Performance	
Return after charges	24.84%
Other information	
Closing net asset value	£23,339,220
Closing number of units	18,694,923
Closing dilution adjustment	0.00%
Operating charges (note 2)	0.75%
Direct transaction costs	0.14%
Prices	
Highest unit price	124.8426
Lowest unit price	100.3380

[^]Share class launched 31 May 2021

1. The operating charges per unit figure is calculated by applying the operating charges percentage to the average net asset valuation per share throughout the period.
2. The operating charges percentage is based on the expenses incurred during the period annualised, as a proportion of the average net asset value of the Sub-fund plus the costs of the underlying holdings.

Risk Profile

Based on past data, the Sub-fund is ranked a '5' on the synthetic risk and reward indicator scale (of 1 to 7) as described fully in the Key Investor Information Document. The Sub-fund is ranked '5' because simulated monthly historical performance data indicates that relatively high rises and falls in market prices would have occurred historically.

PORTFOLIO STATEMENT

As at 31 December 2021

Holding	Value £	% of net assets
EQUITIES		
13,418 American Tower Corp	2,899,203	7.47
11,610 Argan SA	1,148,681	2.96
20,954 Catena AB	969,654	2.50
22,415 Cellnex Telecom SA	954,484	2.46
12,800 Cogent Communications Holdings Inc	698,589	1.80
709 CRE Logistics REIT Inc	1,031,380	2.66
12,536 Crown Castle International Corp	1,934,172	4.98
14,175 CyrusOne Inc	948,608	2.44
13,691 Digital Realty Trust Inc	1,788,954	4.61
105,115 Dream Industrial Real Estate Investment Trust	1,049,136	2.70
22,525 Duke Realty Corp	1,088,701	2.80
6,620 Eastgroup Properties Inc	1,113,281	2.87
2,429 Equinix Inc	1,523,228	3.92
130,160 Goodman Group	1,866,208	4.81
547,962 Gresham House Energy Storage Fund PLC	713,721	1.84
121,100 Infrastrutture Wireless Italiane SpA	1,075,081	2.77
628,775 Keppel DC REIT	852,020	2.19
727,909 Mapletree Logistics Trust	758,270	1.95
251 Mitsui Fudosan Logistics Park Inc	1,041,839	2.68
141,255 NEXTDC Ltd	975,785	2.51
412 Nippon Prologis REIT Inc	1,081,432	2.79
22,585 Prologis Inc	2,815,437	7.25
6,989 SBA Communications Corp	2,014,427	5.19
126,365 SEGRO PLC	1,807,020	4.65
97,089 Smart Metering Systems PLC	818,460	2.11
1,041,000 Sunevision Holdings Ltd	730,526	1.88
53,149 Switch Inc	1,128,543	2.91
400,938 Tritax Big Box REIT PLC	998,737	2.57
40,419 Vantage Towers AG	1,089,714	2.81
27,944 Warehouses de Pauw NV	989,959	2.55
TOTAL EQUITIES	37,905,250	97.63
Currency hedges	(147)	0.00
Portfolio of investments	37,905,103	97.63
Net other assets	997,545	2.56
Adjustment to revalue assets from mid to bid prices	(74,487)	(0.19)
	38,828,161	100.00

The Sub-fund launched on 31 May 2021, therefore there are no comparatives.

SUMMARY OF MATERIAL PORTFOLIO CHANGES

	£
Total sales for the period (note 14)	924,826
CyrusOne Inc	367,103
QTS Realty Trust Inc	426,288
Keppel DC REIT	836
Mapletree Logistics Trust	130,200
Keppel DC REIT NPV	399

	£
Total purchases for the period (note 14)	33,328,009
American Tower Corp	2,593,377
Argan SA	1,007,500
Catena AB	840,338
Cellnex Telecom SA	1,006,050
Cogent Communications Holdings Inc	700,036
CRE Logistics REIT Inc	901,288
Crown Castle International Corp	1,706,096
CyrusOne Inc	1,069,458
Digital Realty Trust Inc	1,511,483
Dream Industrial Real Estate Investment Trust	940,015
Duke Realty Corp	798,232
Eastgroup Properties Inc	795,257
Equinix Inc	1,364,487
Goodman Group	1,465,999
Gresham House Energy Storage Fund PLC	648,196
Infrastrutture Wireless Italiane SpA	1,002,094
Keppel DC REIT	853,550
Mapletree Logistics Trust	909,534
Mitsui Fudosan Logistics Park Inc	961,042
NEXTDC Ltd	905,683
Nippon Prologis REIT Inc	960,112
Prologis Inc	2,002,494
QTS Realty Trust Inc	347,624
SBA Communications Corp	1,627,702
SEGRO PLC	1,418,907
Smart Metering Systems PLC	836,752
Sunevision Holdings Ltd	716,177
Switch Inc	829,396
Tritax Big Box REIT PLC	814,769
Vantage Towers AG	976,257
Warehouses de Pauw NV	818,104

The above purchases and sales represent all of the purchases and sales during the period.

STATEMENT OF TOTAL RETURN

For the period ended 31 December 2021

		31.05.2021 to 31.12.2021	
	Notes	£	£
Income			
Net capital gains	2		5,396,656
Revenue	3	341,473	
Expenses	4	(135,723)	
Interest payable and similar charges	6	<u>(1,363)</u>	
Net revenue before taxation		204,387	
Taxation	5	<u>(28,724)</u>	
Net revenue after taxation			<u>175,663</u>
Total return before distributions			5,572,319
Finance costs: distributions	6		<u>(279,978)</u>
Changes in net assets attributable to shareholders from investment activities			<u>5,292,341</u>

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the period ended 31 December 2021

	31.05.2021 to 31.12.2021 £
Opening net assets attributable to shareholders	-
Amounts receivable on creation of shares	35,004,436
Amounts payable on cancellation of shares	(1,711,438)
Dividends reinvested	242,822
Changes in net assets attributable to shareholders from investment activities (see above)	<u>5,292,341</u>
Closing net assets attributable to shareholders	<u>38,828,161</u>

The Sub-fund launched on 31 May 2021, therefore there are no comparatives.

BALANCE SHEET

As at 31 December 2021

		31.12.2021	
	Notes	£	£
FIXED ASSETS			
Investment assets			37,830,763
Current assets			
Debtors	7	579,974	
Cash and bank balances	8	<u>641,742</u>	
Total current assets			<u>1,221,716</u>
Total assets			39,052,479
LIABILITIES			
Investment liabilities			(147)
Current liabilities			
Distribution payable on income shares		(33,665)	
Creditors	9	<u>(190,506)</u>	
Total current liabilities			<u>(224,171)</u>
Net assets attributable to shareholders			<u>38,828,161</u>

The Sub-fund launched on 31 May 2021, therefore there are no comparatives.

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 December 2021

The principal accounting policies, which have been applied in the current period, are set out below:

1 Accounting policies

(a) The financial statements have been prepared in accordance with FRS 102, the Statement of Recommended Practice for Authorised Funds (SORP) issued by the Investment Association (IA) in May 2014 and the amendments to the SORP issued by the IA in June 2017. The functional currency is Sterling.

(b) Dividends on equities are recognised when the security is quoted ex-dividend. Other revenue is accounted for on an accruals basis.

Equalisation received by the way of distributions from OEICs/unit trust investment is not included in revenue but is reflected as a reduction in the book cost of that investment.

(c) The ordinary element of stocks received in lieu of cash dividends is recognised as revenue of the Sub-fund, and where applicable is included in the distribution. In the case of enhanced stock dividend the value of the enhancement is treated as capital.

(d) Special dividends are treated as repayments of capital or revenue depending on the facts of each particular case.

(e) All expenses are accounted for on an accruals basis and were charged to capital of the Sub-fund.

(f) Where the revenue from investments exceeds the expenses of the Sub-fund, quarterly distributions are allocated to all holders of income and accumulation shares.

(g) The listed investments of the Sub-fund have been valued at bid market prices at the closing valuation point at 12 noon on 31 December 2021, whilst currency hedging contracts are marked to market based on the differential between the forward rate for currency of an equivalent duration and the contract rate.

(h) All transactions in foreign currencies are converted into Sterling at the rates of exchange ruling at the date of such transactions. Foreign currency assets and liabilities at the end of the accounting year are translated at the exchange rates at the closing valuation point on 31 December 2021.

(i) Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay less or receive more tax.

Deferred tax assets are recognised only to the extent that the ACD considers that it is more likely than not there will be taxable profits from which underlying timing differences can be deducted.

(j) In certain circumstances the ACD may charge a dilution levy on the sale or repurchase of shares. The levy, which is paid into the Sub-fund, is intended to cover certain charges not included in the bid market value of the Sub-fund, used in calculating the share price, which could have a diluting effect on the performance of the Sub-fund.

