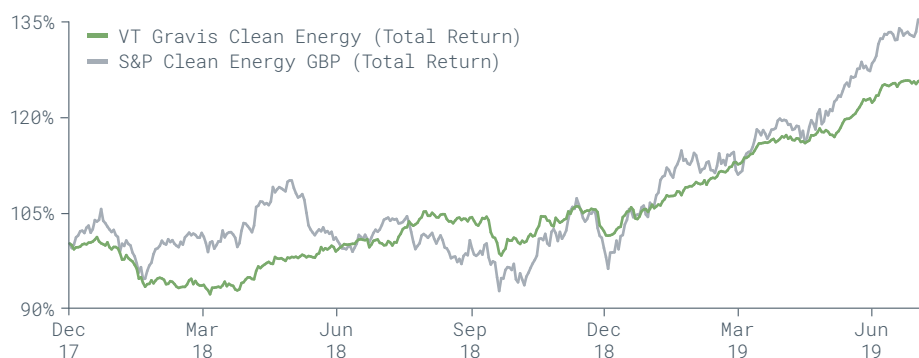


### OVERVIEW

- Aims to deliver a regular income expected to be 4.5%<sup>1</sup> per annum after charges
- Preserve investors' capital throughout market cycles, with the potential for capital growth
- Invests in a diversified portfolio of global listed securities of companies involved in the operation, funding, construction, generation and supply of clean energy
- Offers exposure to companies engaged in the provision, storage, supply and consumption of clean energy

### PERFORMANCE CHART

VT Gravis Clean Energy Share Class C GBP Acc 18/12/2017 – 31/07/2019



### RETURNS

	JULY 2019	3 MONTHS	6 MONTHS	12 MONTHS	SINCE INCEPTION	VOLATILITY
VT Gravis Clean Energy	2.59%	7.92%	18.60%	26.09%	25.71%	7.39%
MSCI UK	2.07%	3.18%	11.23%	2.15%	7.32%	12.13%
MSCI World Infrastructure	3.59%	9.24%	14.77%	15.37%	15.74%	10.91%
S&P Global Clean Energy	5.29%	14.25%	23.27%	30.50%	35.58%	14.75%

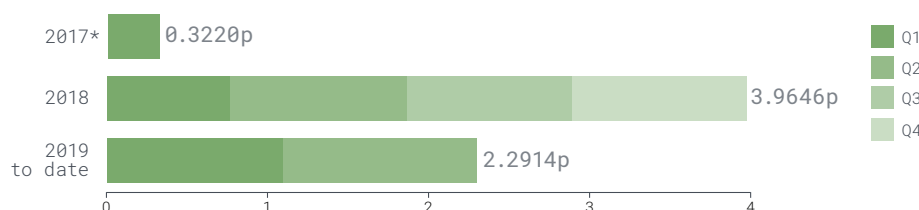
Past performance is not necessarily a guide to future performance.

Fund launched on 18 December 2017.

Fund performance is illustrated by the C GBP Net Accumulation share class.

### DIVIDENDS

Dividends paid net of charges.



\* Part period from launch on 18 December 2017.

Company overview	
<b>Name</b>	VT Gravis Clean Energy Income Fund
<b>Regulatory status</b>	FCA Authorised OEIC UCITS V
<b>Sector</b>	IA Global
<b>Launch date</b>	18 December 2017
<b>Fund size</b>	£22.88m
<b>Launch price</b>	£1
<b>Share classes</b>	Income and Accumulation (£, \$, €)
<b>Min. investment</b>	£100
<b>Net Asset Value per share as at 31 July 2019</b>	C Acc (£): 125.71p C Inc (£): 118.01p I Acc (£): 119.42p I Inc (£): 102.91p
<b>Trailing 12 month net yield<sup>2</sup> as at 31 July 2019</b>	3.73%
<b>Annual turnover to 31 July 2019</b>	7.29%
<b>Charges<sup>2</sup></b>	0.8% (AMC & OMF)
<b>Dividends</b>	Quarterly
<b>Classification</b>	Non-complex
<b>£ ISINs</b>	C Acc: GB00BFN4H792 C Inc: GB00BFN4H461

1. This is an unofficial target and there is no guarantee it will be achieved.  
Per annum by reference to launch price of £1.00 per unit, payable quarterly, one month in arrears.
2. The OCF (Ongoing Charges Figure) for all share classes is capped at the AMC (Annual Management Charge) and any costs in excess of the OCF/AMC will be paid by the Investment Adviser.
3. Published dividends are net of charges which are taken from income.



## FUND ADVISER'S REPORT

### Positive momentum was maintained

While the spread of returns generated by the Fund's underlying constituents was atypically high over the course of the month, positive momentum was maintained overall and the portfolio recorded a gain of 2.59% (C Accumulation GBP).

Escalating Sino-American trade tensions sparked further concerns over punitive tariffs and provided the impetus for companies involved in the renewable energy supply chain to trend lower generally. In addition, Siemens Gamesa's Q3 results – while showing record quarterly order intake – were impacted by lower profitability as rapidly falling costs in relation to the manufacture and installation of offshore wind turbines put pressure on margins. There was a negative read-across for peer Vestas Wind Systems.

The Fund's exposure to the renewable energy supply chain is modest and although some declines were sizeable, the impact at Fund level was minimal. The greatest detractor from performance originated from broad-based weakness across the UK listed closed-end space, where losses in the region of 2% - 3% were commonplace. First half results from Greencoat UK Wind, which were negatively impacted by lower power prices and poor UK wind resource during the period, may have played a part in triggering the sell-off.

