

Fund	YTD 2024	Q4 2024	1 Year	3 Year	5 Year	Incept*
Starlight Global Infrastructure Fund, Series F	11.6%	4.3%	11.6%	3.1%	4.0%	6.7%

*Inception date October 2018. Source: Starlight Capital, as of December 31, 2024.

Performance Summary

- Over the fourth quarter of 2024, Starlight Global Infrastructure Fund, Series F (the Fund) returned 4.3%. In 2024, the Fund is up 11.6%.
- Energy, Industrials, and Financials were the top sector contributors to performance, which was slightly offset by a decline in Real Estate and Communication Services.
- Midstream equities also contributed positively to performance as strong growth and leverage to the Permian basin was rewarded by investors.

Contributors and Detractors

Q4 2024 Top Five Contributors		
Stock	Average Weighting	Contribution to return
BLOOM ENERGY CORP- A	2.5%	1.9%
TRANSALTA CORP	2.2%	0.9%
CAPITAL POWER CORP	2.1%	0.6%
TARGA RESOURCES CORP	2.2%	0.6%
CHENIERE ENERGY INC	2.3%	0.6%

Q4 2024 Bottom Five Detractors		
Stock	Average Weighting	Contribution to return
NORTHLAND POWER INC	3.0%	-0.8%
RWE AG	3.6%	-0.5%
HELIOS TOWERS PLC	2.3%	-0.5%
CELLNEX TELECOM SA	2.0%	-0.4%
AMERICAN TOWER CORP	2.4%	-0.4%

Source: Starlight Capital & Bloomberg Finance L.P. As of December 31, 2024.

Bloom Energy was the top performer in the period as it signed its first deal with a large utility company, American Electric Power Company Inc., for up to 1GW of fuel cells. Bloom’s servers provide the reliability that customers need, and they have the potential to expand their capacity to manufacture more fuel cells. Bloom continues to talk to pipeline operators about partnerships for power solutions.

Expectations of new demand to power data centers in Alberta were the primary driver of performance for both TransAlta & Capital Power. The province of Alberta provided an update with up to 12 data center projects in the queue requiring over 6GW of potential power demand. TransAlta also initiated and executed on a significant share repurchase program.

Targa Resources benefited from the higher demand for their pipelines and services to meet the growing needs of re-shoring, data center buildouts and LNG exports.

Northland Power and RWE were both weak as shareholders are concerned about their large investment plans as investors take a more investment-averse stance on their mega projects. Investors continue to apply a large discount on these companies’ true value to compensate for this added risk. In addition, uncertainty around US clean energy policy has had a negative impact on renewable companies.

Portfolio Update

Sector	Portfolio Weight %	Top %Q/Q Changes
Utilities	27.9	1.7%
Industrials	15.8%	1.2%
Private Investments	2.2%	-0.3%
Energy	17.7%	-0.8%
Real Estate	6.4%	-1.4%

Source: Starlight Capital & Bloomberg Finance L.P. As of December 31, 2024.

Utilities are among the market's leading performers for the period as artificial intelligence drives long-term projections for power demand higher than historical trend levels. Hyperscalers are contracting directly with power producers at premium rates, culminating in heightened market enthusiasm for the future profitability of utilities. Almost all utilities under our coverage have disclosed that they are having bilateral discussion with data center customers and expectations for premium-priced PPAs have driven the expansion of their respective market valuations.

Energy has been doing well as the demand for midstream assets and pipelines has increased as manufacturing companies and hyperscalers rush to build factories and data centers. Natural gas continues to be the fastest way to meet this power demand, and pipelines offer a safe and efficient method to transport natural gas to the end destination. The market's optimism for energy is spurred by electrification, LNG, AI/data centers and industrial market growth.

Our Real Estate weighting dropped slightly as the reversal of the aggressive rate-cutting cycle by the US central bank had a negative impact on this interest-sensitive sector.

Veolia Environment was the only addition to the Fund this period. Veolia is a French-based multinational company offering water, waste, and energy management solutions. The company is a world leader in the wider environmental themes of decarbonization, environmental transformation and circular economy.

The Fund exited WillScot Holdings and used the proceeds to allocate to other opportunities with better relative return expectations.

Fund Outlook

We remain confident in the total return prospects of infrastructure assets. We believe that it is an asset class that provides portfolio stability and growth potential for any diversified portfolio. Our conviction is grounded by the Fund's focus on several transformative global trends: infrastructure renewal, decarbonization, and digital connectivity. These are not fleeting trends, but fundamental shifts to reshaping our world and creating compelling investment opportunities in essential services that are vital to modern society.

As economies expand and populations grow, so does the demand for energy, transportation, and communication infrastructure. The Starlight Global Infrastructure Fund is well-positioned to capitalize on this growing demand, offering investors exposure to a resilient asset class characterized by stable cash flows and secure contracts, amidst market volatility.

The Fund's diversified portfolio, combined with our disciplined investment approach focused on high-quality infrastructure companies with strong fundamentals and attractive valuations, allows us to navigate market fluctuations while remaining focused on long-term value creation. For investors seeking a reliable income stream and a portfolio that can weather economic storms, infrastructure remains a compelling choice. In an ever-changing world, investing in the essential assets that underpin our society is a prudent strategy for achieving long-term total return potential.

Source: Starlight Capital

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For more information on our investment solutions, learn more at starlightcapital.com or speak to our Sales Team.

For more information, please visit [StarlightCapital.com](https://starlightcapital.com)

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