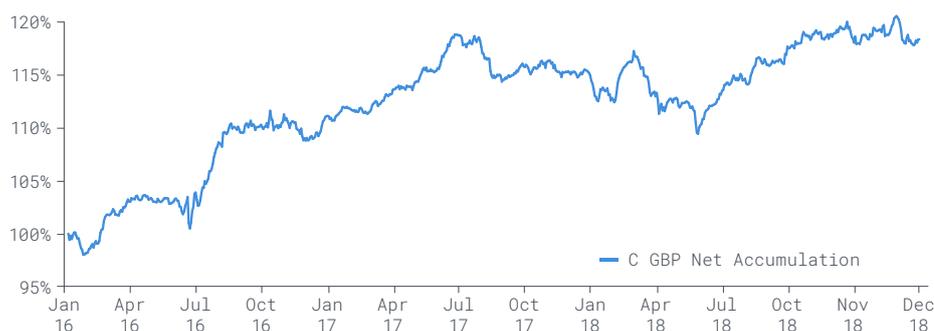


OVERVIEW

- Deliver a regular income expected to be 5%¹ 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 – 31/12/18



RETURNS

	DECEMBER 2018	3 MONTHS	6 MONTHS	12 MONTHS	SINCE INCEPTION	VOLATILITY
VT Gravis UK Infrastructure Income Fund	-1.71%	-1.03%	1.74%	1.84%	18.37%	4.69%
MSCI UK	-3.61%	-9.67%	-10.07%	-8.82%	28.81%	12.89%

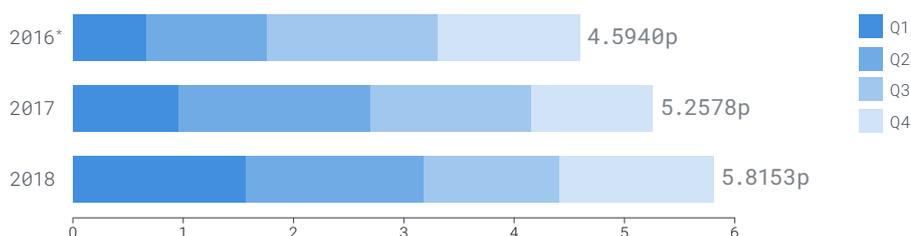
Past performance is not necessarily a guide to future performance.

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 31 December 2018 for C GBP Income share class.



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

Company overview	
Regulatory status	FCA Authorised
Sector	IA Specialist
Launch date	25th January 2016
Fund size	£288.15m
Share classes	Income & Accumulation Clean & Institutional
Charges²	C: 0.75% pa I: 0.65% pa
Min. investment	C: £1,000 I: £5,000,000
Net Asset Value per share as at 31 December 2018	C Acc (£): 118.37p C Inc (£): 102.24p I Acc (£): 118.94p I Inc (£): 102.12p
Net yield³ as at 31 December 2018	C: 5.69% I: 5.70%
Annual turnover to 31 December 2018	9.39%
Dividend ex dates	end of Dec, Mar, June, Sept
Dividend pay dates	end of Jan, Apr, July, Oct
Currencies	£, \$, €
Classification	Non-complex
£ ISINs	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.



¹Independently risk-rated and assessed as Lowest Medium Risk

FUND ADVISER'S REPORT

The full year distribution increased significantly in 2018.

Market volatility spiked in December and equities recorded significant losses on a global view, rounding off a dismal fourth quarter for risk assets. The MSCI UK Total return Index fell 3.61%, culminating in a near 10% decline for the fourth quarter overall. While the Fund was not immune to broader price weakness, the portfolio recorded a loss of 1.71% in December and a very modest decline of 1.03% for the fourth quarter overall (C Acc). In view of what has proved a challenging year for investors, the Adviser is pleased to report that the Fund achieved a positive return in 2018 alongside a very low volatility profile. This compares favourably with traditional asset classes including domestic equities and corporate debt, both of which recorded losses with higher relative volatility (or 'risk') characteristics.

Although December is a quiet month for reporting - only MedicX and Sequoia Economic Infrastructure published (good) results - there was a high level of relevant news flow during the period. Share prices of contracting companies Interserve and Kier declined sharply on concerns about their financial strength as the latter launched a rights issue to shore up its balance sheet. While the Fund has no direct exposure, some of the underlying PFI investments have outsourced facilities and maintenance work to these businesses (estimated to be 0.1% at portfolio level). However, it serves to highlight the transfer of risk from the state to the private sector within PFI contracts. If a contractor fails, the risk, effort and cost of replacement falls on the private equity holders in the project. This is often forgotten by those who criticise the framework and its cost to the taxpayer.

