



# MFG Core International Fund, MFG Core ESG Fund, MFG Core Infrastructure Fund

---

## Annual Reports

For the year ended 30 June 2023

MFG Core International Fund: ABN 80 359 003 049  
MFG Core ESG Fund: ABN 35 260 050 536  
MFG Core Infrastructure Fund: ABN 32 816 215 984

# Contents

<b>Chairman's Report</b>	<b>3</b>	7. Payables	29
<b>Responsible Entity's Report</b>	<b>5</b>	8. Unitholders' Equity	29
<b>Auditor's Independence Declaration</b>	<b>11</b>	9. Earnings per Unit	31
<b>Financial Statements</b>		10. Net Asset Value per Unit	32
Statements of Profit or Loss and Comprehensive Income	12	11. Related Parties	33
Statements of Financial Position	13	12. Capital and Financial Risk Management	35
Statements of Changes in Equity	14	13. Segment Information	40
Statements of Cash Flows	15	14. Auditor's Remuneration	41
Notes to the Financial Statements	16	15. Contingent Assets, Contingent Liabilities and Commitments	41
1. Basis of Preparation	16	16. Subsequent Events	41
2. Distributions to Unitholders	19	<b>Directors' Declaration</b>	<b>42</b>
3. Cash and Cash Equivalents	21	<b>Independent Auditor's Report</b>	<b>43</b>
4. Statement of Cash Flows Reconciliation	22	<b>MFG Core International Fund Unitholder Information</b>	<b>46</b>
5. Receivables	23	<b>MFG Core ESG Fund Unitholder Information</b>	<b>47</b>
6. Investments and Derivatives	23	<b>MFG Core Infrastructure Fund Unitholder Information</b>	<b>48</b>
		<b>Corporate Information</b>	<b>49</b>

# Chairman's Report

for the year ended 30 June 2023

Dear Unitholders,

We are pleased to present the Annual Financial Report for the MFG Core Series Funds (the "Funds"), a series of investment strategies comprising:

- the MFG Core International Fund (Managed Fund) (Ticker: MCSG);
- the MFG Core ESG Fund (Managed Fund) (Ticker: MCSE); and
- the MFG Core Infrastructure Fund (Managed Fund) (Ticker: MCSI).

The Funds are managed investment schemes for which Magellan Asset Management ("MAM") acts as both Responsible Entity and Investment Manager.

The Funds have been quoted on the Cboe Australia securities exchange since 15 December 2020. The Funds leverage Magellan's investment philosophy and proprietary research to offer investors lower cost, diversified portfolios of high-quality companies.

## The MFG Core International Fund

The MFG Core International Fund aims to achieve attractive risk-adjusted returns over the medium to long-term through a diversified portfolio of high-quality global companies. To achieve this objective, the MFG Core International Fund invests in a portfolio of between 70 and 90 high-quality global companies, as assessed by MAM, and can hold up to 10% in cash with an aim to be fully invested.

As at 30 June 2023, the MFG Core International Fund had net assets of \$24.6 million and a net asset value of \$4.0895 per unit after providing for a distribution of 7.57 cents per unit for the six months to 30 June 2023 (six months to 30 June 2022: 7.00 cents per unit). The MFG Core International Fund paid total distributions of 14.57 cents per unit for the year (30 June 2022: 14.00 cents per unit) and in addition passed on franking credits and foreign income tax offsets ("FITOs") of 0.7330 cents per unit to unitholders. For the 12 months to 30 June 2023, the MFG Core International Fund returned 24.3% net of fees. This compares with the return of the benchmark index (MSCI World NTR Index (AUD)) of 22.4% over the same period.

As per the 30 June 2023 Fund Update, MFG Core International Fund consisted of investments in 85 companies, with the top 10 investments representing 29.89% of the portfolio. The MFG Core International Fund's cash position was 2% and was predominantly held in US Dollars.

## The MFG Core ESG Fund

The MFG Core ESG Fund aims to achieve attractive risk-adjusted returns over the medium to long-term through a diversified portfolio of high-quality global companies. This objective incorporates consideration of environmental, social and governance risks and the application of a proprietary low carbon framework. To achieve this objective, the MFG Core ESG Fund invests in a portfolio of between 70 and 90 high-quality global companies, as assessed by MAM, and can hold up to 10% in cash with an aim to be fully invested.

As at 30 June 2023, the MFG Core ESG Fund had net assets of \$14.6 million and a net asset value of \$4.1176 per unit after providing for a distribution of 7.66 cents per unit for the six months to 30 June 2023 (six months to 30 June 2022: 7.00 cents per unit). The MFG Core ESG Fund paid total distributions of 14.66 cents per unit for the year (30 June 2022: 14.00 cents per unit) and in addition passed on franking credits and FITOs of 0.7433 cents per unit to unitholders. For the 12 months to 30 June 2023, the MFG Core ESG Fund returned 25.9% net of fees. This compares with the return of the benchmark index (MSCI World NTR Index (AUD)) of 22.4% over the same period.

# Chairman's Report

for the year ended 30 June 2023

As per the 30 June 2023 Fund Update, MFG Core ESG Fund consisted of investments in 81 companies, with the top 10 investments representing 29.09% of the portfolio. The MFG Core ESG Fund's cash position was 2% and was predominantly held in US Dollars.

