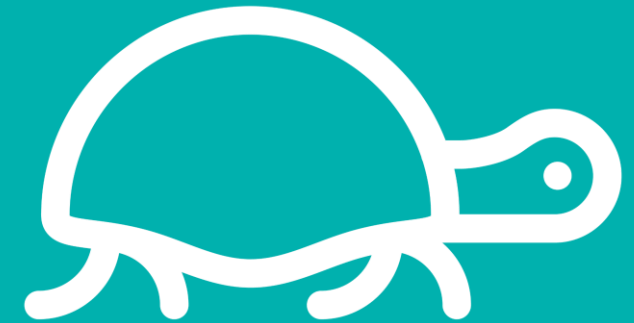


PRIVATE CREDIT OUTLOOK



Gravis

PRESENTER



Albane Poulin

Head of Private Credit

Albane oversees activities in private credit across existing funds GCP Infrastructure Investments and GCP Asset Backed Income, as well as leading new strategies in this asset class.

Albane joins from abrdrn where she was Head of European Private Placements. She was responsible for the origination and underwriting of new transactions, as well as monitoring of existing private placement investments across the different portfolios. She was also the lead fund manager on a number of Multi-Sector Private credit funds investing in a range of private credit asset classes including Private Placement, Infrastructure Loans and Commercial Real Estate Debt. Prior to abrdrn, Albane worked at Insight Asset Management as a credit analyst covering Utilities and Transportation. Albane has 18 years of experience in credit markets.

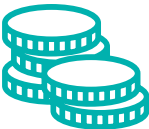
She has a Master's Degree in Economics and Finance from the University of Bordeaux (France).

WHY INFRASTRUCTURE IS AN IDEAL PRIVATE CREDIT EXPOSURE




Macroenvironment

- Resilient through economic cycle
 - Growing confidence
 - M&A activity
- 




Valuation

- Early stage of rate-cutting cycle
 - Attractive income return
 - Low volatility
- 



Credit risk

- Credit quality is improving
 - Capital preservation
 - Inflation-linkage
- 

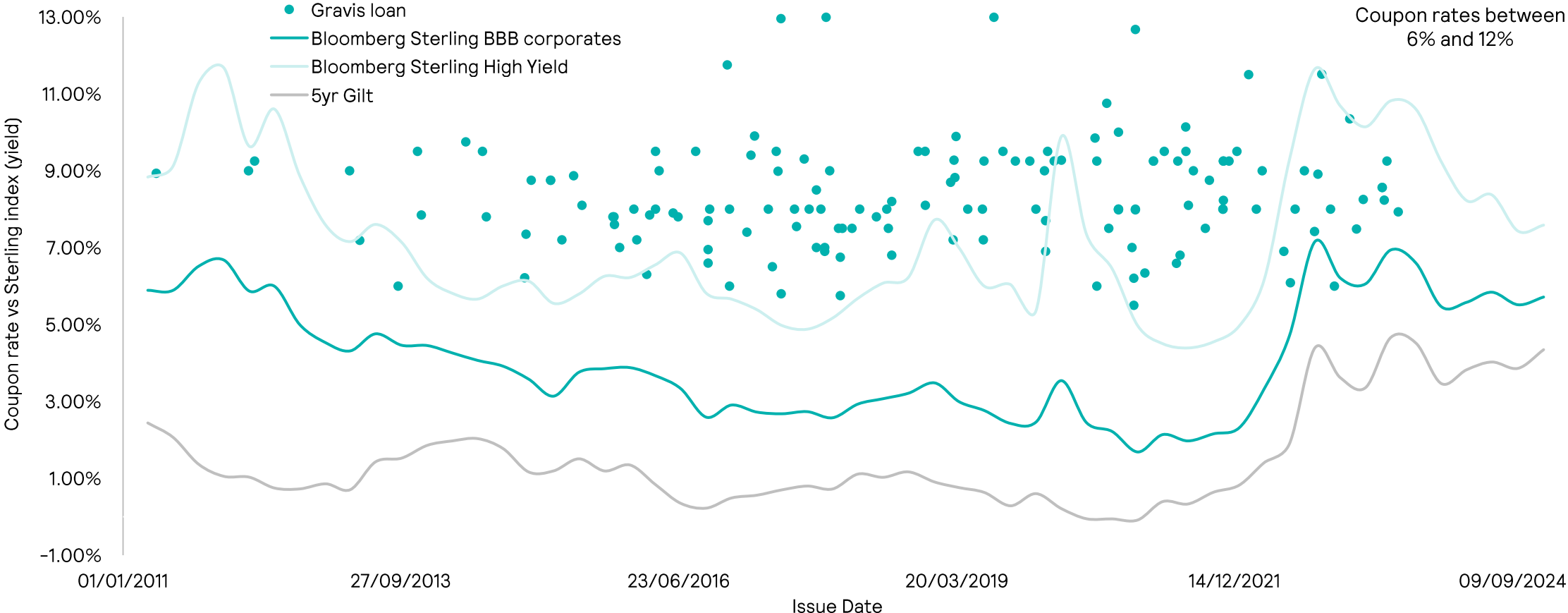


Market trends

- Supportive Government policy
 - Growing demand for sustainable asset and liquid structures
- 

PROVEN TRACK RECORD OF GENERATING HIGH RETURNS SINCE 2011

Securing attractive risk-adjusted returns and illiquidity premia.