Ofgem, the regulator for gas and electricity markets in the UK, was criticised by the Energy Networks Association on its intention to impose

a 4% cost of capital assumption for industry participants in the next regulatory period (2021-2026). This was inline with guidance of 3-4% given last March but the ENA said the allowance failed to acknowledge the risk borne by transmission networks. National Grid, alongside other network operators, is directly impacted by this news but we expect the proposed framework will still enable the group to generate a satisfactory rate of return for investors and maintain its dividend.

The Fund made some opportunistic purchases in December, adding incrementally to a range of companies at attractive levels including GCP Asset Backed Income, Impact Healthcare, John Laing Environmental Assets and Residential Secure Income. Investment companies have also been deploying capital: Greencoat UK Wind and Renewables Infrastructure Group announced sizeable acquisitions, further demonstrating that the pipeline of opportunities remains healthy.

Uncertainty reigns as we begin 2019 with Brexit remaining the primary cause. However, we reiterate recent comments that although UK-centric in nature (the Fund invests in UK listed securities only and underlying exposure to UK infrastructure projects amounts to c.86% of the portfolio), the critical importance of many of the assets owned by the companies held within the Fund should ensure that cash flows maintain continuity regardless of the economic outlook. This is a characteristic that is likely to prove attractive for investors as the UK approaches the final stages of Brexit negotiations.

Fourth quarter dividend announced

On 31st December the Fund announced dividends for the fourth quarter of 2018, payable in January. Holders of the C Class Income units will receive

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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1.4145p and holders of the I Class Income units will receive 1.3405p. As of 31st December, the trailing 12-month net yield on the C Income and I Income units is 5.69% and 5.70%, respectively.

The full year distribution increased significantly in 2018. The total annual dividend of 5.8153p for C Income units is 10.6% greater than that paid in 2017. Looking forward, the Adviser believes the portfolio is well positioned to achieve the 5% net yield target in 2019, however, the growth in the absolute distribution is not anticipated to be as strong owing primarily to an absence of special dividends that benefited the Fund in each of 2017 and 2018.

Will Argent

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CORRELATION, PERFORMANCE AND VOLATILITY COMPARISON

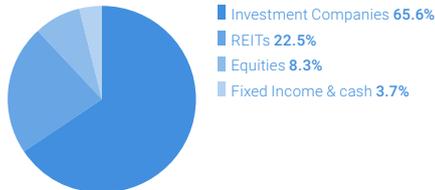
25 January 2016 – 31 December 2018

	CORRELATION	RETURN	VOLATILITY	YIELD
VT Gravis UK Infrastructure Income Fund (C GBP Acc)	—	18.4%	4.7%	5.4%
MSCI UK	0.39	28.8%	12.9%	5.0%
MSCI World	0.07	47.0%	12.7%	2.8%
MSCI World Infrastructure	0.04	29.6%	12.0%	4.3%
UK 10 Yr Gilts	-0.17	2.7%	6.0%	1.6%
MSCI World vs MSCI World Infrastructure	0.78			

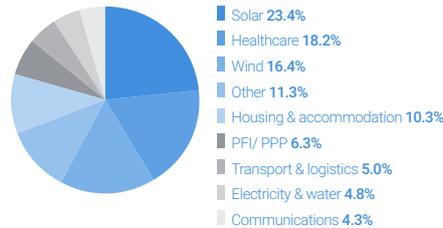
Past performance is not necessarily a guide to future performance.

PORTFOLIO

Sectors



Underlying Project Exposure



TOP 10 HOLDINGS ON 31 DECEMBER 2018

COMPANY	%
GCP Infrastructure Investments Ltd	9.9
Renewables Infrastructure Group Ltd	9.7
Bluefield Solar Income Fund Ltd	7.7
MedicX Fund Ltd	6.8
NextEnergy Solar Fund Ltd	5.2
GCP Asset Backed Income Fund Ltd	5.0
Sequoia Economic Infrastructure Income Fund Ltd	5.0
HICL Infrastructure Company Ltd	4.9
John Laing Environmental Assets Group Ltd	4.9
Target Healthcare REIT Ltd	4.7

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	-14.30%	22 May 18	27 Dec 18	2.74%
MSCI World	-15.90%	28 Aug 18	24 Dec 18	-0.65%
MSCI World Infrastructure	-15.19%	23 Aug 17	26 Mar 18	-5.55%

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