

# Magellan Infrastructure Fund (Unhedged)



APIR: MGE0006AU | ARSN: 164 285 830

AS AT 31 JANUARY 2025

## PORTFOLIO MANAGERS

GERALD STACK, BEN MCVICAR, CFA AND OFER KARLINER, CFA

INVESTMENT PHILOSOPHY	OBJECTIVE	PORTFOLIO CONSTRUCTION	INVESTMENT RISKS
To prudently invest in outstanding infrastructure and utilities companies at attractive prices that exhibit highly predictable cashflows.	To achieve attractive risk-adjusted returns over the medium to long term; while reducing the risk of permanent capital loss.	Relatively concentrated portfolio of typically 20 to 40 investments. Typical cash and cash equivalents exposure between 0 - 10%.	All investments carry risk, returns are not guaranteed and there is a risk that investors may lose money on any investment they make. The Fund's Product Disclosure Statement (PDS) sets out the significant risks relevant to the Fund. You can view the PDS at <a href="http://www.magellangroup.com.au">www.magellangroup.com.au</a> .

## MAGELLAN INFRASTRUCTURE FUND (UNHEDGED): KEY PORTFOLIO INFORMATION

TICKER	FUND SIZE	BUY/SELL SPREAD	MANAGEMENT AND PERFORMANCE FEES <sup>1</sup>	INCEPTION DATE
-	AUD \$718.8 million	0.15% /0.15%	1.06%, and performance fee of 10% of dual hurdle excess return <sup>^</sup>	1 July 2013

<sup>^</sup> 10.0% of the excess return of the units of the Fund above the higher of the Index Relative Hurdle (S&P Global Infrastructure Index A\$ Unhedged Net Total Return) and the Absolute Return Hurdle (the yield of 10-year Australian Government Bonds). Additionally, the Performance Fees are subject to a high water mark.

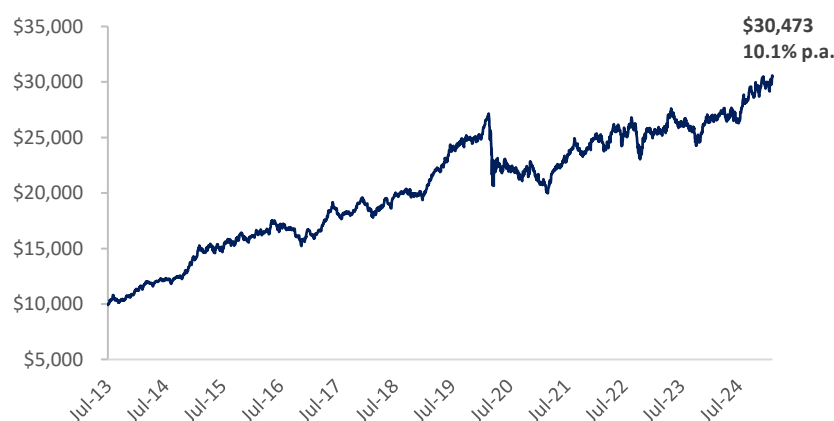
## PERFORMANCE<sup>2</sup>

	1 MONTH (%)	3 MONTHS (%)	1 YEAR (%)	3 YEARS (% p.a.)	5 YEARS (% p.a.)	7 YEARS (% p.a.)	10 YEARS (% p.a.)	Since Inception (% p.a.)
Magellan Infrastructure Fund (Unhedged)	1.6	3.5	13.9	6.6	2.8	7.4	7.4	10.1
Global Infrastructure Benchmark (A\$)*	1.5	5.9	27.7	11.7	6.0	9.1	7.6	10.0
Excess	0.1	-2.4	-13.8	-5.1	-3.2	-1.7	-0.2	0.1

CALENDAR YEAR RETURNS	CYTD (%)	2024 (%)	2023 (%)	2022 (%)	2021 (%)	2020 (%)	2019 (%)	2018 (%)	2017 (%)	2016 (%)	2015 (%)	2014 (%)	2013 (part year)
Magellan Infrastructure Fund (Unhedged)	1.6	13.6	5.8	-1.3	19.2	-14.9	25.5	4.8	14.1	3.7	14.6	23.3	13.4
Global Infrastructure Benchmark (A\$)*	1.5	25.7	5.1	6.2	17.9	-14.8	25.9	-0.4	10.2	12.0	-1.2	24.8	10.6
Excess	0.1	-12.1	0.7	-7.5	1.3	-0.1	-0.4	5.2	3.9	-8.3	15.8	-1.5	2.8

Past performance is not a reliable indicator of future performance.

## PERFORMANCE CHART GROWTH OF AUD \$10,000<sup>2</sup>



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<sup>1</sup> Transaction costs may also apply – refer to the Product Disclosure Statement. All fees are inclusive of the net effect of GST.