Source(s): Gravis, Bloomberg: Data as at 31 December 2024 taken from both GCP Infrastructure Investments and GCP Asset Backed Income.

ASSESSING A PRIVATE CREDIT FUND MANAGER

Criteria to consider when assessing a private credit fund manager

Strong track-record across each step of the lending process	Gravis KPIs	Investment management system for the loan life-cycle
Strong origination capabilities: highly proficient and experienced team with a history of successfully developing new leads	21 direct investment individuals	
Extensive network of key stakeholders to ensure certainty of deployment	Maintain an ongoing pipeline of £1-2bn	
Technical expertise	c.£5bn invested in real assets since 2008	
Underwriting and structuring: ability to tailor bespoke and complex financing solutions (senior, sub) to match the risk profile of the asset.	Yield pick-up > 1-2% vs public bond index	
Monitoring: proactive engagement with borrowers to identify potential credit deterioration. Bespoke in-house systems and processes.	Low loss ratio: 0.41%*	
Restructuring and exit: proven track-record in reprofiling, restructuring, stepping-in and exiting	10.1%** IRR on exit	

Note(s): * GCP Infra calculated as total aggregate downward revaluations divided by invested capital since IPO expressed as a time weighted annual percentage, as at 30 September 2024. ** Calculated as IRR on infrastructure loans exited across GCP Infra and GCP Asset Backed Income Ltd as of 30 June 2024