## The MFG Core Infrastructure Fund

The MFG Core Infrastructure Fund aims to achieve attractive risk-adjusted returns over the medium to long-term through investment in a diversified exposure to infrastructure securities that meet MAM's definition of infrastructure. To achieve this objective, the MFG Core Infrastructure Fund invests in a portfolio of between 70 and 100 high-quality global companies, as assessed by MAM, and can hold up to 5% in cash with an aim to be fully invested.

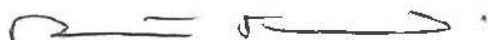
As at 30 June 2023, the MFG Core Infrastructure Fund had net assets of \$288.2 million and a net asset value of \$1.5172 per unit after providing for a distribution of 3.22 cents per unit for the six months to 30 June 2023 (six months to 30 June 2022: 2.88 cents per unit). The MFG Core Infrastructure Fund paid total distributions of 6.10 cents per unit for the year (30 June 2022: 5.76 cents per unit) and in addition passed on franking credits of 0.0042 cents per unit to unitholders. For the 12 months to 30 June 2023, the MFG Core Infrastructure Fund returned (3.5%) net of fees. This compares with the return of the benchmark index (S&P Global Infrastructure Net Total Return Index (A\$ Hedged)) of 1.8% over the same period.

As per the 30 June 2023 Fund Update, MFG Core Infrastructure Fund consisted of investments in 90 companies, with the top 10 investments representing 27.34% of the portfolio. The MFG Core Infrastructure Fund's cash position was 5% and was predominantly held in Australian Dollars.

We encourage you to read Magellan's Year InReview 2023, our annual investor communication published in July each year, which shares a collection of thought-provoking investment perspectives from across the Magellan investment teams. You can access Year InReview 2023 at: <https://www.magellangroup.com.au/year-inreview-2023>. We also encourage you to read our monthly and quarterly Fund Reports which provide valuable insight into our investment strategies and portfolio managers' thoughts. These are released on ASX and can also be found on our website at: [www.magellangroup.com.au](http://www.magellangroup.com.au).

The following report contains relevant financial statements and information which we recommend you read carefully.

Yours sincerely,



**Robert Fraser**

Chairman

Sydney, 4 September 2023

# Responsible Entity's Report

for the year ended 30 June 2023

The Directors of Magellan Asset Management Limited ("MAM") (ABN 31 120 593 946), the Responsible Entity of MFG Core International Fund ("MCSG"), MFG Core ESG Fund ("MCSE") and MFG Core Infrastructure Fund ("MCSI"), (collectively "the Funds") present their annual reports on the Funds for the period ended 30 June 2023.

## 1. Directors

The following persons were Directors of MAM during the period and up to the date of this report:

		Appointed	Resigned
Robert Fraser	Chairman	23 April 2014	
David Dixon	Deputy Chairman and Non-Executive Director <sup>1</sup>	1 November 2022	
John Eales	Non-Executive Director	1 July 2017	
Andrew Formica	Non-Executive Director <sup>2</sup>	26 July 2023	
Colette Garnsey	Non-Executive Director	30 November 2020	
David George	Managing Director and Chief Executive Officer <sup>3</sup>	19 July 2022	
Hamish McLennan	Non-Executive Director	1 March 2016	
Kirsten Morton	Chief Operating Officer and Chief Financial Officer <sup>4</sup>	5 October 2018	3 July 2023
Karen Phin	Non-Executive Director	23 April 2014	20 October 2022

<sup>1</sup> Mr Dixon was appointed Deputy Chairman and Non-Executive Director on 1 November 2022.

<sup>2</sup> Mr Formica was appointed Non-Executive Director on 26 July 2023.

<sup>3</sup> Mr George was appointed Managing Director and Chief Executive Officer on 19 July 2022. Mr George was Chief Investment Officer from 17 October 2022 to 18 August 2023.

<sup>4</sup> Ms Morton resigned as Director on 3 July 2023.

## 2. Principal Activity

The Funds are registered managed investment schemes domiciled in Australia, and quoted on Cboe Australia Pty Ltd Securities Exchange ("Cboe"). The Funds' principal place of business is Level 36, 25 Martin Place, Sydney, New South Wales 2000. MAM is both the Responsible Entity and the Investment Manager of the Funds.

MCSG, invests in a diversified portfolio of high quality companies listed on stock exchanges around the world. The portfolio will generally comprise 70-90 securities at any one time but will also have some exposure to cash. It is not the Responsible Entity's intention to hedge the foreign currency exposure of the fund. However, the fund can use foreign exchange contracts to facilitate settlement of stock purchases and exchange traded derivatives, in a limited manner, for risk management purposes.

MCSE, invests in a diversified portfolio of companies listed on stock exchanges around the world. This objective incorporates consideration of environmental, social and governance (ESG) risks and the application of a proprietary low carbon framework. The portfolio will generally comprise 70-90 securities at any one time but will also have some exposure to cash. It is not the Responsible Entity's intention to hedge the foreign currency exposure of the fund arising from investments in overseas markets. However, the fund can use foreign exchange contracts to facilitate settlement of stock purchases and exchange traded derivatives, in a limited manner, for risk management purposes.

MCSI has as its primary objective to achieve attractive risk-adjusted returns over the medium to long-term, while reducing the risk of permanent capital loss. The fund will primarily invest in securities of infrastructure companies listed on stock exchanges around the world. The portfolio will generally comprise 70-100 securities at any one time but will also have some exposure to cash. It substantially hedges the capital component of the foreign currency exposure of the fund arising from investments in overseas markets back to Australian Dollars.

