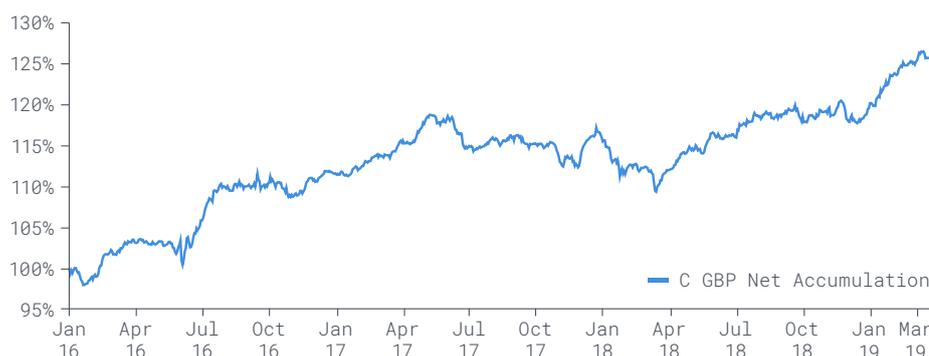


### OVERVIEW

- 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 – 29/03/2019



### RETURNS

|   | MARCH 2019 | 3 MONTHS | 6 MONTHS | 12 MONTHS | SINCE INCEPTION | VOLATILITY |
|---|------------|----------|----------|-----------|-----------------|------------|
| VT Gravis UK Infrastructure Income Fund | 0.73%      | 6.29%    | 5.19%    | 13.98%    | 25.81%          | 4.64%      |
| MSCI UK                                 | 3.15%      | 9.36%    | -1.22%   | 7.58%     | 40.86%          | 12.85%     |

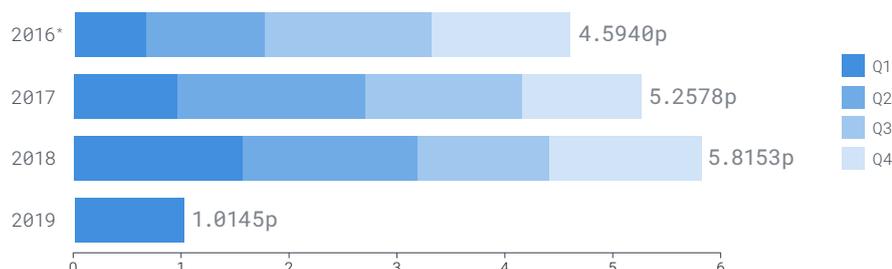
Past performance is not necessarily a guide to future performance.

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 March 2019 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>   | £357.48m   |
| <b>Share classes</b>   | Income & Accumulation<br>Clean & Institutional   |
| <b>Charges<sup>2</sup></b>   | C: 0.75% pa<br>I: 0.65% pa   |
| <b>Min. investment</b>   | C: £1,000<br>I: £5,000,000   |
| <b>Net Asset Value per share as at 29 March 2019</b>               | C Acc (£): 125.81p<br>C Inc (£): 107.65p<br>I Acc (£): 126.48p<br>I Inc (£): 107.55p     |
| <b>Trailing 12 month net yield<sup>3</sup> as at 29 March 2019</b> | C: 4.90%<br>I: 4.89%   |
| <b>Annual turnover to 29 March 2019</b>                            | 10.50%   |
| <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<br>C Inc: GB00BYVB3J98<br>I Acc: GB00BYVB3T96<br>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 Adviser believes the portfolio is well positioned to deliver on its 5% net yield target with reference to the starting NAV at 31st December 2018

The Fund recorded a gain of 0.73% (C Acc) in March, compounding a very strong first quarter of performance. Income-focused strategies undoubtedly benefitted from a contraction in government bond yields – the UK 10-year bond yield fell to 18-month lows towards the end of the month. The Fund's return profile typically reflects an inverse relationship with sovereign yields as investors are drawn to the relative yield pickup from investing in infrastructure and other alternative income plays.

Returns from the portfolio's underlying holdings were more varied compared with recent months. Renewables continued to trend higher while social infrastructure and utilities were soft, likely reflecting political uncertainty and the clear dichotomy in views between the two main parties with regards to private sector involvement/ownership within these specific areas.

On the political front, the government has launched a consultation into the future of infrastructure finance. The 'Infrastructure Finance Review', led by the National Infrastructure Commission, will inform the National Infrastructure Strategy (due to be published later in 2019) and as part of this will explore new frameworks or tools for facilitating private investment. This is particularly important following the government's assertion that the PFI/PF2 framework will not be utilised in future.