(k) Equalisation will be applied to the Sub-fund. An allocation of income to be made in respect of each share issued or sold by the ACD during an accounting period in respect of which that income allocation is made may include a capital sum ("income equalisation") representing the ACD's best estimate of the amount of income included in the price of that share.

The amount of income equalisation in respect of any share may be the actual amount of income included in the issue price of the share in question or it may be an amount arrived at by taking the aggregate of the ACD's best estimate of the amounts of income included in the price of shares in that class issued or sold in the annual or interim period in question and dividing that aggregate by the number of those shares and applying the resultant average to each of the shares in question.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	31.05.2021 to 31.12.2021
2 Net capital gains	£
The net capital gains comprise:	
Non-derivative securities gains	5,427,476
Currency hedge (losses)	(67,964)
Currency gains	40,024
Transaction charges (custodian)	<u>(2,880)</u>
Total net capital gains	<u>5,396,656</u>

	31.05.2021 to 31.12.2021
3 Revenue	£
Non-taxable dividends	292,428
Interest distributions	9,294
Property income distributions	10,490
Annual management charge rebate	29,260
Bank interest	<u>1</u>
Total revenue	<u>341,473</u>

	31.05.2021 to 31.12.2021
4 Expenses	£
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director, and agents of either of them:	
Annual management charge	<u>111,212</u>

Payable to the depositary, associates of the depositary, and agents of either of them:	
Depositary fee	10,553
Safe custody fee	<u>1,274</u>
	<u>11,827</u>

Other expenses:	
Audit fee	5,100
FCA fee	31
Other expenses	<u>7,553</u>
	<u>12,684</u>

Total expenses	<u>135,723</u>
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 Taxation	31.05.2021 to 31.12.2021
	£
(a) Analysis of charge in the period	
Irrecoverable overseas withholding tax	28,724
Total tax charge for the period (note 5b)	<u>28,724</u>

(b) Factors affecting current tax charge for the period

The tax assessed for the period is lower than the standard rate of corporation tax in the UK for an open-ended investment company 20.00%.

The differences are explained below:

Net revenue before taxation	204,387
Corporation tax at 20.00%	40,877
Effects of:	
Revenue not subject to UK corporation tax	(58,486)
Current period expenses not utilised	17,609
Irrecoverable overseas withholding tax	28,724
Total tax charge for period (note 5a)	<u>28,724</u>

(c) Provision for deferred taxation

At 31 December 2021 there is a potential deferred tax asset of £17,609 in relation to surplus management expenses. It is unlikely the Sub-fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised.

6 Finance costs	31.05.2021 to 31.12.2021
	£
Interim dividend distributions	160,482
Final dividend distribution	145,855
	<u>306,337</u>
Add: Revenue deducted on cancellation of shares	1,655
Deduct: Revenue received on issue of shares	(28,014)
	<u>279,978</u>
Net distribution for the period	279,978
Interest payable and similar charges	1,363
Total finance costs	<u>281,341</u>
Reconciliation of distributions	
Net revenue after taxation	175,663
Expenses met by capital net of rebate	106,463
Relief on expenses allocated to capital	(3,684)
Balance carried forward	1,536
Net distribution for the period	<u>279,978</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7 Debtors	31.12.2021
	£
Amounts receivable on issue of shares	477,723
Annual management charge rebate receivable	4,973
Amounts receivable on outstanding sales	718
Accrued income:	
Prepayments	35
Non-taxable dividends	96,525
Total debtors	579,974

8 Cash and bank balances	31.12.2021
	£
Cash and bank balances	641,742

9 Creditors	31.12.2021
	£
Amounts payable on outstanding purchases	119,225
Amounts payable for redemption of shares	40,112
Payable to the ACD	22,590
Other accrued expenses	8,579
Total creditors	190,506

10 Shares held

Shares held - C Net Income GBP

Opening shares at 01.06.2021	-
Shares issued during the period	1,499,390
Shares cancelled during the period	(48,288)
Shares converted during the period	(129,859)
Closing shares as at 31.12.2021	1,321,243

Shares held - C Net Accumulation GBP

Opening shares at 31.05.2021	-
Shares issued during the period	10,216,404
Shares cancelled during the period	(312,809)
Shares converted during the period	(5,005,213)
Closing shares as at 31.12.2021	4,898,382

Shares held - C Accumulation GBP (Hedged)

Opening shares at 31.05.2021	-
Shares issued during the period	97,157
Shares cancelled during the period	-
Shares converted during the period	-
Closing shares as at 31.12.2021	97,157

Shares held - I Income GBP

Opening shares at 31.05.2021	-
Shares issued during the period	5,868,149
Shares cancelled during the period	(18,112)
Shares converted during the period	67,272
Closing shares as at 31.12.2021	5,917,309

Shares held - C Accumulation EUR (Hedged)

Opening shares at 20.07.2021	-
Shares issued during the period	64,939
Shares cancelled during the period	-
Shares converted during the period	-
Closing shares as at 31.12.2021	64,939

10 Shares held (continued)

Shares held - C Accumulation USD (Hedged)

Opening shares at 13.07.2021	-
Shares issued during the period	398,448
Shares cancelled during the period	-
Shares converted during the period	-
Closing shares as at 31.12.2021	398,448

Shares held - I Accumulation GBP

Opening shares at 31.05.2021	-
Shares issued during the period	14,823,439
Shares cancelled during the period	(1,195,662)
Shares converted during the period	5,067,146
Closing shares as at 31.12.2021	18,694,923

11 Risk management policies

In pursuing its investment objective as stated on page 54, the Sub-fund holds a number of financial instruments. The Sub-fund's financial instruments comprise securities and other investments, currency hedges, cash balances, debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for issues and payable for redemptions and debtors for accrued revenue.

The main risks arising from the Sub-fund's financial instruments, those of its underlying holdings and the ACD's policies for managing these risks are summarised below. These policies have been applied throughout the period.

Market price risk

Market price risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises mainly from uncertainty about future prices of financial instruments the Sub-fund holds. It represents the potential loss the Sub-fund might suffer through holding market positions in the face of price movements.

The Sub-fund's investment portfolio is exposed to market price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy as set out in the Prospectus.

Adherence to investment guidelines and to investment and borrowing powers set out in the Instrument of Incorporation, the Prospectus and in the rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer.

If market prices at the balance sheet date had been 10% higher or lower while all other variables remained constant, the return attributable to ordinary shareholders and equity for the period ended 31.12.2021 would have increased/decreased by £3,783,062.

11 Risk management policies (continued)

Foreign currency risk

Foreign currency risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in foreign currency exchange rates.

Net currency assets and liabilities consist of:

	Net monetary assets and liabilities	Non-monetary assets	Total net assets
	£	£	£
	31.12.2021	31.12.2021	31.12.2021
Sterling	997,345	4,329,106	5,326,451
US Dollars	200	17,948,901	17,949,101
Euro	-	5,226,299	5,226,299
Australian dollar	-	2,826,929	2,826,929
Canadian dollar	-	1,046,686	1,046,686
Hong Kong dollar	-	729,040	729,040
Singapore dollar	-	1,606,560	1,606,560
Swedish krona	-	968,796	968,796
Japanese yen	-	3,148,299	3,148,299
Total	997,545	37,830,616	38,828,161

Interest rate risk

The table below details the interest rate risk profile at the balance sheet date:

31.12.2021			
Currency	Floating rate financial assets	Financial assets not carrying interest	Total
	£	£	£
Sterling	641,542	4,909,227	5,550,769
US Dollars	200	17,948,901	17,949,101
Euro	-	5,226,299	5,226,299
Australian dollar	-	2,826,929	2,826,929
Canadian dollar	-	1,046,686	1,046,686
Hong Kong dollar	-	729,040	729,040
Singapore dollar	-	1,606,560	1,606,560
Swedish krona	-	968,796	968,796
Japanese yen	-	3,148,299	3,148,299
Total	641,742	38,410,737	39,052,479
	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
		£	£
Sterling	-	(219,904)	(219,904)
US Dollars	-	(3,793)	(3,793)
Euro	-	(621)	(621)
Total	-	(224,318)	(224,318)

Interest rate risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in interest rates.

Maturity of financial liabilities

The financial liabilities of the Sub-fund as at 31 December 2021 are payable either within one year or on demand.

11 Risk management policies (continued)

Liquidity risk

The Sub-fund's assets comprise mainly of readily realisable securities. The main liability of the Sub-fund is the redemption of any shares that the investors wish to sell. Assets of the Sub-fund may need to be sold if insufficient cash is available to finance such redemptions.

Credit risk

Certain transactions in securities that the Sub-fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Sub-fund has fulfilled its responsibilities. The Sub-fund only buys and sells investments through brokers which have been approved by the ACD as acceptable counterparties and fund management companies. In addition, limits are set to the exposure to any individual broker that may exist at any time and changes in broker's financial ratings are reviewed.

