

Fund	YTD 2024	Q3 2024	1 Year	3 Year	5 Year	Incept*
Starlight Global Infrastructure Fund, Series F*	7.0%	4.9%	19.3%	2.6%	3.8%	6.2%

\*Inception date October 2018.

Source: Starlight Capital, as of September 30, 2024.

## Performance Summary

- Over the third quarter of 2024, Starlight Global Infrastructure Fund, Series F (the Fund) returned 4.9%. Year to date, the Fund is up 7.0%.
- Communication Services, Utilities, and Real Estate were the top contributors to performance, which was slightly offset by laggards in Energy and Information Technology.

## Contributors and Detractors

Q3 2024 Top Five Contributors			Q3 2024 Bottom Five Contributors		
Stock	Average Weighting	Contribution to Return	Stock	Average Weighting	Contribution to Return
COGENT COMMUNICATIONS HOLDINGS	3.9%	+1.3%	NEW FORTRESS ENERGY INC	1.7%	-1.6%
TRANSALTA CORP	2.0%	+0.8%	OPERA EVENT, INC. SERIES A	1.2%	-1.3%
NEXTERA ENERGY INC	3.7%	+0.7%	ALTUS POWER INC	2.3%	-0.4%
NASDAQ INC	3.0%	+0.6%	BLOOM ENERGY CORP- A	2.4%	-0.2%
SBA COMMUNICATIONS CORP	2.8%	+0.6%	ESSENTIAL UTILITIES INC	0.9%	-0.2%

Source: Starlight Capital & Bloomberg Finance L.P. As of September 30, 2024.

Cogent Communications was the top performer in the Fund. They were a beneficiary of lower interest rates resulting from easing inflation.

Expectations of new demand to power data centers in Alberta was the primary driver of performance for TransAlta. They also initiated and executed on a significant share repurchase program.

New Fortress Energy was faced with operational delays and the loss of significant revenue streams which stressed its financial position. We exited the position ahead of its announcement to recapitalize its balance sheet and delay its dividend payment.

We wrote off Opera Event from the Fund after their inability to continue operating as a going concern.

## Portfolio Update

Sector	Portfolio Weight %	Top %Q/Q Changes
Utilities	26.2%	5.0%
Industrials	18.4%	2.3%
Private Investments	14.5%	-1.5%
Information Technology	2.5%	-1.6%
Energy	14.6%	-3.0%

Source: Starlight Capital & Bloomberg Finance L.P. As of September 30, 2024.

Interest-rate sensitive sectors, such as Utilities, Industrials, Real Estate, and Communication Services were beneficiaries of the start of the rate-cutting cycle globally.

After being overlooked for many years, utilities are among the market's leading performers year-to-date as artificial intelligence drives long-term demand projections for power 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.

The Fund's exposure to private investments was reduced after writing down Opera Event because of their inability to continue operating as a going concern. Opera offered software used for community engagement across online communities. The loss of a significant customer combined with litigation arising from prior engagements permanently impaired its business.

Exposure to Energy decreased partially due to our investment in New Fortress Energy, as it was faced with operational delays and the loss of significant revenue streams which weakened its financial position. We exited the position ahead of its announcement to recapitalize its balance sheet and delay its dividend payment. We added a position in Secure Energy Services, the largest independent oil & gas waste treatment and disposal business in the Western Canada Sedimentary Basin. As a service provider to the Energy sector, the company is being priced at a significant discount to waste management peers, which we feel is unwarranted.

In addition to exiting New Fortress and writing down Opera, we realized a gain on Enlink Midstream after it agreed to be acquired by Oneok. We exited Halma Plc, a UK-based conglomerate operating in infrastructure, medical and safety end-markets. We also sold Solaria Energia, a Spanish utility-scale solar developer. We used the proceeds to allocate to other opportunities with better relative returns expectations, one of which was Willscot Holdings, a provider of mobile space solutions.

### Fund Outlook

We remain confident in the long-term total return prospects of infrastructure assets, an asset class that we believe provides portfolio stability and growth potential for any diversified portfolio. Our conviction is grounded by the Fund's focus on three transformative global trends: decarbonization, infrastructure renewal, 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

## Invest With Us

For more information on our investment solutions, learn more at [starlightcapital.com](https://starlightcapital.com) or speak to our Sales Team.



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

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