# Responsible Entity's Report

for the year ended 30 June 2023

The investment strategies of the Funds are detailed in the Product Disclosure Statements ("PDSs"), issued 16 December 2022.

## 3. Significant Changes in State of Affairs

There were no significant changes in the state of affairs of the Funds during the period.

## 4. Review of Operations

### 4.1. Financial Results for the Period

The performance of the Funds, as represented by the results of their operations for the periods ended 30 June were as follows:

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
<b>Results</b>						
Total net investment income/(loss) (\$'000)	<b>4,557</b>	(2,239)	<b>3,176</b>	(1,431)	<b>(8,128)</b>	37,397
Total expenses (\$'000)	<b>(155)</b>	(144)	<b>(100)</b>	(100)	<b>(2,831)</b>	(3,427)
<b>Profit/(Loss) (\$'000)</b>	<b>4,402</b>	(2,383)	<b>3,076</b>	(1,531)	<b>(10,959)</b>	33,970
<b>Distributions</b>						
Distribution paid and payable (\$'000)	<b>830</b>	694	<b>523</b>	500	<b>11,662</b>	11,171
Distribution paid and payable (CPU) <sup>1</sup>	<b>14.57</b>	14.00	<b>14.66</b>	14.00	<b>6.10</b>	5.76
<b>Unit Price</b>						
Unit Price (NAV Per Unit) (\$) <sup>2</sup>	<b>4.0895</b>	3.4176	<b>4.1176</b>	3.3988	<b>1.5172</b>	1.6361
Cboe Reported (NAV Per Unit) (\$) <sup>3</sup>	<b>4.1657</b>	3.4876	<b>4.1945</b>	3.4683	<b>1.5493</b>	1.6648

<sup>1</sup> Cents per unit.

<sup>2</sup> The Net Asset Value ("NAV") per unit represents the net assets of the Funds presented in the Statements of Financial Position at 30 June divided by the number of units on issue at 30 June (as shown in Note 10 to the Financial Statements).

<sup>3</sup> The NAV per unit reported to Cboe will differ to the NAV per unit at balance date due to distributions payable and fee accruals.

# Responsible Entity's Report

for the year ended 30 June 2023

## Distribution Components

Distribution components, which can be found in the 'Our Funds' section of the MFG website, [www.magellangroup.com.au](http://www.magellangroup.com.au), are as follows:

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	31 Dec 2022 Interim Distribution CPU	30 Jun 2023 Final Distribution CPU	31 Dec 2022 Interim Distribution CPU	30 Jun 2023 Final Distribution CPU	31 Dec 2022 Interim Distribution CPU	30 Jun 2023 Final Distribution CPU
<b>Domestic Income</b>						
Interest	-	0.0507	0.0086	0.0119	0.0008	-
Franked dividends	-	0.0023	0.0011	0.0015	0.0035	-
Franking credits	-	0.0016	0.0007	0.0010	0.0042	-
Unfranked dividends	-	-	-	-	0.0002	-
Unfranked dividends - CFI	-	0.0347	0.0169	0.0232	-	-
Other income	-	-	-	-	0.0049	-
Other domestic income - NCMI	-	-	-	-	-	-
<b>Foreign Sourced Income</b>	1.0223	2.1889	1.4256	1.9586	0.0004	-
Foreign income tax offsets	0.2838	0.4476	0.3124	0.4292	-	-
<b>Capital Gains (NTARP)</b>	-	-	-	-	-	-
Discounted	-	0.7459	2.7739	3.8113	2.1867	4.1465
Other	-	-	-	-	-	-
AMIT CGT gross up amount	-	0.7459	2.7739	3.8113	2.1867	4.1465
Other non-attributable amounts (tax deferred amounts)	5.9777	3.8016	-	-	-	-
<b>Attribution Amount</b>	7.2838	8.0192	7.3131	10.0480	4.3874	8.2930
AMIT cost base net increase	-	-	-	(1.9578)	(1.5032)	(5.0730)
Franking credits	-	(0.0016)	(0.0007)	(0.0010)	(0.0042)	-
Foreign income tax offsets	(0.2838)	(0.4476)	(0.3124)	(0.4292)	-	-
<b>Cash Distribution</b>	7.0000	7.5700	7.0000	7.6600	2.8800	3.2200

# Responsible Entity's Report

for the year ended 30 June 2023

## 4.2. Total Indirect Cost Ratio

The Total Indirect Cost Ratio ("ICR"), is the ratio of the Funds' actual management costs over the average portfolio values expressed as a percentage. Management costs, accrued within the Funds' unit prices on a daily basis, include management fees but do not include transactional and operational costs such as brokerage or foreign withholding tax.

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 %	30 Jun 2022 %	30 Jun 2023 %	30 Jun 2022 %	30 Jun 2023 %	30 Jun 2022 %
Management fee	<b>0.51</b>	0.51	<b>0.51</b>	0.51	<b>0.50</b>	0.50
<b>Total Indirect Cost Ratio</b>	<b>0.51</b>	0.51	<b>0.51</b>	0.51	<b>0.50</b>	0.50

## 4.3. Performance Returns

The performance returns have been calculated using the redemption unit prices for the Funds, which are after fees and expenses, assuming the reinvestment of distributions. The returns are calculated daily, compounded to produce longer period returns.

