

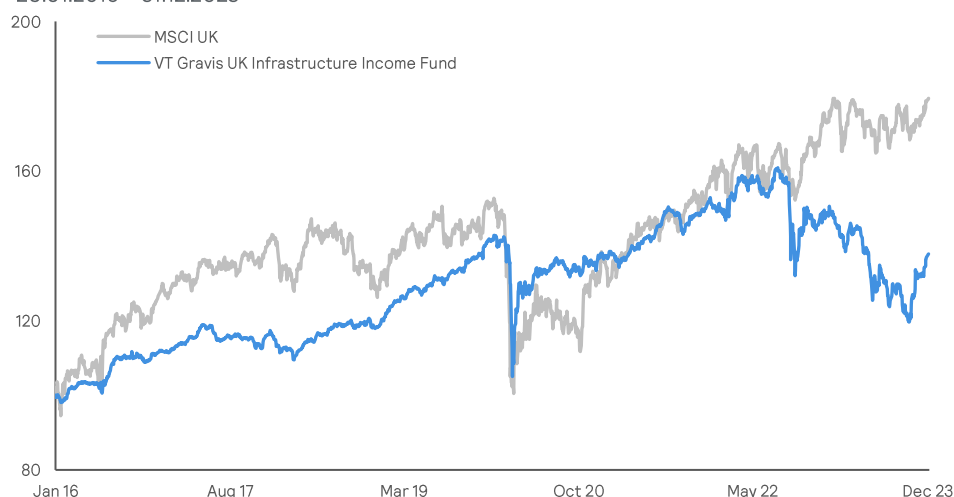
FUND OBJECTIVES

- To deliver a regular income expected to be 5%¹ per annum
- To preserve investors' capital throughout market cycles with the potential for capital growth and protection from inflation.
- To invest in GBP UK Listed Securities including Investment Companies, Equities, Bonds and REITs
- To offer 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

VT Gravis UK Infrastructure Income Fund – C Acc GBP (Total return after charges)

25.01.2016 – 31.12.2023



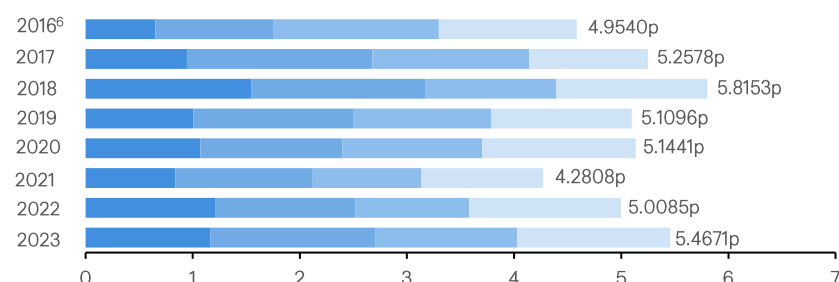
RETURNS

	SINCE INCEPTION	7 YEAR	5 YEAR	3 YEAR	12 MONTH	3 MONTH	YTD	VOLATILITY
VT Gravis UK Infrastructure	37.78%	23.55%	16.40%	0.93%	-5.77%	8.90%	-5.77%	10.09%
MSCI UK	79.43%	41.89%	39.30%	37.95%	7.66%	2.31%	7.66%	16.14%

Past performance is not necessarily indicative of future results
Fund launched on 25 January 2016.
Fund performance is illustrated by the C GBP Net Accumulation share class.

DIVIDENDS

Dividends paid since inception for C GBP Income share class.



Fund overview

Name	VT Gravis UK Infrastructure Income Fund
Regulatory Status	FCA Authorised UK UCITS V OEIC
Sector	IA Infrastructure
Launch Date	25 January 2016
Fund Size	£653.45m
Number of Holdings	32
Share Classes	Income and Accumulation Clean & Institutional (£,\$,€)
Min. Investment	C: £1,000
Net Asset Value per share	C Acc (£): 137.78p C Inc (£): 93.95p
Trailing 12 month net yield ²	C Inc: 5.82%
Annual Management Charge	C: 0.75%
Capped fund OCF ³	C: 0.75%
Synthetic OCF ⁴	C: 1.65%
Dividends Paid	End of Jan, Apr, Jul, Oct
Classification	Non-complex
Liquidity	Daily dealing
ISINs	C Acc (£): GB00BYVB3M28 C Inc (£): GB00BYVB3J98

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. Published dividends are net of charges which are taken from income. C Inc share class.

3. The OCF for all share classes is capped at the AMC and any costs in excess of the OCF/AMC will be paid by the Investment Adviser.

4. The 'Synthetic' Ongoing Charges Figure (OCF) is calculated using the weighted average OCF of the Fund's underlying holdings where these figures are published; the aggregated figure for the 22 of the 32 holdings in the portfolio is 0.87%. Whilst the requirement to publish the 'Synthetic' OCF is a new one as at 30th June 2022, this is not a new cash charge to investors and the OCF of the Fund remains capped at the AMC.

