

# Magellan Infrastructure Fund

Fund Update: 31 January 2012

## Key Facts

### Portfolio Manager

Gerald Stack

### Structure

Infrastructure Fund, \$A hedged

### Inception date

1 July 2007

### Performance Fee\*

10.10% of excess return over the higher of the Index Relative hurdle (UBS Developed Infrastructure & Utilities Net TR Index (\$A Hedged)) and the Absolute Return Hurdle (Australian Government 10-year bond yield). Additionally, the Performance Fees are subject to a high water mark.

### Management and Administration Fee

1.06%

### Buy/Sell Spread\*

0.25%/0.25%

### Fund Size

\$A192.8 million

\*All fees are inclusive of the net effect on GST

## Performance<sup>†</sup>

	Fund	Excess Return*
1 month	0.66%	1.45%
3 months	4.32%	2.72%
6 months	4.29%	2.69%
12 months	8.70%	7.53%
2 Years (% p.a.)	13.12%	6.55%
3 Years (% p.a.)	19.12%	11.23%
4 Years (% p.a.)	1.86%	3.25%
Since Inception (% p.a.)	1.00%	2.54%
Since Inception	4.68%	11.54%

\*Over benchmark

## Top 10 Holdings

### in Alphabetical Order

American Water Works	Water Utilities
Atlantia	Inter-Urban Toll Roads
Auckland Airport	Airports
Fraport	Airports
ITC Holdings	Transmission and Distribution
Southern Co	Integrated Regulated
Spark Infrastructure	Transmission and Distribution
Transurban Group	Urban Toll Roads
Wisconsin Energy	Integrated Regulated
Zurich Airport	Airports

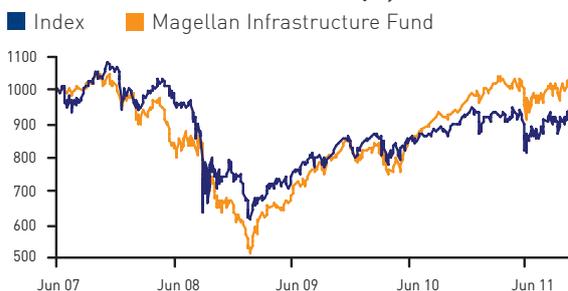
## Regional Breakdown\*

	% of Portfolio
Europe	21.44%
North America	40.29%
Australia	14.31%
United Kingdom	10.57%
Asia ex-Japan	5.61%
Emerging Markets	1.93%
Japan	0.00%
Cash	5.85%
<b>Total</b>	<b>100%</b>

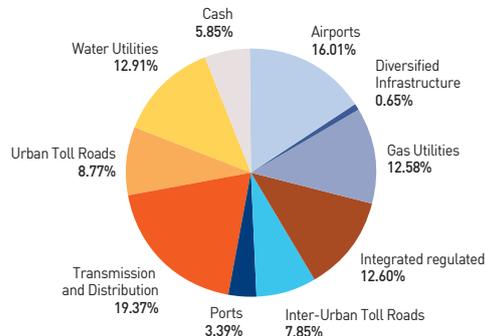
## Portfolio Commentary

During the month, MIF returned 0.66% compared to -0.79% for the benchmark UBS index giving 1.45% out-performance. January saw a recovery in share prices of many of the previously sold off infrastructure sectors. We estimate that the share prices of airports increased by an average of 7.4% (with the share price for Fraport, the owner and operator of Frankfurt Airport, increasing by over 20%) while Ports increased by more than 8% on average. In contrast, the regulated energy sector declined by approximately 1.5%. The competitive power sector (which is excluded from Magellan's defined infrastructure universe) is estimated to have declined by more than 2% with the US competitive power producers down more than 3% on average.

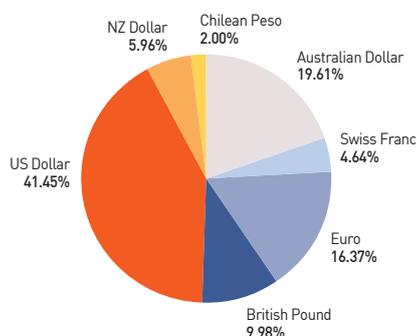
## Performance Chart Growth of \$1,000



## Industry Breakdown



## Currency Breakdown\*\*



\*Calculated on a Domicile of Asset basis  
\*\*The foreign currency exposures of the portfolio are fully hedged back into AUD

[www.magellangroup.com.au](http://www.magellangroup.com.au)

<sup>†</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) Fund Inception 1 July 2007.  
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