

Premier Miton Global Renewables Trust plc
James Smith

FOR INVESTMENT PROFESSIONALS ONLY. CAPITAL AT RISK.
MARKETING COMMUNICATION.

Thinking ahead of the curve

An introduction to Investment Trusts at Premier Miton



Claire Long
Head of Investment Trusts



Premier Miton Global Renewables Trust plc



Miton UK MicroCap Trust plc



The Diverse Income Trust plc

Premier Miton Global Renewables Trust



James Smith
Fund manager



Differentiated global renewables exposure

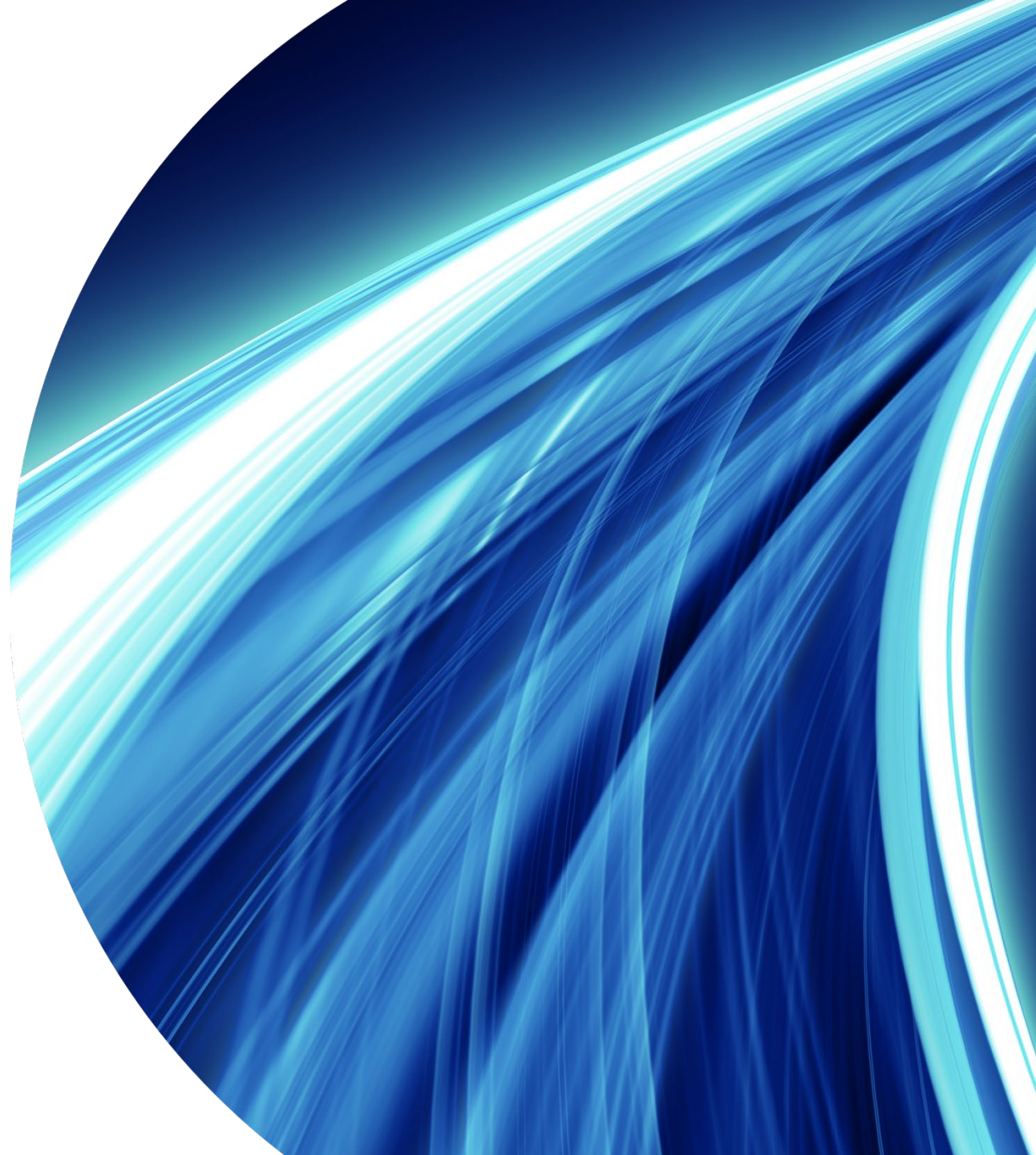


Aims for a high income and long-term capital growth



