

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 -0.09% (net of fees) in August versus the benchmark return of 0.73%. The total contribution to local returns from our equity holdings was -0.23%. The main contributors in the period were our holdings in Chorus, Spark & Severn Trent. Southern Company, Getlink and Terna were the main detractors.

PORTFOLIO METRICS

Number of stocks:	18
Cash holding:	4.8 %
Gearing ratio:	41.9 %
Dividend yield:	3.8 %

PERFORMANCE (%)

	Fund ¹	Benchmark ²	Excess
1 month	-0.1	0.7	-0.8
3 months	4.1	2.0	2.0
12 months	--	--	--
Inception	8.1	6.9	1.3

CONTRIBUTORS (LTM) (%)

Aeroports de Paris SA	1.92
Union Pacific Corporation	1.65
EDP Renovaveis SA	1.35

SECTOR (Top 5) (%)

Electric	37.7
Railway	17.1
Airport	14.1
Water	7.7
Comms	4.9

HOLDINGS (Top 10) (%)

Elia System Operator SA	7.8
Severn Trent Plc	7.7
Spark Infrastructure Group Ltd.	7.7
Getlink SE	7.6
Chorus Limited	4.9
Aeroports de Paris SA	4.8
Union Pacific Corporation	4.8
Flughafen Wien AG	4.7
EDP Renovaveis SA	4.7
Norfolk Southern Corporation	4.7

DETRACTORS (LTM) (%)

Flughafen Wien AG	-0.20
Snam S.p.A.	-0.08

GEOGRAPHY (Top 5) (%)

United States	24.4
France	12.4
Australia	12.3
Portugal	9.4
Italy	8.9

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:	1.3m
Total assets:	9.2m
Fees:	1.2 %
Total expense ratio:	1.2 %

ADDITIONAL DETAILS

Application price:	106.9663
Redemption price:	106.9663
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 95% invested. The portfolio has a slight positive exposure to GDP, a lower beta to CPI and a neutral long bond exposure compared with the investment universe. There were no changes to positions during the month however we expect that, based on our macro outlook and risk scenarios, that some of our GDP sensitive positions with relatively lower expected excess returns could be candidates to be replaced over the coming months to both increase absolute expected returns whilst reducing both GDP exposure and the portfolio downside risk in a macro stress event.

MONTHLY STOCK HIGHLIGHT

Chorus is the owner and operator of the New Zealand national fixed line telecoms network. Chorus was the first telecoms network business to be fully separated from the national telecoms operator and separately listed as a regulated infrastructure company. Chorus is currently building out a fibre to the home network that will cover 90% of New Zealand homes by 2022. This build out has been supported by the Government through an initial contract to 2020 and a commitment to move to a regulated asset base model after 2020. This gives Chorus very high visibility on allowed regulated returns going forward and ATLAS believe that the provision of very high bandwidth fibre networks will increasingly be seen as an essential public infrastructure asset to support both existing fixed and future 5G mobile services.

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