

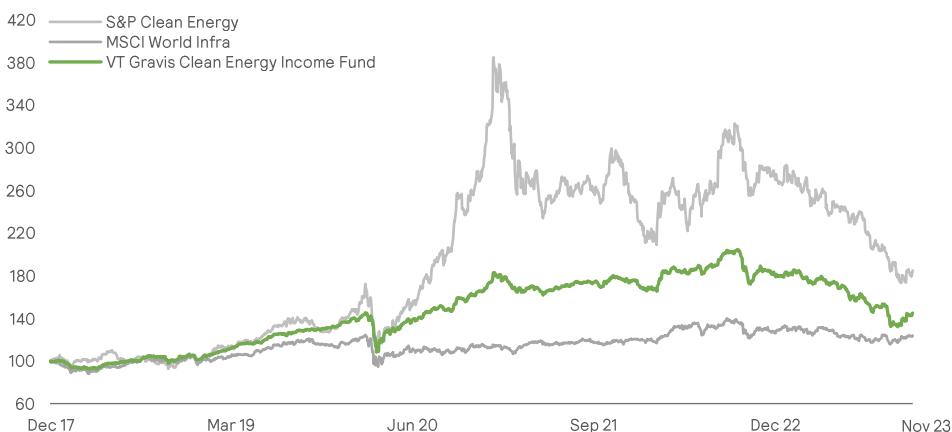
### FUND OBJECTIVES

- To deliver a regular income, expected to be 4.5%<sup>1</sup> per annum
- To preserve investor's capital throughout market cycles, with the potential for capital growth
- To invest in a diversified portfolio of global listed securities including Yield Co Equities, Investment Companies and Equities
- To offer exposure to companies engaged in the provision, storage, supply and consumption of clean energy

### PERFORMANCE CHART

VT Gravis Clean Energy Income Fund – C Acc GBP (Total return after charges)

18.12.2017 – 30.11.2023



### RETURNS

|                           | SINCE INCEPTION | 5 YEAR | 3 YEAR  | 12 MONTH | 3 MONTH | 1 MONTH | YTD     | VOLATILITY |
|---------------------------|-----------------|--------|---------|----------|---------|---------|---------|------------|
| VT Gravis Clean Energy    | 44.86%          | 37.06% | -12.28% | -21.42%  | -4.74%  | 7.85%   | -19.55% | 11.77%     |
| MSCI World Infrastructure | 23.73%          | 19.18% | 9.41%   | -6.06%   | 3.36%   | 2.82%   | -4.09%  | 15.00%     |
| S&P Clean Energy          | 84.73%          | 75.17% | -33.49% | -34.40%  | -11.19% | 5.37%   | -30.88% | 26.88%     |

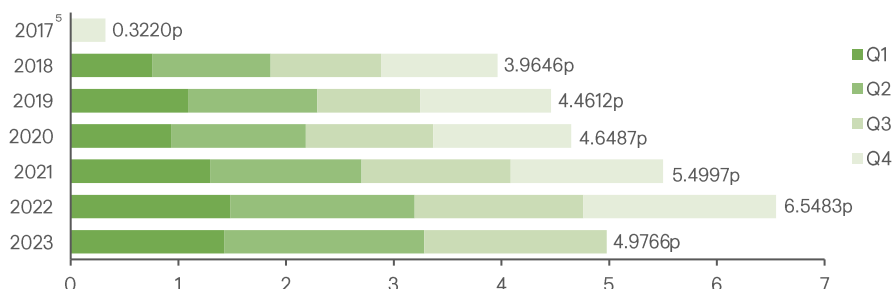
Past performance is not necessarily indicative of future results

Fund launched on 18 December 2017

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 Clean Energy Income Fund                         |
| Regulatory Status                        | FCA Authorised UK UCITS V OEIC                             |
| Sector                                   | IA Infrastructure  |
| Launch Date                              | 18 December 2017   |
| Fund Size                                | £407.34m   |
| Number of holdings                       | 33   |
| Share Classes                            | Income & Accumulation<br>Clean & Institutional<br>(£,\$,€) |
| Min. Investment                          | C: £100  |
| Net Asset Value per share                | C Acc (£): 144.86p<br>C Inc (£): 114.62p                   |
| Trailing 12-month net yield <sup>2</sup> | C Inc (£): 5.90%   |
| Annual Management Charge                 | I: 0.70% C: 0.80%  |
| Capped Fund OCF <sup>3</sup>             | I: 0.70% C: 0.80%  |
| Synthetic OCF <sup>4</sup>               | I: 1.22% C: 1.32%  |
| Dividends Paid                           | End of Jan, Apr, Jul, Oct                                  |
| Classification                           | Non-complex  |
| Liquidity                                | Daily dealing  |
| ISINs                                    | C Acc (£): GB00BFN4H792<br>C Inc (£): GB00BFN4H461         |

1. This is an unofficial target and there is no guarantee it will be achieved. Per annum by reference to the launch price of £1.00 per unit, payable quarterly, one month in arrears.

