

### OVERVIEW

- Aims to deliver a regular income expected to be 4.5%<sup>1</sup> per annum
- 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 – 29/01/2021



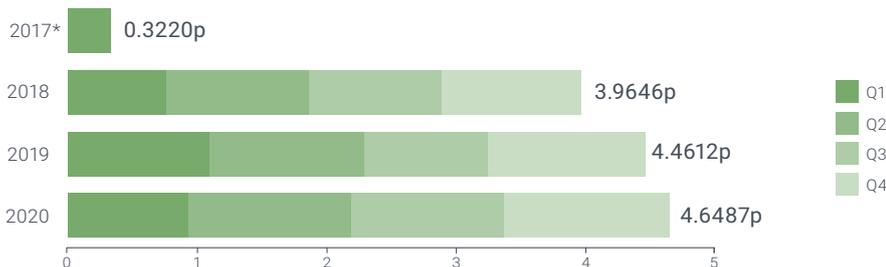
### RETURNS

	JANUARY 2021	3 MONTHS	6 MONTHS	12 MONTHS	SINCE INCEPTION	VOLATILITY
VT Gravis Clean Energy	1.37%	12.77%	20.82%	27.14%	75.87%	12.06%
MSCI World Infrastructure	-1.32%	2.56%	1.77%	-6.59%	10.62%	17.15%
S&P Global Clean Energy	6.10%	44.64%	98.49%	139.20%	242.87%	26.32%

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 29 January 2021 for C GBP Income share class.



\* Part period from launch on 18 December 2017.

Fund information	
<b>Fund 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>	£247.47m
<b>Share classes</b>	Income and Accumulation Clean & Institutional (£, \$, €)
<b>Min. investment</b>	£100
<b>Net Asset Value per share as at 29 January 2021</b>	C Acc (£): 175.87p C Inc (£): 156.62p I Acc (£): 167.32p I Inc (£): 137.06p
<b>Trailing 12 month net yield<sup>2</sup> as at 29 January 2021</b>	2.97%
<b>Charges<sup>2</sup></b>	0.8% (AMC & OCF)
<b>Dividend pay dates</b>	end of Jan, Apr, July, Oct
<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 for all share classes is capped at the AMC (excluding underlying fund holding charges and dealing costs from EMX and Calastone) and any costs in excess of the OCF/AMC will be paid by the Investment Adviser.
3. Published dividends from 14.10.2020 are net of charges, which are taken from capital. Prior to 14.10.2020, charges were taken from income.

All data, source: Valu-Trac Investment Management, MSCI Inc and Reuters



\*Independently risk-rated and assessed as Medium Risk

**FUND ADVISER'S REPORT**

**A healthy correction in the share prices of US and Canadian yield cos has taken root in the near term**

The portfolio started the New Year on solid footing and delivered a 1.37% gain in January (C Accumulation GBP units). Returns from underlying portfolio companies were more diverse when compared with the experience of recent months during which period the cohort of US and Canadian yield cos were responsible for driving performance. While Atlantica Sustainable Infrastructure continued to perform well and was among the top contributors, several yield co exposures including Hannon Armstrong Sustainable Infrastructure and Brookfield Renewables provided headwinds to overall returns.

The Adviser believes the disparity may signal that the strong momentum trade – most evident in the broader clean energy sector within North American equity markets – is starting to abate. Sizeable inflows received by several clean energy-focused ETFs have certainly had a significant influence on the share prices of Canadian and US listed companies held within the Fund (and more broadly in share prices of companies operating in the renewable energy supply chain or those developing fuel cell technologies, for example) by triggering heavy buying volumes in a relatively short space of time.

As noted in recent commentary, new capital received by the Fund has been deployed into better value prospects listed in the UK, which include a number of Initial Public Offerings – most recently Victory Hill Global Sustainable Energy Opportunities – as part of a rotation away from US and Canadian yield cos.

Since the end of Q3 2020, only a modest amount of capital has been invested in selective US and Canadian companies with the expectation that valuations will retrace to more sustainable levels in time and the Fund will be able to build back exposures to some of the long-standing, core US and Canadian yield co exposures within the portfolio at far more attractive prices with greater yield potential. The ETF inflows appeared to peak around the start of the year and a healthy correction in share prices has taken root in the near term.

Looking forward, February will see many companies reporting full year and Q4 2020 results. Asset valuations for the UK-centric renewables companies are keenly sensitive to long-term power price forecasts while in the immediacy cash flows are, to varying degrees, influenced by prevailing pricing dynamics. Following a strong rebound in UK power prices generally – from day-ahead prices through to futures prices a few years out – we anticipate the cessation in the headwind from electricity price expectations to have persisted through Q4 2020 and there is a possibility that asset valuations may start to inflect even though longer-term price forecasts (10 years or more into the future) may remain soft.

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**Investment Adviser**

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**CORRELATION, PERFORMANCE AND VOLATILITY COMPARISON**

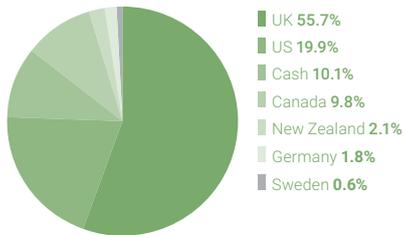
18 December 2017 – 29 January 2021

	CORRELATION	RETURN	VOLATILITY	YIELD
VT Clean Energy	-	75.9%	12.1%	3.0%
MSCI World Infrastructure	0.06	10.6%	17.2%	3.9%
S&P Global Clean Energy	0.17	242.9%	26.3%	0.9%

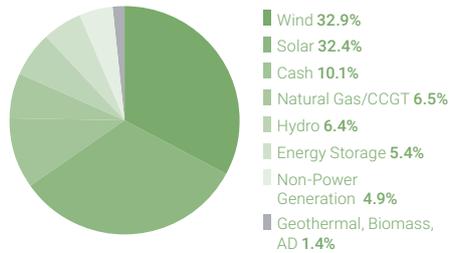
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**PORTFOLIO**

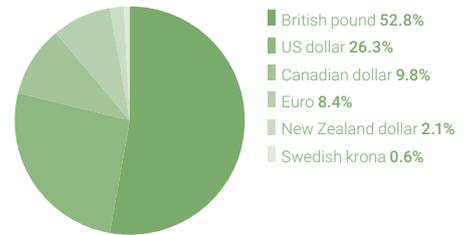
**Geographic listing**



**Energy source**



**Currency**



**SECURITY TYPE**

**Sectors**



**TOP 10 HOLDINGS ON 29 JANUARY 2021**

HOLDING	WEIGHT
Renewables Infrastructure Group Ltd	7.5%
Atlantica Sustainable Infrastructure PLC	6.7%
Greencoat UK Wind PLC	6.2%
TransAlta Renewables Inc	5.4%
Foresight Solar Fund Ltd	4.9%
Greencoat Renewables PLC	4.3%
NextEnergy Solar Fund Ltd	4.2%
Gresham House Energy Storage Fund PLC	4.1%
Ecofin US Renewables Infrastructure Trust PLC	3.7%
Hannon Armstrong Sustainable Infrastructure Capital Inc	3.6%

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