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 %	30 Jun 2022 %	30 Jun 2023 %	30 Jun 2022 %	30 Jun 2023 %	30 Jun 2022 %
Growth return <sup>1</sup>	<b>19.6</b>	(12.4)	<b>21.2</b>	(14.0)	<b>(7.3)</b>	5.4
Distribution return <sup>2</sup>	<b>4.7</b>	3.2	<b>4.7</b>	3.2	<b>3.8</b>	3.7
<b>Total Return<sup>3</sup></b>	<b>24.3</b>	(9.2)	<b>25.9</b>	(10.8)	<b>(3.5)</b>	9.1

<sup>1</sup> The Growth return is calculated daily as a percentage by dividing the unit price (ex-distribution) by the previous day's unit price (ex-distribution) minus 1; the daily Growth returns are then compounded to produce longer period returns.

<sup>2</sup> The Distribution return is calculated as a percentage by subtracting the Growth return from the Total Return.

<sup>3</sup> The Total Return is calculated daily as a percentage by dividing the unit price (cum-distribution) by the previous day's unit price (ex-distribution) minus 1; the daily Total Returns are then compounded to produce longer period returns.



# Responsible Entity's Report

for the year ended 30 June 2023

## 5. Strategy and Future Outlook

The Funds' investment objectives are unchanged. The results of the Funds' operations will be affected by a number of factors, including the performance of investment markets in which the Funds invest. Therefore, investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

The Funds provide daily unit prices, monthly fund updates and annual investor reports which can be found in the 'Our Funds' section of the Magellan Financial Group Limited ("MFG") website, [www.magellangroup.com.au](http://www.magellangroup.com.au). Fund updates and investor reports include detailed discussions in relation to some investee companies from time to time along with general outlook commentary.

## 6. Interest in the Funds

The movements in units on issue of the Funds are disclosed in Note 8 to the Financial Statements.

## 7. Likely Developments and Expected Results of Operations

The Funds will continue to invest in companies and businesses in accordance with the investment strategy as set out in their PDSs.

The method of operating the Funds is not expected to change in the foreseeable future. However, the results of the Funds' operations may be affected by a number of factors, including the performance of investment markets in which the Funds invest. Investment performance is not guaranteed and past returns should not be used to predict future returns.

## 8. Subsequent Events

On 25 July 2023, it was announced that Mr Andrew Formica was appointed as a Non-Executive Director with effect from 26 July 2023.

On 17 August 2023, it was announced that Mrs Deborah Page AM will be appointed as a Non-Executive Director with effect from 3 October 2023.

Net asset value ("NAV") moves as a result of a number of factors including movements in asset prices, exchange rates and unitholder subscriptions and redemptions. Asset prices move daily and intraday indicative NAV per unit and daily NAV per unit are available on the MFG website and also the Cboe website. Subsequent to balance date, as at 31 August 2023, the relevant NAV information is as follows:

	MFG Core International Fund	MFG Core ESG Fund	MFG Core Infrastructure Fund
NAV per unit (\$)	4.1794	4.2238	1.4532
Net asset value (\$'000)	25,969	15,238	319,674
Units ('000)	6,214	3,608	219,974

Other than the above and items disclosed throughout this Responsible Entity's Report, there have been no matters or circumstances arising after the end of the period that have significantly affected, or may significantly affect, the Fund's operations, the results of its operations, or the Fund's state of affairs in future financial periods.

# Responsible Entity's Report

for the year ended 30 June 2023

## 9. Indemnification and Insurance of Directors and Officers

The Directors and Officers of the Responsible Entity in office are insured to the extent permitted by law for losses, liabilities, costs and charges in defending any legal proceedings arising out of their conduct while acting in their capacity as Directors and Officers of the Responsible Entity, other than for conduct involving a wilful breach of duty in relation to the Responsible Entity.

During the period, MAM paid an insurance premium to insure the Directors and Officers of the Responsible Entity. The terms of the contract prohibit the disclosure of the premiums paid.

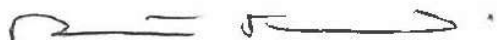
## 10. Rounding of Amounts

The Funds are of a kind referred to in the *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* and consequently amounts in the Responsible Entity's Report have been rounded to the nearest thousand dollars in accordance with that Legislative Instrument, or in certain cases, the nearest dollar.

## 11. Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the *Corporations Act 2001* is set out on page 11.

This report is made in accordance with a resolution of the Directors of the Responsible Entity.



**Robert Fraser**

Chairman

Sydney, 4 September 2023



Ernst & Young  
200 George Street  
Sydney NSW 2000 Australia  
GPO Box 2646 Sydney NSW 2001

Tel: +61 2 9248 5555  
Fax: +61 2 9248 5959  
ey.com/au

## **Auditor's Independence Declaration to the Directors of Magellan Asset Management Limited as the Responsible Entity of MFG Core International Fund, MFG Core ESG Fund and MFG Core Infrastructure Fund, (the Funds)**

As lead auditor for the audit of the Funds for the financial periods ended 30 June 2023, I declare to the best of my knowledge and belief, there have been:

- a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit;
- b. No contraventions of any applicable code of professional conduct in relation to the audit; and
- c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the audit.

