

This report is an excerpt from: **Preqin Quarterly: Infrastructure, Q3 2012**. To download the full report please visit: https://www.preqin.com/docs/quarterly/INF/Infrastructure_Quarterly_Q3_2012.pdf

Infrastructure Fund of Funds Market

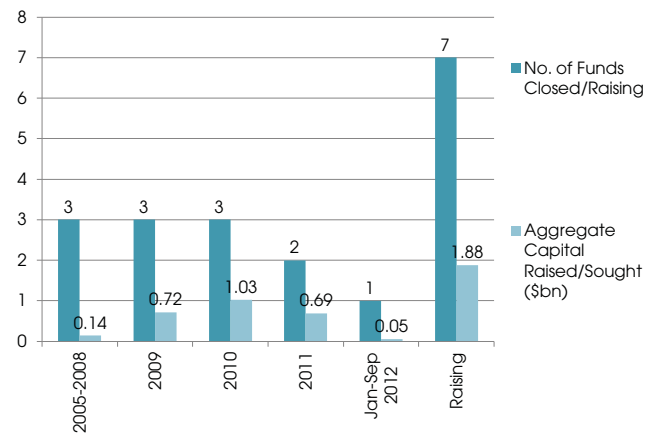
The infrastructure-specific fund of funds market remains a niche sector within the wider unlisted infrastructure fund space. As the primary infrastructure fund market has matured, a growing number of infrastructure fund of funds vehicles have been launched, although the industry has struggled to regain momentum since the global financial crisis.

As shown in Fig. 15, 19 infrastructure-specific fund of funds vehicles had entered the marketplace by the end of September 2012, 12 of which had held a final close. No infrastructure funds of funds reached an interim or final close in Q3, with just one fund closing between January and September 2012; König & Cie Infrastruktur International I closed in June 2012, raising €38mn from a mix of institutional and retail investors. The remaining seven vehicles were on the road at the start of October 2012, seeking to raise an aggregate \$1.88bn in investor capital. Of these, four had held interim closes, having raised a combined \$588mn towards their overall fundraising targets.

Fig. 16 shows the infrastructure fund of funds market by primary geographic focus. Although the majority of funds of funds target a diverse portfolio in terms of geographic location, funds with a primary focus on Europe account for the greatest number of vehicles, with 14 infrastructure fund of funds having raised or are targeting an aggregate \$3.23bn. Four infrastructure fund of funds vehicles primary target North American assets, having raised or are seeking a combined \$1.26bn, while just one fund primarily invests in Asia.

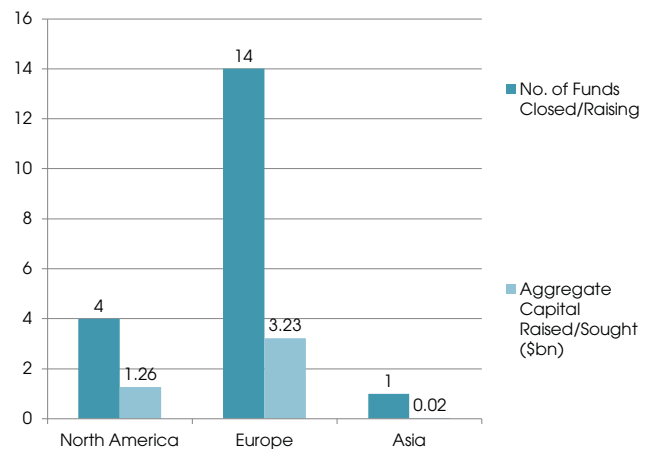
The five largest infrastructure fund of funds vehicles currently on the road are listed in Fig. 17. Pantheon Global Infrastructure Fund II is the largest such vehicle, targeting €350mn for investment in underlying funds with a global outlook and seeking to invest predominantly in core economic infrastructure assets. Other significant managers in the space include BlackRock and DB Private Equity.

Fig. 15: Annual Infrastructure Fund of Funds Fundraising, All-Time



Source: Preqin Infrastructure Online

Fig. 16: Breakdown of Infrastructure Fund of Funds Fundraising by Primary Geographic Focus, All-Time



Source: Preqin Infrastructure Online

Fig. 17: Five Largest Infrastructure Funds of Funds on the Road

Fund of Funds	Firm	Target Size (mn)	Fund Status	Firm Location
Pantheon Global Infrastructure Fund II	Pantheon	350 EUR	Raising	UK
SR Infrastructure II	BlackRock	350 USD	Second Close	US
DB Global Infrastructure Fund	DB Private Equity	250 EUR	First Close	Germany
Global Energy Efficiency and Renewable Energy Fund (GEEREF)	European Investment Bank - Renewables	200 EUR	First Close	Luxembourg
OFI Infra Multi-Select	OFI Private Equity Multi Managers	200 EUR	First Close	France

Source: Preqin Infrastructure Online