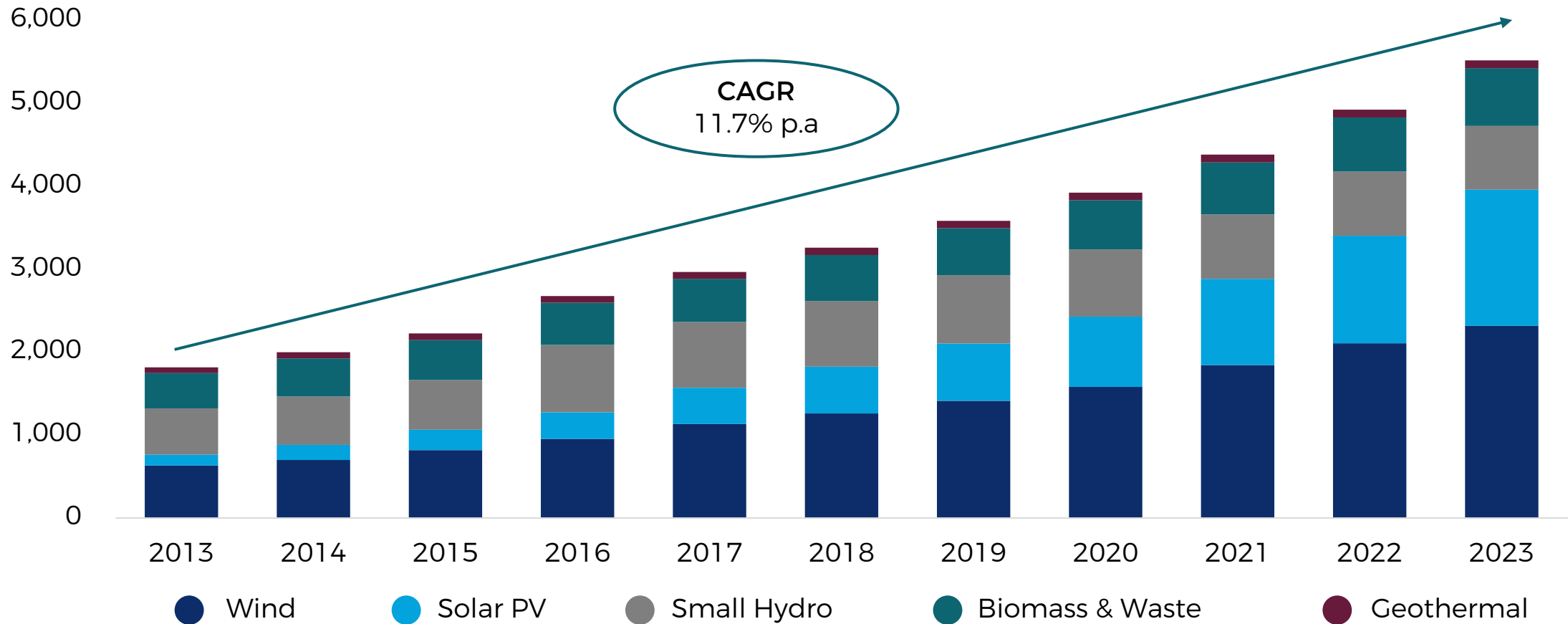
Managed by James Smith since June 2012

Renewables – The global overview



Renewable energy is a fast-growing sector

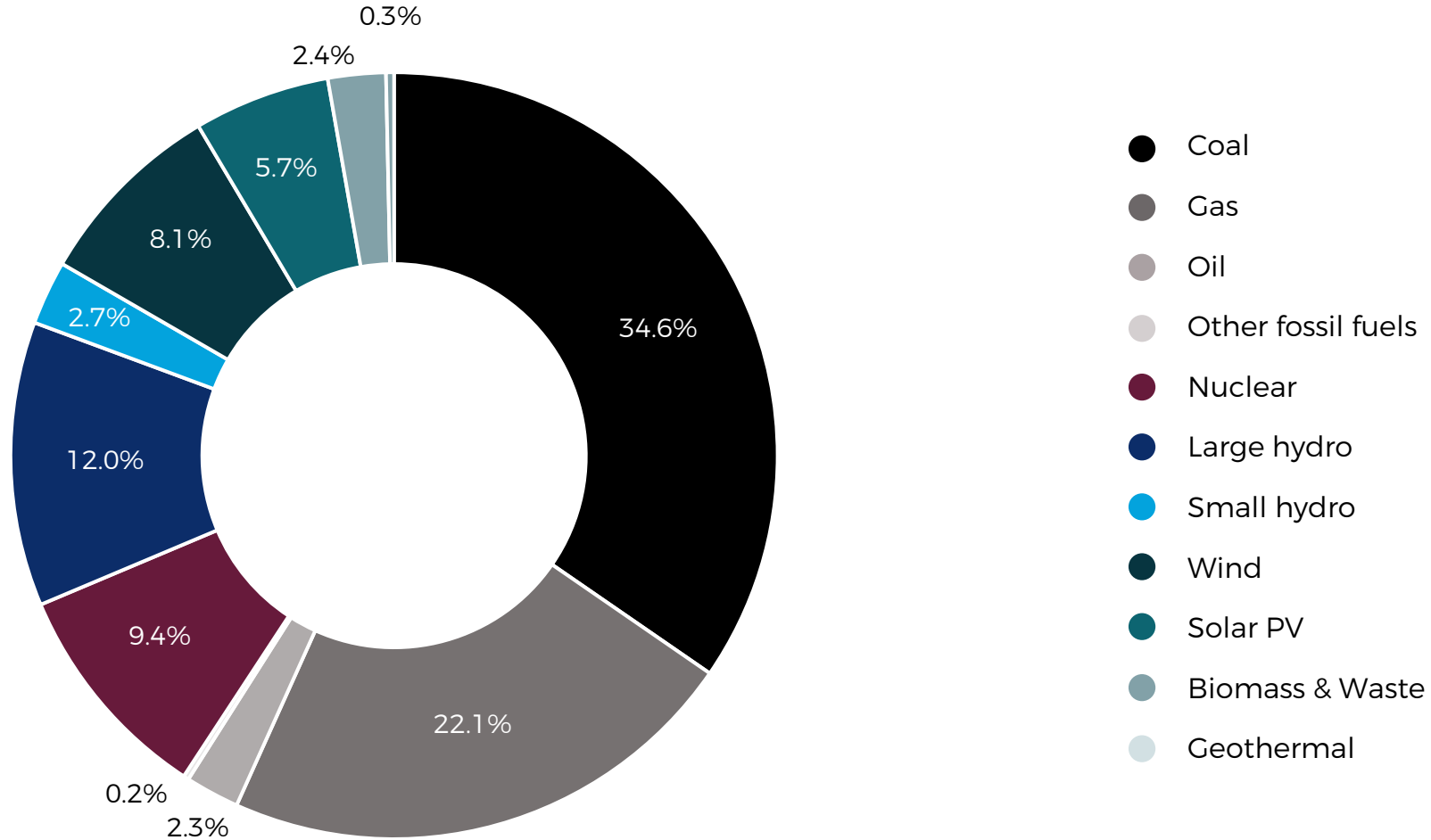
Global Renewable Energy Production (TWh) over the past 10 years



Source: BloombergNEF, as at 31.12.2023.

Global electricity generation 2023

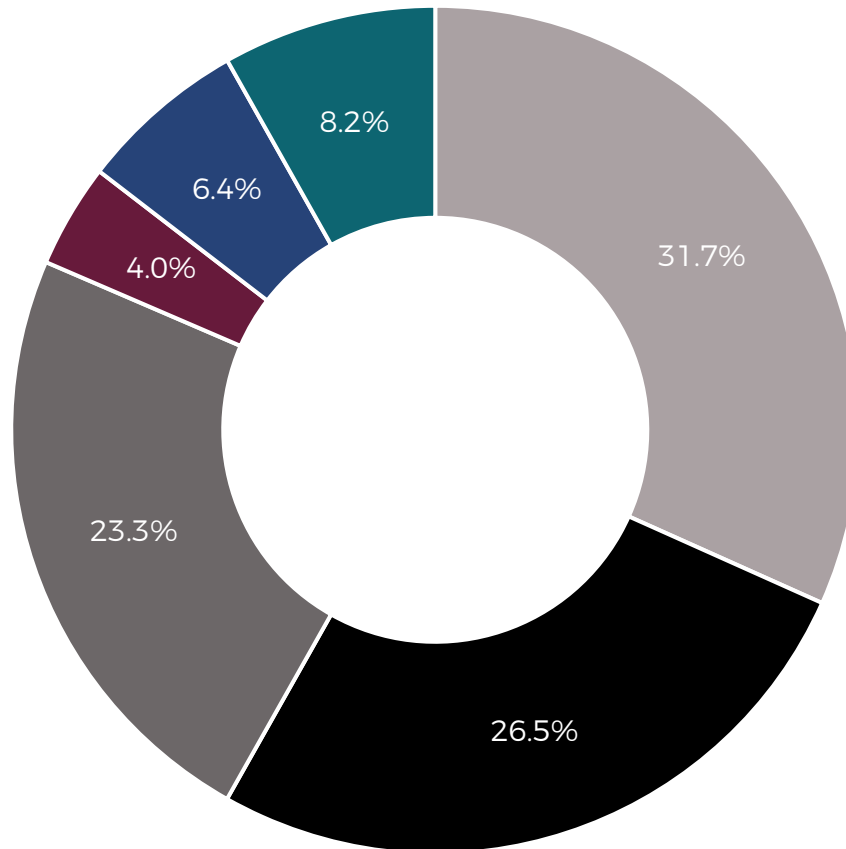
Still dominated by fossil fuels (c. 60%)



Source: BloombergNEF, as at 31.12.2023. Solar thermal excluded as figure below 0.1%. Allocation may be above or below 100% due to rounding.