**Ernst & Young**

**Clare Sporle**

Partner

Sydney,  
4 September 2023

A member firm of Ernst & Young Global Limited  
Liability limited by a scheme approved under Professional Standards Legislation

# Statements of Profit or Loss and Comprehensive Income

for the year ended 30 June 2023

	Note	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
		30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
<b>Investment Income</b>							
Dividend and distribution income		318	239	199	168	10,805	12,786
Interest income		14	-	7	-	268	7
Other income		1	-	-	-	11	127
Net change in fair value of investments		4,205	(2,493)	2,965	(1,615)	(20,322)	22,828
Net gains/(losses) on foreign exchange settlements, derivative contracts and cash		19	15	5	16	1,110	1,649
<b>Total Net Investment Income/(Loss)</b>		<b>4,557</b>	<b>(2,239)</b>	<b>3,176</b>	<b>(1,431)</b>	<b>(8,128)</b>	<b>37,397</b>
<b>Expenses</b>							
Management fees	11	101	96	68	72	1,448	1,770
Transaction fees		10	16	5	6	89	324
Withholding tax on dividends and distributions		44	32	27	22	1,294	1,333
<b>Total Expenses</b>		<b>155</b>	<b>144</b>	<b>100</b>	<b>100</b>	<b>2,831</b>	<b>3,427</b>
<b>Profit/(Loss)</b>		<b>4,402</b>	<b>(2,383)</b>	<b>3,076</b>	<b>(1,531)</b>	<b>(10,959)</b>	<b>33,970</b>
Other comprehensive income		-	-	-	-	-	-
<b>Total Comprehensive Income/(Loss)</b>		<b>4,402</b>	<b>(2,383)</b>	<b>3,076</b>	<b>(1,531)</b>	<b>(10,959)</b>	<b>33,970</b>
<b>Basic Earnings Per Unit (Cents)</b>	9	<b>82.67</b>	(49.95)	<b>86.28</b>	(43.47)	<b>(6.06)</b>	16.07
<b>Diluted Earnings Per Unit (Cents)</b>	9	<b>82.67</b>	(49.95)	<b>86.28</b>	(43.47)	<b>(6.06)</b>	16.07

The above Statements of Profit or Loss and Comprehensive Income should be read in conjunction with the accompanying Notes to the Financial Statements.

# Statements of Financial Position

as at 30 June 2023

	Note	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
		30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
<b>Assets</b>							
Cash and cash equivalents	3	573	438	302	236	9,415	9,993
Receivables	5	114	2,440	24	14	5,426	5,548
Derivative assets	6	-	-	-	-	1,261	738
Investments	6	24,399	15,207	14,587	12,185	280,481	276,961
<b>Total Assets</b>		<b>25,086</b>	18,085	<b>14,913</b>	12,435	<b>296,583</b>	293,240
<b>Liabilities</b>							
Distributions payable	2	456	311	272	251	6,117	4,906
Payables	7	11	2,600	7	6	2,209	1,155
Derivative liabilities	6	-	-	-	-	10	8,451
<b>Total Liabilities</b>		<b>467</b>	2,911	<b>279</b>	257	<b>8,336</b>	14,512
<b>Total Unitholders' Equity</b>		<b>24,619</b>	15,174	<b>14,634</b>	12,178	<b>288,247</b>	278,728

The above Statements of Financial Position should be read in conjunction with the accompanying Notes to the Financial Statements.

# Statements of Changes in Equity

for the year ended 30 June 2023

	Note	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
		30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
<b>Unitholders' Equity at beginning of the Period</b>		<b>15,174</b>	13,542	<b>12,178</b>	13,340	<b>278,728</b>	337,466
<b>Transactions with Unitholders in their Capacity as Owners:</b>							
Units issued		<b>8,535</b>	14,019	<b>635</b>	1,893	<b>130,613</b>	181,857
Units issued under Distribution Reinvestment Plan and management fee rebates	2	<b>24</b>	14	<b>22</b>	14	<b>4,388</b>	9,875
Units redeemed		<b>(2,686)</b>	(9,324)	<b>(754)</b>	(1,038)	<b>(102,861)</b>	(273,269)
Distributions paid and payable	2	<b>(830)</b>	(694)	<b>(523)</b>	(500)	<b>(11,662)</b>	(11,171)
<b>Total Transactions with Unitholders</b>		<b>5,043</b>	4,015	<b>(620)</b>	369	<b>20,478</b>	(92,708)
Profit/(loss)		<b>4,402</b>	(2,383)	<b>3,076</b>	(1,531)	<b>(10,959)</b>	33,970
Other comprehensive income		-	-	-	-	-	-
Total Comprehensive Income/(loss)		<b>4,402</b>	(2,383)	<b>3,076</b>	(1,531)	<b>(10,959)</b>	33,970
<b>Total Unitholders' Equity at the end of the Period</b>		<b>24,619</b>	15,174	<b>14,634</b>	12,178	<b>288,247</b>	278,728

The above Statements of Changes in Equity should be read in conjunction with the accompanying Notes to the Financial Statements.

