

FP Foresight Global Real Infrastructure Fund (Lux)

Fund Commentary

29 November 2024

The Fund invests in developed market “real infrastructure” companies that own or operate critical infrastructure assets which ensure the smooth functioning of economies, and that provide a net social or environmental benefit. The Manager takes an active approach to investing in infrastructure companies with high quality, predictable and often inflation linked cash flows from strong counterparties. The Fund seeks to grow, over any 5-year period, by more than 3% per annum above the rate of UK inflation (as measured by the UK Consumer Prices Index).

2.11%

Monthly Performance

(19.16%)

Total Return Since Inception*

€22.29m

Fund Size as at 29/11/2024

Class A Acc (EUR). Past performance is not a reliable indicator of future results. Target yield is not guaranteed. *The fund's inception date is 29 October 2021.

Market Update

- At the November 2024 meeting the Federal Open Market Committee lowered rates by 25bps, noting expectations for a gradual pace of rate cuts over the coming year. Markets have now recalibrated expectations to align with the Federal Reserve, instead of running ahead as over the previous few months. Economic indicators continue to demonstrate robustness and resilience of the US economy and consumer, while October 2024 CPI came in at 2.6% during the month, remaining elevated compared to the Federal Reserve's long-term target.
- In Europe, industrial outlook and growth remains relatively weak, supporting the European central bank's decision to cut interest rates by 25bps during the month.
- During the period, the outcome of the US presidential election saw Trump secure a second term, resulting in market volatility, particularly in sectors sensitive to regulatory and policy changes under a Republican administration. Investors are closely monitoring Trump's cabinet appointments and policy signals, with more clarity expected following his inauguration in the new year, which will provide insight into shifts in trade, tariffs, and climate regulations. The market remains on alert for any developments that could either mitigate or amplify these risks, particularly in industries reliant on these policy directions.

Portfolio News

- In the run up to the US election, the Fund managers thoroughly evaluated potential impacts from a Trump or Harris election victory, focusing on earnings growth and sector sentiment. A Trump win was expected to challenge offshore and onshore wind but have limited impact on solar, digital infrastructure and core infrastructure. Leading up to the election, the fund reduced its renewable energy weighting to its lowest since launch, to mitigate potential short-term risks, while maintaining conviction in geographically diversified assets. Following Trump's decisive win, digital infrastructure stocks faced notable pressure from rising treasury yields, but renewable energy holdings such as Clearway Energy rebounded slightly, reflecting ongoing long-term confidence in the sector's fundamentals, such as demand for power in the US, and global opportunities for renewable energy investment. Looking forward, the team remains committed to long-term fundamentals, focusing on global infrastructure tailwinds such as decarbonisation, energy security, and increased electricity demand, while strategically positioning the fund to capitalise on opportunities in areas like electricity transmission and digital infrastructure.
- Equinix ("EQIX"), a leading global owner and operator of data centres, has announced plans to invest over \$260M in its new SG6 data centre in Singapore, aimed at supporting next-gen workloads like AI in the region's growing digital economy. The facility will feature advanced sustainability measures, including liquid cooling, and provide 20MW of capacity when fully operational in Q1 2027. SG6 will incorporate both environmental and operational



efficiencies, helping customers and Singapore meet digital and sustainability goals, including those outlined in the Green Plan 2030, which aims to drive sustainable development, reduce carbon emissions, and improve environmental resilience by 2030. FCM views Equinix's global scale as a key attraction, and although this deal is relatively small, it highlights the company's ability to capitalise on the growing demand for data centers in high-growth markets such as Singapore

- Cordiant Digital Infrastructure ("CORD") announced its interim results during the period, where the company continues to perform well, exceeding IPO targets with strong growth in its portfolio. CORD saw significant improvements in earnings, driven by strategic acquisitions, contract wins, and effective cost management. Recent acquisitions in the data centre sector further strengthen Cordiant's position, creating a leading platform in the Belgian data centre market. The company's dividend is well-supported by strong cash flow and earnings, reflecting the overall positive trajectory of the business. This performance highlights Cordiant's strong management team and disciplined capital allocation, positioning the company for continued growth and value creation.
- Clearway Energy ("CWEN"), a leading US-based owner and operator of renewable energy assets, has announced a deal to acquire a 137MW wind farm in Washington from Turlock Irrigation District. The wind farm, operational since 2009, will continue to supply clean energy to Turlock (former owner) under a 15-year PPA extending until 2040. The acquisition, valued between \$70M and \$75M, will be financed through Clearway's existing resources and is expected to close in early 2025. This transaction underscores CWEN's strategic commitment to expanding its diversified portfolio, which includes a broad range of wind, solar, and energy storage projects across the United States.

Portfolio Changes

- No significant portfolio changes during the month.

For further information about the Fund, contact:

Tom McGillicuddy
Fund Sales – Foresight Capital Management
tmcgillicuddy@foresightgroup.eu
+44 (0)7385 506 400

Nick Brown
Fund Sales – Foresight Capital Management
nbrown@foresightgroup.eu
+44 (0)20 3911 1323

Matt Morris
Fund Sales – Foresight Capital Management
mmorris@foresightgroup.eu
+44 (0)7792 842 316

Charlie Evans
Fund Sales – Foresight Capital Management
cevens@foresightgroup.eu
+44 (0)20 3667 8116

Important Marketing Notice

For the following additional information on the Foresight SICAV Fund, please refer to the Fund's product page available [here](#).

- A summary of investor rights in connection with your investment; and
- Further information about the sustainability-related aspects of the sub-fund.