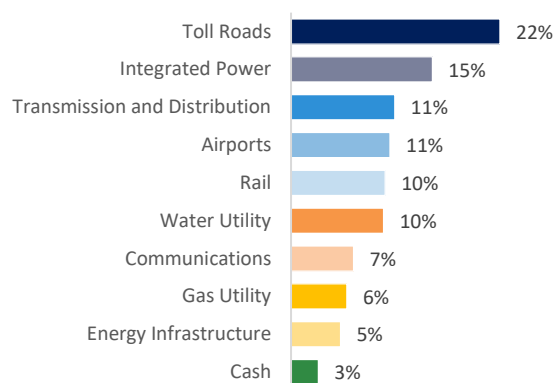
<sup>2</sup> Calculations are based on exit price with distributions reinvested, after ongoing fees and expenses but excluding individual tax, member fees and entry fees (if applicable). Returns denoted in AUD.

\* S&P Global Infrastructure Index A\$ Unhedged Net Total Return spliced with UBS Developed Infrastructure and Utilities Index A\$ Unhedged Net Total Return prior to 1 January 2015. Note: as the UBS Developed Infrastructure and Utilities Index A\$ Unhedged Net Total Return ceased to be published from 31 May 2015, it was replaced by Magellan on 1 January 2015 with the S&P Global Infrastructure Index A\$ Unhedged Net Total Return.

## TOP 10 HOLDINGS (ALPHABETICAL ORDER)

STOCK	SECTOR <sup>3</sup>
Aena SME SA	Airports
Atlas Arteria	Toll Roads
Ferrovial SE	Toll Roads
National Grid Plc	Transmission and Distribution
Norfolk Southern Corporation	Rail
Sempra Energy	Integrated Power
Severn Trent	Water Utility
Transurban Group	Toll Roads
United Utilities Group Plc	Water Utility
Vinci SA	Toll Roads

## SECTOR EXPOSURE<sup>3</sup>



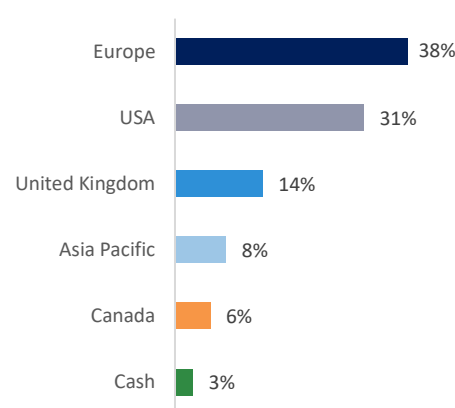
## TOP CONTRIBUTORS/DETRACTORS 1 YEAR<sup>4</sup>

TOP 3 CONTRIBUTORS	CONTRIBUTION TO RETURN (%)
Aena SME SA	2.2
Dominion Energy Inc	1.4
Ferrovial	1.2

TOP 3 DETRACTORS	CONTRIBUTION TO RETURN (%)
Vinci SA	-0.5
Crown Castle Inc	-0.3
Groupe ADP	-0.2

## GEOGRAPHICAL EXPOSURE<sup>3</sup>



## MONTHLY SUMMARY

The portfolio recorded a positive return in January despite the ructions in the broader market brought on by the market focus on the potential impact of DeepSeek on US AI dominance and the implications for chip and power demand.

The key contributors for the month were Aena, Norfolk Southern and Atlas Arteria. Shares in Spanish airport company Aena were lifted by better-than-expected December traffic and January international seat capacity numbers. US Class 1 rail operator Norfolk Southern rose following a result that beat market earnings expectations while Atlas Arteria rose on better-than-expected Q4 traffic and revenue.

The key detractors for the month were Sempra Energy, United Utilities and Crown Castle. Shares in US integrated power company Sempra Energy declined as the market assessed that catastrophic fires in other parts of California could lead to a large drawdown in the State wildfire fund, reducing future protections or potentially leading to companies having to contribute more to the fund should the State seek to replenish it. UK water company United Utilities (UU) fell as unlisted peer Thames Water edged towards insolvency and was threatened with being put into a Special Administrative Regime – a form of temporary nationalisation – causing concern in the market despite UU accepting the AMP8 regulatory determination and confirming dividend guidance. Crown Castle declined on further news reports about the potential sale price for its optic fibre business, which was below market expectations.

*Stock contributors/detractors are based in local currency terms unless stated otherwise.*

<sup>3</sup> Sectors are internally defined. Geographical exposures are by domicile of listing. Exposures may not sum to 100% due to rounding.

<sup>4</sup> Shows how much the stock has contributed to the fund's gross return for the period in AUD. Excludes non-disclosed positions established in the latest quarter.

## IMPORTANT INFORMATION

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