The government is committed to the role of private investment in infrastructure, and half of the projected £600bn infrastructure investment pipeline for the next decade is forecast to be funded by the private sector. The UK has one of the most developed private markets for infrastructure with the digital communications, energy, waste and water sectors all financed predominantly through private investment. We would expect a high level of private sector participation to be maintained.

We look forward to the publication of the National Infrastructure Strategy and would anticipate that, in time, a healthy flow of opportunities will present themselves to the companies within our investment universe.

At portfolio level, the Fund participated in two Placings: the first being a block trade of stock in John Laing Environmental Assets (sold by JL Pension Trustees), the second an equity raise by Renewables Infrastructure Group. Both purchases were at attractive levels when compared with market prices. Elsewhere, we note that 3i Infrastructure announced the acquisition of Joulz Diensten B.V., a Dutch energy infrastructure equipment specialist, for €220m. As noted in last month's commentary, we expected the group to deploy the proceeds from the sale of Cross London Trains in short order and that no cash return to investors should be anticipated.

### First quarter dividend announced

On 29th March the Fund announced dividends for the first quarter of 2019, payable in April. Holders of the C Income GBP units will receive 1.0145p and holders of the I Income GBP units will receive 1.0442p. As at 29th March, the trailing 12-month net yield on the C Income and I Income units is 4.90% and 4.89%, respectively.

The contraction in the trailing yield reflects strong capital performance year-to-date (since yield is a function of price) and the Q1 2018 distribution, which benefited from a large unrepeatable special dividend, 'falling out' of the last 12-month period for the purpose of yield calculation. Nevertheless, the Adviser believes the portfolio is well positioned to deliver on its 5% net yield target with reference to the starting NAV at 31st December 2018.

### Will Argent

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### 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. £2.5bn, 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

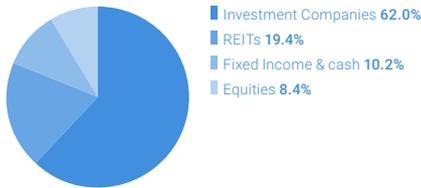
25 January 2016 – 29 March 2019

|   | CORRELATION | RETURN | VOLATILITY | YIELD |
|---|-------------|--------|------------|-------|
| VT Gravis UK Infrastructure Income Fund (C GBP Acc) | –           | 25.8%  | 4.6%       | 4.6%  |
| MSCI UK   | 0.38        | 40.9%  | 12.9%      | 4.7%  |
| MSCI World  | 0.08        | 61.6%  | 12.8%      | 2.5%  |
| MSCI World Infrastructure                           | 0.06        | 39.0%  | 11.9%      | 4.3%  |
| UK 10 Yr Gilts                                      | -0.15       | 4.9%   | 6.0%       | 1.0%  |
| MSCI World vs MSCI World Infrastructure             | 0.77        |        |            |       |

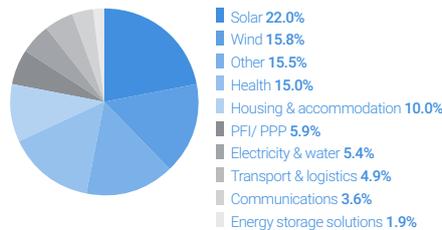
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## PORTFOLIO

## Sectors



## Underlying Project Exposure



## TOP 10 HOLDINGS ON 29 MARCH 2019

| COMPANY   | %    |
|---|------|
| Renewables Infrastructure Group Ltd             | 9.5% |
| GCP Infrastructure Investments Ltd              | 8.5% |
| Bluefield Solar Income Fund Ltd                 | 6.7% |
| Primary Health Properties PLC                   | 6.3% |
| NextEnergy Solar Fund Ltd                       | 4.9% |
| Sequoia Economic Infrastructure Income Fund Ltd | 4.9% |
| John Laing Environmental Assets Group Ltd       | 4.9% |
| GCP Asset Backed Income Fund Ltd                | 4.8% |
| Foresight Solar Fund Ltd                        | 4.7% |
| HICL Infrastructure Company Ltd                 | 4.6% |

## Available on the following platforms

|                       |                         |
|-----------------------|-------------------------|
| 7IM                   | Moventum                |
| Aegon                 | Novia                   |
| AJ Bell               | Nucleus                 |
| ALEX                  | Old Mutual (Skandia)    |
| Allfunds              | OM Wealth               |
| Alliance Trust        | Parmerion               |
| 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                       | -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 Global Infrastructure | -15.19%  | 23 Aug 17 | 26 Mar 18 | -5.55%               |

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