Global primary energy market share 2023

Still dominated by fossil fuels c. 80%



Change in primary energy consumption 2019 - 2023

Oil	1.8%
Coal	3.9%
Natural Gas	2.4%
Nuclear	-1.4%
Hydro	5.3%
Renewables	74.5%
Total global energy market	6.2%

Renewable energy perception vs. reality



High interest rates are bad for renewable energy companies

Debt is mainly fixed term, fixed rate, amortising non-recourse project debt
UK / European companies have high inflation linkage
Higher finance costs for new projects pushes up power prices

Governments are cooling on renewable energy build out

US Inflation reduction Act - \$369bn of tax and other incentives
UK relaxation of on-shore renewable planning laws
New EU renewable law - 2x increase in renewable energy to 2030



Power price falling

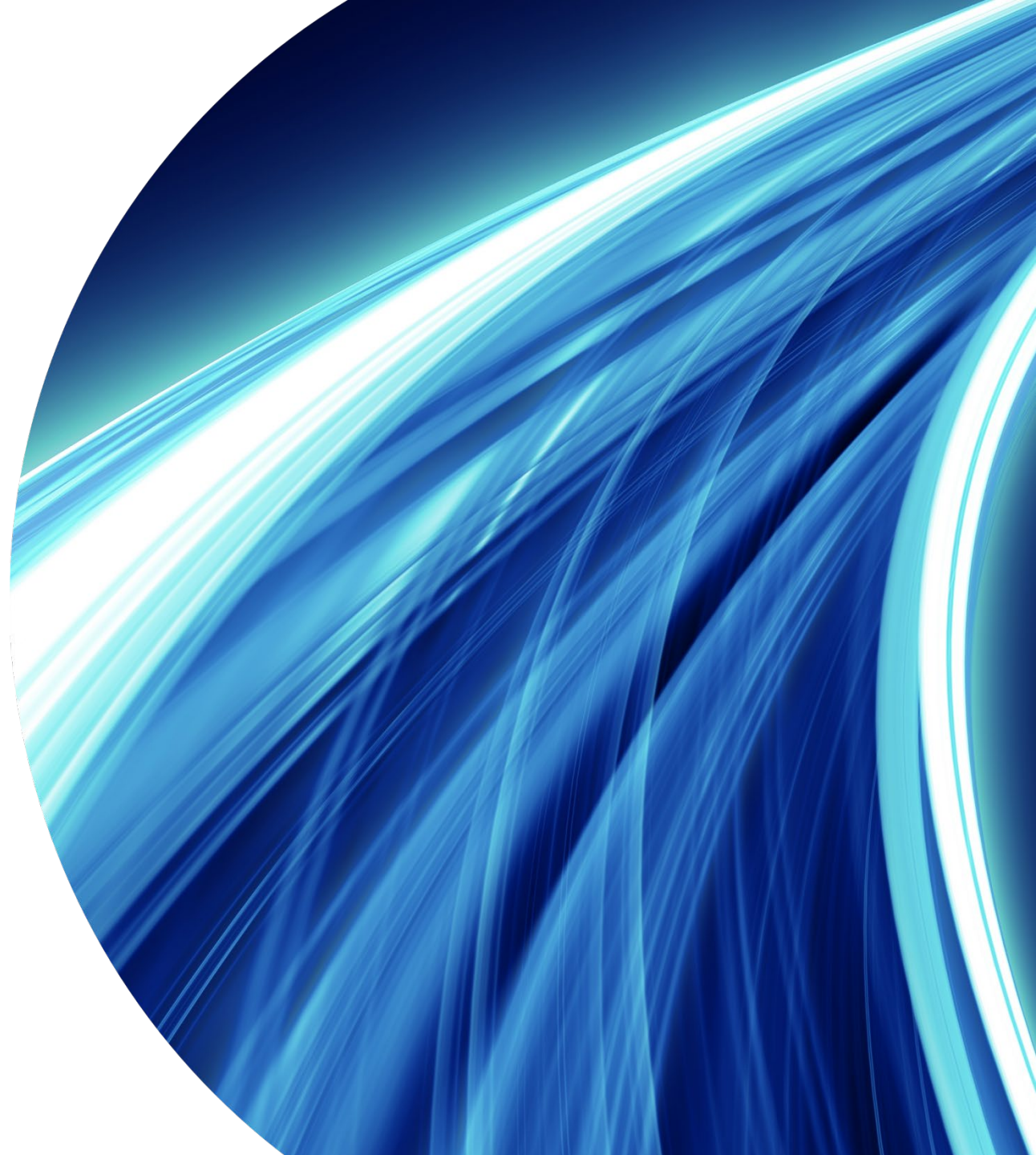
Power prices materially above pre-Ukraine level
Permanent structural increase in European prices
Very strong market for Power Purchase Agreements in Europe & US

Capital costs of new renewables increasing

Wind increasing, solar falling
Higher prices for turbines necessary for manufacturer health
Renewables cost competitive against gas / cheaper than nuclear



A closer look at the UK Renewable Energy Sector



A new normal for UK electricity pricing?

