

## OVERVIEW

- Deliver a regular income expected to be 5%<sup>1</sup> per annum
- Preserve investors' capital throughout market cycles with the potential for capital growth and protection from inflation
- Invests in GBP UK Listed Securities including Investment Companies, Equities, Bonds and REITs
- Offers exposure to a vital sector for the UK's economy which is increasingly becoming a key component of any well-balanced investment portfolio

## PERFORMANCE CHART

Share Class C GBP Acc 25/1/16 – 28/09/18



## RETURNS

	SEPTEMBER 18	3 MONTHS	6 MONTHS	12 MONTHS	SINCE INCEPTION	VOLATILITY
VT Gravis UK Infrastructure Income Fund	0.96%	2.81%	8.36%	3.69%	19.61%	4.68%
MSCI UK	1.42%	-0.44%	8.90%	5.84%	42.60%	12.66%

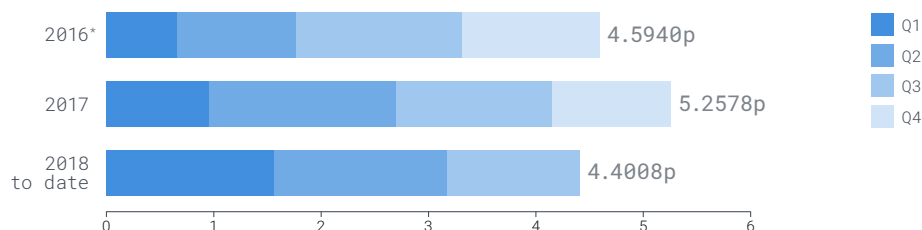
Past performance is not necessarily a guide to future performance.

Fund launched on 25 January 2016.

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

## DIVIDENDS

Dividends paid net of charges since inception to 28 September 2018 for C GBP Income share class.



Note: \* Part period from launch on 25 January 2016.

Company overview	
<b>Regulatory status</b>	FCA Authorised
<b>Sector</b>	IA Specialist
<b>Launch date</b>	25th January 2016
<b>Fund size</b>	£276.17m
<b>Share classes</b>	Income & Accumulation Clean & Institutional
<b>Charges<sup>2</sup></b>	C: 0.75% pa I: 0.65% pa
<b>Min. investment</b>	C: £1,000 I: £5,000,000
<b>Net Asset Value per share as at 28 September 2018</b>	C Acc (£): 119.61p C Inc (£): 104.73p I Acc (£): 120.12p I Inc (£): 104.49p
<b>Net yield<sup>3</sup> as at 28 September 2018</b>	C: 5.26% I: 5.39%
<b>Annual turnover to 28 September 2018</b>	8.14%
<b>Dividend ex dates</b>	end of Dec, Mar, June, Sept
<b>Dividend pay dates</b>	end of Jan, Apr, July, Oct
<b>Currencies</b>	£, \$, €
<b>Classification</b>	Non-complex
<b>£ ISINs</b>	C Acc: GB00BYVB3M28 C Inc: GB00BYVB3J98 I Acc: GB00BYVB3T96 I Inc: GB00BYVB3Q65

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.



<sup>1</sup>Independently risk-rated and assessed as Lowest Medium Risk



## FUND ADVISER'S REPORT

**We expect to deliver the Fund's 5% net yield objective comfortably in 2018.**

The Fund returned 0.96% in September (C Accumulation) rounding off a strong third quarter and marking a new all-time high for the Fund. There was no clear leadership among the various infrastructure sub-sectors with a general mix of returns throughout. However, some of the Fund's equity positions recorded the greatest returns at an individual security level.

Despite recent strength, the broader infrastructure sector trades at a modest premium to net asset values and at a portfolio level the weighted average premium of the underlying holdings is 5.5%. This compares favourably with a weighted average premium of 7.5% at the start of the year. While share prices have generally trended higher, they have not kept pace with net asset values.

Several companies within our universe have sought to issue equity in recent weeks for the purposes of funding new asset purchases, paying down debt facilities or pursuing pipeline opportunities. Five companies in which the Fund is invested have announced equity Placings (some of which have reached completion) with expected new issuance totalling approximately £375m. The Fund has participated, or will participate, in each of these and the Adviser continues to view new issuance as the most efficient way to add to existing positions.

