

# Reaves Utility Income UCITS Fund

## Long Only Equity

October 2020

### Performance Returns

The Reaves Utility Income UCITS Fund returned -0.81% for the month of October (USD Inst. Founder Class Distributing).

### Investment Objective & Strategy

The Reaves Utility Income UCITS Fund is managed by Reaves Asset Management. Reaves Asset Management is based in the U.S. and has researched infrastructure-related investments since 1961.

The investment team seeks to generate total return through a value-oriented, bottom-up investment process to create a concentrated portfolio of companies that offer durable long-term growth opportunities. Reaves Utility Income UCITS Fund holdings illustrate how investing in industries with high barriers to entry, coupled with regulated or contracted revenue streams requiring consistent capital expenditure, creates a portfolio with strong asset preservation and appreciation characteristics for the long term.

Reaves Utility Income UCITS Fund invests primarily in infrastructure sectors such as utilities (electric, gas, water), communications, and transport, and the companies that support them. The Fund intends to make high-conviction investments in companies with forecastable earnings and dividend growth at opportunistic valuations relative to the market and their peers. The Fund's holdings will generally consist of 30 to 45 stocks with relatively low turnover.

Reaves Asset Management's portfolio and analytical team is comprised of individuals with deep regulatory and operational knowledge and long-term track record taken from their more than 40 years of investing in these sectors.

### Monthly Commentary

Performance in the month of October was mixed as markets churned without much direction. At play were concerns about the outcome of the U.S. election, the lack of agreement on further U.S. fiscal stimulus, and the resurgence of COVID-19. Additionally, many companies reported third-quarter earnings during the month. The Fund's outperformance of the S&P 500 Index was led by holdings in utilities stocks, which advanced on the prospect of a Biden presidential win, and the belief that it would be incrementally positive for growth in renewable power projects. Offsetting this, rail investments declined as investors took profits in the wake of strong earnings reports. Tower companies were generally flat as it became clear that some of the anticipated spending around 5G deployment would take a bit longer than investors hoped. In both cases, the weakness presented opportunity to deploy more capital at advantaged prices in these sectors.

### The Manager

**Reaves** Asset Management

#### Tim Porter, CFA

Vice President, Portfolio Manager & Analyst

Tim Porter joined Reaves Asset Management in 2004. Effective January 2020, Tim was named the firm's Chief Investment Officer. He is the lead portfolio manager of the Reaves Utilities and Energy Infrastructure Fund, co-manager of the Reaves Utility Income Fund, co-manages accounts on several of the firm's SMA retail platforms, and serves as a research analyst specializing in energy. Tim also serves on the portfolio review and risk management committee.

#### Jay Rhame, CFA

Chief Executive Officer, Portfolio Manager

Jay joined Reaves Asset Management in 2005. He serves as Chief Executive Officer. Previously he served as a telecommunications, energy and utility analyst. Jay is a co-manager of the Virtus Reaves Utilities ETF. He also serves on the portfolio review and risk management committee.

### Fund Facts

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Daily
Fund AUM	\$7.9 million
Inception	29 <sup>th</sup> May 2019

#### Share Class Inst. Founder Class Dist.

Currency	EUR/USD/CHF/GBP
Mgt. Fee	0.60%
Perf. Fee	0.00%
Min Init. Sub.	10,000,000

ISIN Codes	USD: IE00BJ5SCT48 GBP: IE00BJ5SCR24 EUR: IE00BJ5SCQ17 CHF: IE00BJ5SCS31
------------	--

#### Share Class Retail Class Dist. Pooled

Currency	EUR/USD/CHF/GBP
Mgt. Fee	1.25%
Perf. Fee	0.00%
Min Init. Sub.	10,000

ISIN Codes	USD: IE00BJ5SD243 GBP: IE00BJ5SD029 EUR: IE00BJ5SCZ08 CHF: IE00BJ5SD136
------------	--

### UCITS Fund Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2019	-	-	-	-	-	0.99%	0.44%	2.52%	2.62%	-0.75%	-0.61%	2.34%	7.74%
2020	2.70%	-7.53%	-13.62%	5.40%	4.95%	-2.09%	8.50%	0.65%	-1.12%	-0.81	-	-	-4.84%

The performance figures quoted above represent the performance of the Reaves Utility Income UCITS Fund, USD Inst. Founder Distributing Share Class since launch on the 29-May-2019. These performance figures refer to the past and past performance is not a reliable guide to future performance.