2. Published dividends from 14/10/2020 are net of charges, which are taken from capital. Prior to 14/10/2020, charges were taken from income.

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

4. The 'Synthetic' Ongoing Charges Figure (Class I and C Acc) is calculated using the weighted average OCF of the Fund's underlying holdings, where published, combined with the Fund's own operating charges: the aggregated OCF figure for the 17 holdings in the portfolio that are published is 0.52%. The OCF of the Fund remains capped at the AMC.

5. Part period from 18.12.2017 – 31.12.2017

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



## FUND ADVISER'S REPORT

The Fund recorded a 7.85% gain in November (C Accumulation GBP) as government bond yields in key jurisdictions tracked lower from their October highs. Longer-dated reference yields contracted most significantly. The UK 30-year gilt yield fell from a high of 5.11% in October to 4.69% at the end of November while the downwards shift in the US 30-year reference yield was even more pronounced. As noted in last month's commentary, the Federal Reserve, Bank of England and European Central Bank all hit 'pause' on interest rates and signalled that the hiking cycle may be at, or nearing, an end thus providing the catalyst for the movement in yields.

If it had been in doubt, the sharp improvement in share prices across the portfolio in reaction to less-hawkish central bank rhetoric appears to corroborate our long-held view that the de-rating in the clean energy infrastructure sector has been driven primarily by the rate cycle. It makes sense, then, that perhaps the most interest-rate sensitive company held within the Fund, HASi (ex "Hannon Armstrong Sustainable Infrastructure"), was the clear leader in terms of total return (+36.0% GBP-adjusted) and contribution to performance during November. The broader constituents of the portfolio recorded strong positive returns in many cases, with double-digit gains (GBP-adjusted) achieved by 16 of the 33 holdings. Only a handful of companies posted a loss for the period, and on a purely subjective basis, these were largely confined to the smaller, less diversified companies that perhaps rank lower on a quality perception scale.

A large number of portfolio companies reported Q3 updates in November, which for UK-listed closed-ended companies incorporated higher discount rates in the majority of cases and some modest reductions to net asset values. These updates, struck for 30th September, lag the recent trends in reference yields. If prevailing trends persist, it seems reasonable to suggest that the risk or headwind from further increases

to discount rates will dissipate. With many companies still trading on sizeable discounts to their net asset values, which now incorporate high single-digit discount rates (at least), the disconnect between share prices and asset values could potentially narrow quite rapidly. Discount rates, and therefore implied returns, have increased within asset valuation models and now, with longer-dated government bond yields contracting quite materially, the spread appears far more attractive than it has for some time and we believe this will refocus investor interest.

Following much speculation, the UK government announced plans to increase the maximum allowable strike price for offshore wind capacity contracts at the next allocation round ("AR6") in 2024. This follows AR5 in September 2023, which failed to attract any bids for offshore wind projects at a maximum allowable strike price of £44/MWh (in 2012 prices). In AR6, the offshore wind strike price will be increased by 66% to £77/MWh (in 2012 prices) and offshore wind will also be given a separate "funding pot" in recognition of the high number of projects ready to participate. It is thought that the price levels will be sufficient to secure the delivery of offshore wind capacity, which is crucial if the UK is to meet its target of 50GW of offshore wind capacity by 2030. The government will also raise the maximum price on offer for other renewable technologies, including a 30% increase for solar (vs. AR5).

### Investment Adviser

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

Gravis Capital Management was established in May 2008 as a specialist investor in infrastructure and real estate, 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 Ltd is also the Investment Adviser to the c.£640m VT Gravis UK Infrastructure Income Fund, the c.£95m VT Gravis UK Listed Property (PAIF) 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