Credit risk also arises on cash held within financial institutions. Credit risk on cash balances is mitigated by ensuring that cash is held with financial institutions that are at least investment grade credit related.

Fair value disclosure

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within level 1;

Level 3: Valuation techniques using unobservable inputs.

Valuation Technique	Assets (£000's)	Liabilities (£000's)
Level 1: Unadjusted quoted price in an active market for an identical instrument	37,831	-
Level 3: Valuation techniques using unobservable inputs.	-	-
Total	37,831	-

12 Contingent assets and liabilities

At 31 December 2021, the Sub-fund had no contingent liabilities or commitments.

13 Post balance sheet events

As indicated in the accounting policies in Note 1, the investments have been valued at the closing valuation point on 31 December 2021. Since that date, the Sub-fund's quoted price has moved as follows for each share class:

Share class	Price (GBP) at 31 December 2021		Price (GBP) at 27 April 2022
Class C Income GBP	123.3526		118.6045
Class C Accumulation GBP	124.7380		120.4187
Class C Accumulation GBP (Hedged)	117.4389		109.268
Class I Income GBP	123.4688		118.7544
Class I Accumulation GBP	124.8426		120.5583
	Price (EURc) at 31 December 2021		Price (EURc) at 27 April 2022
Class C Accumulation EUR (Hedged)	112.7333		108.484
	Price (USDc) at 31 December 2021		Price (USDc) at 27 April 2022
Class C Accumulation USD (Hedged)	114.0892		110.0469

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14 Direct transaction costs

	31.05.2021 to 31.12.2021	
	£	%
Analysis of total purchase costs		
Purchases in the period before transaction costs	33,290,973	
Commissions	16,453	0.05%
Taxes & levies	20,583	0.06%
Total purchase costs	<u>37,036</u>	<u>0.11%</u>
Total purchases including transaction costs	<u>33,328,009</u>	

Analysis of total sale costs

Sales in the period before transaction costs	925,011	
Commissions	(183)	(0.02%)
Taxes & levies	(2)	(0.00%)
Total sale costs	<u>(185)</u>	<u>(0.02%)</u>
Total sales net of transaction costs	<u>924,826</u>	

The following represents the total of each type of transaction cost, expressed as a percentage of the Sub-fund's average net asset value in the period:

	31.05.2021 to 31.12.2021	
	£	% of average net asset value
Commissions	16,636	0.06%
Taxes & levies	20,585	0.08%
	<u>37,221</u>	<u>0.14%</u>

15 Portfolio dealing spread

The average portfolio dealing spread at 31 December 2021 is 0.38%.

DISTRIBUTION TABLES

First Interim distribution in pence per share

Group 1: Shares purchased prior to 31 May 2021

Group 2 : Shares purchased 31 May 2021 to 30 June 2021

Payment date	Unit Type	Share Class	Net Revenue 2021	Equalisation 2021	Distribution paid/allocated 2021
30.07.21	group 1	C Income GBP	0.2196p	-	0.2196p
30.07.21	group 2	C Income GBP	0.1549p	0.0647p	0.2196p
30.07.21	group 1	I Income GBP	0.2178p	-	0.2178p
30.07.21	group 2	I Income GBP	0.1991p	0.0187p	0.2178p
30.07.21	group 1	C Acc GBP	0.2766p	-	0.2766p
30.07.21	group 2	C Acc GBP	0.1487p	0.1279p	0.2766p
30.07.21	group 1	C Acc GBP (Hedged)	0.1052p	-	0.1052p
30.07.21	group 2	C Acc GBP (Hedged)	0.1052p	-	0.1052p
30.07.21	group 1	I Acc GBP	0.2053p	-	0.2053p
30.07.21	group 2	I Acc GBP	0.1811p	0.0242p	0.2053p

Second Interim distribution in pence per share

Group 1: Shares purchased prior to 01 July 2021

Group 2 : Shares purchased 01 July 2021 to 30 September 2021

Payment date	Unit Type	Share Class	Net Revenue 2021	Equalisation 2021	Distribution paid/allocated 2021
29.10.21	group 1	C Income GBP	0.5313p	-	0.5313p
29.10.21	group 2	C Income GBP	0.3145p	0.2168p	0.5313p
29.10.21	group 1	I Income GBP	0.5316p	-	0.5316p
29.10.21	group 2	I Income GBP	0.2555p	0.2761p	0.5316p
29.10.21	group 1	C Acc GBP	0.5327p	-	0.5327p
29.10.21	group 2	C Acc GBP	0.3291p	0.2036p	0.5327p
29.10.21	group 1	C Acc GBP (Hedged)	0.5075p	-	0.5075p
29.10.21	group 2	C Acc GBP (Hedged)	0.4687p	0.0388p	0.5075p
29.10.21	group 1	C Acc EUR (Hedged)	0.3802p	-	0.3802p
29.10.21	group 2	C Acc EUR (Hedged)	0.3802p	-	0.3802p
29.10.21	group 1	C Acc USD (Hedged)	0.3008p	-	0.3008p
29.10.21	group 2	C Acc USD (Hedged)	0.2150p	0.0858p	0.3008p
29.10.21	group 1	I Acc GBP	0.5328p	-	0.5328p
29.10.21	group 2	I Acc GBP	0.1892p	0.3436p	0.5328p

DISTRIBUTION TABLES (Continued)

Final distribution in pence per share

Group 1: Shares purchased prior to 01 October 2021

Group 2 : Shares purchased 01 October 2021 to 31 December 2021

Payment date	Unit Type	Share Class	Net Revenue 2022	Equalisation 2022	Distribution paid/allocated 2022
31.01.22	group 1	C Income GBP	0.4687p	-	0.4687p
31.01.22	group 2	C Income GBP	0.3034p	0.1653p	0.4687p
31.01.22	group 1	I Income GBP	0.4643p	-	0.4643p
31.01.22	group 2	I Income GBP	0.3272p	0.1371p	0.4643p
31.01.22	group 1	C Acc GBP	0.4656p	-	0.4656p
31.01.22	group 2	C Acc GBP	0.2551p	0.2105p	0.4656p
31.01.22	group 1	C Acc GBP (Hedged)	0.4374p	-	0.4374p
31.01.22	group 2	C Acc GBP (Hedged)	0.4374p	-	0.4374p
31.01.22	group 1	C Acc EUR (Hedged)	0.3572p	-	0.3572p
31.01.22	group 2	C Acc EUR (Hedged)	0.3572p	-	0.3572p
31.01.22	group 1	C Acc USD (Hedged)	0.3169p	-	0.3169p
31.01.22	group 2	C Acc USD (Hedged)	0.2935p	0.0234p	0.3169p
31.01.22	group 1	I Acc GBP	0.4678p	-	0.4678p
31.01.22	group 2	I Acc GBP	0.4228p	0.0450p	0.4678p

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. It is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the shares for capital gains tax purposes.

Information for corporate shareholders

A corporate shareholder receives the distribution shown on the voucher enclosed with this report as follows:

- i) 93.66% of the total dividend allocation together with the tax credit is received as franked investment income.
- ii) 6.34% of the dividend allocation is received as an annual payment received after deduction of income tax at the lower rate and is liable to corporation tax. It is not franked investment income.

INFORMATION FOR INVESTORS

Distribution

Distributions of the revenue of the Company will be made to shareholders on or before 31 January each year and interim allocations of revenue on or before 30 April, 31 July and 31 October.

Individual shareholders

Income tax: Tax-free annual dividend allowance now standing at £2,000 (2021/22). UK resident shareholders are subject to new, higher rates of tax on dividend income in excess of the annual allowance. The actual rate depends on the individual's tax rate band.

Capital gains tax: Individual shareholders resident in the UK for tax purposes may be liable to capital gains tax on realisation of their shares as with other chargeable assets. However, the first £12,300 (2021/22) of gains each year are presently tax free for individuals. Gains in excess of that amount are charged at the rate of tax applicable to the individual tax payer.

Taxation

The Company will pay corporation tax on its profits in VT Gravis UK Infrastructure Income Fund, but no corporation tax on the other two Sub-funds for the year ended 31 December 2021. Capital gains within the Company will not be taxed.

Corporate shareholders

Companies resident for tax purposes in the UK, which hold shares should note that OEIC distributions are streamed into both franked and unfranked income. The unfranked income element will be treated as an annual payment which has been subject to income tax at prevailing rates and will be liable to tax accordingly. On realisation of their shares, UK resident companies may be liable to pay corporation tax on any capital gains.

The above information on taxation is only a general summary, and shareholders should consult their own tax advisors in relation to their own circumstances. Shareholders should also note that the position as outlined may change to reflect future changes in tax legislation.

