



VT Gravis UK Infrastructure Income

Specialist

Introduction

Gravis (formerly GCP) was founded in May 2008 specialising in infrastructure investment currently managing in excess of £2.5 billion. Gravis is the investment adviser to GCP Infrastructure Investments Limited, a FTSE 250 investment company listed on the Main Market of the London Stock Exchange, which typically invests in debt secured against, UK social infrastructure projects. Gravis also advises VT Gravis UK Infrastructure Income Fund, the first fund to offer investors access to the UK listed infrastructure sector through an open-ended structure.



Manager - Stephen West

Manager Since - 25/01/2016

Stephen is a director of Gravis, joining the company in 2015 following many years working on projects with the original founders. He is a lead fund manager for VT UK Infrastructure Income Fund. Stephen qualified as a Barrister and has since spent over 30 years in the securities industry. On the sell side, he worked in the Swiss and US 'bulge bracket' investment banks, running EMEA debt capital markets for Merrill Lynch and the global credit trading, sales and research business for SBC / UBS, where he was personally responsible for the bank's \$400 billion fixed income securities and loan books. On the buy side, he has worked in structuring and capital raising for hedge funds and venture capital firms. Stephen graduated with a degree in Law from University College London. He was called to the Bar at Lincolns Inn. Stephen currently serves as an entrepreneurship expert with the Entrepreneurship centre at the Saïd Business School, University of Oxford.

Fund Objective

The investment objective of the company is to generate income and preserve capital with potential for capital growth. The fund targets a regular income of 5% per annum (by reference to the launch price of £1 per share) with the potential for capital growth and protection from inflation.

Investment Process

The portfolio invests in listed sterling securities in the infrastructure space covering investment companies, direct equities, fixed income and REITS. Investments in the portfolio are selected based on key factors that cover yield sustainability, inflation hedging characteristics, sustainable valuation, size/liquidity and low relative volatility. Gravis do not believe in a short-term approach to investment and specialise in long-term projects investing in assets in that the UK will need for many years. The portfolio focuses on availability based (e.g. hospitals) rather than demand based projects (e.g. toll roads).

A minimum of 75% of the portfolio is supported by UK government backed cash or regulated cash flows, the majority of which are linked to inflation. A minimum of 80% of the portfolio is invested in completed/operational assets with 100% allocation to sterling denominated securities. Cash is held back in the portfolio so the team can tactically deploy this in subscription offers and placements for the underlying securities in which the fund invests. By participating in these placing programmes, the team are often able to increase their exposure to these investments at a price lower than the market. This approach historically has delivered extra value to unit holders. Once a decision has been made to invest in a listed security, the transaction details are sent to the Valu-Trac (Investment Adviser) to execute.

An issue in the closed ended infrastructure investment company space can be the large premiums versus the underlying NAV that they trade at, especially in a low interest rate environment. The underlying portfolio of the UK Infrastructure fund is not immune to this. To try and mitigate this, the manager constructs the portfolio with varying weights so the portfolio weighted average premium is lower than the underlying average.

RSMR Opinion

The fund provides investors with an alternative option to traditional fixed income or direct UK property funds, especially for those seeking an income. Alternatively, the fund offers diversification benefits when combined with traditional asset classes or should be used for investors who wish to invest in the underlying listed infrastructure holdings but cannot do so directly via an offshore bond wrapper.



Important Notice

This factsheet is aimed at Investment Professionals only and should not be relied upon by Private Investors. Our comments and opinion are intended as general information only and do not constitute advice or recommendation. Information is sourced direct from fund managers and from a number of websites. This information is therefore as current as is available at the time of production.

Quick Stats

Citi Code	E5JB			Price Date	26/09/2017
ISIN Code	GB00BYVB3M28			Mid Price	115.6549p (-0.5475p)
SEDOL Code	BYVB3M2	Dividends Per Annum	4	Bid Price	
Sector	Specialist	FE Risk Score	39	Offer Price	
		Yield	4.98%	Pricing Frequency	Daily
Domicile	United Kingdom	Type	Accumulation	Launch Date	25/01/2016
Legal Structure	OEIC	Factsheet Frequency	12 per year	ISA	Available, Eligible
Fund Size	£228M as at 31/08/2017	Fund Currency	GBX (Pence)	Manager Name	

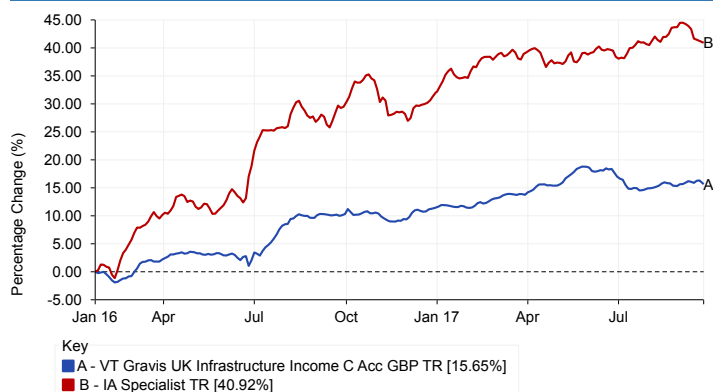
Fund Objective

To Deliver a regular income expected to be 5% per annum Preserve investors' capital throughout market cycles with the potential for capital growth and protection from inflation. Invests in 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.

Purchase & Other Information

Min. Investment	£1000
Min. Top-up	£500
Standard Initial Charge	4.00%
Clean Share Class	Yes
AMC	0.75% - £20,000 chargeable to fund plus 0.75%
OCF	0.75% as at 31/12/2016
FMF	
Compliant	UCITS V Compliant
Dividend Date	Mar 31, Jun 30, Sep 30, Dec 31
For Sale In	United Kingdom

Performance Chart in (GBX)



Cumulative Performance (GBX)

Period	Fund	Sector	Rank in Sectors
6 Months	1.53%	2.36%	
1 Year	5.24%	9.19%	
3 Years		24.22%	
5 Years		35.52%	

Discrete Annual Performance to Last Quarter End (GBX)

Period	Fund	Sector	Rank in Sectors
0 to 12 m	14.13%	14.99%	
24m to 36m		-1.05%	
48m to 60m		7.15%	

Top 5 Holdings as at 31/08/2017

Rank	Change	Name	%
1	▲	BLUEFIELD SOLAR INCOME LIMITED	9.00
2	▼	GCP INFRASTRUCTURE INVESTMENTS LD ORD 1P	8.79
3	▶	THE RENEWABLES INFRASTRUCTURE GROUP LIMITED ORD GBP	8.62
4	▶	MEDICX	8.12
5	▶	JOHN LAING ENVIRONMENTAL ASSETS GROUP LIMITED ORD NPV	5.00

Top 5 Sectors as at 31/08/2017

Rank	Change	Name	%
1	▶	BASIC MATERIALS	39.00
2	▶	OTHERS	22.00
3	▶	HEALTH CARE	21.00
4	▶	UTILITIES	12.00
5	▶	TRANSPORT	6.00

Top 5 Regions as at 31/08/2017

Rank	Change	Name	%
1	▶	UK	98.27
2	▶	MONEY MARKET	1.72

Top 5 Asset Classes as at 31/08/2017

Rank	Change	Name	%
1	▶	OTHERS	72.00
2	▶	INTERNATIONAL EQUITIES	14.00
3	▶	PROPERTY	13.00
4	▶	GLOBAL FIXED INTEREST	1.00