Nick Winder 07548 614184  
nick.winder@graviscapital.com

Ollie Matthews 07787 415151  
ollie.matthews@graviscapital.com

Robin Shepherd 07971 836433  
robin.shepherd@graviscapital.com

### Dealing

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

**William Argent**  
Investment Adviser  
Gravis Advisory Ltd  
william.argent@graviscapital.com

## CORRELATION, PERFORMANCE AND VOLATILITY COMPARISON

18.12.2017 – 30.11.2023

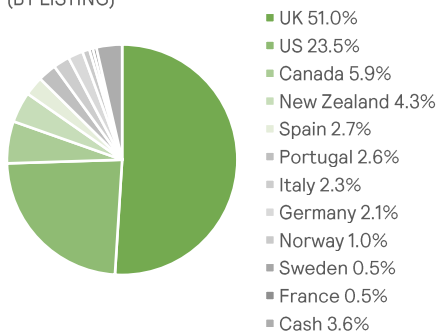
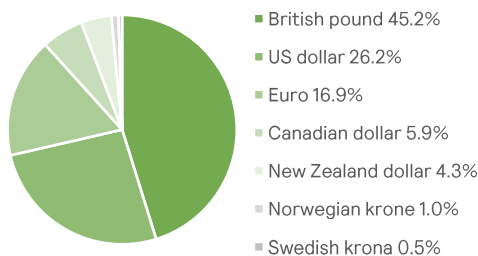
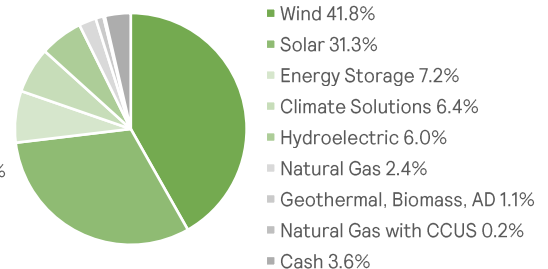
|                                     | CORRELATION | RETURN | VOLATILITY | YIELD* |
|-------------------------------------|-------------|--------|------------|--------|
| VT Gravis Clean Energy Income C Acc | -           | 44.86% | 11.77%     | 5.90%  |
| MSCI World Infrastructure           | 0.67        | 23.73% | 15.00%     | 4.53%  |
| S&P Clean Energy                    | 0.68        | 84.73% | 26.88%     | 1.55%  |

Past performance is not necessarily indicative of future results  
Fund launched 18 December 2017

\*12m trailing net yield, Fund C Inc GBP share class

**TOP 10 HOLDINGS**

| COMPANY                                     | WEIGHTING | SECURITY TYPE   |
|---|-----------|---|
| Greencoat UK Wind PLC                       | 8.46%     |  <ul style="list-style-type: none"> <li>■ Closed End Investment Companies 51.0%</li> <li>■ Yield Co Equity 35.8%</li> <li>■ Equities 9.6%</li> <li>■ Cash 3.6%</li> </ul> |
| Renewables Infrastructure Group Ltd         | 7.93%     |   |
| Clearway Energy Inc                         | 5.80%     |   |
| Atlantica Sustainable Infrastructure PLC    | 5.49%     |   |
| HASI Inc                                    | 5.28%     |   |
| Greencoat Renewables PLC                    | 4.44%     |   |
| Meridian Energy Ltd                         | 4.28%     |   |
| Brookfield Renewable Corp                   | 3.82%     |   |
| Foresight Solar Fund Ltd                    | 3.77%     |   |
| Octopus Renewables Infrastructure Trust plc | 3.62%     |   |

**GEOGRAPHIC BREAKDOWN**  
 (BY LISTING)

**CURRENCY EXPOSURE**  
 (BY LISTING)

**ENERGY SOURCE\***


\*Calculated based on installed capacity, Gravis Advisory Ltd research

**DISCLAIMER**

**WARNING:** The information in this report is presented by Valu-Trac Investment Management Limited using all reasonable skill, care and diligence and has been obtained from or is based on third party sources believed to be reliable but is not guaranteed as to its accuracy, completeness or timeliness, nor is it a complete statement or summary of any securities, markets or developments referred to. The information within this report should not be regarded by recipients as a substitute for the exercise of their own judgement.

The information in this report has no regard to the specific investment objectives, financial situation or particular needs of any specific recipient and is published solely for informational purposes and is not to be construed as a solicitation or an offer to buy or sell any securities or related financial instruments. In the absence of detailed information about you, your circumstances or your investment portfolio, the information does not in any way constitute investment advice. If you have any doubt about any of the information presented, please consult your stockbroker, accountant, bank manager or other independent financial advisor.

Value of investments can fall as well as rise and you may not get back the amount you have invested. Income from an investment may fluctuate in money terms. If the investment involves exposure to a currency other than that in which acquisitions of the investments are invited, changes in the rates of exchange may cause the value of the investment to go up or down. Past performance is not necessarily a guide to future performance. Any opinions expressed in this report are subject to change without notice and Valu-Trac Investment Management Limited is not under any obligation to update or keep current the information contained herein. Sources for all tables and graphs herein are Valu-Trac Investment Management unless otherwise indicated.

The information provided is "as is" without any express or implied warranty of any kind including warranties of merchantability, non-infringement of intellectual property, or fitness for any purpose. Because some jurisdictions prohibit the exclusion or limitation of liability for consequential or incidental damages, the above limitation may not apply to you.

Users are therefore warned not to rely exclusively on the comments or conclusions within the report but to carry out their own due diligence before making their own decisions.

Unless otherwise stated Equity Market price indices used within this publication are sourced or derived from data supplied by MSCI Inc 2023.

Valu-Trac Investment Management Limited and its affiliated companies, employees of Valu-Trac Investment Management Limited and its affiliated companies, or individuals connected to them, may have or have had interests of long or short positions in, and may at any time make purchases and/or sales as principal or agent in, the relevant securities or related financial instruments discussed in this report. © 2023 Valu-Trac Investment Management Limited. Authorised and regulated by the Financial Conduct Authority (UK), registration number 145168. This status can be checked with the FCA on 0800 111 6768 or on the FCA website (UK). All rights reserved. No part of this report may be reproduced or distributed in any manner without the written permission of Valu-Trac Investment Management Limited. Valu-Trac™ is a registered trademark.