Issue and redemption of shares

Valu-Trac Investment Management Limited is the ACD and Registrar. Valu-Trac Investment Management Limited will receive requests for the purchase or sale of shares at any time during normal business hours between 8.30am and 5.30pm. Instructions may be given by email to the below addresses or by sending an application form to the Registrar. Application forms are available from the Registrar.

For VT Gravis UK Infrastructure Income Fund: UKInfrastructure@valu-trac.com

For VT Gravis Clean Energy Income Fund; cleanenergy@valu-trac.com

For VT Gravis Digital Infrastructure Income Fund; digitalinfrastructure@valu-trac.com

The price of shares will be determined by reference to a valuation of the Company's net assets at 12 noon.

The ACD has the right to reject, on reasonable grounds relating to the circumstances of the applicant, any application for shares in whole or part, and in this event the ACD will return any money sent, or the balance of such monies, at the risk of the applicant. In addition the ACD may reject any application previously accepted in circumstances where the applicant has paid by cheque and that cheque subsequently fails to be cleared.

Any subscription monies remaining after a whole number of shares has been issued will not be returned to the applicant. Instead, smaller denomination shares will be issued in such circumstances.

A contract note giving details of the shares purchased and the price used will be issued by the Registrar by the end of the business day following the valuation point by reference to which the purchase price is determined. Settlement is due on receipt by the purchaser of the contract note and should be made to the Authorised Corporate Director's dealing account.

Ownership of shares will be evidenced by an entry on the Company's Register of Shareholders. Certificates will not be issued. Statements in respect of periodic distributions of revenue will show the number of shares held by the recipient in respect of which the distribution is made. Individual statements of a shareholder's shares will also be issued at any time on request by the registered holder.

Where shares are redeemed, payment will be made not later than the close of business on the fourth business day following the next valuation point after receipt by the ACD of a request for redemption.

The most recent issue and redemption prices are available from the ACD.

Remuneration

Information about the authorised fund manager (AFM) remuneration policies and disclosures is available from Valu-Trac Investment Management Limited on its website which can be found on the link below.

<https://www.valu-trac.com/VIML%20Remuneration%20Policy%20Statement.pdf>

The AFM does not employ any staff directly from the Company, so there are no quantitative disclosures in this report.

CORPORATE DIRECTORY

Authorised Corporate Director & Registrar	Valu-Trac Investment Management Limited Orton Fochabers Moray IV32 7QE Telephone: 01343 880344 Fax: 01343 880267 Email: ukinfrastructure@valu-trac.com (UK Infrastructure) : cleanEnergy@valu-trac.co.uk (Clean Energy) : digitalinfrastructure@valu-trac.com (Digital Infrastructure) Authorised and regulated by the Financial Conduct Authority Registered in England No 2428648
Investment Adviser	Gravis Advisory Limited 24 Savile Row London W1S 2ES
Depositary	NatWest Trustee and Depositary Services Limited House A Floor 0, 175 Glasgow Road Gogarburn Edinburgh EH12 1HQ Authorised and regulated by the Financial Conduct Authority
Auditor	Johnston Carmichael LLP Chartered Accountants Commerce House Elgin IV30 1JE

Statement by the Authorised Fund Manager (AFM) to the shareholders of VT Gravis UK Infrastructure Income Fund on the outcome of the AFM’s assessment of the value provided to shareholders

For the year ended 31 December 2021

This assessment is to establish what the VT Gravis UK Infrastructure Income Fund (the fund) has delivered to you in return for the price you have had to pay.

Our assessment has been conducted against the seven factors outlined by the FCA and the fund has been rated via a ‘traffic light’ system, where green (G) indicates good value: amber (A) room for improvement, and red (R) poor value. The dashboard below shows an overall summary of the assessment.

	Quality of Service	Performance	AFM costs - general	Economies of scale	Comparable market rates	Comparable services	Classes of units	Overall
VT Gravis UK Infrastructure Income Fund	● G	● G	● G	● G	● G	● G	● G	● G
C Class	● G	● G	● G	● G	● G	● G	● G	● G
I Class	● G	● G	● G	● G	● G	● G	● G	● G

The AFM is the Authorised Corporate Director of the fund, Valu-Trac Investment Management Limited (Valu-Trac). The Investment Adviser is Gravis Advisory Limited.

The fund was launched on 25 January 2016.

The investment objective of the VT Gravis UK Infrastructure Income Fund is to generate income and preserve capital with potential for capital growth.

The fund will aim to meet its objectives by investing primarily (at least 70%) in equities (which are mainly listed in the United Kingdom and whose primary activity is in the wider infrastructure sector of the United Kingdom). In addition to investing in equities, the fund may also invest in other transferable securities, bonds, collective investment schemes, money market instruments, deposits, cash and near cash.

The fund will have a specific focus on investments denominated in Sterling, which are themselves invested in Sterling assets and which have most or all of their activities within the UK. Other than as noted in the policy there is no particular emphasis on any geographical area or industry or economic sector.

At and for the year ended

	31 Dec 2021⁶	31 Dec 2020⁶	31 Dec 2019⁶	31 Dec 2018⁶	31 Dec 2017⁶
Value of fund (per Performance Record)					
C Net Income GBP	£90,389k	£82,070k	£69,329k	£41,493k	£43,274k
C Net Accumulation GBP	£180,069k	£154,621k	£145,319k	£70,540k	£71,886k
C Net Income EUR ²	€258k	€327k	€283k	€97k	€40k
C Net Accumulation EUR ¹	€491k	€334k	€239k	€79k	€68k
C Net Accumulation USD ³	\$235k	\$122k	-	-	-
I Net Income GBP	£201,454k	£155,670k	£128,284k	£80,924k	£62,921k
I Net Income EUR ⁴	€453k	€363k	-	-	-
I Net Income USD	\$370k	\$345k	\$368k	\$317k	\$325k
I Net Accumulation GBP	£368,079k	£306,775k	£228,267k	£94,789k	£70,196k
I Net Accumulation USD ⁵	\$319k	\$57k	-	-	-
Shares outstanding					
C Net Income GBP	78,827k	76,466k	59,469k	40,586k	40,470k
C Net Accumulation GBP	118,792k	113,262k	102,867k	59,593k	61,849k
C Net Income EUR ²	259k	348k	277k	107k	42k
C Net Accumulation EUR ¹	398k	299k	206k	81k	70k
C Net Accumulation USD ³	213k	123k	-	-	-
I Net Income GBP	175,561k	145,012k	110,083k	79,241k	59,408k
I Net Income EUR ⁴	417k	355k	-	-	-
I Net Income USD	300k	300k	300k	300k	300k
I Net Accumulation GBP	240,900k	223,146k	160,614k	79,695k	60,226k
I Net Accumulation USD ⁵	278k	55k	-	-	-
NAV per share					
C Net Income GBP	114.67p	107.33p	116.58p	102.24p	106.22p
C Net Accumulation GBP	151.58p	136.52p	141.27p	118.37p	116.23p
C Net Income EUR ²	99.63c	93.79c	101.99c	90.52c	95.06c
C Net Accumulation EUR ¹	123.51c	111.80c	115.97c	98.43c	97.80c
C Net Accumulation USD ³	110.41c	99.32c	-	-	-
I Net Income GBP	114.75p	107.35p	116.53p	102.12p	105.91p
I Net Income EUR ⁴	108.76c	102.32c	-	-	-
I Net Income USD	123.17c	115.05c	122.78c	105.83c	108.29c
I Net Accumulation GBP	152.79p	137.48p	142.12p	118.94p	116.55p
I Net Accumulation USD ⁵	114.96c	103.32c	-	-	-

Dividend per share

C Net Income GBP	4.28p	5.14p	5.55p	5.82p	5.26p
C Net Accumulation GBP	5.52p	6.35p	6.02p	6.35p	5.59p
C Net Income EUR ²	3.78c	4.37c	4.43c	5.07c	2.37c
C Net Accumulation EUR ¹	4.53c	5.04c	4.84c	5.41c	3.32c
C Net Accumulation USD ³	3.85c	4.17c	-	-	-
I Net Income GBP	4.35p	5.19p	5.17p	5.82p	5.45p
I Net Income EUR ⁴	4.17c	3.13c	-	-	-
I Net Income USD	4.62c	5.52c	5.45c	6.00c	5.62c
I Net Accumulation GBP	5.66p	6.44p	6.12p	6.62p	5.79p
I Net Accumulation USD ⁵	3.91c	1.38c	-	-	-

Net gains/(losses) before expenses

Capital gains/(losses)	£51,396k	(£45,745k)	£55,895k	(£10,384k)	(£3,720k)
Total net gains/(losses)	£88,888k	(£13,223k)	£79,016k	£6,077k	£7,511k

1 Share class launched on 18 May 2017 at 100c

2 Share class launched on 21 June 2017 at 100c

3 Share class launched 31 January 2020 at 100c

4 Share class launched 12 May 2020 at 100c

5 Share class launched 10 July 2020 at 100c

6 Sources of data is Valu-Trac Administration Services. All share classes denominated in currencies other than GBP are hedged back to the fund domicile of GBP.

