

FUND STRATEGY

The ATLAS Infrastructure Global Strategy aims to provide investors with exposure to a selection of high quality infrastructure equities. The portfolio will be invested in OECD countries only and is a high conviction strategy focussed on investing in infrastructure securities which provide the optimal balance of return and risk. The fund aims to monitor and manage carbon and climate change risk exposures within set tolerances.

COMMENTARY

The ATLAS portfolio returned 2.04% (net of fees) in November versus the benchmark return of 0.61%. The total contribution to local returns from our equity holdings was 1.4%. The main contributors in the period were our holdings in Elia System Operator, Terna and Avangrid. Edison International, AusNet and EDPR were the main detractors.

PORTFOLIO METRICS

Number of stocks:	18
Cash holding:	6.2 %
Gearing ratio:	41.9 %
Dividend yield:	3.9 %

PERFORMANCE

	Fund ¹ Benchmark ² Excess (%)		
1 month	2	0.6	1.4
3 months	1.7	1.6	0.1
12 months	9	7.4	1.6
Inception p.a.	8.6	7.4	1.2

CONTRIBUTORS (LTM)

	(%)
Union Pacific Corporation	1.48
Norfolk Southern Corporation	1.32
Elia System Operator SA	1.21

SECTOR (Top 5)

	(%)
Electric	42.7
Airport	12.1
Railway	11.9
Gas	10.0
Water	4.4

HOLDINGS (Top 10)

	(%)
Elia System Operator SA	8.0
Getlink SE	7.8
Aena S.M.E. SA	7.6
Spark Infrastructure Group Ltd.	7.5
AltaGas Canada Inc.	5.4
Snam S.p.A.	4.6
Terna S.p.A.	4.6
Avangrid, Inc.	4.6
Edison International	4.6
Southern Company	4.5

DETRACTORS (LTM)

	(%)
Aena SME SA	-0.52
Edison International	-0.27
Severn Trent Plc	-0.23

GEOGRAPHY (Top 5)

	(%)
United States	20.1
Australia	17.1
Italy	9.3
Portugal	8.5
Belgium	8.0

1. Fund¹ calculated by Northern Trust net of fees and taxes assuming income reinvested.

2. Benchmark² return is calculated by Northern Trust (G7 Inflation +5%).

3. Contributors and detractors (last twelve months) are reported in their local currency.

FUND DETAILS

Identifier:	IE00BF6X3080
Inception:	3-Oct-2017
Share class:	GBP Unhedged
Currency:	GBP
Hedging:	No
NAV:	1.5m
Total assets:	9.8m
Fees:	1.2 %
Total expense ratio:	1.2 %

ADDITIONAL DETAILS

Application price:	108.7005
Redemption price:	108.7005
Buy/sell spread:	0
Minimum investment:	50,000
Distribution frequency:	Semi-Annual
Latest distribution:	1.2416
Distribution date:	29-Jun-2018

PORTFOLIO POSITIONING & MACRO OUTLOOK

At the end of the month the ATLAS portfolio was 93% invested. Compared with the investment universe the portfolio has a neutral exposure to GDP and a more hedged position to CPI and long bonds. During the month of November we decreased Severn Trent and increased AENA which increased our GDP exposure marginally and increased our expected returns on a perpetuity and 10yr IRR horizon.

MONTHLY STOCK HIGHLIGHT

Altagas Canada (ACI) was offered to the public in October as a spin-off of core asset from Altagas. Altagas has been under financial pressure following its acquisition of WGL Holdings, a US utility, and has had to sell assets to lower its leverage. As such Altagas was sold at a strong price point for new investors. ACI's main subsidiaries are regulated gas distribution companies operating in British Columbia, Alberta and Nova Scotia. These utilities had a combined Rate Base of C\$834m as of 31 Dec 2017. ACI also owns stakes in wind farms and hydro generation assets which operate under long-term inflation-linked revenue agreements with BC Hydro.

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