# Statements of Cash Flows

for the year ended 30 June 2023

	Note	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
		30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
<b>Cash Flows from Operating Activities</b>							
Dividends and distributions received (net of withholding tax)		263	200	163	143	9,399	11,820
Interest received		13	-	6	-	249	3
Other income received		1	-	-	-	11	127
Interest paid		-	-	-	-	-	-
Management fees paid		(99)	(95)	(67)	(72)	(1,295)	(1,495)
Transaction fees paid		(10)	(16)	(5)	(6)	(89)	(324)
<b>Net Cash Inflow/(Outflow) from Operating Activities</b>	4	<b>168</b>	89	<b>97</b>	65	<b>8,275</b>	10,131
<b>Cash Flows from Investing Activities</b>							
Purchase of investments		(17,625)	(21,896)	(8,582)	(7,819)	(90,260)	(224,955)
Proceeds from sale of investments		15,071	15,220	9,141	7,317	83,852	323,760
Net foreign exchange gain/(loss)		4	71	7	19	950	2,242
Net cash flows from settlement of forward foreign currency contracts		-	-	-	-	(25,046)	(13,131)
<b>Net Cash Inflow/(Outflow) from Investing Activities</b>		<b>(2,550)</b>	(6,605)	<b>566</b>	(483)	<b>(30,504)</b>	87,916
<b>Cash Flows from Financing Activities</b>							
Receipts from issue of units		8,454	14,019	635	1,893	130,261	181,531
Payments for redemption of units		(5,278)	(6,732)	(754)	(1,038)	(102,419)	(273,111)
Distributions paid		(661)	(612)	(480)	(471)	(6,201)	(2,927)
<b>Net Cash Inflow/(Outflow) from Financing Activities</b>		<b>2,515</b>	6,675	<b>(599)</b>	384	<b>21,641</b>	(94,507)
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>		<b>133</b>	159	<b>64</b>	(34)	<b>(588)</b>	3,540
Cash and cash equivalents at the beginning of the period		438	277	236	270	9,993	6,443
Effect of exchange rate fluctuations on cash and cash equivalents		2	2	2	-	10	10
<b>Cash and Cash Equivalents at the end of the Period</b>	3	<b>573</b>	438	<b>302</b>	236	<b>9,415</b>	9,993

The above Statements of Cash Flows should be read in conjunction with the accompanying Notes to the Financial Statements.

# Notes to the Financial Statements

for the year ended 30 June 2023

## Overview

These annual financial reports are for the individual funds listed below, for the period ended 30 June 2023. The Funds are registered managed investment schemes under the *Corporations Act 2001*. In accordance with the Funds' Constitutions, they commenced on the dates that their first units were issued, which are set out as follows:

	Date of Commencement	Registered Date
MFG Core International Fund	15 July 2020	5 November 2020
MFG Core ESG Fund	11 December 2020	5 November 2020
MFG Core Infrastructure Fund	16 December 2009	30 November 2020

The Funds terminate on the day immediately preceding the 80<sup>th</sup> anniversary of their Date of Commencement, unless terminated earlier in accordance with the provisions of each Fund's Constitution.

MAM (ABN 31 120 593 946) is the Responsible Entity of the Funds.

The financial reports were authorised for issue by the Directors of the Responsible Entity on 4 September 2023. The Directors have the power to amend and reissue the financial reports.

The Funds are considered for-profit unit trusts for the purpose of these annual financial reports.

## 1. Basis of Preparation

These general purpose financial reports are presented in Australian Dollars and have been prepared in accordance with the *Corporations Act 2001*, Australian Accounting Standards ("AASB") and Interpretations issued by the Australian Accounting Standards Board, other mandatory professional reporting requirements and the Funds' Constitutions. They also comply with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board.

The Statements of Financial Position are presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All material balances are expected to be recovered or settled within 12 months, except for financial assets and liabilities at fair value through profit or loss. These fair value assets and liabilities comprise mainly investments that are managed based on the economic circumstances at any given point in time, as well as to meet any liquidity requirements. Consequently, the investments that may be realised within 12 months cannot be determined at balance date.

All amounts in the financial statements are rounded to the nearest thousand dollars (\$'000) or in certain cases, the nearest dollar, unless otherwise stated in accordance with the *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*.



# Notes to the Financial Statements

for the year ended 30 June 2023

## 1.1. Accounting Policies

The accounting policies adopted in the preparation of these financial reports are contained within the notes to which they relate. The policies adopted in the preparation of these financial reports are consistent with those of the previous financial period.

The Funds have not early adopted any accounting standard, interpretation or amendment that has been issued but is not yet effective at balance date.

## 1.2. Foreign Currency Translation

The functional and presentation currency of the Funds is the Australian Dollar as determined in accordance with AASB 121 *The Effects of Changes in Foreign Exchange Rates*. Transactions denominated in foreign currencies are translated into Australian Dollars at the foreign currency exchange rate at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated to Australian Dollars at the foreign currency closing exchange rate at balance date.

Foreign currency exchange differences arising on translation, and realised gains and losses on disposals or settlements of monetary assets and liabilities are recognised in profit or loss. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are translated to Australian Dollars at the foreign currency closing exchange rates at the dates that the values were determined. Foreign currency exchange differences relating to monetary items, including cash and cash equivalents, are presented separately in profit or loss.

## 1.3. Investment Income

### *Dividend and Distribution Income*

Dividend and distribution income is recognised on the applicable ex-dividend/distribution date gross of withholding tax, which is recorded as an expense in profit or loss. Dividends and distributions received are presented net of withholding tax in the Statements of Cash Flows.

### *Net Change in Fair Value of Investments*

Realised and unrealised gains and losses on investments measured at fair value through profit or loss are recognised in the Statements of Profit or Loss and Comprehensive Income. The net change in fair value does not include dividend and distribution income.

### *Interest Income*

Interest income is recognised on an accrual basis using the effective interest rate method.

## 1.4. Expenses

All expenses are recognised in profit or loss on an accruals basis.

# Notes to the Financial Statements

for the year ended 30 June 2023

## 1.5. Income Tax

On 5 May 2016, the Attribution Managed Investment Trust ("AMIT") regime was established under the *Tax Laws Amendment (New Tax System for Managed Investment Trusts) Act 2016*. The AMIT regime allows Managed Investment Trusts that meet certain requirements to make an irrevocable choice to be an AMIT. The Funds elected into the AMIT regime effective on the following dates, MCSI 30 June 2018, MCSI 15 July 2020 and MCSE 5 November 2020.

