

# FUND MONTHLY REPORT

## ATLAS INFRASTRUCTURE




### INVESTMENT PERFORMANCE

Rolling Return	Since inception <sup>1</sup> % p.a.	3 years % p.a.	1 year %	CYTD %	3 months %	1 month %
AIAFF AUD Hedged	12.73	11.37	22.30	9.32	10.50	1.87
AIAFF AUD Unhedged	12.55	9.35	21.93	7.37	9.03	1.93
G7 CPI + 5%	7.68	8.25	11.58	5.05	3.07	1.25
FTSE Developed Core 50/50 Infrastructure	7.35	6.71	13.22	3.96	7.71	2.03

Calendar Year Return	2021 %	2020 %	2019 %	2018 %
AIAFF AUD Hedged	14.86	(1.66)	27.71	8.59
AIAFF AUD Unhedged	16.83	(6.89)	27.28	13.00

<sup>1</sup> inception date - 3 October 2017; Source: ATLAS Infrastructure.  
Fund returns are calculated net of management fees and assume all distributions are reinvested.  
Past performance is not an indication of future performance.

### INVESTMENT OBJECTIVE

The ATLAS Infrastructure Australian Feeder Fund (AIAFF) aims to deliver a combination of capital appreciation and income over the medium to longer term.

### KEY FEATURES

- Provides investors with real, long term returns in excess of inflation through investment in a high conviction portfolio of the highest quality listed infrastructure companies across developed markets.
- Access to one of the largest investment teams specialising in listed infrastructure – globally.
- Robust and rigorous investment process delivering a high conviction, concentrated, index agnostic portfolio.
- An investment process that incorporates the impact of ESG factors on the cash flow of the companies it researches.

### MONTHLY COMMENTARY

In Australian dollar terms, the hedged portfolio returned 1.87% while the unhedged strategy returned 1.93% (net of fees) during the month of May.

The largest contributions to the absolute portfolio return came from Avangrid (+0.5%), Consolidated Edison (+0.4%) and SES Global (+0.3%). The main detractors were Norfolk Southern (-0.3%), Enel (-0.1%) and PG&E (-0.1%).

On a relative basis, the portfolio's overweight to Europe (55% portfolio versus 21% benchmark) detracted -0.4% from returns and the lower allocation to the North American sector (28% portfolio versus 64% benchmark) detracted -0.3%. Our stock selection was a positive across all regions with particular contributions from European communications (+0.9% due to our holding in SES) and European Airports (+0.1% with holdings in AENA, Fraport and ADP). This was slightly offset by selection in North American Railway (-0.3% due to our holding in Norfolk Southern).

On a company level we would note the following developments in May:

- Eutelsat Communications SA (European Communications) presented their Q3 results which saw strong growth in fixed broadband and mobile connectivity revenues, with

management reconfirming full year guidance for the business, including a commitment to support their investment grade credit rating targeting a medium-term net debt/EBITDA ratio of c.3x

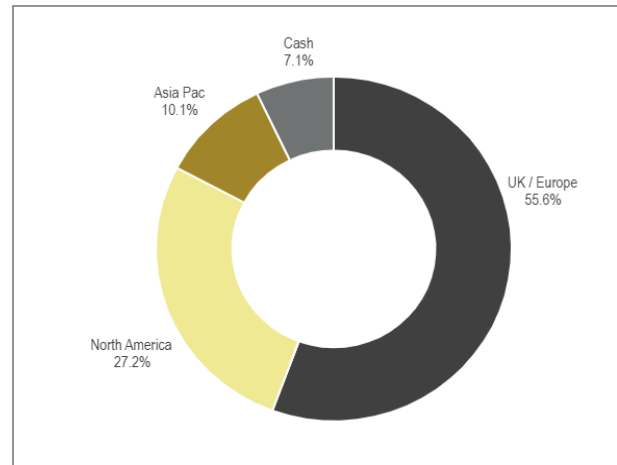
- AENA (European Airport): Following the earlier than anticipated relaxation of UK restrictions, AENA has seen a significant increase in UK traffic across the network, with expectations of summer capacity to be in line with 2019 (pre-COVID). On the non-regulated side, AENA also benefits from UK passengers now using duty-free (over duty-paid stores) following Brexit, which provide higher rental yields for the operator, combined with positive sentiments around 'being on holiday' which has improved passenger spend per head. This re-establishment of tourism in the UK capital since the relaxation and removal of restrictions also benefits Luton airport, which AENA holds 51% of. The concession, which ends in 2032 may be subject to an offer of extension in exchange for expansion plans to increase capacity from the current 18 million to 32 million, via the expansion of Terminal 1 and construction of Terminal 2
- National Grid (UK Electric Utilities) presented their full year results in May, which coincided with the first year of the UK Electricity Transmission's RII0-T2, that saw a 21% step-up in capital expenditure reflecting the commencement of tunnel boring activities on the London Power Tunnels II Project and construction of the world's first T-pylons at Hinkley-Seabank. This increase in investment was seen across each of the business units, with the group investing £6.7 billion over the year, 19% higher than FY21 and the highest level of investment ever undertaken by National Grid. This increase in investment is part of a wider decarbonisation strategy, which sees more than 70% of the five-year investment program to 2026 aligned to their Green Financial Framework and EU taxonomy principles.

