

Fund Update

May 2009

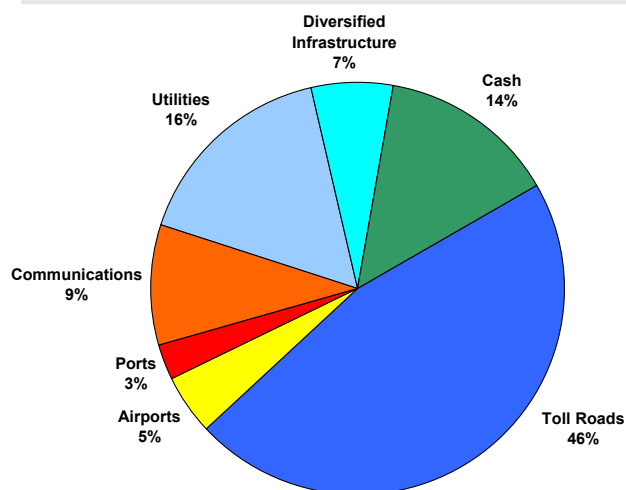
Key Facts

Portfolio Manager	Gerald Stack	Contribution Fee*	Up to 1.25%
Structure	Infrastructure Fund, \$A hedged	Buy/Sell Spread*	0.25%/0.25%
Inception date	1 July 2007	MER/ICR*	1.06%
Performance Fee*	10.10% of net excess return over the UBS Developed Infrastructure and Utilities Net Total Return Index [\$A Hedged]. Subject to net performance also being greater than the Australian 10-year Government Bond Yield and high water mark provisions.		

Top Ten Holdings in Alphabetical Order

Abertis	Diversified
Atlantia	Toll Roads
Cintra	Toll Roads
ConnectEast	Toll Roads
Macquarie Communications Infrastructure Group	Communications
Macquarie Infrastructure Group	Toll Roads
NSTAR	Utility
Red Electrica	Utility
Transurban	Toll Roads
Westar	Utility

Industry Breakdown



Performance †

	Fund	Excess return relative to Benchmark
1 month	1.8%	-1.9%
3 months	16.9%	8.9%
6 months	-1.9%	3.2%
12 months	-30.8%	-0.4%
Since Inception ^	-19.6%	-4.1%

Country Breakdown

Australia	31.1%
Spain	18.1%
Italy	11.8%
USA	9.6%
Portugal	4.2%
Germany	3.3%
UK	2.4%
New Zealand	2.4%
Other	3.4%
Cash	13.7%

Portfolio Commentary

May was a relatively sedate month in the global listed infrastructure and utilities investment market. The stock price movements for infrastructure and utilities were modest and generally followed fundamentals – just as they should from companies with low risk, stable cash flows.

For our portfolio, the best performing stocks were European toll road companies, Atlantia, Cintra and SIAS, while Australian toll road company ConnectEast was the only stock to fall materially in price during the month. More importantly, there were genuine indications that traffic numbers on the European toll roads had bottomed.

Two additional airport stocks were added to the portfolio during the month, taking the portfolio to 22 stocks. The investment portfolio had previously had a small weighting to the airport sector reflecting the uncertainties of the impact of the global recession on aviation passengers. Strategically, we have decided to now increase the weighting to the airports sector, albeit in a modest way while decreasing our weighting to cash.

CONTACT US

+61 2 8114 1888

info@magellangroup.com.au

† Calculations are based on exit price to 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.

* All fees are inclusive of the net effect of GST

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