In carrying out the assessment of value the following criteria were considered:

1. Quality of service

The AFM considers that a good level of service was provided to shareholders by all parties involved commensurate to the amount paid by the fund for those services. The AFM monitors the following operational services:

Depository – NatWest Trustee and Depository Services Limited

Custodian – RBC Investor Services Trust, UK branch (RBC)

The external audit is conducted by Johnston Carmichael LLP.

These services are essential in ensuring that the fund operated efficiently and in the case of the Depository and Custodian the service is supervised on an on-going daily basis by the AFM. As a shareholder this means that you can be certain that your requests such as investment and redemption of the fund's units will always be carried out exactly as set out in the documentation.

Valu-Trac does not delegate any of the core functions of the fund such as fund administration, fund accounting and transfer agency. This means that the AFM directly employs and supervises the individuals who are carrying out this work and that those undertaking the work are appropriately qualified and experienced. Due to this high level of supervision and control of these functions the AFM believes that the shareholders can be certain that their instructions will be carried out efficiently and that the reporting they receive is timely and focused. The AFM works closely with Gravis Advisory Limited to coordinate mailings such as annual letters with dividend vouchers and financial reports to avoid excessive correspondence whilst providing all required reporting on a timely and clear basis. This also has ensured that the AFM has responded to any enquiries from shareholders fully and promptly.

The AFM has also assessed the costing of each of these services to comparable providers and has concluded that the fund is receiving good value for the services provided by each party (detailed analysis on how we have arrived at this conclusion can be provided on request).

2. Performance

The AFM has assessed performance of the fund net of all the charges that are outlined in its prospectus. The investment objective of the VT Gravis UK Infrastructure Income Fund is to generate income and preserve capital with potential for capital growth. While the fund is not managed to or constrained by a benchmark, and nor does the ACD use a benchmark in order to assess performance, the performance of the fund can be compared to that of the MSCI UK Index (the comparator).

The levels of income can be seen to have been achieved by looking at the dividends paid in the current year, and the average dividends paid since launch.

	2021 Dividend Yield	Annualised 5- year Dividend Yield	Annualised comparator Dividend Yield
C Net Income GBP	3.99%	4.87%	3.80%
C Net Accumulation GBP	4.04%	5.35%	3.80%
C Net Income EUR (launch 21/06/2017)	4.03%	4.45%	3.80%
C Net Accumulation EUR (launch 18/05/2017)	4.05%	5.38%	3.80%
C Net Accumulation USD (launch 31/01/2020)	3.88%	4.34%	3.80%
I Net Income GBP	4.05%	4.87%	3.80%
I Net Income EUR (launch 12/05/2020)	4.08%	4.87%	3.80%
I Net Income USD	4.02%	5.03%	3.80%
I Net Accumulation GBP	4.12%	5.49%	3.80%
I Net Accumulation USD (launch 10/07/2020)	3.78%	3.78%	3.80%

To show capital growth, the total returns generated are shown on the table below this is after operating costs, including the fee paid to the investment manager, and transaction costs which vary depending on the class of shares, this is discussed more in the Classes of Units section below.

	Performance period ended 31 December 2021	Comparator Performance period ended 31 December 2021	5-year Performance	5-year Comparator Performance
C Net Income GBP	10.82%	19.59%	31.55%	22.00%
C Net Accumulation GBP	11.04%	19.59%	35.92%	22.00%
C Net Income EUR (launch 21/06/2017)	10.26%	19.59%	19.65%	17.55%
C Net Accumulation EUR (launch 18/05/2017)	10.47%	19.59%	23.51%	14.56%
C Net Accumulation USD (launch 31/01/2020)	11.17%	19.59%	10.41%	7.32%
I Net Income GBP	10.95%	19.59%	31.94%	22.00%
I Net Income EUR (launch 12/05/2020)	10.37%	19.59%	16.06%	28.02%
I Net Income USD	11.08%	19.59%	39.06%	22.00%
I Net Accumulation GBP	11.14%	19.59%	36.90%	22.00%
I Net Accumulation USD (launch 10/07/2020)	11.26%	19.59%	14.96%	26.12%

The AFM has also assessed the risk taken to achieve the above performance and is satisfied no excessive risk was taken to achieve performance. (detailed analysis on how we have arrived at this conclusion can be provided on request).

3. AFM costs - general

The costs charged during the year ended 31 December 2021 were as follows:

	£	% of average fund value
Authorised Corporate Director fee	21,418	0.00%
Investment Management fee	53,585	0.01%
Investment Adviser fee	5,239,237	0.67%
Investment Adviser Rebate	(247,036)	(0.03%)
Depositary fee	180,530	0.02%
Safe Custody fee	32,052	0.00%
Audit fee	8,326	0.00%
FCA fee	54	0.00%
Transaction costs (capital)	246	0.00%
Other fees	132,983	0.02%
Total costs	5,421,395	0.69%

Gains for the year (capital and revenue less expenses) was £82,830k, after taxation of £501k.

Note that the Investment Adviser pays a rebate to the fund such that the operating costs (excluding underlying fund holding charges and dealing costs) per share class do not exceed the Annual management charge for that share class (0.75% for the C shares, 0.65% for the I shares).

There were no preliminary charges by shareholders during the year.

It should be noted that the prospectus does not allow for redemption charges however, the fund operates a dilution adjustment also known as swing pricing. This means that the daily price of the fund is swung up or down, depending on whether there are net inflows or outflows respectively. This means that the costs of transactions in the underlying investments of the fund are borne by those entering or exiting, rather than affecting the returns of existing shareholders. The dilution adjustment will be calculated by reference to the costs of dealing in the underlying investments of that fund, including any dealing spreads, and these can vary with market conditions. The AFM estimates that the estimated range of this adjustment will typically fall in the range of 0.01% to 0.25% when buying or selling Shares, with a maximum of 0.50% expected.

The AFM has considered the costs charged to the fund by comparing the operating charges of the share classes to the average OCF of the largest 10 funds in the IA Infrastructure sector, retail classes where available. This is shown below.

	Operating charges (including cost of underlying trusts)
C Class	1.62%
I Class	1.52%
IA Infrastructure (average of 10 largest funds)	1.03%

Source - Morningstar

The AFM has concluded the costs and in particular the Investment Management fee are appropriate and justified for the fund with the Investment Management fee considered to be competitive for this style of fund. The Investment Advisor fee, although a significant proportion of the total costs, is considered value for the specialist knowledge, experience and research which the Investment Advisor provides in

this asset class. Note that the operating charges of the fund includes the costs of underlying trusts it holds at the rate of 0.87%; excluding this the operating charges of the fund would be; C Class 0.75% and I Class 0.65%.

4. Economies of scale

The AFM has assessed to what extent it has been able to achieve any savings as a result of economies of scale. Where any such savings have been made this has in every case been passed on to the shareholders. An example of this is the depositary fees charged being on a sliding scale so reduce in cost as the fund exceeds certain thresholds. As the AFM grows its total assets across all schemes it uses this purchasing power to benefit all schemes.

5. Comparable market rates

The AFM has compared the charges of this fund with that of comparable funds. The AFM selected funds that are classified in the IA Infrastructure Sector along with similar style funds that the AFM administer. The AFM believes that the shareholders of the fund are achieving efficient market rates as a whole and are not excessive as discussed in section 3. As the AFM assets grow in total it continues to strive for extra efficiencies wherever this can be achieved for all of its schemes.

6. Comparable services

The services provided to this fund and the costs are also comparable amongst other similar funds operated by the AFM, and is aligned with its normal operating model.

7. Classes of units

There are 10 share classes, split between C shares and I shares

	At and for the year ended				
	31 Dec 2021	31 Dec 2020	31 Dec 2019	31 Dec 2018	31 Dec 2017
Operating charges					
C Class	1.62%	0.75%	0.75%	0.75%	0.75%
I Class	1.52%	0.65%	0.65%	0.65%	0.65%

While the operating charges for the period under review is higher than prior years this is due to the costs of underlying trusts now being included which were not included in prior years' operating charges. Excluding these the operating charges in 2021 and 2020 are 0.75% for the C class and 0.65% for the I Class as shown in previous periods.

The Annual Management Charge which pays the Investment Adviser fee, the Investment Manager fee and the ACD fee is 0.75% for the C shares and 0.65% for the I shares.