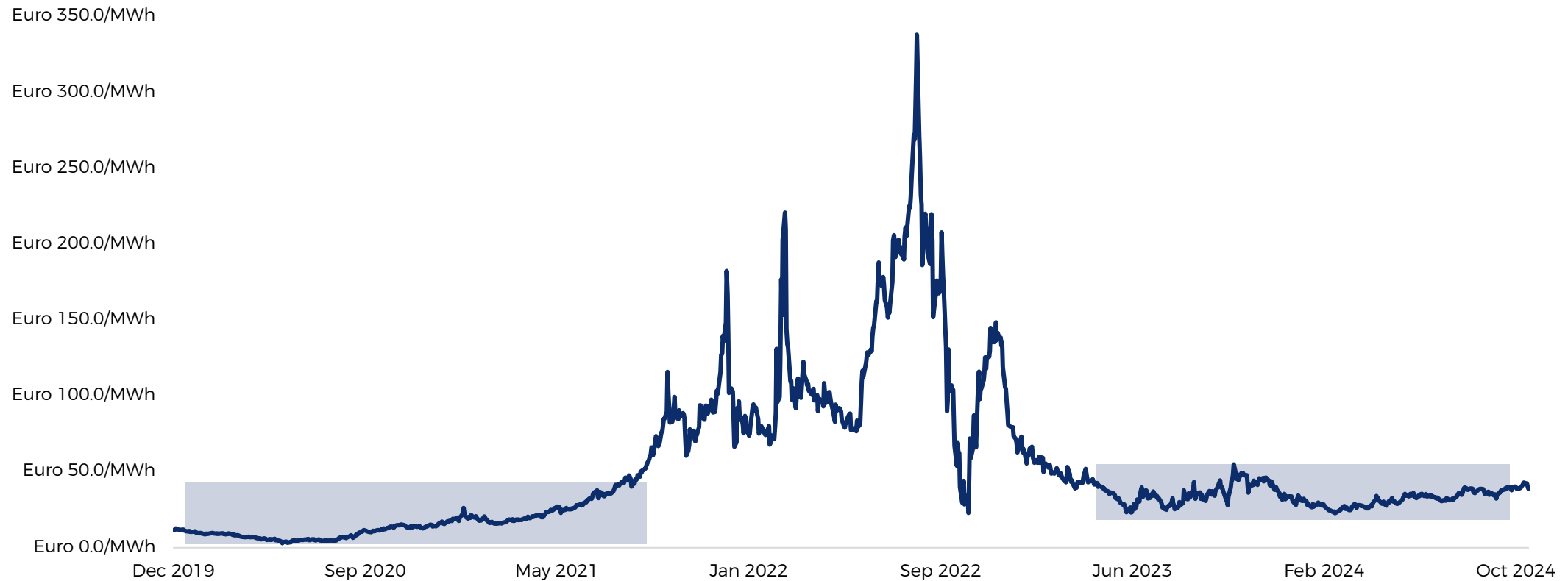
UK Day Ahead baseload wholesale electricity price



Wholesale power prices have almost doubled from "pre - Ukraine" levels, with substantial increase in volatility

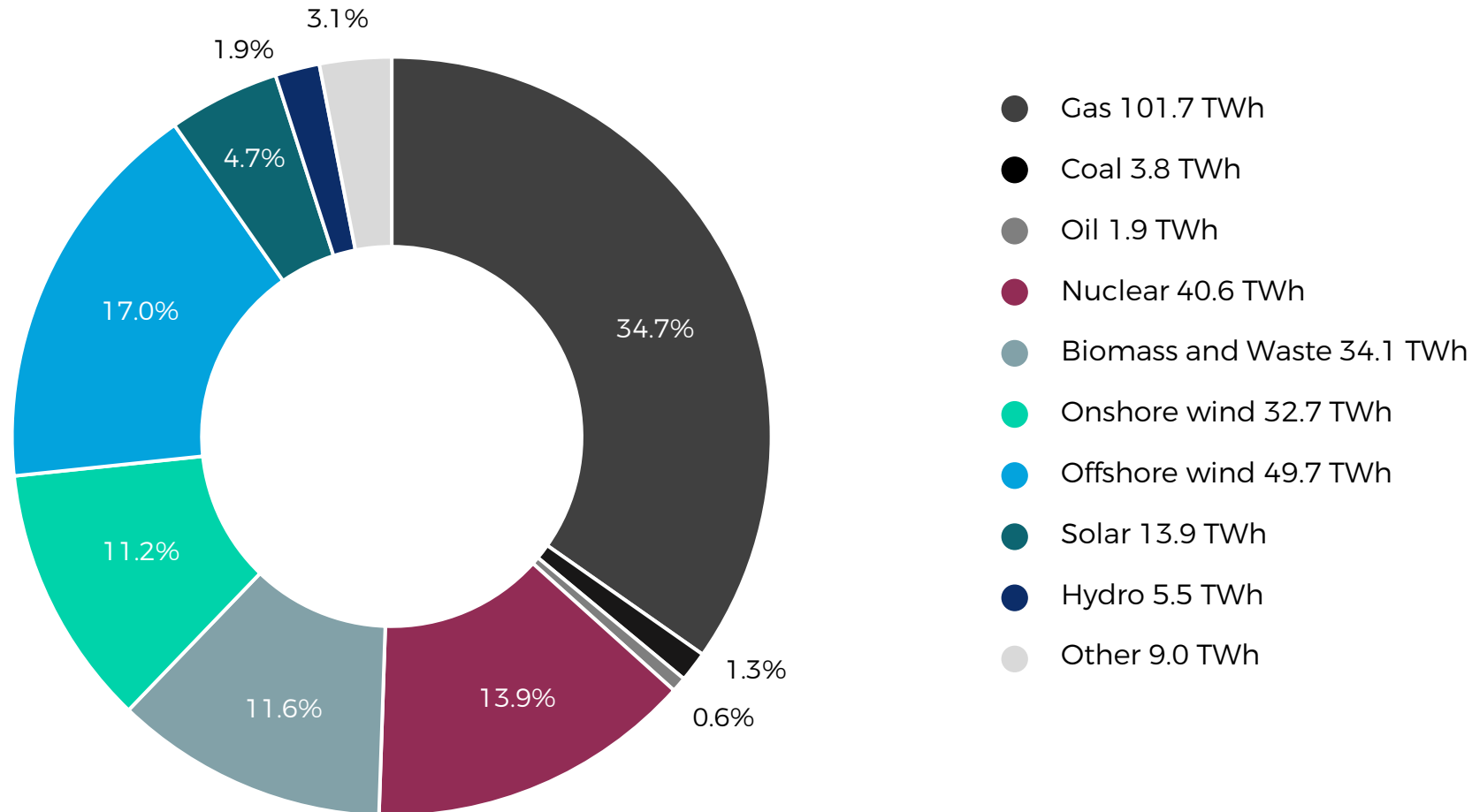
Electricity prices still driven by gas prices