The decision to invest in the Fund should take into account all the characteristics or objectives of the Fund as described in its prospectus. Either Foresight Group LLP or FundRock Management Company S.A. may terminate arrangements for marketing under the denotification process in the new Cross-border Distribution Directive (Directive EU) 2019/1160.



Important Notice

The issue or circulation of this factsheet pursuant to this disclaimer is for investors in the Channel Islands only, being those residents in the Bailiwick of Guernsey and/or the Bailiwick of Jersey.

Guernsey: Neither the Guernsey Financial Services Commission nor the States of Guernsey take any responsibility for the financial soundness of the Company or for the correctness of any of the statements made or opinions expressed with regard to it in the factsheet or otherwise. If you are in any doubt about the contents of the factsheet you should consult your accountant, legal or professional adviser or financial adviser. It should be remembered that the price of securities and the income from them can go down as well as up. The promotion of shares in the Company by Foresight Group Promoter LLP (FCA reference: 806061) may only be offered or sold in or from within the Bailiwick of Guernsey to persons licensed under the Protection of Investors (Bailiwick of Guernsey) Law, 2020, the Banking Supervision (Bailiwick of Guernsey) Law, 2020, the Insurance Business (Bailiwick of Guernsey) Law, 2002, as amended or the Regulation of Fiduciaries, Administration Businesses and Company Directors, etc. (Bailiwick of Guernsey) Law, 2020. Foresight Group Promoter LLP has provided written notice to the Guernsey Financial Services Commission of the date from which it intends to carry out the promotional activity noted above.

Jersey: This factsheet is a financial service advertisement for the purposes of the Financial Services (Advertising) (Jersey) Order 2008, as amended from time to time. This factsheet does not constitute a prospectus or admission document relating to the FP Foresight Global Real Infrastructure (Lux) Fund and should not be relied on by any person for any purpose. It is not required to, and does not, contain all the information which would be required in a prospectus. This document may not be used for, nor does it constitute or form part of any offer or invitation to purchase or subscribe for or to make any commitments for or in respect of any investment in any securities in the FP Foresight Global Real Infrastructure (Lux) Fund.

Isle of Man: The Company is an unregulated collective investment scheme for the purposes of Isle of Man law. Accordingly, the promotion in the Isle of Man of the Fund or the issue or distribution of promotional material in relation to the Fund is restricted by Section 3(1) of the Collective Investment Schemes Act 2008 and, pursuant to Section 3(2) of that Act, may only be issued or promoted in the Isle of Man to certain categories of licence holder under the Financial Services Act 2008, an authorised insurer within the meaning of section 8 of the Insurance Act 2008, or to a person whose ordinary business involves the acquisition or disposal of property of the same kind as the property, or a substantial part of the property, to which the Company relates. The Fund is not subject to approval in the Isle of Man and investors are not protected by any statutory compensation arrangements in the event of the Fund's failure. The Isle of Man Financial Services Authority does not vouch for the financial soundness of the Fund or the correctness of any statements made or opinions expressed with regard to it in this Prospectus. Furthermore, pursuant to Regulation 5 of the Collective Investment Schemes (Promotion of Schemes other than Authorised and Recognised Schemes) (Exemptions) Regulations 2010, the Fund may also be promoted in the Isle of Man by an appropriate licence holder (namely the holder of a licence under Section 7 of the Financial Services Act 2008 which allows it to undertake Class 2 or Class 3 regulated activities) to, amongst others, a person who is not a retail investor.

The value of an investment in the Foresight Global Real Infrastructure (Lux) Fund, and any income from it, may increase or decrease and you may not get back the amount originally invested, for reasons including adverse market and foreign exchange rate movements. Portfolio holdings are subject to change without notice. Past performance is not a reliable guide to future performance. Your capital is at risk. The Fund invests in equities and is exposed to price fluctuations in the equity markets. Investors must read the Funds' Prospectus and Key Investor Information Document ("KIID") before making an investment decision. There are a number of other risks connected to an investment in the Funds, including (but not limited to) counterparty risk, liquidity risk and volatility risk. These risks are explained in the Prospectus.

Foresight SICAV is registered in the Grand Duchy of Luxembourg as an undertaking for collective investment pursuant to Part I of the Law of 17th December 2010 on undertakings for collective investment, as amended (2010 Law). Foresight Group is the investment manager and promoter of the Fund. Foresight Group is authorised and regulated by the Financial Conduct Authority with Firm Reference Number 198020 and has its registered office at The Shard, London SE1 9SG. FundRock Management Company S.A. is the management company of the Foresight SICAV of which the Foresight Global Real Infrastructure (Lux) Fund is a sub-fund.

Foresight Group LLP does not offer legal, tax, financial or investment advice. It is intended for information purposes only and does not constitute or form part of any offer or invitation to buy or sell any security including any shares of the Fund. The opportunity described in this document may not be suitable for all investors. It should not be relied upon to make an investment decision in relation to shares in the Fund or otherwise; any such investment decision should be made only on the basis of the Fund scheme documents and appropriate professional advice. The document does not constitute advice of any kind, investment research or a research recommendation, is in summary form and is subject to change without notice. The performance shown does not take account of any commissions and costs charged when subscribing to and redeeming shares. Foresight Group LLP has exercised reasonable care in preparing this document including using reliable sources and makes no representation or warranty relating to its accuracy, reliability or completeness or whether any future event may or may not occur. Any assumptions, estimates and opinions contained in this document constitute our judgment as of the date of the document and are subject to change without notice.

We respect your privacy and are committed to protecting your personal data. If you would like to find out more about the measures we take in processing your personal information, please refer to our privacy policy, which can be found at <http://www.foresightgroup.eu/privacy-cookies>.