The lower fee for the I Classes is due to the higher minimum investment figure required (£5,000,000) compared to the C Classes (£1,000).

CONCLUSION

As mentioned in the introduction, we have rated the fund based on a ‘traffic light assessment system. This is shown in the table below, where green (G) indicates good value; amber (A) indicates room for improvement, and red (R) indicates poor value.

	Quality of Service	Performance	AFM costs - general	Economies of scale	Comparable market rates	Comparable services	Classes of units	Overall
VT Gravis UK Infrastructure Income Fund	● G	● G	● G	● G	● G	● G	● G	● G
C Class	● G	● G	● G	● G	● G	● G	● G	● G
I Class	● G	● G	● G	● G	● G	● G	● G	● G

In taking all of these criteria into consideration the AFM concludes that in assessing whether the payments out of the scheme property as set out in the prospectus are justified in the context of the overall value delivered to shareholders, while the capital performance of the fund is behind the comparator in the period under review, the fund has delivered its main objective of providing income returns which are in excess of the comparator while preserving and delivering capital growth. Therefore, it is considered that the shareholders of VT Gravis UK Infrastructure Income Fund are receiving good value.

27 April 2022

Statement by the Authorised Fund Manager (AFM) to the shareholders of VT Gravis Clean Energy Income Fund on the outcome of the AFM’s assessment of the value provided to shareholders

For the year ended 31 December 2021

This assessment is to establish what the VT Gravis Clean Energy Income Fund (the fund) has delivered to you in return for the price you have had to pay.

Our assessment has been conducted against the seven factors outlined by the FCA and the fund has been rated via a ‘traffic light’ system, where green (G) indicates good value: amber (A) room for improvement, and red (R) poor value. The dashboard below shows an overall summary of the assessment.

	Quality of Service	Performance	AFM costs - general	Economies of scale	Comparable market rates	Comparable services	Classes of units	Overall
VT Gravis Clean Energy Income Fund	● G	● G	● G	● G	● G	● G	● G	● G
C Class	● G	● G	● G	● G	● G	● G	● G	● G
I Class	● G	● G	● G	● G	● G	● G	● G	● G

The AFM is the Authorised Corporate Director of the fund, Valu-Trac Investment Management Limited (Valu-Trac). The Investment Adviser is Gravis Advisory Limited.

The fund was launched on 18 December 2017.

The investment objective of the VT Gravis Clean Energy Income Fund is to generate income and preserve capital with the potential for capital growth.

The fund will aim to meet its objectives by investing primarily (at least 70%) in listed equities whose primary activity or exposure is within the clean energy sector. In addition to investing in equities, the fund may also invest in other transferable securities, bonds, collective investment schemes, money market instruments, deposits, cash and near cash.

Other than as noted in the policy there is no particular emphasis on any geographical area or industry or economic sector.

At and for the year ended

	31 Dec 2021	31 Dec 2020	31 Dec 2019	31 Dec 2018	31 Dec 2017
Value of fund (per Performance Record)					
C Net Income GBP ¹	£86,214k	£53,001k	£20,040k	£5,074k	£1,137k
C Net Accumulation GBP ¹	£165,510k	£112,747k	£29,168k	£1,749k	£910k
C Net Accumulation EUR ²	€261k	€17k	€13k	€1k	-
I Net Income GBP ⁴	£75,172k	£28,488k	£151k	-	£996k
I Net Accumulation GBP ³	£68,766k	£23,734k	£1,898k	£19k	-
C Net Income USD ⁵	\$1k	-	-	-	-
Shares outstanding					
C Net Income GBP ¹	57,174k	34,303k	15,915k	5,211k	1,141k
C Net Accumulation GBP ¹	94,224k	64,983k	21,368k	1,721k	911k
C Net Accumulation EUR ²	146k	9k	9k	1k	-
I Net Income GBP ⁴	56,898k	21,071k	137k	-	1,000k
I Net Accumulation GBP ³	41,105k	14,380k	1,463k	20k	-
C Net Income USD ⁵	1k	-	-	-	-

NAV per share

C Net Income GBP ¹	150.79p	154.51p	125.91p	97.35p	99.64p
C Net Accumulation GBP ¹	175.66p	173.50p	136.50p	101.65p	99.96p
C Net Accumulation EUR ²	179.08c	178.48c	141.10c	106.45c	-
I Net Income GBP ⁴	132.12p	135.20p	109.98p	-	99.64p
I Net Accumulation GBP ³	167.29p	165.05p	129.72p	96.48p	-
C Net Income USD ⁵	100.23c	-	-	-	-

Dividend per share

C Net Income GBP ¹	5.50p	4.65p	4.42p	3.90p	0.32p
C Net Accumulation GBP ¹	6.24p	5.09p	4.68p	3.96p	0.32p
C Net Accumulation EUR ²	6.55c	5.14c	3.89c	3.86c	-
I Net Income GBP ⁴	4.78p	3.96p	1.76p	0.80p	0.33p
I Net Accumulation GBP ³	5.94p	4.80p	4.58p	0.29p	-
C Net Income USD ⁵	1.15c	-	-	-	-

Net gains/(losses) before expenses

Capital (losses)/gains	(£3,288k)	£30,498k	£4,755k	(£65k)	(£16k)
Total Net gains/(losses)	£9,085k	£35,323k	£5,851k	£202k	(£5k)

1 Share class launched on 18 December 2017 at 100p

2 Share class launched on 19 February 2018 at 100c

3 Share class launched on 14 December 2018 at 100p

4 Share class was launched on 18 December 2017, closed on 11 April 2018 at 92.39p and reactivated on 27 June 2019 at 100p

5 Share class launched on 14 September 2021 at 100p

Sources of data is Valu-Trac Administration Services. All share classes denominated in currencies other than GBP are hedged back to the fund domicile of GBP.

In carrying out the assessment of value the following criteria were considered:

1. Quality of service

The AFM considers that a good level of service was provided to shareholders by all parties involved commensurate to the amount paid by the fund for those services. The AFM monitors the following operational services:

Depository – NatWest Trustee and Depository Services Limited

Custodian – RBC Investor Services Trust, UK branch (RBC)

The external audit is conducted by Johnston Carmichael LLP.

These services are essential in ensuring that the fund operated efficiently and in the case of the Depository and Custodian the service is supervised on an on-going daily basis by the AFM. As a shareholder this means that you can be certain that your requests such as investment and redemption of the Fund's units will always be carried out exactly as set out in the documentation.

Valu-Trac does not delegate any of the core functions of the fund such as fund administration, fund accounting and transfer agency. This means that the AFM directly employs and supervises the individuals who are carrying out this work and that those undertaking the work are appropriately qualified and experienced. Due to this high level of supervision and control of these functions the AFM believes that the shareholders can be certain that their instructions will be carried out efficiently and

that the reporting they receive is timely and focused. The AFM works closely with Gravis Advisory Limited to coordinate mailings such as annual letters with dividend vouchers and financial reports to avoid excessive correspondence whilst providing all required reporting on a timely and clear basis. This also has ensured that the AFM has responded to any enquiries from shareholders fully and promptly.

The AFM has also assessed the costing of each of these services to comparable providers and has concluded that the fund is receiving good value for the services provided by each party (detailed analysis on how we have arrived at this conclusion can be provided on request).

2. Performance

The AFM has assessed performance of the fund net of all the charges that are outlined in its prospectus. The investment objective of the VT Gravis Clean Energy Income Fund is to generate income and preserve capital with the potential for capital growth. While the fund is not managed to or constrained by a benchmark, and nor does the ACD use a benchmark in order to assess performance, the performance of the fund can be compared to that of the S&P Global Clean Energy Index (the comparator).

The levels of income can be seen to have been achieved by looking at the dividends yield in the current year, and the average dividend yield since launch.

	2021 Dividend Yield	Annualised Dividend Yield since inception	Annualised comparator Dividend Yield
C Net Income GBP	3.56%	4.58%	1.46%
C Net Accumulation GBP	3.60%	4.95%	1.46%
C Net Accumulation EUR	3.67%	5.12%	1.46%
I Net Income GBP ¹	3.54%	4.20%	1.46%
I Net Accumulation GBP	3.60%	5.04%	1.46%
C Net Income USD	1.15%	N/A	N/A

¹The I Net Income GBP average distribution is from the period since the share class was reactivated on 27 June 2019

To show capital growth, the total returns generated are shown on the table below this is after operating costs, including the fee paid to the investment manager, and transaction costs which vary depending on the class of shares, this is discussed more in the Classes of Units section below.

