



Preqin Industry News

Jessica Sutro takes a closer look at the latest unlisted infrastructure news, including investors looking to increase their allocations to the asset class.

Many investors are expanding their investment in the asset class, with some establishing specific allocations:

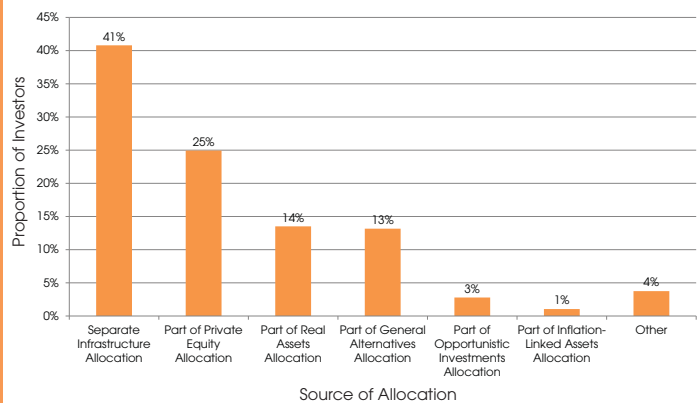
- [Croydon Council Pension Fund](#) has established a new 5% target allocation to infrastructure, which will double its existing exposure. It will look to make new fund commitments in the coming 12 months with a primary focus on social infrastructure assets.
- [Alaska Permanent Fund Corporation](#) has amended its investment guidelines for the infrastructure asset class to include listed fund commitments, as well as confirming a new \$5bn illiquid co-investment program.

Elsewhere, some investors are focusing their commitments to infrastructure on specific countries and regions:

- [Arizona Public Safety Personnel Retirement System](#) is looking to invest in one or two new unlisted infrastructure funds over the coming 12 months, and will look to invest between \$25mn and \$50mn in each vehicle. The pension scheme will specifically target energy infrastructure assets within OECD-member nations and expects to fulfil its 7% target allocation to real assets over the short term, approximately 40% of which is targeted towards infrastructure funds.
- New Zealand-based asset manager [Craigs Investment Partners](#) expects to make a minimum of two commitments to private infrastructure funds in 2013. It will only consider infrastructure investments in New Zealand and Australia, and is only interested in opportunities employing the PPP/PFI structure.
- [Kantonale Pensionskasse Graubünden](#) has made its first investment in the infrastructure asset class via a CHF 58mn commitment to [UBS Clean Energy Infrastructure Switzerland](#), managed by [UBS Clean Energy Infrastructure](#). The commitment provides [Kantonale Pensionskasse Graubünden](#) with exposure to a diverse range of Swiss clean and renewable energy infrastructure projects.

How are investors allocating to infrastructure?

Chart of the Month: Breakdown of Investors Currently Investing in Infrastructure by Source of Allocation



Source: Preqin Infrastructure Online

As investors in infrastructure grow more experienced, many are dedicating specific allocations to the asset class; 41% of investors currently investing infrastructure do so through a separate infrastructure allocation. However, a significant 25% of investors currently commit to infrastructure as part of a private equity allocation.

Do you have any news you would like to share with the readers of Spotlight?

Perhaps you're about to launch a new fund, have implemented a new investment strategy, or are considering investments beyond your usual geographic focus?

Send your updates to spotlight@peqin.com and we will endeavour to publish them in the next issue.