## FUND HOLDINGS

The Fund's top 10 holdings are shown in the following table:

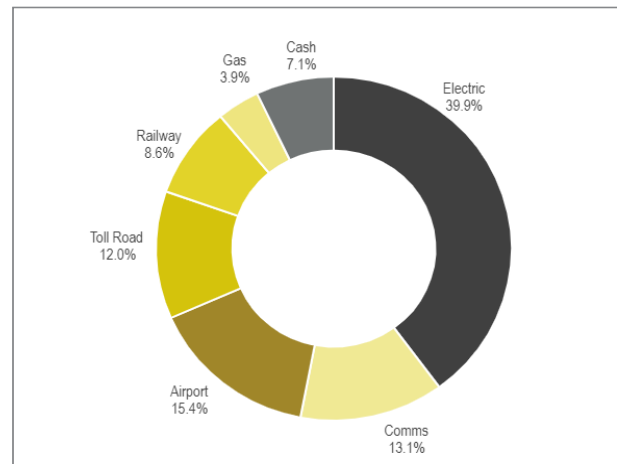
Stock	Fund %
Aeroports de Paris	7.8
SES	7.6
Terna	7.4
Avangrid	7.4
Atlas Arteria	4.7
Consolidated Edison	4.6
Eutelsat Communications	4.6
Transurban	4.6
Getlink	4.5
Aena	4.5
<b>Total</b>	<b>57.7</b>
Number of stocks held	21

## REGIONAL ALLOCATION



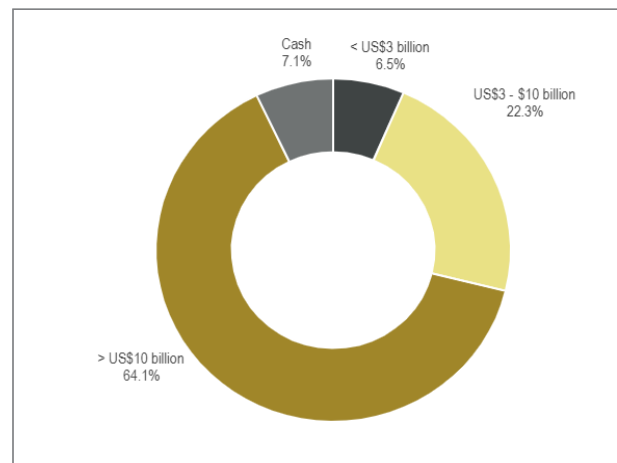
Source: ATLAS Infrastructure

## SECTOR ALLOCATION



Source: ATLAS Infrastructure

## MARKET CAPITALISATION



Source: ATLAS Infrastructure

“The firm’s objective is to bring to the listed market the same rigorous research and focus on cash flow analysis as a best-in-class private market investor.”

Matt Lorback, Partner,  
ATLAS Infrastructure

Source: ATLAS Infrastructure

## FUND ATTRIBUTION

The top contributors to and detractors from the Fund over the past rolling year are shown in the table below:

Top 3 Contributors
Edison International
Terna
Getlink
Top 3 Detractors
Norfolk
Avangrid
ALLETE

\*Given the benchmark unaware nature of the Fund, absolute contribution rather than relative attribution is used.  
Source: ATLAS Infrastructure, FactSet.