	Performance year ended 31 December 2021	Comparator Performance year ended 31 December 2021	Performance since inception	Comparator Performance since inception
C Net Income GBP	1.15%	(22.36%)	69.58%	150.87%
C Net Accumulation GBP	1.24%	(22.36%)	75.66%	150.87%
C Net Accumulation EUR	0.34%	(22.36%)	79.08%	149.55%
I Net Income GBP ¹	1.26%	(22.36%)	43.75%	94.82%
I Net Accumulation GBP	1.36%	(22.36%)	67.29%	154.39%
C Net Income USD (since 14 September 2021)	1.38%	(1.94%)	1.38%	(1.94%)

¹The I Net Income GBP annualised performance is from the period since the share class was reactivated on 27 June 2019

Total return basis has distributions added back in for the Income share classes.

The AFM has also assessed the risk the fund took to achieve the above performance and is satisfied no excessive risk was taken to achieve performance (detailed analysis on how we have arrived at this conclusion can be provided on request).

3. AFM costs - general

The costs (in £) charged during the year ended 31 December 2021 were as follows:

	£	% of average fund value
Authorised Corporate Director fee	21,418	0.01%
Investment Management fee	53,585	0.02%
Investment Adviser fee	2,380,210	0.74%
Investment Adviser Rebate	(160,323)	(0.05%)
Depositary fee	92,523	0.03%
Safe Custody fee	14,614	0.00%
Audit fee	8,304	0.00%
FCA fee	54	0.00%
Transaction costs (capital)	4,215	0.00%
Other fees	116,684	0.04%
Total costs	2,531,284	0.79%

Net Income for the year (capital and revenue less expenses) was £6,010k, which included taxation of £432k.

Note that the Investment Adviser pays a rebate to the fund such that the operating costs (excluding underlying fund holding charges and dealing costs) per share class do not exceed the IM charge for that share class (0.80% for the C shares, 0.70% for the I shares).

It should be noted that the prospectus does not allow for redemption charges however, the fund operates a dilution adjustment also known as swing pricing. This means that the daily price of the fund is swung up or down, depending on whether there are net inflows or outflows respectively. This means that the costs of transactions in the underlying investments of the fund are borne by those entering or exiting, rather than affecting the returns of existing shareholders. The dilution adjustment will be calculated by reference to the costs of dealing in the underlying investments of that fund, including any dealing spreads, and these can vary with market conditions. The AFM estimates that the estimated range of this adjustment will typically fall in the range of 0.01% to 0.25% when buying or selling Shares, with a maximum of 0.50% expected.

The AFM has considered the costs charged to the fund by comparing the operating charges of the share classes to the average OCF of the largest 10 funds in the IA Infrastructure, retail classes where available. This is shown below.

	Operating charges (including cost of underlying funds)
C Class	1.46%
I Class	1.36%
IA Infrastructure (average of 10 largest funds)	1.03%

Source - Morningstar

The AFM has concluded the costs and in particular the Investment Management fee are appropriate and justified for the fund with the Investment Management fee considered to be competitive for this style of fund. Note that the operating charges of the fund includes the costs of underlying trusts it holds at the rate of 0.66%; excluding this the operating charges of the fund would be; C Class 0.80% and I Class 0.70%. Section 7 explains the reasoning for the differences in the share class charges.

4. Economies of scale

The AFM has assessed to what extent it has been able to achieve any savings as a result of economies of scale. Where any such savings have been made this has in every case been passed on to the shareholders. An example of this is the depositary fees charged being on a sliding scale so reduce in cost as the fund exceeds certain thresholds. As the AFM grows its total assets across all schemes it uses this purchasing power to benefit all schemes.

5. Comparable market rates

The AFM has compared the charges of this fund with that of comparable funds. The AFM selected funds that are classified in the IA Infrastructure Sector along with similar style funds that the AFM administer. The AFM believes that the shareholders of the fund are achieving efficient market rates as a whole and are not excessive as discussed in section 3. As the AFM assets grow in total it continues to strive for extra efficiencies wherever this can be achieved for all of its schemes.

6. Comparable services

The services provided to this fund and the costs are also comparable amongst other similar funds operated by the AFM, and is aligned with its normal operating model.

7. Classes of units

There are 6 share classes, split between C shares and I shares

	At and for the year ended				
	31 Dec 2021	31 Dec 2020	31 Dec 2019	31 Dec 2018	31 Dec 2017
Operating charges					
C Class	1.46%	0.80%	0.80%	0.80%	0.80%
I Class	1.36%	0.70%	0.70%	0.70%	0.70%

While the operating charges for the period under review is higher than prior years, this is due to the costs of underlying trusts now being included which were not included in prior years' operating charges. Excluding these the operating charges in 2021 and 2020 are 0.80% for the C class and 0.70% for the I Class as shown in previous periods.

The Annual Management Charge which pays the Investment Adviser fee, the Investment Manager fee and the ACD fee is 0.80% for the C Class and 0.70% for the I Class.

The lower fee for the I Classes is due to the higher minimum investment figure required (£10,000,000) compared to the C Classes (£100).

CONCLUSION

As mentioned in the introduction, we have rated the fund based on a ‘traffic light assessment system. This is shown in the table below, where green (G) indicates good value; amber (A) indicates room for improvement, and red (R) indicates poor value.

	Quality of Service	Performance	AFM costs - general	Economies of scale	Comparable market rates	Comparable services	Classes of units	Overall
VT Gravis Clean Energy Income Fund	● G	● G	● G	● G	● G	● G	● G	● G
C Class	● G	● G	● G	● G	● G	● G	● G	● G
I Class	● G	● G	● G	● G	● G	● G	● G	● G

In taking all of these criteria into consideration the AFM concludes that in assessing whether the payments out of the scheme property as set out in the prospectus are justified in the context of the overall value delivered to shareholders, while the fund is behind the comparator in terms of capital returns since inception, it has outperformed the comparator in the main object of delivering income and has delivered total returns in both the period under review and since inception. Therefore, it is concluded that the shareholders of VT Gravis Clean Energy Income Fund are receiving good value.

27 April 2022

Statement by the Authorised Fund Manager (AFM) to the shareholders of VT Gravis Digital Infrastructure Income Fund on the outcome of the AFM's assessment of the value provided to shareholders

For the period 31 May 2021 to 31 December 2021

This assessment is to establish what the VT Gravis Digital Infrastructure Income Fund (the fund) has delivered to you in return for the price you have had to pay.

Our assessment has been conducted against the seven factors outlined by the FCA and the fund has been rated via a 'traffic light' system, where green (G) indicates good value: amber (A) room for improvement, and red (R) poor value. The dashboard below shows an overall summary of the assessment.

	Quality of Service	Performance	AFM costs - general	Economies of scale	Comparable market rates	Comparable services	Classes of units	Overall
VT Gravis Digital Infrastructure Income Fund	● G	N/A	● G	● G	● G	● G	● G	N/A
C Class	● G	N/A	● G	● G	● G	● G	● G	N/A
I Class	● G	N/A	● G	● G	● G	● G	● G	N/A

The AFM is the Authorised Corporate Director of the fund, Valu-Trac Investment Management Limited (Valu-Trac). The Investment Adviser is Gravis Advisory Limited.

The fund was launched on 31 May 2021.

The investment objective of the VT Gravis Digital Infrastructure Income Fund is to provide quarterly income whilst also providing capital growth through market cycles (7 years).

The fund will aim to meet its objective by primarily (at least 70%) investing in real estate investment trusts (REITs) and other listed securities that own, operate or finance tangible assets that provide the infrastructure which enables modern technology to operate successfully. This is likely to include, but not exclusively, assets such as communication towers, data centres, distribution centres that enable the fulfilment of e-commerce, fibre optic networks, smart grids, battery storage, and warehouses. The fund may also invest (up to 10%) in listed vehicles which are being specifically established to invest in such infrastructure.

The sector is currently weighted in favour of REITs, however, as the digital infrastructure sector grows the ACD may identify additional opportunities in the sector, in other security types, such as equities, real estate operating companies (REOCs) and bonds.

The fund has a global investment remit and will invest in companies listed in member nations of the Organisation for Economic Cooperation and Development plus Singapore and Taiwan.

The fund may also invest (up to 30%) in collective investment schemes, money market instruments, deposits, cash and near cash.

There is no particular emphasis on any geographical area.