5. 12 month trailing net yield C Inc share class.

6. Part period from 25.01.16 – 31.03.16

All data, source: Valu-Trac Investment Management and MSCI Inc and Reuters.



FUND ADVISER'S REPORT

The strategy performed well during the final quarter of 2023 owing to a reversal in macroeconomic headwinds. Inflationary pressures slowed markedly, which afforded the Bank of England an opportunity to press pause on interest rates. Longer-dated gilt yields moved sharply lower into the year end as market participants began to increase bets that the interest rate cycle has peaked and looked towards the prospect for rate cuts during 2024. This provided strong impetus for listed infrastructure companies to re-rate higher for two key reasons: firstly, that if rates have peaked it is likely that further increases to discount rates will not be required thereby providing a firmer footing for asset valuations, and secondly, owing to the attractiveness of infrastructure income yields relative to rapidly declining longer-dated gilt and bond yields. Against this backdrop, the C Accumulation GBP units recorded a total return of 8.90% during the quarter, thus recovering a significant proportion of the losses experienced during the year overall.

The vast majority of companies held within the Fund delivered positive returns during the period with more than one third of portfolio constituents recording total returns in excess of 10%. While positive returns were broad-based across different infrastructure segments, there was notable and common strength across the cohort of specialist REITs including Tritax BigBox, Assura Group, Target Healthcare and Primary Health Properties. However, the greatest total return (albeit not the greatest contribution owing to its modest weighting) was recorded by Smart Metering Systems (SMS), which delivered a 53.3% total return during the period as it became subject to a takeover bid from private equity investor KKR. We noted in our Q3 commentary that "it is reasonable to anticipate further M&A-related news if infrastructure companies remain so lowly rated as they are now" and that view has been swiftly corroborated. The Board of SMS has recommended a cash offer of 955p from KKR, implying an acquisition multiple of 20x EV/EBITDA and representing a 50.7% premium to the volume-weighted average price of SMS during the three-month period ending on the last trading day before the announcement. The deal is subject to shareholder approval.

Losses were recorded by Renewi (which softened following the Board's rejection of Macquarie's takeover approach noted in our Q3 commentary), Digital 9 Infrastructure, SDCL Energy Efficiency and Vodafone. In each case the impact on the Fund's overall performance was negligible owing to either the low weighting of the position or the magnitude of the loss being very modest.

Asset valuation updates during the period were mixed. REITs continued to see property valuations negatively impacted by higher cap rates but delivered decent rental growth and reported robust occupancy rates. As noted, the Fund's selective REIT exposures performed well from a share price perspective during Q4 despite negative valuation movements. We would contend that the market recognises these companies are operating well fundamentally, and that valuation movements are backwards looking. Valuations in social infrastructure and renewables were generally negatively impacted by increases in average discounts rates, which were quite marked in some cases. The reference point for these valuations was the end of September and so incorporate long-dated reference yields towards their recent highs. Reference yields have fallen sharply since and it appears reasonable to think that discount rates will not be subject to further upwards pressure in December valuations. The Fund's exposures to economic infrastructure equity and debt reported improved valuations. For example, 3i Infrastructure's H1 results to the end of September saw a NAV total return of 6.3% and, in similar vein to the company's pre-close statement, it noted that "the portfolio overall is performing robustly and ahead of expectations."

Portfolio companies announced or completed a number of transactions, demonstrating an active market for infrastructure assets. Cordiant Digital Infrastructure acquired two companies operating within the data centre and cloud services markets. International Public Partnerships meanwhile completed the sale of four OFTO senior debt investments at a "modest premium",

raising £200m and showing the company's ability to manage its balance sheet. The proceeds, due by the end of January 2024, will pay down the drawn RCF balance fully and provide ammunition for upcoming commitments and a share buyback programme.

Fourth quarter dividend announced

Income distributions for the fourth quarter of 2023, payable in January 2024, amounted to 1.4268p per C Income GBP unit and 1.4502p per I Income GBP unit. Total distributions declared during 2023 sum to 5.4671p per C Income GBP unit and 5.5683p per I Income GBP unit, representing a year-on-year increase of approximately 9% for each unit class. Although three companies reduced their dividends (to varying degrees) during the year, the overarching trend across the broader portfolio was far more positive. The allocation towards renewable energy infrastructure (predominantly energy generation assets like wind and solar) was a key source of income growth. In recent years, this cohort has benefitted from the inflation linkage embedded within subsidy revenues such as Renewable Obligation Certificates and Feed-in-Tariffs, and from higher profitability on power sales which have supported strong rates of dividend growth. Elsewhere, the portfolio's exposure to a range of utilities operating within the water and energy sectors has provided another area of material dividend growth with company distribution policies typically linked to inflationary trends. It is useful to note that owing to the timing of company Q4 or H2 dividend distributions, some of the strong dividend uplifts already declared by companies for the 2023 financial year will be captured during the early stages of 2024.