European wholesale gas price



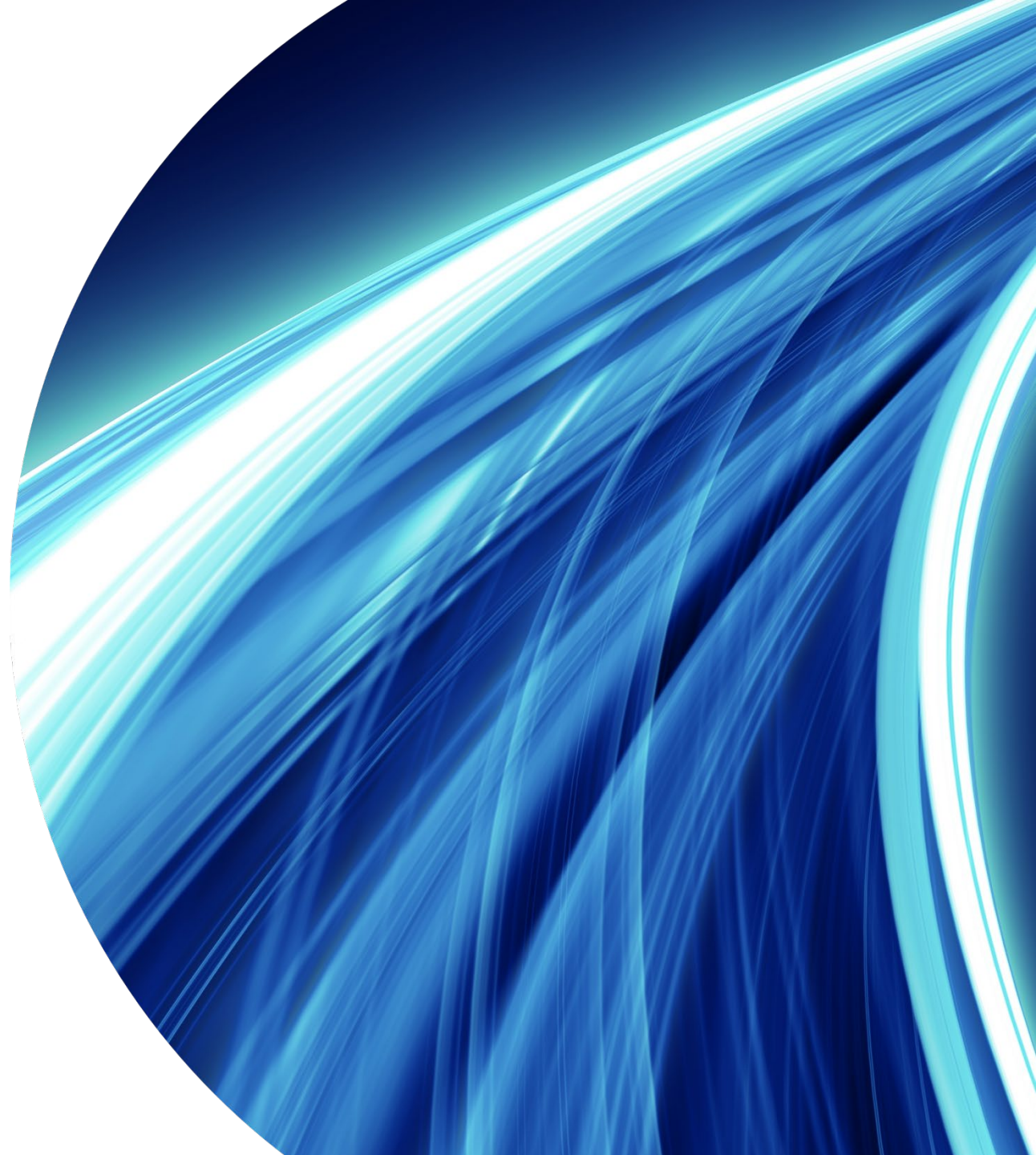
Source: Bloomberg, data from 31.12.2019 to 31.10.2024.

UK power generation 2023

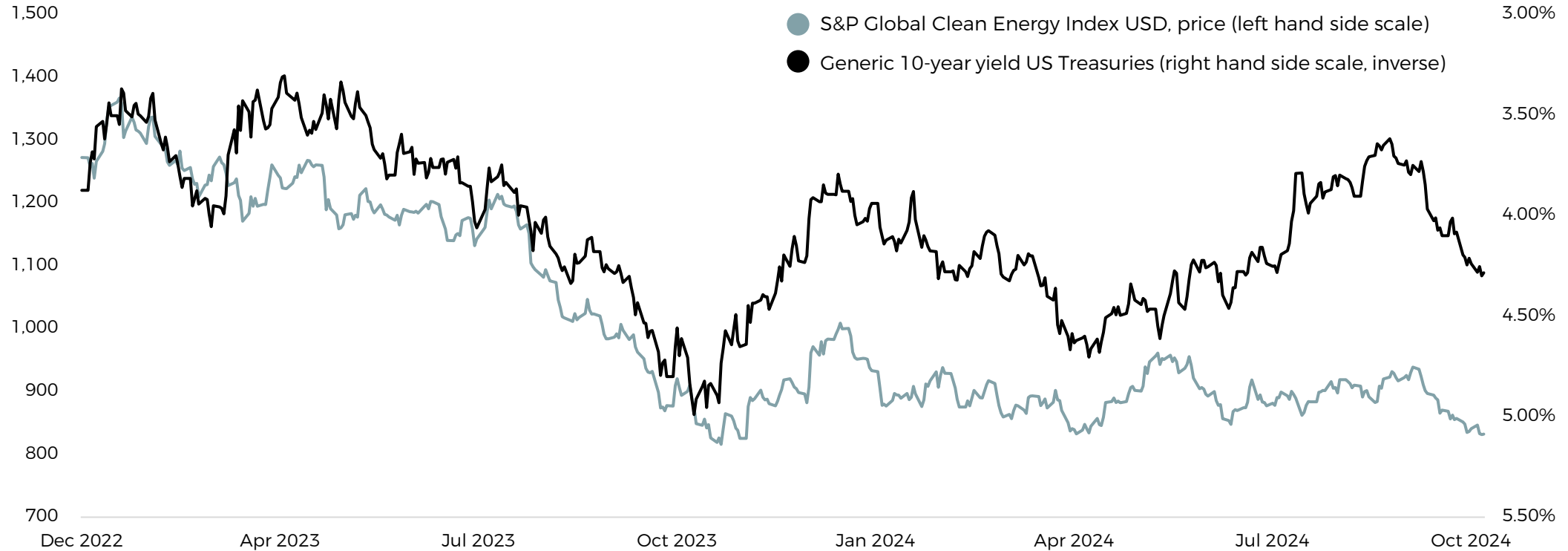


Source: Digest of UK Energy Statistics (DUKES): annual data ("Section 5 - energy trends"). Allocation may be above or below 100% due to rounding.