In addition, a number of new opportunities are likely to emerge within the UK infrastructure sector in coming weeks with several companies seeking to IPO in London.

As a result, our universe continues to expand in both size and breadth, which provides a number of benefits including from a diversification perspective and from a liquidity perspective.

**Third quarter dividend announced**

On 28th September the Fund announced dividend distributions for the third quarter of 2018, payable in October. Holders of the I Class Income units will receive 1.2292p and holders of the C Class Income units will receive 1.2220p. Based on closing prices for 28th September, the trailing 12-month net yield on the I Income and C Income units is 5.39% and 5.26%, respectively.

We expect to deliver the Fund's 5% net yield objective comfortably in 2018. Our confidence is underpinned by the income already distributed (4.4008p year to date, C Income) and the high level of visibility with regards to dividend expectations across the infrastructure sector.

Gravis Advisory Limited is a wholly owned subsidiary of Gravis Capital Management Ltd, a specialist investment advisory firm focused primarily on UK infrastructure ("GCM"). GCM manages c. £2.5bn, including the FTSE 250 company GCP Infrastructure Investments Limited, which has a market capitalisation of over £1bn. GCM is authorised and regulated by the FCA.

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## CORRELATION, PERFORMANCE AND VOLATILITY COMPARISON

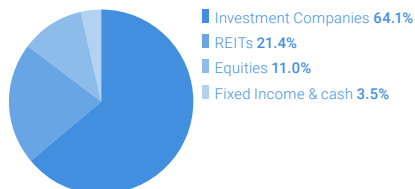
25 January 2016 – 28 September 2018

	CORRELATION	RETURN	VOLATILITY	YIELD
VT Gravis UK Infrastructure Income Fund (C GBP Acc)	—	19.6%	4.7%	5.0%
MSCI UK	0.39	42.6%	12.7%	4.2%
MSCI World	0.09	65.8%	11.8%	2.4%
MSCI Global Infrastructure	0.06	31.9%	11.8%	4.3%
UK 10 Yr Gilts	-0.15	0.9%	6.1%	1.6%
MSCI World vs MSCI Global Infrastructure	0.80			

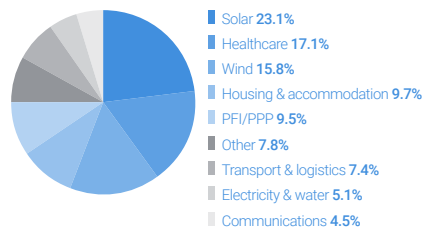
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## PORTFOLIO

## Sectors



## Underlying Project Exposure



## TOP 10 HOLDINGS ON 28 SEPTEMBER 2018

COMPANY	%
Renewables Infrastructure Group Ltd	9.2
GCP Infrastructure Investments Ltd	9.2
Bluefield Solar Income Fund Ltd	8.5
MedicX Fund Ltd	7.9
NextEnergy Solar Fund Ltd	4.8
Greencoat UK Wind PLC	4.7
John Laing Environmental Assets Group Ltd	4.6
Sequoia Economic Infrastructure Income Fund Ltd	4.5
HICL Infrastructure Company Ltd	4.4
Target Healthcare REIT Ltd	4.4

## Available on the following platforms

7IM	Novia
Aegon	Nucleus
AJ Bell	Old Mutual (Skandia)
Alex	OM Wealth
Allfunds	Parmenion
Alliance Trust	Pershing
Ascentric	Prudential*
Aviva	Raymond James
Axa Elevate	SEB International
Canada Life (Dublin)*	Life (Dublin)*
Cofunds	SEI
FNZ	Standard Life
Fidelity FundsNetwork	Stocktrade
Fusion	Transact
Hargreaves Lansdown	True Potential
James Brearley	Zurich
James Hay	*Offshore Bond wrappers

## Suitable for:

Direct investors	Offshore bonds
SIPPs	Companies
ISAs	QROPS
Charities	

## DRAWDOWNS

Fund	DRAWDOWN	START	END	FUND DURING DRAWDOWN
Fund	-7.91%	25 May 17	26 Mar 18	—
MSCI UK	-10.68%	12 Jan 18	26 Mar 18	-5.72%
MSCI World	-10.00%	11 Jan 18	23 Mar 18	-5.91%
MSCI Global Infrastructure	-15.19%	23 Aug 17	26 Mar 18	-5.55%

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