

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 -0.30% (net of fees) in January versus the benchmark return of 0.32%. The total contribution to local returns from our equity holdings was -0.42%. The main contributors in the period were our holdings in GetLink, Aeroports de Paris and Aena. Detractors were Severn trent and Pennon.

PORTFOLIO METRICS

Number of stocks:	12
Cash holding	35.5 %
Gearing Ratio	44.9 %
Dividend yield:	3.3 %

PERFORMANCE (%)

	Fund ¹	Benchmark ²	Excess
1 month	-0.3	0.3	-0.6
3 month	1.4	1.8	-0.4
12 month	--	--	--
3 years	--	--	--
5 years	--	--	--

HOLDINGS (%)

Getlink SE	7.5
EDP Renovaveis SA	7.1
Avangrid, Inc.	6.4
Union Pacific Corporation	5.9
Aeroports de Paris SA	5.7

SECTOR (%)

Transportation	30.0
Utilities	22.7
Communications	7.5
Industrial Services	4.4

CONTRIBUTORS (LTM) (%)

Aeroports de Paris SA	1.04
Union Pacific Corporation	0.87
Aena SME SA	0.73
Getlink SE	0.65
Williams Companies, Inc.	0.52

DETRACTORS (LTM) (%)

SES SA FDR (Class A)	-0.61
Pennon Group Plc	-0.42
Chorus Limited	-0.01

GEOGRAPHY (%)

United States	25.9
France	20.4
United Kingdom	14.2
Portugal	11.0
Australia	8.5
Spain	8.4
New Zealand	6.2
Luxembourg	5.5

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:	PIM9253AU
Inception:	Oct-03-2017
Share class:	AUD Hedged
Currency:	AUD
Hedging:	Yes
NAV:	249,311
Total assets:	14,159,253
Fees:	1.2 %
Total expense ratio:	1.2 %

ADDITIONAL DETAILS

Application price:	1.0176
Redemption price:	1.0176
Buy/sell spread:	0
Minimum investment:	50,000
Distribution frequency:	Semi-Annual
Latest distribution:	n/a
Distribution date:	n/a

PORTFOLIO POSITIONING & MACRO OUTLOOK

At the end of the month the ATLAS portfolio was 62% invested. We expect that the ATLAS Investment Committee will continue to review and add positions over the coming months. Due to the cash weighting the portfolio currently has a lower GDP, CPI and Long Bond exposure compared with our investment universe. Our macro scenario analysis indicated that the portfolio has a positive exposure to a fast transition climate scenario and a negative exposure to delayed action. The portfolio is broadly neutral to global growth and inflation and has a slight positive to a stagnation scenario.

MONTHLY STOCK HIGHLIGHT

Avangrid is a US Utility and Renewable Energy company. It was formed in 2015 through the merger of Iberdrola USA and the United Illuminating Company. Avangrid is made up of a regulated networks business that owns and operates 8 electric and gas utility networks in four states in North Eastern USA, and a Renewables business that is currently the 3rd largest wind operator in the US. The Avangrid regulated utilities have divested nearly all their generation and non regulated activities and are now close to 'pure' network companies. In addition, Avangrid is attempting to position itself at the forefront of developments in distributed energy systems and energy efficiency which have the potential to cut bills to customers, reduce carbon emissions and increase equity returns. Avangrid renewables owns and operates wind and solar facilities which supply power mostly under power purchase agreements (PPAs) with electric utilities or large corporate customers. This provides between 15 and 20 years of visibility on future revenues. Our expectation is that wind and solar generation resources will continue to be added in the US, even without further federal tax or policy incentives, as existing state level renewable targets require a continued build out for the next 20 years.

Disclaimer

This document is issued by The Trust Company (RE Services) Limited ABN 45 003 278 831, AFSL 235150, (TTCRESL) as responsible entity of, and issuer of units in, the ATLAS Infrastructure Australian Feeder Fund ARSN 621 075 465. The Investment Manager of the Fund is ATLAS Infrastructure (Australia) Pty Ltd ABN 37 613 657 131 (ATLAS). ATLAS is the holder of an Australian Financial Services (AFS) licence, number 497475 under the Corporations Act 2001 (Cth) in respect of the financial services it provides. This document is provided for general information purposes only, and is not to be construed as solicitation of an offer to buy or sell any financial product. Accordingly, reliance should not be placed on this document as the basis for making an investment, financial or other decisions. This information does not take into account your investment objectives, particular needs or financial situation. Whilst every effort is taken to ensure the information in this document is accurate, its accuracy, reliability or completeness is not guaranteed. A product disclosure statement (PDS) and a reference guide (RG) issued by TTCRESL are available for the Fund. You should obtain and consider the PDS and RG before deciding whether to acquire, or continue to hold, an interest in the Fund. Initial applications for units in the Fund can only be made pursuant to the application form accompanied by the PDS. Performance figures assume reinvestment of income. Past performance is not a reliable indicator of future performance. Neither TTCRESL or ATLAS guarantee repayment of capital or any particular rate of return from the Fund. Statements of fact in this document have been obtained from and are based upon sources that TTCRESL and ATLAS believe to be reliable. Neither TTCRESL or ATLAS give any representation or warranty as to the reliability or accuracy of the information contained in this document. All opinions and estimates included in this document constitute judgements of TTCRESL and ATLAS as at the date of this document and are subject to change without notice.

Contacts

If you have any enquiries regarding the Fund you can contact us by telephone on (03) 9046 4057 or email at atlas@unitregistry.com.au. You can also download a copy of the PDS and the RG on the Fund's website at www.atlasinfrastructure.com