# Reaves Utility Income UCITS Fund

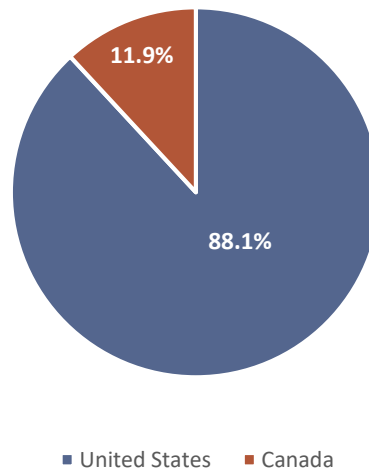
## Long Only Equity

October 2020

## Portfolio Overview

<b>UTILITIES</b>	<b>39.57%</b>
Electric Utilities	16.94%
Multi-Utilities	13.91%
Water Utilities	5.82%
Gas Utilities	2.89%
<b>COMMUNICATION SERVICES</b>	<b>25.35%</b>
Media	12.94%
Interactive Media & Services	4.91%
Diversified Telecom Services	3.78%
Wireless Telecom Services	3.73%
<b>REAL ESTATE</b>	<b>20.44%</b>
Real Estate Investment Trusts	20.44%
<b>INDUSTRIALS</b>	<b>11.87%</b>
Railroads	11.87%
Cash & Equivalents	2.77%
<b>TOTAL</b>	<b>100.00%</b>

### Exposure by Country



### Top 10 Holdings

NextEra Energy	6.1%
American Water Works	5.8%
Equinix	5.5%
Charter Communications	5.4%
Alphabet Class A	4.9%
Eversource Energy	4.7%
SBA Communications	4.6%
Canadian Natl Railway	4.3%
CoreSite Realty	4.2%
Altice USA Inc	4.2%

### Portfolio Statistics

Average Market Capitalization	\$111.3B
Beta	0.91
Dividend Yield*	2.0%

Source: Bloomberg, Advent's AXYS

\*The yield shown is for the underlying portfolio and is before foreign withholding tax.

## Contact Details

### Investor Contact

**MontLake Funds (UK) Ltd**  
Park House, 116 Park Street  
London, W1K 6AF  
T: +44 20 3709 4510  
investorrelations@montlakefunds.com

### Management Company

**MontLake Management Ltd**  
23 St. Stephen's Green  
Dublin 2, Ireland  
T: +353 1 533 7020  
investorrelations@montlakefunds.com

### Investment Manager

**Reaves Asset Management**  
10 Exchange Place  
Jersey City, NJ 07302, USA  
T: +1 201 332 4596  
info@whreaves.com

## Disclaimer

**RISK WARNING:** Past performance is not a reliable indicator of future results, prices of investments and the returns from them may fall as well as rise. Investments in equities are subject to market risk. Changes in exchange rates may have an adverse effect on the value price or income of the product. The Reaves Utility Income UCITS Fund (the "Fund") may use higher leverage and financial derivative instruments as part of the investment process. The distribution of this report does not constitute an offer or solicitation and this notice shall not be construed as an offer of sale in any other fund managed or advised by Reaves Asset Management or MontLake Management Limited ("ML"). Any investment in the Fund should be based on the full details contained in the Fund's Supplement Prospectus and Key Investor Information Document which together with the MontLake UCITS Platform ICAV Prospectus may be downloaded from the MontLake website ([www.montlakeucits.com](http://www.montlakeucits.com)). Information given in this document has been obtained from, or based upon, sources believed by us to be reliable and accurate although neither ML nor Reaves Asset Management accepts liability for the accuracy of the contents. ML does not offer investment advice or make recommendations regarding investments. The Manager of the Fund is MontLake Management Ltd, a company regulated by the Central Bank of Ireland. The Investment Manager for the fund, Reaves Asset Management is authorised and regulated by the U.S. Securities and Exchange Commission. The state of the origin of the fund is Ireland. This document may only be distributed in Switzerland to qualified investors within the meaning of art. 10 para. 3, 3bis and 3ter CISA. The Representative in Switzerland is ARM Swiss Representatives SA, Route de Cité-Ouest 2, 1196 Gland, Switzerland, whilst the paying agent is NPB Neue Privat Bank AG, Limmatquai 1/am Bellevue, P.O. Box, CH-8024 Zurich. The basic documents of the fund as well as the annual and, if applicable, semi-annual report may be obtained free of charge from the representative. In respect of the units distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the representative. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units. The MontLake UCITS Platform ICAV is registered and regulated as an open-ended Irish collective asset-management vehicle with segregated liability between sub-Funds formed in Ireland under the Irish Collective Asset management Vehicles Act 2015 and authorised by the Central Bank as a UCITS pursuant to the UCITS Regulations. This notice shall not be construed as an offer of sale in the Fund. The state of the origin of the Fund is the Republic of Ireland. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units. Authorised and Regulated by the Central Bank of Ireland. This is a marketing document.

For more information visit [www.montlakeucits.com](http://www.montlakeucits.com)