

### 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 25/01/2016 – 29/05/20



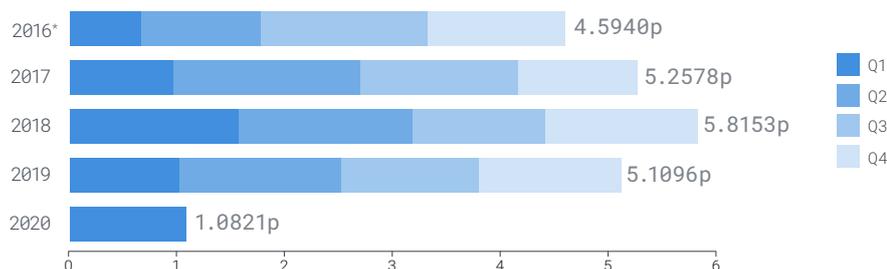
### RETURNS

	MAY 2020	3 MONTHS	12 MONTHS	36 MONTHS	SINCE INCEPTION	VOLATILITY
VT Gravis UK Infrastructure Income Fund	1.41%	-2.60%	2.88%	11.27%	32.13%	9.61%
MSCI UK	3.10%	-7.76%	-13.19%	-10.51%	21.50%	16.97%

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 29 May 2020 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>	£603.26m
<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 29 May 2020</b>	C Acc (£): 132.13p C Inc (£): 107.88p I Acc (£): 132.98p I Inc (£): 107.86p
<b>Trailing 12 month net yield<sup>3</sup> as at 29 May 2020</b>	C: 4.80% I: 4.84%
<b>Annual turnover to 29 May 2020</b>	6.28%
<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

**The infrastructure sector remains a highly attractive and quality sector for income-focused investors**

Having recovered sharply from the recent lows, the portfolio tracked sideways for much of May before a surge in broader market confidence towards the end of the month provided the impetus for a renewed rally across the UK infrastructure sector. The Fund recorded a 1.41% gain in May (C Accumulation GBP) and, with the positive momentum continuing into the early stages of June, the Fund is closing on its pre-pandemic levels.

Signals from government alongside the incremental softening of restrictions mark the start of the UK economy gradually reopening and some of the portfolio's more economically sensitive companies outperformed as a result. 3i Infrastructure, Tritax BigBox and Vodafone – all of which could be considered as representing more cyclical, demand-based forms of infrastructure exposure – were among the most significant positive contributors. Vodafone reported full year results during the period, which were ahead of market expectations, and the company reiterated dividend guidance for the financial year ahead. The company's subscription-based model has proven resilient, corroborating the Adviser's view that mobile communications should be considered critical, utility-like services.

While the list of FTSE 100 companies cutting or withdrawing their dividends grows ever longer, the Fund's traditional equity exposures like Vodafone have demonstrated their ability to generate cash flows and maintain distributions. Indeed, UK water utility Pennon (a c.3% position in the portfolio) is one of just a handful of FTSE 100 companies to grow its dividend this year and the Adviser expects the portfolio's other large cap equity exposure, National Grid, to join this elite group when it declares its final dividend in mid-June.

Across the entire portfolio just one company has (very modestly) reduced near term dividend expectations as a result of the pandemic-driven economic uncertainty. While the Adviser notes that GCP Infrastructure Investments has recalibrated its long-term distribution target (post month end), this reflects conditions in broader lending markets where a persistent trend of lower yields has resulted in significant levels of early repayments from borrowers and subsequent challenges reinvesting at similar rates of return. Nevertheless, the infrastructure sector remains a highly attractive and quality sector for income-focused investors and the Fund will declare its second quarter distribution at the end of June.

Company reporting will be limited in June but there will be NAV updates from some of the portfolio's debt-focused exposures, whose assets are marked-to-market more frequently.

**Investment Adviser**

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.£2.7bn, 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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In recent weeks, credit spreads have contracted, and leveraged loans indices have strengthened leaving the Adviser confident that valuations in this segment of the portfolio will appreciate and provide support for share prices.

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## CORRELATION, PERFORMANCE AND VOLATILITY COMPARISON

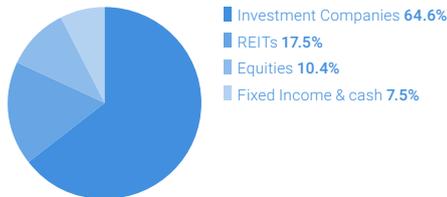
25 January 2016 – 29 May 2020

	CORRELATION	RETURN	VOLATILITY	YIELD
VT Gravis UK Infrastructure Income Fund (C GBP Acc)	–	32.1%	9.6%	4.7%
MSCI UK	0.45	21.5%	17.0%	4.4%
MSCI World	0.26	77.5%	17.0%	2.3%
MSCI World Infrastructure	0.24	45.2%	15.6%	4.2%
UK 10 Yr Gilts	0.04	10.7%	6.2%	0.2%
MSCI World vs MSCI World Infrastructure	0.85			

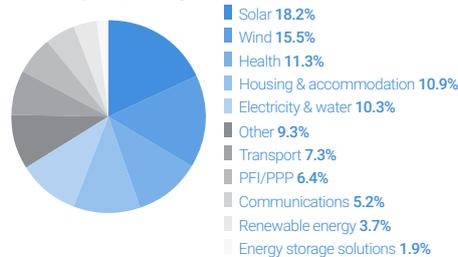
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## PORTFOLIO

## Sectors



## Underlying Project Exposure



## TOP 10 HOLDINGS ON 29 MAY 2020

COMPANY	%
Sequoia Economic Infrastructure Income Fund Ltd	8.4%
JLEN Environmental Assets Group Limited	7.3%
GCP Infrastructure Investments Ltd	7.3%
Renewables Infrastructure Group Ltd	7.1%
GCP Asset Backed Income Fund Ltd	5.9%
HICL Infrastructure Company Ltd	4.8%
NextEnergy Solar Fund Ltd	4.7%
Foresight Solar Fund Ltd	4.4%
Bluefield Solar Income Fund Ltd	4.3%
Primary Health Properties PLC	4.3%

## Available on the following platforms

7IM	Moventum
Aegon	Novia
AJ Bell	Nucleus
ALEX	Old Mutual (Skandia)
Allfunds	OM Wealth
Alliance Trust	Parmenion
Amber	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	-26.46%	20 Jan 20	19 Mar 20	—
MSCI UK	-34.20%	17 Jan 20	23 Mar 20	-23.95%
MSCI World	-26.07%	20 Feb 20	16 Mar 20	-17.25%
MSCI World Infrastructure	-24.14%	20 Feb 20	23 Mar 20	-23.70%

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