## CONTACTS

For more information about the ATLAS Infrastructure Australian Feeder Fund, please contact:

### Mark Aufderheide

Key Account Manager (NSW)  
E: mark.aufderheide@pantribal.com.au  
M: 0408 847 211

### Nick Baring

Key Account Manager (VIC/TAS)  
E: nick.baring@pantribal.com.au  
M: 0457 520 297

### Dane Cuthbert

Key Account Manager (NSW/ACT)  
E: dane.cuthbert@pantribal.com.au  
M: 0448 534 418

### Matthew Mantle

Key Account Manager (QLD)  
E: matthew.mantle@pantribal.com.au  
M: 0408 451 549

### David Myers

Key Account Manager (VIC/SA/WA)  
E: david.myers@pantribal.com.au  
M: 0413 051 376

### Colin Woods

CEO  
E: colinwoods@pantribal.com.au  
M: 0410 499 357

### PAN-Tribal Asset Management Pty Ltd

T: 03 9654 3015  
F: 03 9662 3304  
pantribal.com.au

## RESEARCH OPINIONS

The Fund has been assessed by key research houses and has received the following ratings for both the hedged and unhedged Fund options as at 31 May 2022:

### Qualitative Ratings



## IMPORTANT INFORMATION

While every care has been taken in the preparation of this document, neither ATLAS Infrastructure (Australia) Pty Limited ABN 37 613 657 131 AFSL 497475 nor PAN-Tribal Asset Management Pty Limited ABN 35 600 756 41 AFSL 462065 make any representation as to the accuracy or completeness of any statement in it, including without limitation, any forecasts. Past performance is not a reliable indicator of future performance. This document has been prepared for the purpose of providing general information, without taking account of any particular investor's objectives, financial situation or needs. An investor should, before making any investment decisions, consider the appropriateness of the information in this document, and seek professional advice, having regard to the investor's objectives, financial situation and needs.

ATLAS Infrastructure Australian Feeder Fund's Target Market Determination is available at <https://documents.feprecisionplus.com/Tmd/PCT/TMD/PVG8-PIM9253AU.pdf> for the AUD Hedged Class and at <https://documents.feprecisionplus.com/Tmd/PCT/TMD/PVG7-PIM6769AU.pdf> for the AUD Unhedged Class. A Target Market Determination is a document which is required to be made available from 5 October 2021. It describes who this financial product is likely to be appropriate for (i.e. the target market), and any conditions around how the product can be distributed to investors. It also describes the events or circumstances where the Target Market Determination for this financial product may need to be reviewed.

This document has been prepared for use by sophisticated investors and investment professionals only and is solely for the use of the party to whom it is provided. Applications to invest in the Fund must be made on the application form which can be downloaded from [www.pantribal.com.au](http://www.pantribal.com.au) or obtained by contacting PAN-Tribal on (03) 9654 3015. This document is issued on 20 June 2022. ©2022 PAN-Tribal Asset Management Pty Ltd.

Morningstar Awards 2021©. Morningstar, Inc. All Rights Reserved. Awarded to ATLAS Infrastructure for Fund Manager of the Year, Undiscovered Manager, Australia.

The rating issued July 2021 PIM9253AU & July 2021 PIM6769AU is published by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445 (Lonsec). Ratings are general advice only, and have been prepared without taking account of your objectives, financial situation or needs. Consider your personal circumstances, read the product disclosure statement and seek independent financial advice before investing. The rating is not a recommendation to purchase, sell or hold any product. Past performance information is not indicative of future performance. Ratings are subject to change without notice and Lonsec assumes no obligation to update. Lonsec uses objective criteria and receives a fee from the Fund Manager. Visit [lonsec.com.au](http://lonsec.com.au) for ratings information and to access the full report. © 2022 Lonsec. All rights reserved.

The Zenith Investment Partners (ABN 27 103 132 672, AFS Licence 226872) ("Zenith") rating (assigned March 2022) referred to in this piece is limited to "General Advice" (s766B Corporations Act 2001) for Wholesale clients only. This advice has been prepared without taking into account the objectives, financial situation or needs of any individual, including target markets of financial products, where applicable, and is subject to change at any time without prior notice. It is not a specific recommendation to purchase, sell or hold the relevant product(s). Investors should seek independent financial advice before making an investment decision and should consider the appropriateness of this advice in light of their own objectives, financial situation and needs. Investors should obtain a copy of, and consider the PDS or offer document before making any decision and refer to the full Zenith Product Assessment available on the Zenith website. Past performance is not an indication of future performance. Zenith usually charges the product issuer, fund manager or related party to conduct Product Assessments. Full details regarding Zenith's methodology, ratings definitions and regulatory compliance are available on our Product Assessments and at <https://www.zenithpartners.com.au/our-solutions/investment-research/fund-research-regulatory-guidelines/>.