Performance perspectives



S&P Clean Energy Index vs Bonds

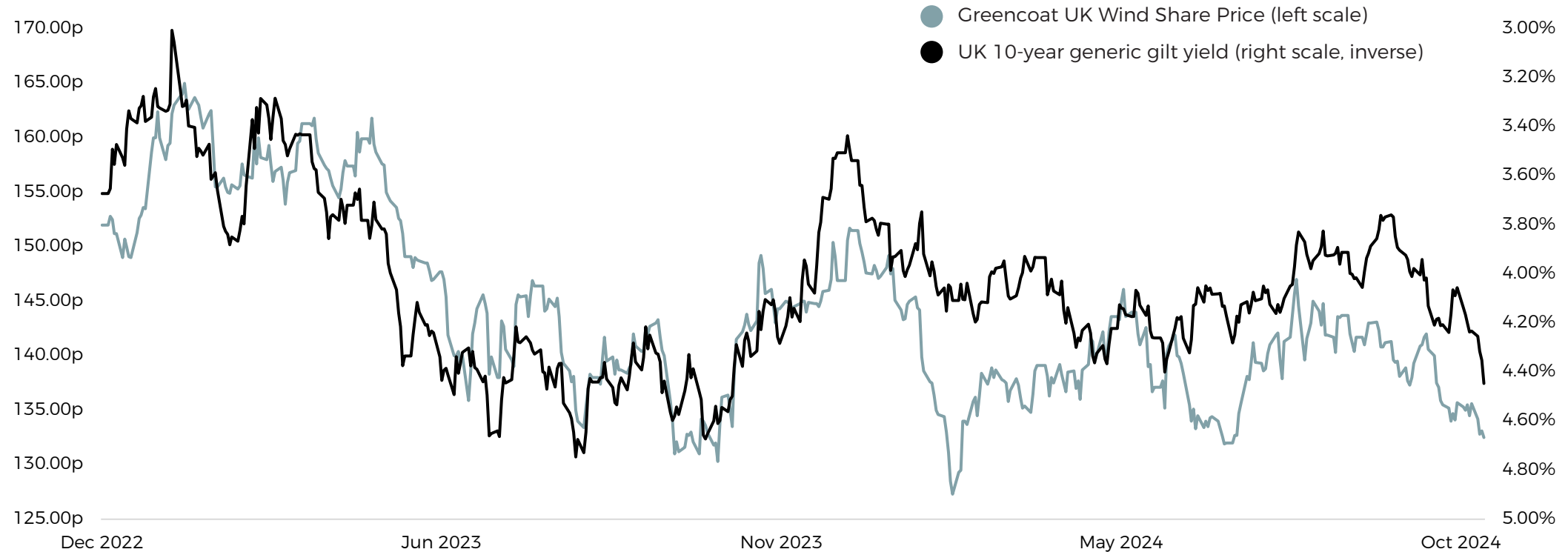


Clean energy sector has shown a high degree of correlation to bond yields

Past performance is not a reliable indicator of future returns.

Source: Chart created by Premier Miton using data from Bloomberg, data from 31.12.2022 to 31.10.2024.

Greencoat UK Wind share price vs 10-year Gilt yield

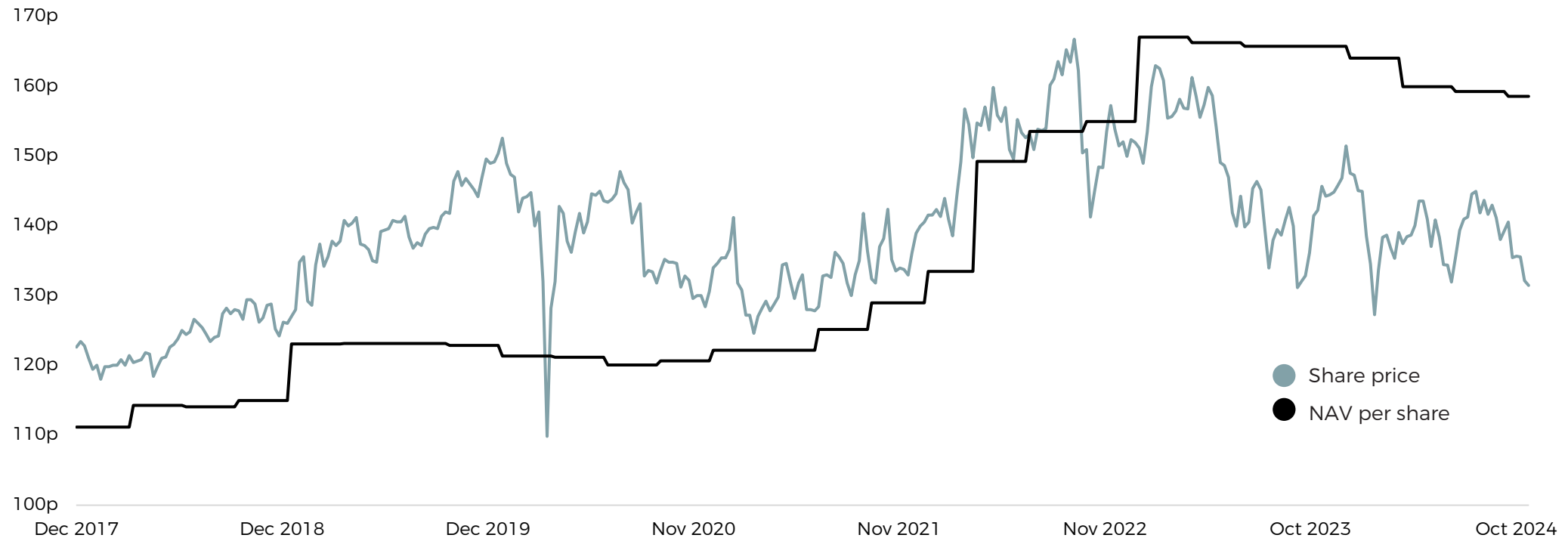


Renewable energy investment companies traded with high correlation to gilt yields

Past performance is not a reliable indicator of future returns.

Source: Chart created by Premier Miton using data from Bloomberg, data from 31.12.2022 to 31.10.2024.