Under current income tax legislation, the Funds are not subject to income tax provided they attribute the entirety of their taxable income to unitholders.

The Funds currently incur withholding tax imposed by certain countries on investment income. Such income is recorded gross of withholding tax in the profit or loss. The benefits of foreign withholding tax paid, and of imputation credits attaching to Australian franked dividends, are passed onto unitholders.

## 1.6. Goods and Services Tax

The Goods and Services Tax ("GST") incurred on the costs of various services provided to the Funds by third parties, such as custodial services and management fees, have been passed onto the Funds. The Funds qualify for Reduced Input Tax Credits ("RITC") at a rate of 55%-75% and are also eligible to recover GST on offshore transactions. Management fees and other expenses have been recognised in profit or loss net of the amount of GST recoverable from the Australian Taxation Office. Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the taxation authority is included in the Statements of Financial Position as a receivable or payable. Cash flows are included in the Statements of Cash Flows on a gross basis.

## 1.7. Critical Accounting Estimates and Judgements

The preparation of the Funds' Financial Statements requires the Directors to make judgements, estimates and assumptions that affect the amounts reported in the Financial Statements. The Directors base their judgements and estimates on historical experience and various other factors they believe to be reasonable under the circumstances, but which are inherently uncertain and unpredictable. As a result, actual results could differ from those estimates.

Where listed equities have no active market the Directors determine fair value with reference to external observable information and conditions existing at balance date. Fair values may however move materially with movements in market prices (refer Note 12). As most investments are valued with reference to the listed quoted prices and the Funds' cash is held with strongly rated financial institutions, the Funds' financial assets are not subject to significant judgement or complexity nor are the Funds' liabilities.

## 1.8. Including Different Registered Scheme Financial Reports in a Single Document

The Funds have applied *ASIC Corporations (Related Scheme Reports) Instrument 2015/839*, which allows registered schemes with a common Responsible Entity to include their financial statements in adjacent columns in a single financial report.

# Notes to the Financial Statements

for the year ended 30 June 2023

## 2. Distributions to Unitholders

Distributions are determined by the Responsible Entity of the Funds and are payable as set out in the Funds' PDSs. Distributable income includes capital gains arising from the disposal of financial assets and liabilities. Unrealised gains and losses on financial assets and liabilities that are recognised as income are transferred to unitholders' equity and are not assessable or distributable until realised. Net realised capital losses and tax losses are not distributed to unitholders but are retained to be offset against any realised capital gains and future assessable income respectively. The Responsible Entity may attribute an amount to a unitholder on redemption.

The Funds intend to target a cash distribution yield of 4% per annum, paid semi-annually for the periods ended June and December. The Target Cash Distribution ("TCD") for each period will be determined by using the average of the month-end NAV per unit over a two year rolling period ending on the last business day of the prior distribution period.

Distributions to unitholders are recognised directly in equity and presented in the Statements of Changes in Equity. A distribution payable is recognised in the Statements of Financial Position where the distribution has been declared but remains unpaid at balance date. Distributions for the period ended 30 June are as follows:

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund		Date Paid
	\$'000	CPU	\$'000	CPU	\$'000	CPU	
<b>Period ended 30 June 2023</b>							
Interim distribution paid	374	7.00	251	7.00	5,545	2.88	18 Jan 2023
Final distribution payable	456	7.57	272	7.66	6,117	3.22	21 Jul 2023
<b>Total Distributions Paid/Payable</b>	<b>830</b>	<b>14.57</b>	<b>523</b>	<b>14.66</b>	<b>11,662</b>	<b>6.10</b>	

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund		Date Paid
	\$'000	CPU	\$'000	CPU	\$'000	CPU	
<b>Period ended 30 June 2022</b>							
Interim distribution paid	383	7.00	249	7.00	6,265	2.88	19 Jan 2022
Final distribution payable	311	7.00	251	7.00	4,906	2.88	21 Jul 2022
<b>Total Distributions Paid/Payable</b>	<b>694</b>	<b>14.00</b>	<b>500</b>	<b>14.00</b>	<b>11,171</b>	<b>5.76</b>	

# Notes to the Financial Statements

for the year ended 30 June 2023

In addition to the distributions paid for the period, the Funds passed on tax credits to unitholders as follows:

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 CPU	30 Jun 2022 CPU	30 Jun 2023 CPU	30 Jun 2022 CPU	30 Jun 2023 CPU	30 Jun 2022 CPU
Franking credits	<b>0.0016</b>	0.0006	<b>0.0017</b>	-	<b>0.0042</b>	0.0395
Foreign income tax offsets	<b>0.7314</b>	0.6432	<b>0.7416</b>	0.6122	-	0.5540
<b>Total Tax Credits Passed to Unitholders</b>	<b>0.7330</b>	0.6438	<b>0.7433</b>	0.6122	<b>0.0042</b>	0.5935

On 6 July 2023, MAM announced the TCD for each fund for the six month period ended 31 December 2023 will be:

- MCSG: 7.71 CPU,
- MCSE: 7.80 CPU, and
- MCSI: 3.24 CPU.

