

LSE Ticker	SEQL
LSE index constituency	FTSE 250
Listing date	03/03/2015
Year end	31 March
Annual dividend target	6.25 pence p.a.
Shares in issue	1,656,353,931
Share price (pence)	108.60
Market Cap	£1.80bn

<b>Directors</b>
Robert Jennings (Chairman)
Sandra Platts
Jan Pethick
Jon Bridel
<a href="http://www.seqifund.com">www.seqifund.com</a>

Sequoia Economic Infrastructure Income Fund Limited (“SEQL” or “the Company”) seeks to provide investors with regular, sustained, long-term distributions and capital appreciation from a portfolio of private debt and bond investments diversified across twelve mature jurisdictions and a range of sectors & subsectors.

The NAV for SEQL, the specialist investor in economic infrastructure debt, increased to 98.98 pence per share from the prior month’s NAV of 98.02 pence per share, representing an increase of 0.96 pence per share.

The gain in asset valuations can be attributed primarily by spread tightening of comparable investments across the portfolio and continued positive credit developments in the wake of the ongoing COVID-19 pandemic.

A full attribution of the changes in the NAV per share is as follows:

	<i>pence per share</i>
<b>July NAV</b>	<b>98.02</b>
Interest income, net of expenses	0.54
FX movements, net of hedges	0.03
Increase in asset valuations	0.39
<b>August NAV</b>	<b>98.98</b>

### Update on the effects of COVID-19 on the Portfolio

The Investment Adviser, the Investment Manager, and PWC, the independent valuation agent have continued analysing the effect of COVID-19 on the Company’s portfolio which also includes a market benchmarking exercise to conclude on spread and yield adjustments for each of the investments.

In summary, the spread widening across the portfolio during the second half of March 2020 continued its reversal throughout August, with several of the Company’s investments performing better than expectations throughout the lockdown. The spread tightening seen in the markets and the broader credit outperformance contributed to another market movements gain this month of 0.39 pence per share.

### Further Portfolio update

As at 28 August 2020, the Company had cash of £94.2m and had drawn £80.1m on its £280m Revolving Credit Facility. The Company also had undrawn commitments on existing investments collectively valued at £59.7m. As of 28 August 2020, the Company’s invested portfolio comprised of 62 private debt investments and 12 infrastructure bonds across 8 sectors and 28 sub-sectors. It had an annualised yield-to-maturity (or yield-to-worst in the case of callable bonds) of 10.1% and a weighted average life of approximately 5.5 years. Private debt investments represented 94% of the total portfolio and 63% of the portfolio comprised floating rate assets. The weighted average purchase price of the Company’s investments was 96.7% of par. Investments which are pre-operational represented 11.2% of total assets.

The Company’s invested portfolio remains geographically diverse with 52% located across the US, 16% in the UK, 26% in Europe, and 6% in Australia/New Zealand. Currently the Company is not investing in Portugal or Italy but has selectively invested in opportunities in Spain. The Company’s pipeline of economic infrastructure debt investments remains strong and is diversified by sector, sub-sector, and jurisdiction.

### Further Portfolio update (continued)

At month end, approximately 100% of the Company’s NAV consisted of either Sterling assets or was hedged into Sterling. The Company has adequate resources to cover margin calls on its hedging book.

The Company’s settled investment activities during August include:

- An additional \$0.9m loan to Bourzou Equity, a company created for a data centre in Virginia.

None of the Company’s investments were sold or prepaid in August.

### Company information

SEQL seeks to provide investors with regular, sustained, long-term distributions and capital appreciation from a diversified portfolio, across a range of jurisdictions, sectors and sub-sectors, of senior and subordinated economic infrastructure debt investments.

SEQL’s policy is not to invest any of its assets in equity products, including other listed closed-ended investment funds. As such, the Company considers its shares to be eligible investments, under the FCA’s Listing Rule 15.4.5, for other listed closed-ended investment funds.

### Portfolio information

NAV per share (pence)	98.98
Premium / (Discount)	9.7%
Total gross assets	£1.7bn
<b>Total net assets</b>	<b>£1.6bn</b>
Invested portfolio as a % of NAV	95.3%
Total portfolio, including committed amounts, as a % of NAV	99.0%
Portfolio yield-to-maturity / yield-to-worst	10.1%
Dividend	Quarterly
Next expected dividend declaration	Oct 2020
Ongoing charge ratio <sup>(1)(2)</sup>	0.93%
Of which, the Investment Adviser’s fee <sup>(1)</sup>	0.71%
% of Investment Adviser’s fee relative to Invested Assets <sup>(1)</sup>	0.69%

### Investment Adviser

**Sequoia Investment Management Company**  
[www.seqimco.com](http://www.seqimco.com)

Randall Sandstrom	r.sandstrom@seqimco.com +44 (0)20 7079 0483
Dolf Kohnhorst	d.kohnhorst@seqimco.com +44 (0)20 7079 0482
Greg Taylor	g.taylor@seqimco.com +44 (0)20 7079 0486
Steve Cook	s.cook@seqimco.com +44 (0)20 7079 0481
Anurag Gupta	a.gupta@seqimco.com +44 (0)20 7079 0496

### Fund Service Providers

<b>Administrator</b>	Praxis Fund Services Limited
<b>AIFM</b>	International Fund Mgmt Ltd
<b>Auditors</b>	KPMG
<b>Brokers</b>	Jefferies International Ltd
<b>Custodian</b>	Bank of New York Mellon

(1) For the twelve months ending 30/06/20.