At year end, the Fund's trailing 12-month yield was 5.82% (C Income GBP), which appears attractive in both absolute and relative terms. For reference, the UK 10-year government gilt yield closed the year at 3.537%. Many infrastructure companies to which the Fund is exposed will typically provide dividend guidance as full year results are announced in early 2024 and this will provide greater visibility on potential distribution growth for the next twelve months or so. The impact of recent inflationary trends on cash flows is likely to provide support for further dividend increases in general, although this will need to be balanced with any investment commitments and higher debt servicing costs where companies have not fixed their rate exposure.

William Argent, CFA
Investment Adviser
Gravis Advisory Ltd
William.argent@graviscapital.com

Investment Adviser

Gravis Advisory Limited is owned and managed by Gravis Capital Management Ltd ("Gravis").

Gravis Capital Management was established in May 2008 as a specialist investor in property and infrastructure and now manages c.£2bn of assets in these sectors in the UK. Gravis entered into a strategic partnership with ORIX Corporation in January 2021.

Gravis Advisory Limited is also the Investment Adviser to the c.£400m VT Gravis Clean Energy Income Fund, the c.£100m VT Gravis UK Listed Property Fund and the c.£30m VT Gravis Digital Infrastructure Income Fund.

Sales Contacts

Cameron Gardner 07835 142763
cameron.gardner@graviscapital.com

Jason Anderson 020 3405 8527
jason.anderson@graviscapital.com

Ollie Matthews 07787 415151
ollie.matthews@graviscapital.com

Dealing

Valu-Trac 01343 880344
UKInfrastructure@valu-trac.com
Available on all major platforms

CORRELATION, PERFORMANCE AND VOLATILITY COMPARISON

	CORRELATION	RETURN	VOLATILITY	YIELD*
VT Gravis UK Infrastructure Income Fund (C Acc)	-	37.78%	10.09%	5.61%
MSCI UK	0.39	79.43%	16.14%	3.78%
MSCI World Infrastructure	0.19	65.12%	14.33%	4.37%
UK 10 Year Gilts	0.07	-18.62%	7.41%	3.52%

Past performance is not necessarily indicative of future results. Fund launched on 25 January 2016. Data as at 31 December 2023. *12m trailing net yield C Inc share class.

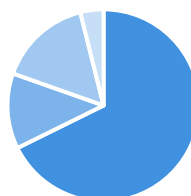
TOP 10 HOLDINGS

COMPANY

WEIGHTING

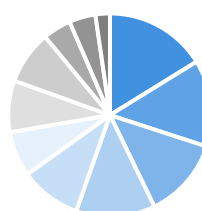
SECURITY TYPE

Greencoat UK WIND PLC	7.28%
Renewables Infrastructure Group Limited	7.19%
HICL Infrastructure Fund Limited	7.09%
Sequoia Economic Infrastructure Fund Limited	7.00%
John Laing Environmental Assets Group Limited	5.16%
GCP Infrastructure Investments Ltd	4.67%
Primary Health Properties PLC	4.16%
National Grid PLC	4.05%
Foresight Solar Fund Limited	3.76%
GCP Asset Backed Income Fund Ltd	3.75%



- Closed Ended Investment companies 67.7%
- Equities 12.7%
- REITs 15.7%
- Fixed Income & Cash 3.9%

UNDERLYING PROJECT EXPOSURE



- Wind 16.2%
- Solar 13.8%
- Electricity & Water 12.8%
- Healthcare 12.6%
- Communications & Data 9.7%
- Other (incl. Cash) 7.2%
- PFI/PPP 8.2%
- Transport & Logistics 8.5%
- Housing & Accommodation 4.5%
- Renewable Energy (excl. Wind and Solar) 4.2%
- Energy Storage Solutions 2.3%

DISCRETE 6 YEAR PERFORMANCE

	2018	2019	2020	2021	2022	2023
VT Gravis UK Infrastructure Income Fund	1.84%	19.35%	-3.36%	11.04%	-3.54%	-5.77%
MSCI UK	-8.82%	16.37%	-13.23%	19.59%	7.15%	7.66%
MSCI World Infrastructure	0.57%	16.91%	-2.96%	7.29%	7.26%	-2.42%
UK 10 Year Gilts	-1.79%	2.83%	2.91%	-8.18%	-19.38%	1.17%

Past performance is not necessarily indicative of future results.
 Fund launched on 25 January 2016.
 Fund performance is illustrated by the C GBP Net Accumulation share class.

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