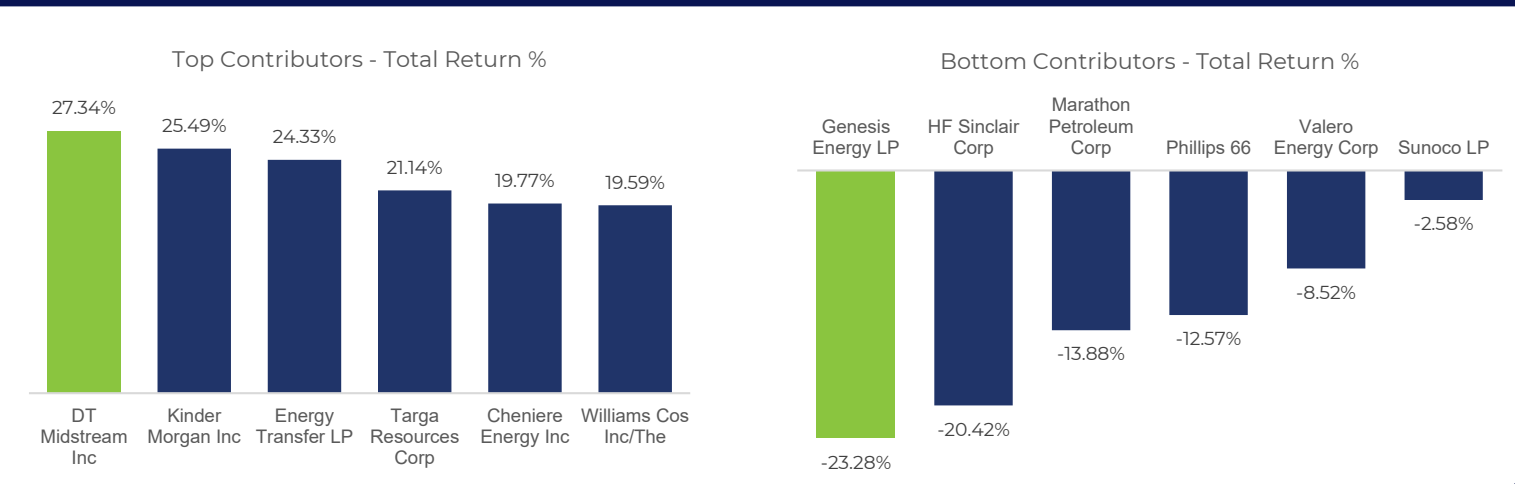


## Market Overview

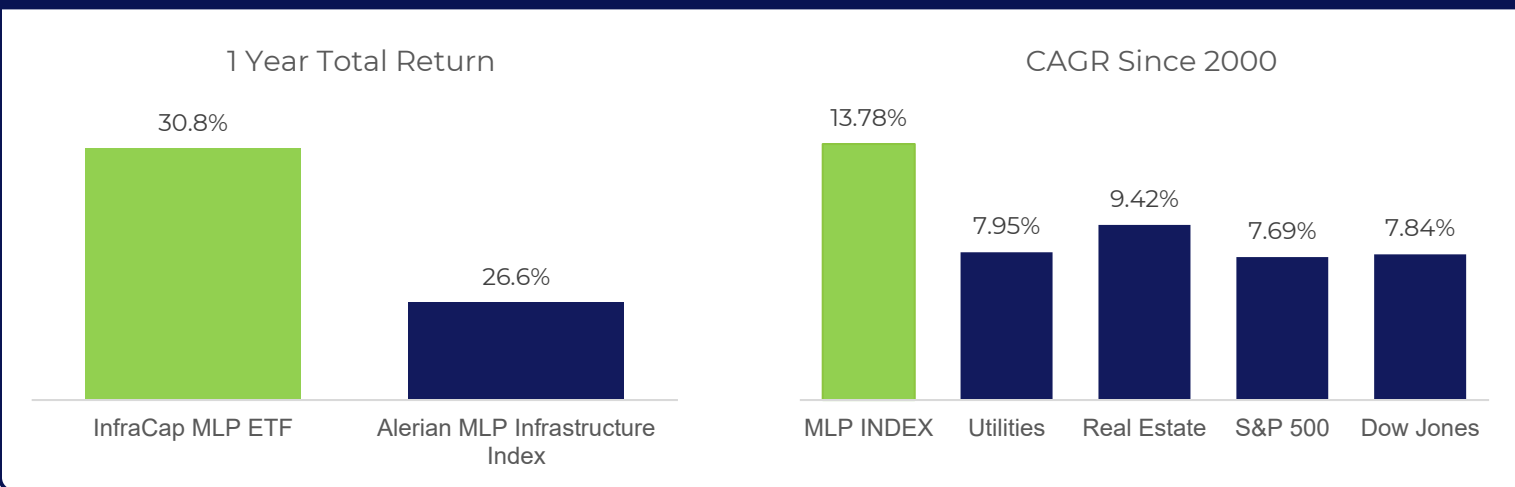
During the second quarter, the Fund had a net return of 7.46%. This compares to a net return of 5.56% for the Fund's benchmark index, the Alerian MLP Infrastructure Index.

