

# FP Foresight Global Real Infrastructure Fund (Lux)

## Fund Commentary

31 December 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).

|                     |                               |                            |
|---------------------|-------------------------------|----------------------------|
| (5.11%)             | (23.29%)                      | €17.46m                    |
| Monthly Performance | Total Return Since Inception* | Fund Size as at 31/12/2024 |

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 its December 2024 meeting, the Federal Reserve cut interest rates by 25bps bringing the total rate cuts to 100bps since September. Despite the cut, Treasury yields moved out after the Federal Reserve increased its inflation forecast for 2025 and dialled back projections for future cuts as officials incorporated sticky inflation and Trump policy expectations into projections. Economic indicators continue to reflect resilience in the U.S. economy and Consumer Pricing Index (“CPI”) rose to 2.7% in November, up from 2.6% in October 2024.
- In the UK, the Bank of England held rates steady in December at 4.75%, noting risks of persistent services inflation driven by higher wages and higher business costs following the Autumn budget announcements.
- The ‘last mile’ inflation experience in the US and the UK diverges from Europe, where the European Central Bank continued reducing the policy rate by a further 25bps to 3.0% in December. Persistently weak industrial growth and subdued economic activity reinforce the need for accommodative monetary policy to support the region's recovery.

### Portfolio News

- Chorus Ltd (“CNU”), a New Zealand-based owner and operator of fibre infrastructure, hosted an Investor Day during the period, which highlighted plans to generate NZ\$30-50m from copper cabling recycling and a review of non-core assets, potentially unlocking NZ\$95m in value. Looking ahead, Chorus aims to transition to a fully fibre network by 2030, as well an increase in the adoption of its fibre connections by households and businesses, driven by the continued rise in streaming and data consumption. The company reiterated FY25 guidance and its commitment to delivering a sustainable, inflation-linked dividend. The investor day ultimately showcased the stable nature of CNU's asset base and how management is positioning the company to benefit from the long-term, growing demand for reliable, scalable digital infrastructure.
- Northland Power (“NPI”), a Canadian-listed renewable independent power producer, announced the appointment of Christine Healy as President and CEO, effective January 20, 2025, following the previously announced departure of CEO Mike Crawley. Healy brings extensive experience in energy transition, having most recently served as President of Asia, the Middle East, and Australia at AtkinsRéalis, along with other senior roles at various energy-focused companies. This leadership change is viewed positively for Northland Power, occurring at a time when many key projects have already been advanced under Crawley's leadership. Healy's expertise aligns well with the company's growth and energy transition goals, positioning her to lead the next phase of development and strategic expansion.
- Innergex (“INE”), a Canadian-listed renewable independent power producer, secured a significant win in BC Hydro's latest wind request for proposal (RFP), totalling 560 MW of capacity (274 MW net for INE) in partnership with First Nations groups. The projects include a 200 MW wind farm with Stellat'en First Nation, another 200 MW project with West Moberly First Nation, and a 160 MW project with Westbank First Nation. All projects will be awarded



30-year off-take agreements indexed to inflation, with operations expected to start in 2030, providing revenue stability as they move into development. Despite recent challenges, including the impact of rising interest rates and a dividend reset to preserve cash, INE's focus on high-return projects is expected to drive long-term value. INE's unique partnerships with First Nations groups has played a key role in the company's success through the bidding process, reinforcing the company's medium-term earnings growth outlook.

## Portfolio Changes

- During the period, Infrastrutture Wireless Italiane ("INW") was added to the fund. INW is an Italian-listed operator of telecommunications infrastructure and holds a dominant position in Italy, focusing on providing tower and wireless communication infrastructure services to major mobile operators. The position was added due to its attractive valuation, which presented a compelling entry point for the fund. INW benefits from strong, defensive cash flows generated by its asset base, providing significant strategic flexibility for management. This robust cash generation supports deleveraging, share buybacks, and shareholder returns through a stable ~5% dividend.

## 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 license 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 license holder (namely the holder of a license 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 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.

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.