Greencoat UK Wind, net asset value per share vs share price

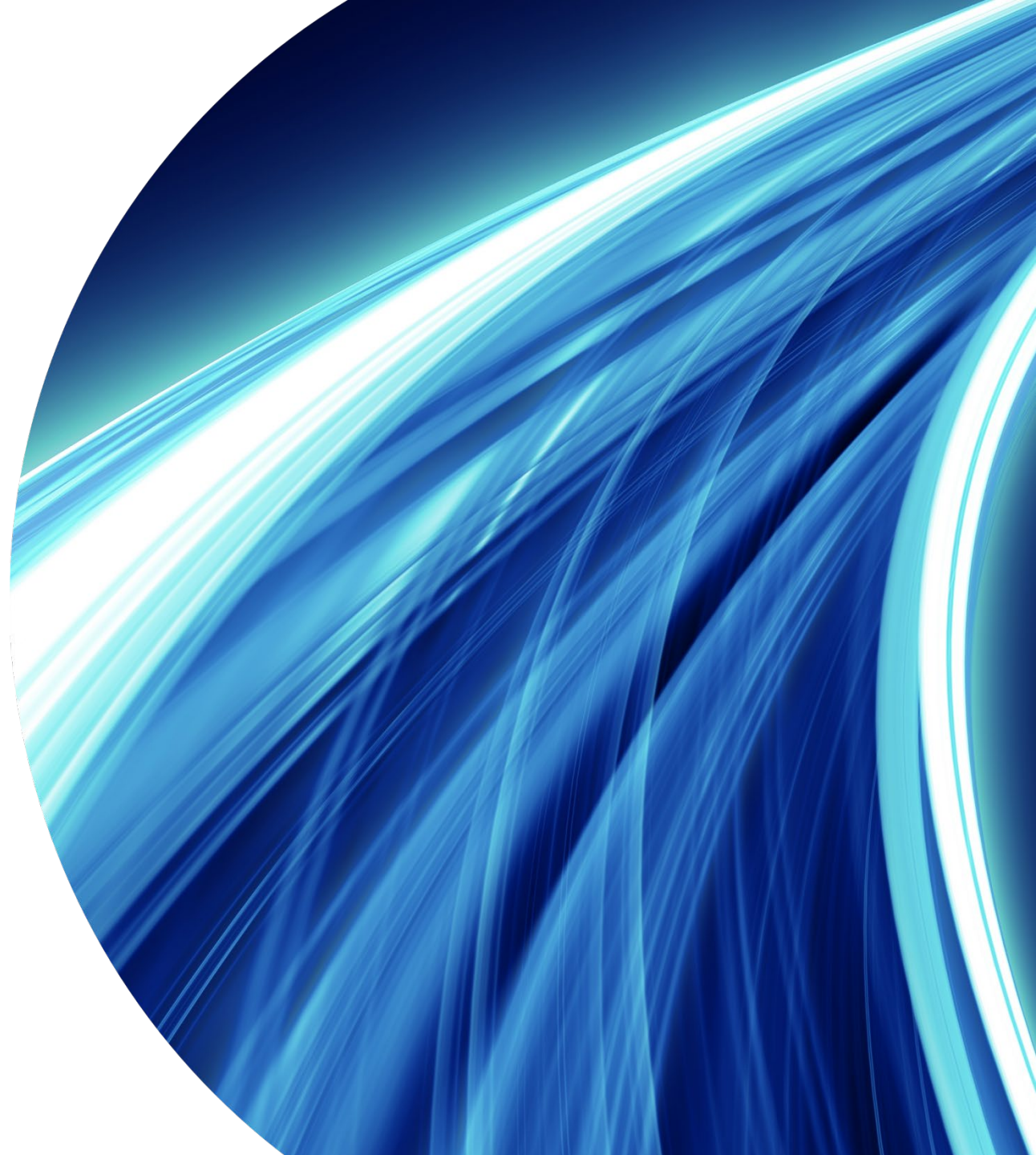


Greencoat's share price has moved to a NAV discount

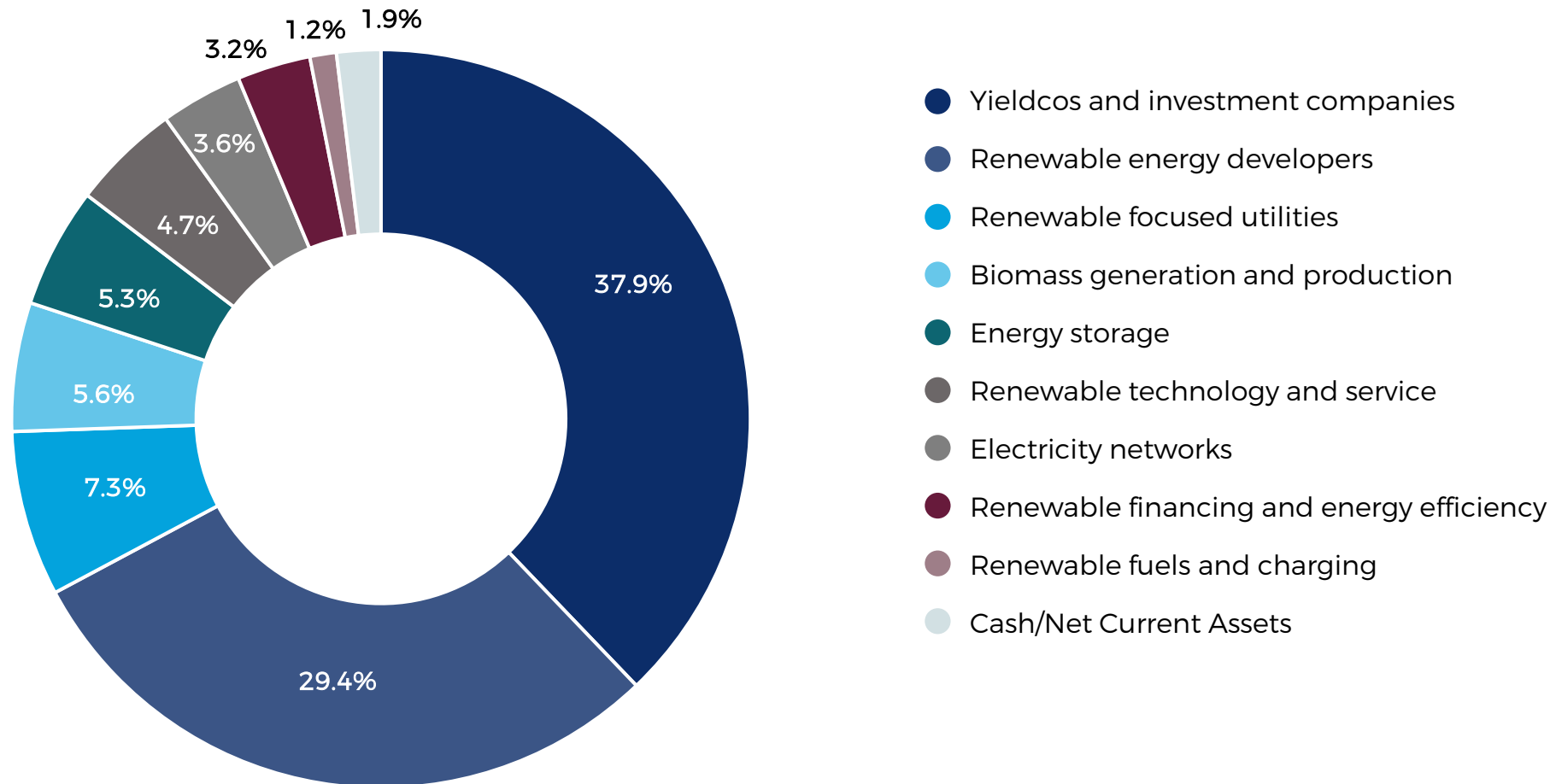
Past performance is not a reliable indicator of future returns.

Source: Bloomberg/company report and accounts, data from 29.12.2017 to 08.11.2024.