At and for the period ended

**31 Dec
2021⁵**

Value of fund (per Performance Record)

C Income GBP ¹	£1,630k
C Accumulation GBP ²	£6,110k
C Accumulation GBP (Hedged) ²	£114k
I Income GBP ²	£7,306k
C Accumulation EUR (Hedged) ³	€73k
C Accumulation USD (Hedged) ⁴	\$455k
I Accumulation GBP ²	£23,339k

Shares outstanding

C Income GBP ¹	1,321k
C Accumulation GBP ²	4,898k
C Accumulation GBP (Hedged) ²	97k
I Income GBP ²	5,917k
C Accumulation EUR (Hedged) ³	65k
C Accumulation USD (Hedged) ⁴	398k
I Accumulation GBP ²	18,695k

NAV per share

C Income GBP ¹	123.35p
C Accumulation GBP ²	124.74p
C Accumulation GBP (Hedged) ²	117.44p
I Income GBP ²	123.47p
C Accumulation EUR (Hedged) ³	112.73c
C Accumulation USD (Hedged) ⁴	114.09c
I Accumulation GBP ²	124.84p

Dividend per share

C Income GBP ¹	1.22p
C Accumulation GBP ²	1.27p
C Accumulation GBP (Hedged) ²	1.05p
I Income GBP ²	1.21p
C Accumulation EUR (Hedged) ³	0.87c
C Accumulation USD (Hedged) ⁴	0.83c
I Accumulation GBP ²	1.21p

Net gains before expenses

Capital gains	£5,400k
Total Net gains	£5,712k

1 Share class launched on 01 June 2021 at 100p

2 Share class launched on 31 May 2021 at 100p

3 Share class launched on 20 July 2021 at 100c

4 Share class launched on 13 July 2021 at 100c

5 Sources of data is Valu-Trac Administration Services. All share classes denominated in currencies other than GBP are hedged back to the fund domicile of GBP.

In carrying out the assessment of value the following criteria were considered:

1. Quality of service

The AFM considers that a good level of service was provided to shareholders by all parties involved commensurate to the amount paid by the fund for those services. The AFM monitors the following operational services:

Depository – NatWest Trustee and Depository Services Limited

Custodian – RBC Investor Services Trust, UK branch (RBC)

The external audit is conducted by Johnston Carmichael LLP.

These services are essential in ensuring that the fund operated efficiently and in the case of the Depository and Custodian the service is supervised on an on-going daily basis by the AFM. As a shareholder this means that you can be certain that your requests such as investment and redemption of the Fund's units will always be carried out exactly as set out in the documentation.

Valu-Trac does not delegate any of the core functions of the fund such as fund administration, fund accounting and transfer agency. This means that the AFM directly employs and supervises the individuals who are carrying out this work and that those undertaking the work are appropriately qualified and experienced. Due to this high level of supervision and control of these functions the AFM believes that the shareholders can be certain that their instructions will be carried out efficiently and that the reporting they receive is timely and focused. The AFM works closely with Gravis Advisory Limited to coordinate mailings such as annual letters with dividend vouchers and financial reports to avoid excessive correspondence whilst providing all required reporting on a timely and clear basis. This also has ensured that the AFM has responded to any enquiries from shareholders fully and promptly.

The AFM has also assessed the costing of each of these services to comparable providers and has concluded that the company is receiving good value for the services provided by each party (detailed analysis on how we have arrived at this conclusion can be provided on request).

2. Performance

The AFM has assessed performance of the fund net of all the charges that are outlined in its prospectus. The investment objective of the VT Gravis Digital Infrastructure Income Fund is to provide quarterly income whilst also providing capital growth through market cycles (7 years). As the Fund has only been running for less than a year, the performance record of the VT Gravis Digital Infrastructure Income is too short to determine whether value is being delivered on the investment performance criteria. While the fund is not managed to or constrained by a benchmark, and nor does the ACD use a benchmark in order to assess performance, the performance of the fund can be compared to that of the MSCI World Core Real Estate Index (the comparator).

The levels of income can be shown by looking at the dividends paid since launch as shown in page 2. To show capital growth, the total returns generated are shown on the table below this is after operating costs, including the fee paid to the investment manager, and transaction costs which vary depending on the class of shares, this is discussed more in the Classes of Units section below.

	Performance period ended 31 December 2021	Comparator Performance period ended 31 December 2021
C Income GBP since 01 June 2021	24.57%	16.02%
C Accumulation GBP since 31 May 2021	24.74%	16.02%
C Accumulation GBP (Hedged) since 31 May 2021	17.44%	16.02%
I Income GBP since 31 May 2021	24.68%	16.02%
C Accumulation EUR (Hedged) since 20 July 2021	12.73%	7.77%
C Accumulation USD (Hedged) since 13 July 2021	14.09%	10.56%
I Accumulation GBP since 31 May 2021	24.84%	16.02%

The AFM has also assessed the risk the fund took to achieve the above performance and is satisfied no excessive risk was taken to achieve performance (detailed analysis on how we have arrived at this conclusion can be provided on request).

3. AFM costs - general

The costs (in £) charged during the period ended 31 December 2021 were as follows:

	£	Annualised % of average fund value
Authorised Corporate Director fee	12,566	0.09%
Investment Management fee	31,258	0.21%
Investment Adviser fee	67,388	0.45%
Investment Adviser Rebate	(29,260)	(0.19%)
Depositary fee	10,553	0.07%
Safe Custody fee	1,274	0.00%
Audit fee	9,653	0.07%
FCA fee	31	0.00%
Transaction costs (capital)	2,880	0.02%
Other fees	7,553	0.05%
Total costs	113,896	0.77%

Net Income for the year (capital and revenue less expenses) was £5,572k, which included taxation of £29k.

Note that the Investment Adviser pays a rebate to the fund such that the operating costs (excluding underlying fund holding charges and dealing costs) per share class do not exceed the IM charge for that share class (0.80% for the C shares, 0.70% for the I shares).

It should be noted that the prospectus does not allow for redemption charges however, the fund operates a dilution adjustment also known as swing pricing. This means that the daily price of the fund is swung up or down, depending on whether there are net inflows or outflows respectively. This means that the costs of transactions in the underlying investments of the fund are borne by those entering or exiting, rather than affecting the returns of existing shareholders. The dilution adjustment will be calculated by reference to the costs of dealing in the underlying investments of that fund, including any dealing spreads, and these can vary with market conditions. The AFM estimates that the estimated range of this adjustment will typically fall in the range of 0.01% to 0.25% when buying or selling Shares, with a maximum of 0.50% expected.

The AFM has considered the costs charged to the fund by comparing the operating charges of the share classes to the average OCF of the largest 10 funds in the MS Other Equity Sector, retail classes where available. This is shown below.

	Operating charges (including cost of underlying trusts)
C Class	0.85%
I Class	0.75%
MS Other Equity Sector (average of 10 largest funds)	1.08%

Source - Morningstar

The AFM has concluded the costs and in particular the Investment Management fee are appropriate and justified for the fund with the Investment Management fee considered to be competitive for this style of fund. Note that the operating charges of the fund includes the costs of underlying trusts it holds at the rate of 0.05%; excluding this the operating charges of the fund would be; C Class 0.80% and I Class 0.70%.

4. Economies of scale

The AFM has assessed to what extent it has been able to achieve any savings as a result of economies of scale. Where any such savings have been made this has in every case been passed on to the shareholders. An example of this is the depositary fees charged being on a sliding scale so reduce in cost as the fund exceeds certain thresholds. As the AFM grows its total assets across all schemes it uses this purchasing power to benefit all schemes.

5. Comparable market rates

The AFM has compared the charges of this fund with that of comparable funds. The AFM selected funds that are classified in the MS Other Equity Sector along with similar style funds that the AFM administer. The AFM believes that the shareholders of the fund are achieving efficient market rates as a whole and are not excessive as discussed in section 3. As the AFM assets grow in total it continues to strive for extra efficiencies wherever this can be achieved for all of its schemes.

6. Comparable services

The services provided to this fund and the costs are also comparable amongst other similar funds operated by the AFM, and is aligned with its normal operating model.

7. Classes of units

There are 7 share classes, split between C shares and I shares

<u>At and for the period ended</u>	
31 Dec	
2021 [^]	
Operating charges	
C Class	0.85%
I Class	0.75%

[^] annualised

The Annual Management Charge which pays the Investment Adviser fee, the Investment Manager fee and the ACD fee is 0.80% for the C shares and 0.70% for the I shares.

The lower fee for the I Classes is due to the higher minimum investment figure required (£10,000,000) compared to the C Classes (£100).

CONCLUSION

As mentioned in the introduction, we have rated the fund based on a ‘traffic light assessment system. This is shown in the table below, where green (G) indicates good value; amber (A) indicates room for improvement, and red (R) indicates poor value.

	Quality of Service	Performance	AFM costs - general	Economies of scale	Comparable market rates	Comparable services	Classes of units	Overall
VT Gravis Digital Infrastructure Income Fund	● G	N/A	● G	● G	● G	● G	● G	N/A
C Class	● G	N/A	● G	● G	● G	● G	● G	N/A
I Class	● G	N/A	● G	● G	● G	● G	● G	N/A

In taking all of these criteria into consideration the AFM concludes that in assessing whether the payments out of the scheme property as set out in the prospectus are justified in the context of the overall value delivered to shareholders, it is too early to conclude if shareholders of VT Gravis Digital Infrastructure Income Fund are receiving good value.

27 April 2022