The Fund paid a monthly dividend of \$0.26 per share for the last three distributions, while NAV per share at quarter-end was \$42.73 and the Fund's 30-day SEC yield was 7.89% (as of 12/31/2024).

## Top and Bottom Performers – Quarterly



## Top and Bottom Performers – Quarterly



From Bloomberg as of 12/31/2024. Displays total return data for Q4 2024 (09/30/2024 to 12/31/2024). **30-day SEC Yield** is a standardized yield calculated according to a formula set by the SEC and is subject to change. **30-day SEC Yield (unsubsidized)** is the 30-day SEC Yield without the effect of applicable expense waivers. Data obtained from Virtus ETF Advisers, LLC. See IMPORTANT ADDITIONAL INFORMATION for disclosures, definitions, indices used. Past performance is no guarantee of future results and current performance may be higher or lower than the performance shown.

## Market Overview

The Biden administration recently announced new sanctions targeting Russian oil tankers and maritime insurance. The sanctions impact nearly 200 vessels and will limit access to Russian oil, particularly for India. Additionally, tensions in the Arab Israeli conflict and Yemen have increased the risk for a disruption in crude oil prices.

Midstream natural gas distribution companies outperformed the broader midstream market on the potential for growing power demand from data centers. This greater demand will increase the value of storage and pipeline distribution networks. Williams Cos. (WMB), Kinder Morgan (KMI), TC Energy Corp (TRP), and DT Midstream (DTM) are companies that are well positioned to benefit from this trend. While the growth potential from data centers power demand is still in an early stage, these companies have indicated ongoing conversations with counterparties that we believe will benefit the companies once formalized and announced in 2025.

## Outlook

We continue to monitor geopolitical tensions, OPEC+ induced supply changes, and disciplined domestic E&P budgets. With limited domestic capital expenditure into oil production and continued demand growth from China and India, we believe the supply of crude oil is in a structural deficit. Additionally, the U.S. has supplied the entirety of oil demand growth over the last three years. Despite OPEC's intent to bring back production, the lack of growth from U.S. producers will add upward price pressure due to limited supply alternatives. We are forecasting \$75–\$95 crude oil for 2025/2026.

Over the past few years, midstream companies successfully transitioned to having positive free cash flow, sustainable dividends, and reasonable leverage levels. Earnings, which historically were low in the MLP space, are now substantially positive and companies trade at reasonable price to earnings ratios of less than 12x. Additionally, debt to EBITDA, a measure of leverage, has fallen from an average of 4.5x to 3.6x. These developments support modest distribution growth while facilitating the financing of capital expenditures to come from free cash flows. In 2025/2026, we expect midstream companies to continue transitioning to share buybacks and modest distribution growth.