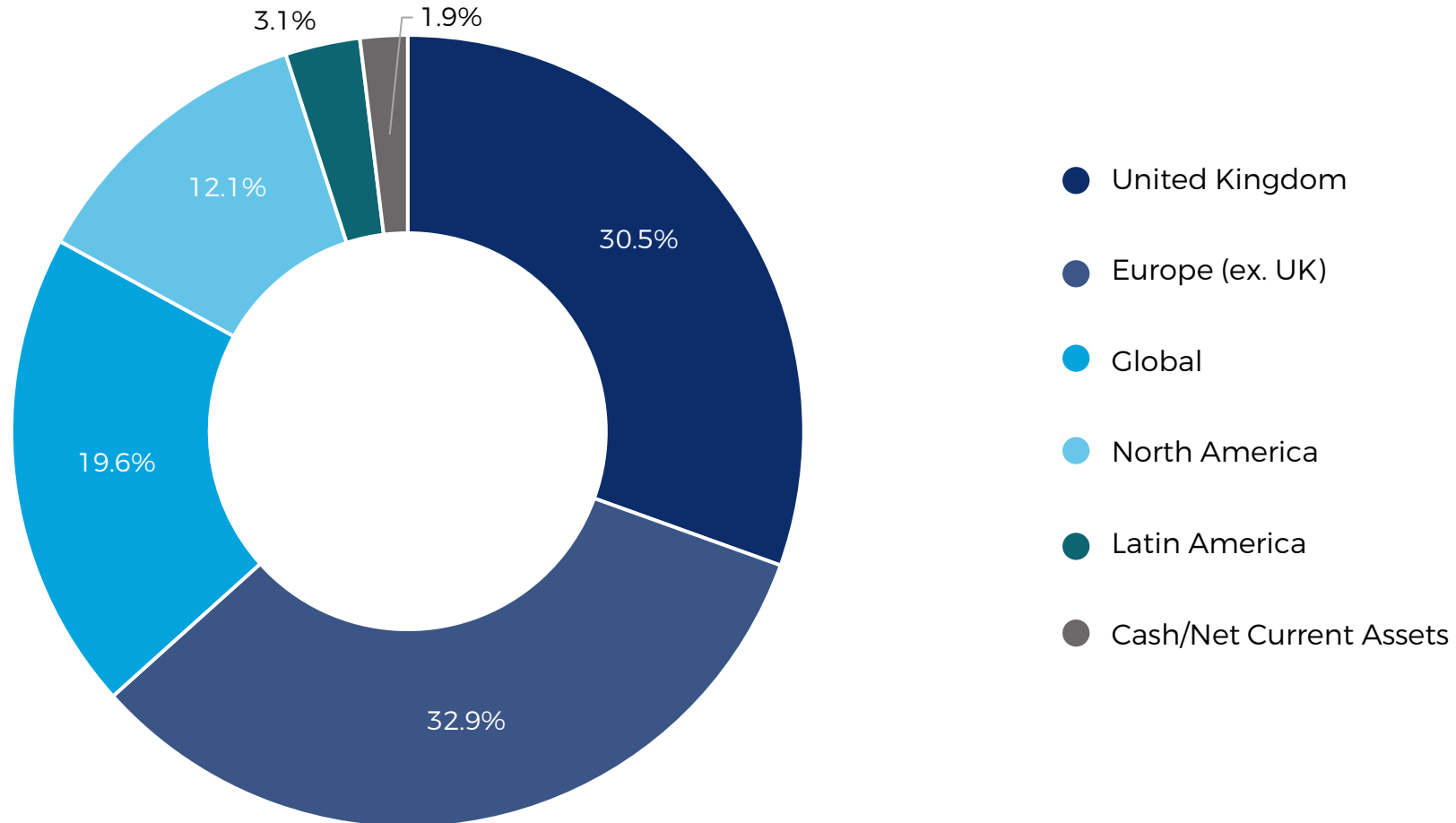
Investment strategy and portfolio



Sector segmental



Geographic allocation



Source: Premier Miton, data as at 31.10.2024. Asset allocation may be above or below 100% due to rounding.

Trust performance

Discrete annual return %	31.10.2019 to 31.10.2020	31.10.2020 to 31.10.2021	31.10.2021 to 31.10.2022	31.10.2022 to 31.10.2023	31.10.2023 to 31.10.2024
Trust NAV	9.9	55.2	-11.5	-33.3	9.5
Trust share price	5.8	60.7	-18.7	-35.2	22.6
S&P Global Clean Energy Index (GBP)	86.2	23.4	-9.3	-33.9	-3.1

Past performance is not a reliable indicator of future returns. Source: Morningstar™, as at 31.10.2024, net income reinvested, bid to bid basis. ©2024 Morningstar. All Rights Reserved. The information contained herein; is proprietary to Morningstar and/or its content providers; may not be copied or redistributed; and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Top 10 holdings

Holding	Weight	Sector	Geographic	YTD performance
Greencoat UK Wind	7.2%	Yieldcos & investment companies	United Kingdom	-7.0%
Clearway Energy A Class	6.7%	Yieldcos & investment companies	North America	8.8%
NextEnergy Solar Fund	6.0%	Yieldcos & investment companies	United Kingdom	-11.8%
Drax Group	5.6%	Biomass generation and production	United Kingdom	33.1%
Octopus Renewables Infrastructure Trust	5.6%	Yieldcos & investment companies	Europe (ex UK)	-9.4%
Bonheur	5.6%	Renewable energy developers	Europe (ex UK)	6.9%
Cadeler	5.2%	Renewable technology and service	Europe (ex UK)	43.5%
Greenergy Renovables	5.0%	Renewable energy developers	Global	-7.2%
RWE	4.2%	Renewable energy developers	Europe (ex UK)	-27.5%
SSE	4.1%	Renewable focused utilities	United Kingdom	-1.9%
Total:	55.2%			

Fund risk

Some of the main specific risks of investing in this trust trusts are summarised here.

Equities: Equities (company shares) can experience high levels of price fluctuation. Smaller company shares can be riskier than the largest companies, companies in less developed countries (emerging markets) can be riskier than those in developed countries and funds focused on a particular country or region can be riskier than funds that are more geographically diverse. These risks can result in bigger movements in the value of the fund. Equities can be affected by changes in central bank interest rates and by inflation.

Fixed income: Fixed income investments, such as bonds, can be higher risk or lower risk depending on the financial strength of the issuer of the bond, where the bond ranks in the issuer's structure or the length of time until the bond matures. It is possible that the income due or the repayment value will not be met. They can be particularly affected by changes in central bank interest rates and by inflation.

Other investment risks: Funds may have holdings in investments such as commodities (raw materials), infrastructure and property as well as other areas such as specialist lending and renewable energy. These investments will be indirect, which means accessing these assets by investing in companies, other funds or similar investment vehicles. These investments can also increase risk and experience sharp price movements. Funds focused on specific sectors or industries, such as property or infrastructure, may carry a higher level of risk and can experience bigger movements in value. Certain investments can be impacted by decisions made by third parties, such as governments or regulators.

Other risks: There are many other factors that can influence the value of a fund. These include currency movements, changes in the law, regulations or tax, operational systems or third-party failures, or financial market conditions that make it difficult to buy or sell investments for the fund.

Important information

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Whilst every effort has been made to ensure the accuracy of the information provided, we regret that we cannot accept responsibility for any omissions or errors.

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A free, English language copy of the trust's full Prospectus, the Key Information Document and Pre-investment Disclosure Document are available on the Premier Miton website, or copies can be requested by calling 0333 456 4560 or emailing contactus@premiermiton.com.

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