

### 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 – 30/11/2020



### RETURNS

	NOVEMBER 2020	3 MONTHS	12 MONTHS	36 MONTHS	SINCE INCEPTION	VOLATILITY
VT Gravis UK Infrastructure Income Fund	2.04%	-0.89%	-2.40%	18.36%	34.63%	9.36%
MSCI UK	13.10%	5.67%	-13.51%	-6.11%	26.27%	17.49%

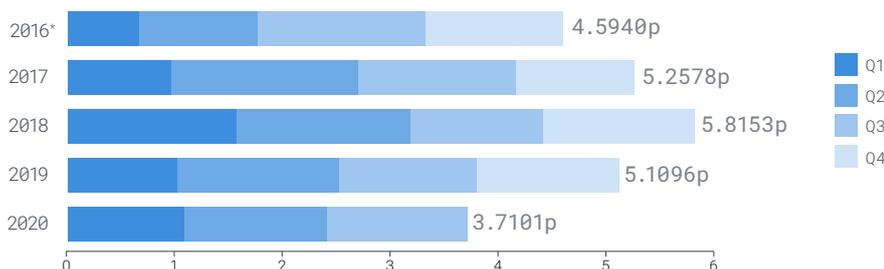
Past performance is not necessarily a guide to future performance.

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 30 November 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>	£681.49m
<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 30 November 2020</b>	C Acc (£): 134.63p C Inc (£): 107.26p I Acc (£): 135.56p I Inc (£): 107.26p
<b>Trailing 12 month net yield<sup>3</sup> as at 30 November 2020</b>	C: 4.69% I: 4.76%
<b>Annual turnover to 30 November 2020</b>	2.71%
<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

**Cash flows generated by the companies held within the portfolio have remained resilient overall, which has resulted in continuity in dividend payments to the Fund**

Capital markets received a shot in the arm on news that Pfizer and BioNTech had developed the first viable vaccine for COVID-19, which prompted greater risk appetite among investors. The UK infrastructure sector rallied significantly in the early stages of the month, and while performance faded into the close, the Fund recorded a 2.04% gain (C Accumulation GBP units) during the period with most portfolio companies contributing positively.

The prevalence of equity issuance across the UK-listed renewable energy infrastructure sector continued during the period and the Fund participated in Placings (cumulatively amounting to £365m) undertaken by Bluefield Solar, The Renewables Infrastructure Group and Gresham House Energy Storage thereby adding to existing holdings in these companies at attractive prices.

On 25th November Rishi Sunak delivered his Spending Review to parliament, while simultaneously the long-awaited UK National Infrastructure Strategy document was published. "Infrastructure" received over 100 mentions in the Spending Review document, developing on Boris Johnson's green revolution and 'building back better' rhetoric. £100bn of capital expenditure is planned for 2021-22 and includes £19bn on transport, £4.2bn for NHS infrastructure and £260m for digital infrastructure programmes. There was confirmation of multi-year spending on roads (£58bn), housing (£20bn), hospitals, schools and prisons, flood and coastal protection (£5.2bn), and a £4bn 'levelling up' fund announced to invest in local infrastructure. £12bn for the green industrial revolution was confirmed, which includes £1.9bn for charging infrastructure and consumer incentives, £1.1bn to make homes and buildings net-zero ready and £1bn for a carbon capture and storage infrastructure fund.

The National Infrastructure Strategy (the government response to the 2018 National Infrastructure Commission's first National Infrastructure Assessment) is based on three themes: economic recovery, levelling up and unleashing the potential of the Union and meeting the UK's net zero emissions target by 2050 and these elements are clear areas of focus within the Spending Review.

However, the National Infrastructure Strategy document contained little detail regarding new private sector support initiatives other than an extension of applicability of the Contracts for Difference model (currently used for offshore wind capacity procurement) and the Regulated Asset Base model. A reiteration that there will be no reintroduction of PFI/PF2 frameworks was as expected. Private sector investment will be critical in supporting the government's infrastructure ambitions but comments around this were limited:

"Support private investment: the UK has a proud record of attracting private investment into its infrastructure. But the government recognises investors have faced uncertainty in the past few years. This Strategy – and the Energy White Paper which will follow shortly – are aimed at providing investors with clarity over the government's plans, so they can look to the UK with confidence and help deliver the upgrades and projects needed across the country."

More detail is yet to come in a range of anticipated publications including the energy white paper, a hydrogen strategy, transport decarbonisation plan, a policy paper on economic regulation due in 2021 and an updated National Infrastructure and Construction pipeline. Private infrastructure investors, such as the companies to which the Fund is exposed, will be keen to see greater clarity on support mechanisms.

**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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Cash flows generated by the companies held within the portfolio have remained resilient overall, which has resulted in continuity in dividend payments to the Fund. At the end of December, the Fund will declare its final quarterly income distribution for 2020. The Adviser anticipates modest year-on-year growth in the Q4 income distribution. In the context of uncertainty over Brexit negotiations and as the economic realities of the Covid-19 pandemic come to the fore, contracted infrastructure assets are likely to prove a relative safe-harbour for investors.

**Will Argent**

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## CORRELATION, PERFORMANCE AND VOLATILITY COMPARISON

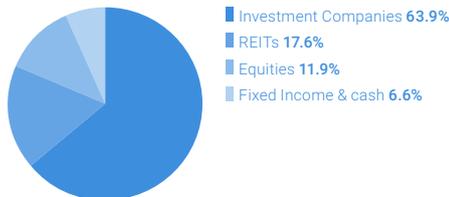
25 January 2016 – 30 November 2020

	CORRELATION	RETURN	VOLATILITY	YIELD
VT Gravis UK Infrastructure Income Fund (C GBP Acc)	—	34.6%	9.4%	4.6%
MSCI UK	0.45	26.3%	17.5%	3.4%
MSCI World	0.27	99.1%	17.0%	1.8%
MSCI World Infrastructure	0.25	48.3%	15.6%	4.2%
UK 10 Yr Gilts	0.02	8.0%	6.0%	0.3%
MSCI World vs MSCI World Infrastructure	0.85			

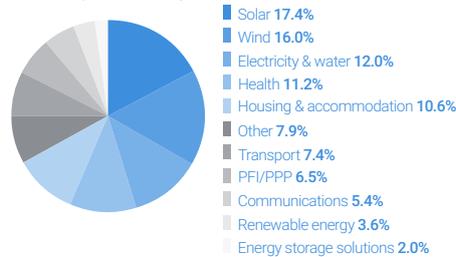
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## PORTFOLIO

## Sectors



## Underlying Project Exposure



## TOP 10 HOLDINGS ON 30 NOVEMBER 2020

COMPANY	%
Sequoia Economic Infrastructure Income Fund Ltd	8.2%
Renewables Infrastructure Group Ltd	7.9%
GCP Infrastructure Investments Ltd	6.8%
JLEN Environmental Assets Group Limited	6.2%
GCP Asset Backed Income Fund Ltd	5.4%
HICL Infrastructure Fund Limited	4.9%
NextEnergy Solar Fund Limited	4.4%
Bluefield Solar Income Fund Ltd	4.3%
Primary Health Properties PLC	4.3%
Greencoat UK WIND 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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