The Market Overview and Outlook discussed here have been prepared using sources of information generally believed to be reliable; however, their accuracy is not guaranteed. Opinions represented are subject to change and should not be considered investment advice. Individual new issued tickers are displayed to reflect price trend data as group for 2024. The data is not intended to be an endorsement or investment advice for any specific company, issuer, or preferred stock new issue; the data displayed is limited to new issued preferred parity securities for 2024. Please reach out to us to obtain more information regarding the underlying data.

**About Us:**

Infrastructure Capital Advisors, LLC (ICA) is an SEC-registered investment advisor that manages exchange traded funds (ETFs) and a series of hedge funds. The firm was formed in 2012 and is based in New York City. ICA seeks current income opportunities as a primary objective in most, but not all, of ICA's investing activities.

**Additional Disclosure Information**

The information contained herein represents our subjective belief and opinions and should not be construed as investment, tax, legal, or financial advice. This information does not constitute, and should not be construed as, investment advice or a recommendation to buy, sell, or otherwise transact in any investment including any products or services or an invitation, offer or solicitation to engage in any investment activity. This article is not an offer to sell, or solicitation of an offer to buy any investment product or services offered by Infrastructure Capital Advisors, LLC, ("ICA") or its affiliates. ICA, will only conduct such solicitation of an offer to buy any investment product or service offered by ICA, if at all, by (1) purported definitive documentation (which will include disclosures relating to investment objective, policies, risk factors, fees, tax implications and relevant qualifications), (2) to qualified participants, if applicable, and (3) only in those jurisdictions marketplace permitted by law. Infrastructure Capital Advisors, LLC nor any of its affiliates accepts any liability whatsoever for any direct or consequential loss howsoever arising, directly or indirectly, from any use of the information contained herein. This data includes information based on data and calculations sourced from Bloomberg and third-party sources. We believe that the data is reliable, we have not sought, nor have we received, permission from any third-party to include their information in this article. The preferred marketplace information and comparative active and passive management information is provided for informational purposes only, actual funds and indices may have different characteristics and risks which are not presented. Many of the assumptions in this illustration reflect our subjective belief and is subject to change without notice. Certain information contained in this document constitutes "forward-looking statements," which can be identified by the use of forward-looking terminology such as "may," "will," "should," "expect," "anticipate," "project," "estimate," "intend," "continue" or "believe" or the negatives thereof or other variations thereon or other comparable terminology. Due to various risks and uncertainties, actual events or results may differ materially from those reflected or contemplated in such forward-looking statements. Additionally, any projections, market outlooks and estimates included herein are based upon certain assumptions, including but not limited to the prior experience of ICA and other factors it deems relevant such as current and expected market conditions These materials are provided for informational purposes only.

**Investors should consider the investment objectives, risks, charges, and expenses carefully before investing. For a prospectus with this and other information about the Fund, please click here. Please read the prospectus carefully before investing. For more information about the Fund, Fund strategies or InfraCap, please reach out to Craig Starr at 212-763-8336 (Craig.Starr@icmlc.com).**

**A word about risk:** Investing involves risk, including possible loss of principal. An investment in the Fund may be subject to risks which include, among others, investing in equities securities, dividend paying securities, utilities, small-, mid- and large-capitalization companies, real estate investment trusts, master limited partnerships, foreign investments and emerging, debt securities, depositary receipts, market events, operational, high portfolio turnover, trading issues, active management, fund shares trading, premium/discount risk and liquidity of fund shares, which may make these investments volatile in price. Foreign investments are subject to risks, which include changes in economic and political conditions, foreign currency fluctuations, changes in foreign regulations, and changes in currency exchange rates which may negatively impact the Fund's returns. Small and Medium-capitalization companies, foreign investments and high yielding equity and debt securities may be subject to elevated risks. The Fund is a recently organized investment company with no operating history. Please see prospectus for discussion of risks. Diversification cannot assure a profit or protect against loss in a down market. **SCAP and ICAP are distributed by Quasar Distributors, LLC.**