(2) The OCR is calculated in line with AIC guidance and will differ from the PRIIP’s OCR as defined under the PRIIPs regulation due to borrowing costs being included under PRIIPs and as disclosed in the KID document which is available on the Company’s website.

(3) Net of currency hedges.

## Performance since IPO

SEQI	1 month	3 months	6 months	1 year	2 years	ITD <sup>(2)</sup>
S/price	3.4%	7.1%	-4.2%	-7.0%	-0.8%	8.6%
TR	3.4%	8.7%	-1.3%	-1.5%	10.8%	43.8%
NAV	1.0%	2.3%	-4.1%	0.2%	9.3%	33.7%

(1) NAV performance includes dividends paid; (2) From inception-to-date (ITD)

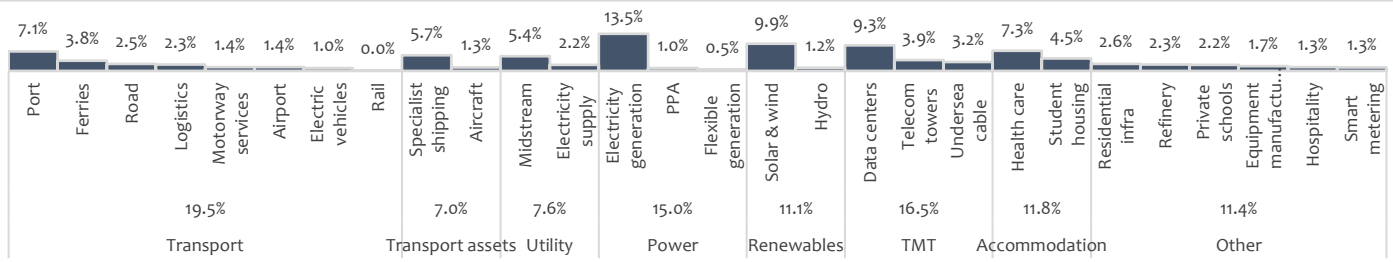
## Portfolio summary <sup>(3)</sup>

74 Investments	£61.5m Largest investment	£21.1m Average size	6.7 years Average maturity	5.5 years Average life	1.7 Portfolio mod. duration	34% Average equity cushion	11.2% Construction risk
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Estimated portfolio sensitivities	Change in NAV	NAV movements since IPO	Pence per share
Interest rates +0.5% <sup>(5)</sup>	-0.8%	Interest income <sup>(6)</sup>	38.73
Interest rates -0.5%	0.9%	Expenses	-6.67
Interest rates +1.0%	-1.6%	Market movements	-3.95
Interest rates -1.0%	1.9%	Acquisition costs <sup>(7)</sup>	-3.28
Euro +/- 5% (against GBP)	± 0.0%	FX movements <sup>(8)</sup>	3.35
Dollar +/- 5% (against GBP)	± 0.0%	Dividends	-30.81
Dollar up 5% and Euro down 5%	± 0.0%	Subscriptions	3.59

## Top holdings

Investment name	Ccy	Type	Ranking	Value £m <sup>(1)</sup>	Sector	Sub-sector	Yield <sup>(2)</sup>
AP Wireless Junior	EUR	Private	Mezz	61.5	TMT	Telecom towers	6.2
Hawaiki Mezzanine Loan	USD	Private	Mezz	50.7	TMT	Undersea cable	15.0
Expedient Data Centers Senior Secured	USD	Private	Senior	48.2	TMT	Data centers	5.9
Scandlines Mezzanine 2032	EUR	Private	HoldCo	43.8	Transport	Ferries	7.4
Euroports 2nd Lien 2026	EUR	Private	Mezz	43.4	Transport	Port	8.7
Terra-Gen Power TL B	USD	Private	Senior	43.2	Renewables	Solar & wind	7.3
Bannister Senior Secured	GBP	Private	Senior	41.6	Accomm.	Health care	7.6
Hawkeye Solar HoldCo 2030 1, 2, and 3	USD	Private	HoldCo	41.2	Renewables	Solar & wind	8.2
Adani Abbot HoldCo 2021	AUD	Private	HoldCo	40.9	Transport	Port	12.9
Bizkaia TL 2021	EUR	Private	HoldCo	40.8	Power	Elec. generation	8.7
Jetpeaks HoldCo 2027	USD	Private	HoldCo	40.0	Power	Elec. generation	7.8
Tracy Hills TL 2025	USD	Private	Senior	40.0	Other	Residential infra	8.5
GenOn Bowline Senior Secured 2026	USD	Private	Senior	37.5	Power	Elec. generation	8.0
Warnow Tunnel	EUR	Private	Senior	37.2	Transport	Road	8.5
Corral HoldCo 2024	USD	Private	HoldCo	35.7	Other	Refinery	11.2



- (1) Excluding accrued interest;
- (2) Yield to maturity / worst;
- (3) All information based on settled investments only;
- (4) Percentage of invested assets (excluding cash), due to rounding this may not total 100%;
- (5) A simultaneous parallel shift in EUR, GBP and USD yield curves;
- (6) PIK interest and fee income were previously recorded as capital gains, and have been retroactively applied up and including this month's NAV movements;
- (7) Non-cash cost of marking the acquired position to the "bid" side of the price. Assumed to be 0.5% for bonds and 1.0% for loans;
- (8) Net of currency hedges

Debt type <sup>(4)</sup>	Private 94%	Public 6%	
Interest type	Floating 63%	Fixed 37%	
Ranking	Senior 53%	Mezz 19%	HoldCo 28%
Region	UK 16%	N. America 52%	Europe/Aus/NZ 26% 6%
Currency net of hedges <sup>(9)</sup>	GBP 100%		

## Disclaimer

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