

HORNET INFRASTRUCTURE WATER FUND (EUR)



GN  INVEST

www.gninvest.com

Investment Case – Key Messages

Why GN Invest AG
as asset manager?

Outperformance of «Hornet Infrastructure Water Fund» over five years
versus «iShares Global Utilities Index» also due to a disciplined
investment process

Experienced and specialised investment team with a long term track
record and a global sector research platform

Transparent and active portfolio construction with listed infrastructure
equities

Why to invest in the
Water infrastructure
sector?

Low volatility asset class with low correlation to equity markets
(0.23 versus MSCI World)

Above average grow potential

Real asset class with long duration assets

Why to invest in a
mutual fund?

The fund is regulated by the financial market authority

Invest globally at low cost

One transaction leads to a long term successful investment

Investment Case

Water Environment

800mn humans worldwide without clean drinking water

2.5bn humans have no access to sanitation

OECD estimates world population will grow to 9bn people in 2050

1 kg beef production takes 15'000l /
1 kg wheat needs only 1'500l virtual water

6 – 7% CAGR*

Investments

Stable cashflows and solid investment returns / high dividend yields

Water sector grows faster than worldwide GDP & MSCI equity indices

SRI / Social Responsibility Investment / «Social Value»

Total market capitalisation only at approx. EUR 500-750bn

Source: BofA/ML / OECD / AC Partners AG

Performance Drivers

Top Down

Population growth / «virtual water» / quality improvement / water shortage

Agricultural use / water distribution / urbanisation

Industrialisation: energy / chemical industry, electronic industry, metal mines

Bottom Up

«Pricing power» / inflation protection on invested capital

Regulated capital return & -costs

«Public Private Partnerships» & privatisation of Infrastructure assets

* compound annual growth rate in % (CAGR %)

Value Chain

Water Utility / Infrastructure

Operational water utilities / assets
Water energy / hydropower assets

Environment & Service

Water treatment & service companies

Waste & sewerage management

Installation and construction companies / desalination plants

Technology / Equipment

Infrastructure equipment companies in the field of irrigation, pumps, pipes, valves, filters or meters etc.

Increased demand (OECD)
from 2000 to 2050

Increased demand

Industry/Electronic	+406%
Energy/Electricity	+144%
Household	+127%
Livestock	+63%
Irrigation/Agriculture	-14%

Current consumption

Agricultural economy	70 %
Industrial sector	22 %
Private consumption	8 %

Investment Structure – Value Chain

The Investor

subscribes into
the fund



Hornet Infrastructure Water Fund (EUR)

Investments in Water infrastructure are compliant
to European (UCITSV) law and fund rules

Utility / Infrastructure Environment / Service
Technology / Equipment

Fund administration IFM, Vaduz

Set up rules of fund / net asset value calculation (NAV) /
monitoring asset manager / investment advisor

Regulation FMA / Financial Market Authority

Regulates und supervises asset manager & investment fund

Depository Bank / Liechtensteinische Landesbank, Vaduz

Treasures assets in fund account

Asset Manager GN Invest AG, Vaduz

- Investment strategy
- Asset management
- Investment controlling
- Investment analysis
- Stock valuation