THE PATH TO NET ZERO – THE CURRENT COMMITMENTS AND TARGETS

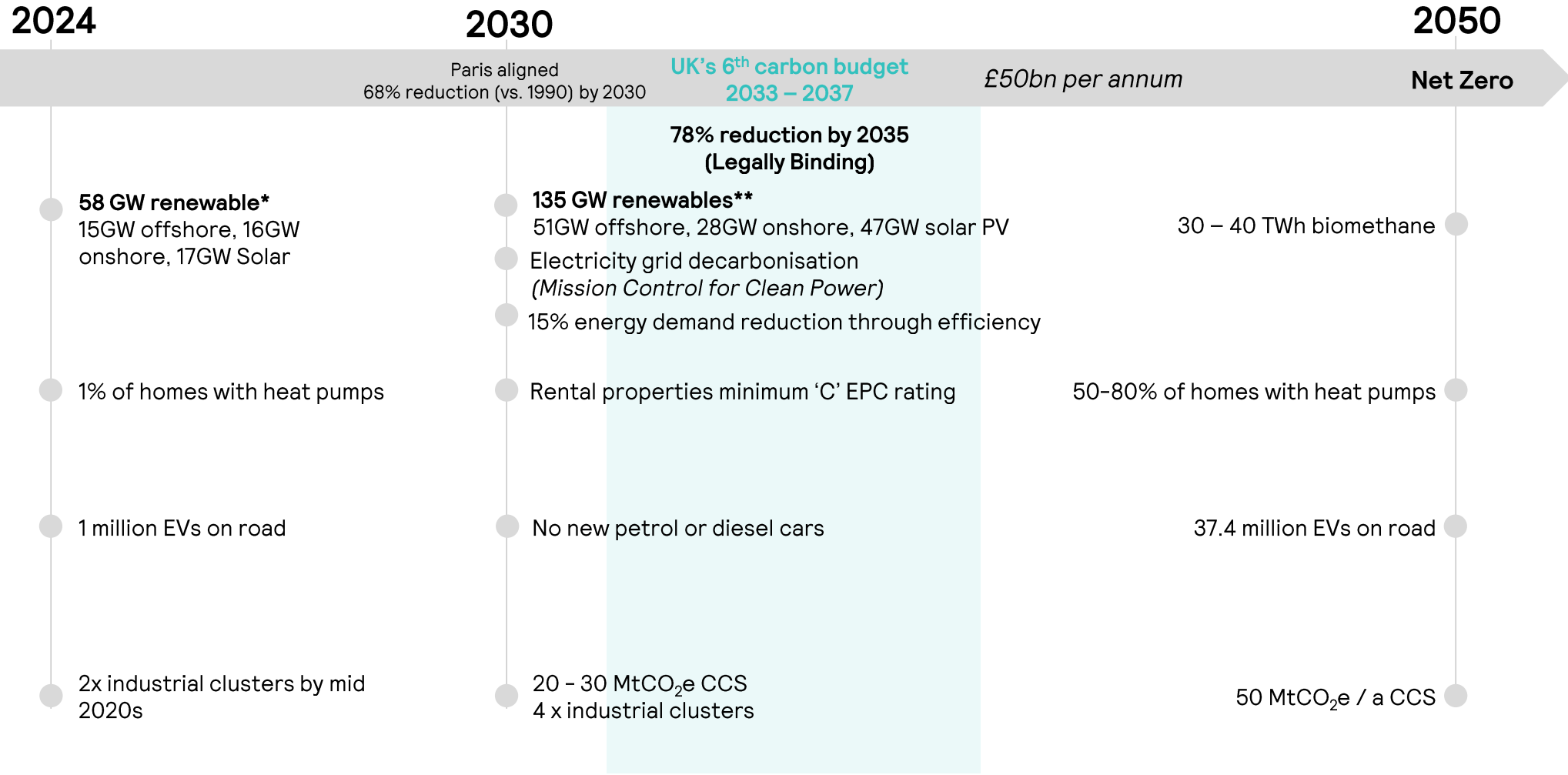
5x
Investment Increase

Electricity

Heat

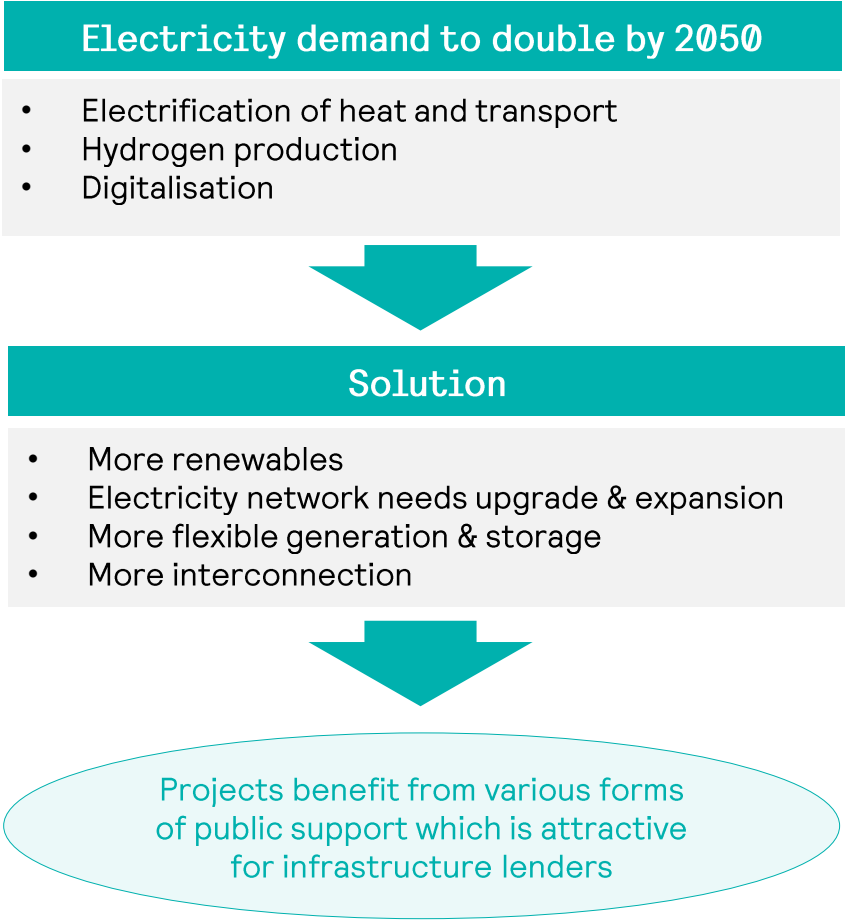
Transport

Carbon removals

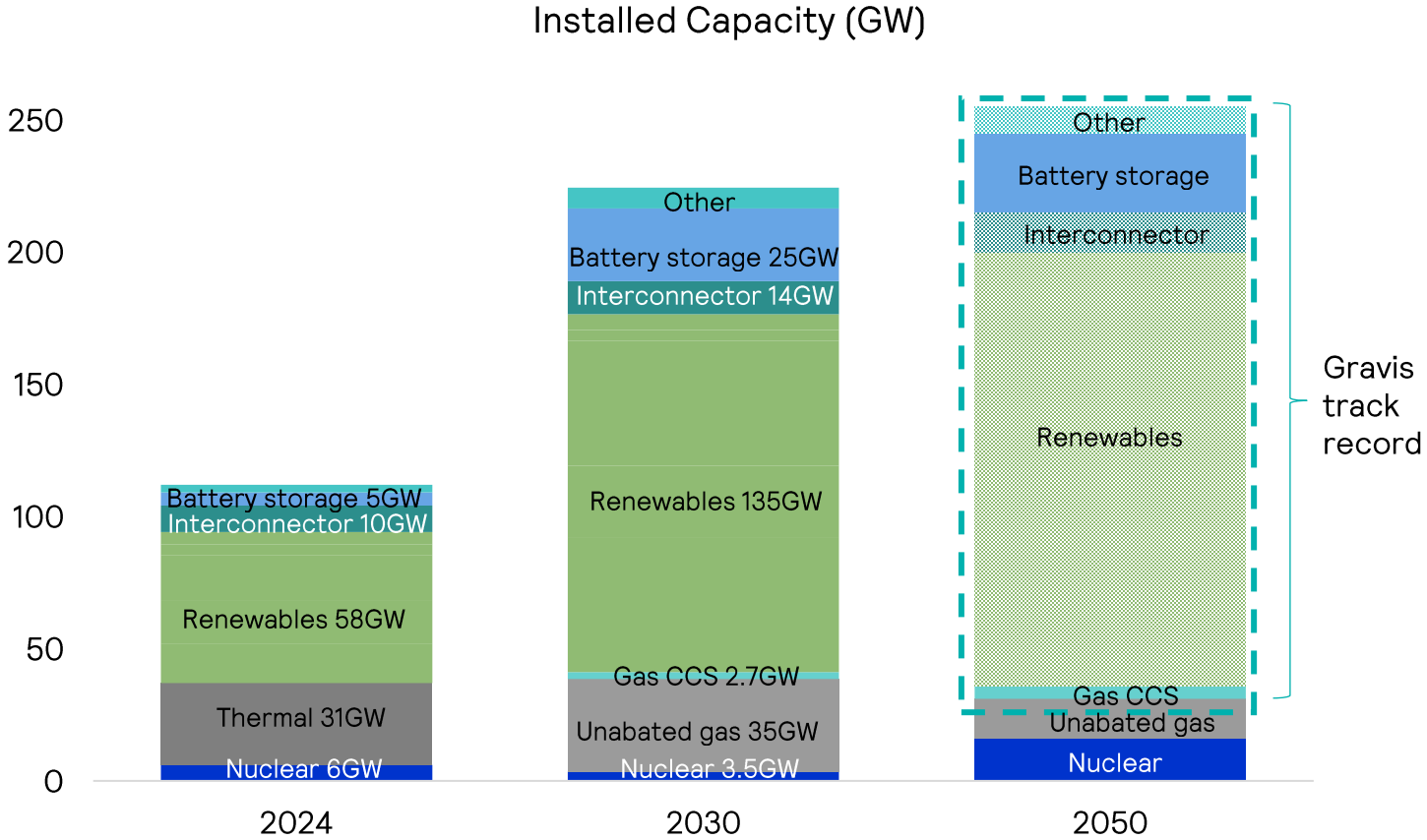


Source(s): Gravis, *DESNZ Installed capacity Q3 2024 **NESO Clean Power 2030 Further Flex and Renewables

DECARBONISATION PROVIDES OPPORTUNITIES TO FINANCE NEW PROJECTS IN A SUPPORTIVE ENVIRONMENT



Electricity Production by 2050



Source(s): Gravis, DESNZ installed capacity for Q324, NESO Clean Power 2030, Ofgem

SAMPLE OPPORTUNITIES WITHIN BROADER PRIVATE CREDIT SPACE

Sector	Country	Why we like it	Decarbonisation	Digitalisation	Decentralisation	Deglobalisation
Geothermal	Netherlands	No drilling risk, long-term offtake agreement already in place	✓		✓	✓
Glasshouses	Sweden	Fixed and variable rent with grower/tenant	✓			✓
Carbon Capture & Storage	UK	Regulated Asset Base model resulting in predictable cash flows	✓			
District Heating	Germany	Monopolistic position, ability to pass-through fuel costs	✓		✓	✓
Battery Storage	UK	Minimum revenue guarantee under long-term contract, amortisation reduces refinancing risk	✓		✓	
Anaerobic digestion	Ireland	New market in technology we know well, long-standing relationship with developer, grant funding	✓			✓
Data Centres	UK	Tier 1 Hyperscaler tenant, conservative LTV		✓		

Attractive opportunities within the private credit space across senior and subordinated debt with yield between 7% and 12%