

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 portfolio returned 1.55% (net of fees) in December versus the benchmark return of 0.43%. The total contribution to local returns from our equity holdings was 1.60%. The main contributors in the period were our holdings in SSE, Allete and Spark. Ausnet, Consolidated Edison and Pinnacle West were the main detractors.

PORTFOLIO METRICS

Number of stocks:	19
Cash holding:	6.2 %
EV/Forecast EBITDA	13.4
Forward Dividend Yield	4.3 %

	PERFORMANCE (%)		
	Fund ¹	Benchmark ²	Excess
1 month	1.5	0.4	1.1
3 months	11.5	1.7	9.8
1 year	-1.7	5.9	-7.5
2 years	12.1	6.2	5.9
3 years	10.9	6.5	4.4
Inception p.a.	10.7	6.6	4.2

	HOLDINGS (Top 10) (%)
SSE Plc	8.3
Aeroports de Paris SA	7.7
Edison International	7.7
Eutelsat Communications SA	7.6
Terna S.p.A.	7.3
Atlas Arteria Limited	4.7
Spark Infrastructure Group	4.6
ALLETE, Inc.	4.6
Getlink SE	4.5
Aena S.M.E. SA	4.4

	CONTRIBUTORS (LTM) (%)
Chorus Limited	1.79
Snam S.p.A.	1.34
SSE plc	1.34

	DETRACTORS (LTM) (%)
Fraport AG	-3.60
Eutelsat Communications SA	-1.85
Aena SME SA	-1.43

	SECTOR (Top 5) (%)
Electric	58.9
Airport	12.1
Comms	10.1
Toll Road	4.7
Railway	4.5
Gas	3.3

	GEOGRAPHY (Top 5) (%)
United States	28.5
France	21.1
Australia	13.9
Italy	11.4
Spain	9.4
United Kingdom	8.9
Portugal	4.0
Luxembourg	2.7

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.

4. Dividend yield is a look-through forward looking dividend yield, gross of fees, gross of withholding tax and does not account for portfolio level cash allocations. Individual investors will receive less than the gross yield.

FUND DETAILS

Identifier:	PIM9253AU
Inception:	3-Oct-2017
Share class:	AUD Hedged
Currency:	AUD
Hedging:	Yes
NAV:	44.1m
Total assets:	1,169.7m
Fees:	1.1 %
Total expense ratio:	1.1 %

ADDITIONAL DETAILS

Application price:	1.3079
Redemption price:	1.3079
Buy/sell spread:	0
Minimum investment:	50,000
Distribution frequency:	Semi-Annual
Latest distribution:	0.0231
Distribution date:	31-Dec-2020

PORTFOLIO POSITIONING & MACRO OUTLOOK

The Investment Committee made no major position changes in the month. The portfolio remains well positioned with regards to stagflation and fast transition, GDP beta and recession risk are now close to neutral compared to the universe whereas CPI beta and long bond beta are better than the universe

MONTHLY STOCK HIGHLIGHT

Getlink is the owner and operator of the fixed link channel tunnel between the UK and France. Getlink has two primary lines of business, providing track access to Eurostar passenger trains and running specialised car and truck rail shuttle services through the tunnel. 2020 has proved a difficult year for all transport assets, including Getlink, with passenger train services between the UK and France severely curtailed due to the imposition of mandatory quarantine rules and travel restrictions. However passenger car shuttles have proved more resilient with total traffic for 2020 at over 50% of 2019 levels. Truck shuttles performed even better with total traffic at over 90% of 2019 levels. Looking forward we see two supporting factors for Getlink traffic growth; firstly, the resilience of the traffic in 2020 has highlighted that Getlink has a larger market share of high value truck and passenger crossings compared with competing ferries. This suggests that Getlink traffic will be less impacted by post Brexit customs checks than more marginal ferry traffic. Secondly, we see the longer term trend within Europe to substitute short haul aviation for high speed rail as an important driver of traffic growth for Getlink and an important part of emissions reductions for the transport sector.

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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