

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 2.88% (net of fees) in March versus the benchmark return of 0.50%. The total contribution to local returns from our equity holdings was 3.7%. The main contributors in the period were our holdings in EDPR, Getlink & Severn Trent. Detractors were SES, Williams and Flughafen Wien.

PORTFOLIO METRICS

Number of stocks:	18
Cash holding:	8.3 %
Gearing ratio:	42.8 %
Dividend yield:	3.8 %

PERFORMANCE (%)

	Fund ¹	Benchmark ²	Excess
1 month	2.9	0.5	2.4
3 months	-0.9	1.4	-2.4
12 months	--	--	--
Inception	1.0	3.3	-2.3

CONTRIBUTORS (LTM) (%)

Aeroports de Paris SA	1.43
Union Pacific Corporation	0.99
EDP Renovaveis SA	0.93

SECTOR (Top 5) (%)

Electric	33.2
Airport	13.0
Water	12.7
Railway	11.8
Toll Road	8.7

HOLDINGS (Top 10) (%)

Severn Trent Plc	7.9
EDP Renovaveis SA	7.7
Getlink SE	7.4
Spark Infrastructure Group Ltd.	7.4
Pennon Group Plc	4.8
Avangrid, Inc.	4.6
Elia System Operator SA	4.5
Terna S.p.A.	4.5
Chorus Limited	4.4
Macquarie Atlas Roads Group	4.4

DETRACTORS (LTM) (%)

SES SA FDR (Class A)	-1.20
Pennon Group Plc	-0.89
Severn Trent Plc	-0.72

GEOGRAPHY (Top 5) (%)

United States	21.9
Australia	16.8
United Kingdom	13.3
France	11.8
Portugal	7.7

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:	IE00BF6X3197
Inception:	3-Oct-2017
Share class:	GBP Hedged
Currency:	GBP
Hedging:	Yes
NAV:	0.7m
Total assets:	8.1m
Fees:	1.2 %
Total expense ratio:	1.2 %

ADDITIONAL DETAILS

Application price:	100.9680
Redemption price:	100.9680
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 92% invested. The portfolio has a neutral GDP beta compared with our investment universe, a higher CPI beta and a neutral long bond beta. 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

Edison International is an electric utility that operates in Southern California. Over the past 10 years Edison has exited almost all of its non-regulated generation businesses and now operates as close to a pure regulated entity. There are two reasons why we expect that Edison will earn higher excess returns than other US regulated utilities; firstly Edison has one of the largest FERC regulated transmission asset bases which allows for higher allowed returns and less volatility in rates. Secondly, California has some of the most ambitious state level renewable energy and carbon reduction targets. Achieving these targets will require continued integration of renewables into the grid as well as investment in transmission and storage assets to balance supply and demand. Providing solutions to these issues will support both rate base growth at Edison and allow the company to contribute to meeting important social and climate targets.

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