

### 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 including Yield Co Equities, Investment Companies and Equities
- 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 – 30/04/2020



### RETURNS

	APRIL 2020	3 MONTHS	6 MONTHS	12 MONTHS	SINCE INCEPTION	VOLATILITY
VT Gravis Clean Energy	8.69%	-5.24%	1.46%	12.54%	31.09%	12.43%
MSCI UK	3.36%	-18.69%	-17.87%	-18.15%	-14.86%	19.27%
MSCI World Infrastructure	3.69%	-11.31%	-9.25%	-0.85%	5.04%	17.92%
S&P Global Clean Energy	10.30%	-7.11%	4.51%	12.20%	33.15%	24.82%

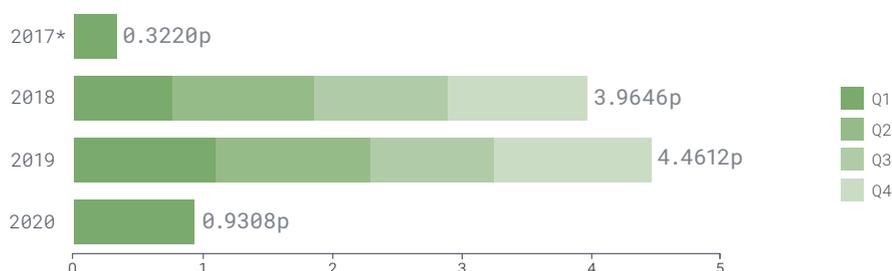
Past performance is not necessarily a guide to future performance.

Fund launched on 18 December 2017.

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

### DIVIDENDS

Dividends paid net of charges since inception to 30 April 2020 for C GBP Income share class.



\* 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>	£73.86m
<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 30 April 2020</b>	C Acc (£): 131.09p C Inc (£): 119.91p I Acc (£): 124.62p I Inc (£): 104.79p
<b>Trailing 12 month net yield<sup>2</sup> as at 30 April 2020</b>	3.59%
<b>Annual turnover to 30 April 2020</b>	5.42%
<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**

**Approximately 86% of portfolio holdings by weight have reaffirmed or declared near term dividends in line with expectations**

The global renewables sector continued to recover in April albeit in a stop-start fashion as investor sentiment appeared to be driven by daily news flow around the Covid-19 pandemic. The Fund recouped a further 8.69% over the course of the month (C Accumulation GBP) and is now well off the lows of mid-March.

We believe this recovery in share prices is warranted. The vast majority of the companies to which the portfolio is exposed have continued to operate largely unimpeded through the pandemic. Operational renewable energy assets are less labour intensive compared with most other industries and of course many technicians are considered 'key workers': the reliable provision of electricity is clearly a priority and a critical service that needs to maintain continuity throughout this period of restricted movement. Another important distinction to make relates to the Fund's focus on operational energy infrastructure rather than construction stage assets, which mitigates exposure to supply chain disruptions. Currently, c.89% of the portfolio is invested in operational renewable energy assets and related energy infrastructure. Only c.4% of the portfolio is exposed to development and construction stage assets, which could be subject to delay prior to commissioning.

Moreover, the majority of the underlying portfolio companies have long term contracts in place for the offtake of the power they produce and benefit from fixed price visibility or an element of subsidy support. These factors ensure cashflows are both dependable and visible. Our analysis concludes that approximately 73% of the underlying cash flows generated by portfolio companies are supported by contracted pricing at known rates over the lifetime of existing assets. This portion is comprised of fixed/indexed Power Purchase Agreements (PPAs) with high quality counterparties (prevalent in the US and Canada) and subsidy support (particularly in the case of UK-focused companies).

In addition, short-term forward sales provide extra price security for many of the UK listed portfolio exposures over the next 1-2 years, which further reduces the Fund's exposure to power price movements in the near-term.

In the current environment of dividend cuts and suspensions across broader capital markets, it is important to highlight the Fund's dividend resilience. Approximately 86% of portfolio holdings by weight have reaffirmed or declared near term dividends in line with expectations, thereby providing a solid foundation for the Fund's second quarter income accrual prospects. By contrast, one company representing a 1.6% position in the portfolio has reduced its next quarterly dividend in order to provide greater financial flexibility. Companies yet to provide guidance are either expected to reaffirm imminently or would not typically comment ahead of scheduled announcements. These companies fall outside the names we consider core to underpinning the Fund's distributions.

Following the peak in market panic and the resulting indiscriminate selling pressure across capital markets, which impacted most asset classes, investors are now rationalising and becoming more confident in discerning where there is real risk of significant and permanent loss. Exposure to the infrastructure element of the clean energy sector should provide a relative safe haven in this regard and the growing weight of investors sharing this view is now becoming more evident in market prices.

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**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.£565m VT Gravis UK Infrastructure Income Fund, which is the only OEIC focusing on investment exclusively in the UK's infrastructure sector.

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**Available on the following platforms**

Aegon	Hubwise
All Funds	James Hay
Alliance Trust Savings	Novia
Ascentric	Nucleus
Aviva	Old Mutual
Barclays	Pershing
Co Funds	Raymond James
Fidelity	Standard Life
FNZ	Transact
Hargreaves Lansdown	Zurich
	7IM

**CORRELATION, PERFORMANCE AND VOLATILITY COMPARISON**

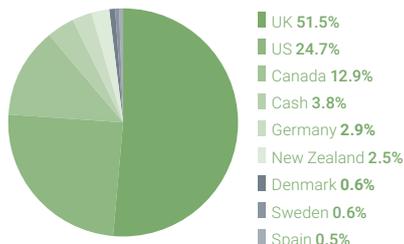
18 December 2017 – 30 April 2020

	CORRELATION	RETURN	VOLATILITY	YIELD
VT Clean Energy	—	31.1%	12.4%	3.6%
MSCI UK	0.23	-14.9%	19.3%	4.4%
MSCI World Infrastructure	0.04	5.0%	17.9%	4.1%
S&P Global Clean Energy	0.10	33.2%	24.8%	2.2%

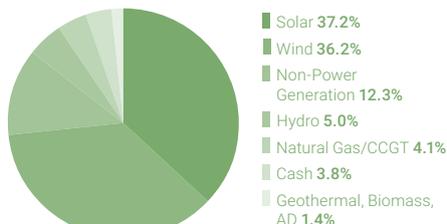
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**PORTFOLIO**

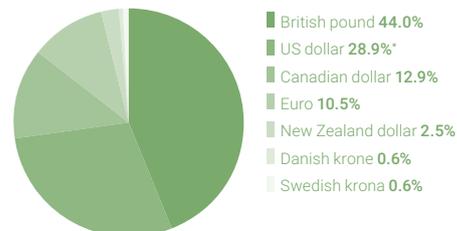
**Geographic listing**



**Energy source**



**Currency**



\* US dollar exposure is currently hedged, resulting in a total effective GBP exposure of 72.9%.

**SECURITY TYPE**

**Sectors**



**TOP 10 HOLDINGS ON 30 APRIL 2020**

HOLDING	%
TransAlta Renewables Inc	7.6
Atlantica Yield PLC	7.1
NextEnergy Solar Fund Ltd	6.6
JLEN Environmental Assets Group Limited	6.2
Hannon Armstrong Sustainable Infrastructure Capital Inc	5.8
Renewables Infrastructure Group Ltd	5.2
Gresham House Energy Storage Fund PLC	4.7
Aquila European Renewables Income Fund PLC	4.6
Foresight Solar Fund Ltd	4.4
TerraForm Power Inc	4.3

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