Greencoat UK Wind is the first UK listed renewables company to report Q2 results. However, the Adviser does not believe the company is necessarily a 'canary in the coal mine' owing to several factors. Firstly, Greencoat adopts a strategy of maintaining considerable exposure to the electricity price. As a result, the company's income streams will always be more sensitive to near term movements in spot prices versus the peer group who tend to sell forward large portions of their expected production.

Secondly, and more obviously, poor wind resource has no bearing on other forms of renewable energy production. Many of the Fund's UK holdings are pure-play solar companies or represent more highly diversified portfolios of renewables assets (wind, hydro, solar, anaerobic digestion etc.) with an element of geographical diversification: poor wind resource in the UK does not suggest poor wind resource elsewhere across Europe, for example.

As communicated in recent updates, the Adviser has been cautious in deploying capital across the UK listed renewables sector recently on valuation grounds. As such, the recent pullback is welcome, and having accrued a sizeable cash balance the Fund has sought to benefit from the weaker pricing environment.

Declines in the portfolio's UK exposures were more than offset by continued positive momentum in North American Yield Cos. Although it is early in the reporting period, Q2 results published thus far have been robust, typically beating estimates and supporting share price strength. Pattern Energy, a large wind energy investor and one of the Fund's top holdings, is a good example. There will be a significant number of Canadian and US renewables companies updating the market throughout August and declaring quarterly distribution amounts.

**Will Argent**  
Fund Adviser  
Gravis Advisory Ltd  
william.argent@graviscapital.com

### Investment Adviser

Gravis Advisory Limited is owned and managed by Gravis Capital Management Ltd ("Gravis").

Gravis was established in May 2008 as a specialist investor in infrastructure and now manages c.£2.7bn of assets in the sector in the UK.

Funds under management include the FTSE 250 company GCP Infrastructure Investments Limited, which has invested over £1bn in UK infrastructure, and GCP Student Living Plc which has invested over £600m in UK student accommodation.

Gravis has won numerous awards for their alternative approach to long term, secure, income-generative investments.

Gravis Advisory Limited is Investment Adviser to the c.£457m VT Gravis UK Infrastructure Income Fund, which is the only OEIC focusing on investment exclusively in the UK's infrastructure sector.

### Sales Contacts

William MacLeod 07836 695442  
william.macleod@graviscapital.com

Ollie Matthews 07787 415151  
ollie.matthews@graviscapital.com

Robin Shepherd 07971 836433  
robin.shepherd@graviscapital.com

Nick Winder 07548 614184  
nick.winder@graviscapital.com

Cameron Gardner 07835 142763  
cameron.gardner@graviscapital.com

### Dealing

Valu-Trac 01343 880344  
cleanenergy@valu-trac.com

### Available on the following platforms

Aegon	James Hay
Alliance Trust Savings	Novia
All Funds	Nucleus
Aviva	Pershing
Co Funds	Transact
Funds Network	Zurich
Fusion	7IM
Hargreaves	Standard Life

## CORRELATION, PERFORMANCE AND VOLATILITY COMPARISON

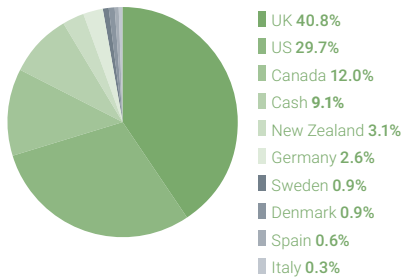
18 December 2017 – 31 July 2019

	CORRELATION	RETURN	VOLATILITY	YIELD
VT Clean Energy	—	25.7%	7.4%	3.7%
MSCI UK	0.35	7.3%	12.1%	4.4%
MSCI World Infrastructure	0.28	15.7%	10.9%	2.4%
S&P Global Clean Energy	0.31	35.6%	14.7%	2.4%

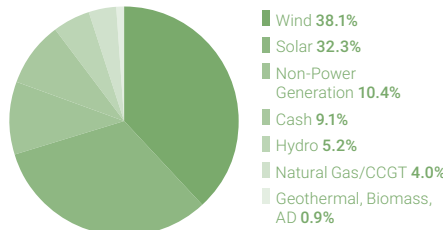
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**PORTFOLIO**

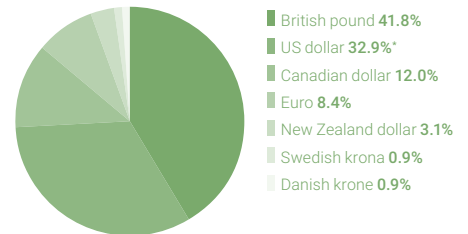
**Geographic listing**



**Energy source**



**Currency**



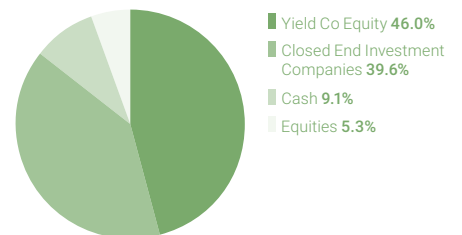
\* US dollar exposure is currently hedged, resulting in a total effective GBP exposure of 74.6%.

**TOP 10 HOLDINGS ON 31 JULY 2019**

HOLDING	%
Atlantica Yield PLC	6.6
Pattern Energy Group Inc	6.5
TransAlta Renewables Inc	6.0
NextEnergy Solar Fund Ltd	5.3
TerraForm Power Inc	5.1
Foresight Solar Fund Ltd	4.5
Renewables Infrastructure Group Ltd	4.5
Bluefield Solar Income Fund Ltd	4.4
John Laing Environmental Assets Group Ltd	4.1
Hannon Armstrong Sustainable Infrastructure Capital Inc	4.0

**SECURITY TYPE**

**Sectors**



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