## Distribution Reinvestment Plan

A Distribution Reinvestment Plan ("DRP") operated for each Fund during the current period. Unitholders may request their distributions to be applied as subscriptions for additional units in the respective fund at the Issue Price (as defined in the Funds' Constitutions). DRP details are as follows:

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	31 Dec 2022 Interim Distribution	30 Jun 2023 Final Distribution	31 Dec 2022 Interim Distribution	30 Jun 2023 Final Distribution	31 Dec 2022 Interim Distribution	30 Jun 2023 Final Distribution
DRP issue price (\$)	<b>3.5025</b>	<b>4.0900</b>	<b>3.5276</b>	<b>4.1179</b>	<b>1.5304</b>	<b>1.5172</b>
DRP unitholder participation rate (%)	<b>3.17</b>	<b>2.74</b>	<b>3.99</b>	<b>5.93</b>	<b>34.77</b>	<b>24.78</b>
Number of units issued under DRP	<b>3,387</b>	<b>3,043</b>	<b>2,832</b>	<b>3,919</b>	<b>1,259,541</b>	<b>999,096</b>
Value of units issued under DRP (\$'000)	<b>12</b>	<b>12</b>	<b>10</b>	<b>16</b>	<b>1,928</b>	<b>1,516</b>
DRP issue date	<b>18 Jan 2023</b>	<b>21 Jul 2023</b>	<b>18 Jan 2023</b>	<b>21 Jul 2023</b>	<b>18 Jan 2023</b>	<b>21 Jul 2023</b>

# Notes to the Financial Statements

for the year ended 30 June 2023

## 3. Cash and Cash Equivalents

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
Cash at bank - denominated in Australian Dollars	76	64	38	40	8,023	8,964
Cash at bank - denominated in foreign currency:						
United States Dollars	425	295	223	143	753	620
British Pounds	20	19	11	19	117	48
Swiss Francs	17	15	8	14	19	31
Euro	16	33	18	17	16	32
Canadian Dollars	13	8	-	-	72	55
Hong Kong Dollars	6	4	4	3	237	37
New Zealand Dollars	-	-	-	-	19	19
Mexican Pesos	-	-	-	-	159	187
<b>Total Cash and Cash Equivalents</b>	<b>573</b>	<b>438</b>	<b>302</b>	<b>236</b>	<b>9,415</b>	<b>9,993</b>

Cash comprises cash at bank. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

# Notes to the Financial Statements

for the year ended 30 June 2023

## 4. Statement of Cash Flows Reconciliation

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
<b>Reconciliation of Cash Flows from Operating Activities</b>						
Profit/(loss)	4,402	(2,383)	3,076	(1,531)	(10,959)	33,970
Net change in fair value of investments	(4,205)	2,493	(2,965)	1,615	20,322	(22,828)
Net (gain)/loss on foreign exchange settlements, derivative contracts and cash	(17)	(15)	(5)	(16)	(1,087)	(1,606)
Fee rebates reinvested into units in the Funds	-	-	-	-	139	300
Net (increase)/decrease in receivables and other assets	(15)	(8)	(10)	(3)	(144)	325
Net increase/(decrease) in payables and other liabilities	3	2	1	-	4	(30)
<b>Net Cash Inflow/(Outflow) from Operating Activities</b>	<b>168</b>	<b>89</b>	<b>97</b>	<b>65</b>	<b>8,275</b>	<b>10,131</b>
<b>Non-Cash Investing and Financing Activities</b>						
Fee rebates reinvested into units in the Funds	-	-	-	-	139	300
Distributions reinvested into units in the Funds	24	14	22	14	4,249	9,575

# Notes to the Financial Statements

for the year ended 30 June 2023

## 5. Receivables

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
Dividend and distribution receivable	12	9	8	5	1,370	1,239
Applications receivable	81	-	-	-	699	347
Interest receivable	1	-	1	-	23	4
Due from brokers - receivable for securities sold	-	2,422	-	-	3,196	3,810
Recoverable GST and foreign withholding tax	20	9	15	9	138	148
<b>Total Receivables</b>	<b>114</b>	<b>2,440</b>	<b>24</b>	<b>14</b>	<b>5,426</b>	<b>5,548</b>

Receivables comprise amounts due from brokers for sales of assets and applications for units in the Funds unsettled at balance date, dividends and trust distributions declared but not yet received, and reclaimable taxes. They are recognised and carried at amortised cost using the effective interest rate method and adjusted for changes in foreign exchange rates where applicable. A provision is deducted from receivables for uncollectible amounts based on expected credit losses, if applicable. Expected credit losses are calculated as the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the relevant fund expects to receive, discounted at an approximation of the original effective interest rate. The Funds apply the simplified approach for receivables whereby the loss allowance is based on lifetime expected credit losses at each balance date.

At balance date, the Funds' receivables, excluding recoverable GST and foreign withholding tax, were due within 0 to 30 days (June 2022: 0 to 30 days). Recoverable GST is due within 30 to 90 days (June 2022: 30 to 90 days). Foreign withholding tax is due within 2 to 5 years depending on the jurisdiction (June 2022: 2 to 5 years). No amounts are impaired or past due at 30 June 2023 or 30 June 2022.

## 6. Investments and Derivatives

The Funds classify their equity securities, derivative assets and derivative liabilities as financial assets and liabilities at fair value through profit or loss.

The Funds disclose the fair value measurements of financial assets and financial liabilities using a three-level fair value hierarchy to reflect the source of valuation inputs used when determining the fair value as follows:

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities. The fair value of these securities is based on the closing price for the security as quoted on the relevant exchange.
- Level 2: valuation techniques using observable inputs either directly (as prices) or indirectly (derived from prices). The fair value of derivatives is based on a discounted cash flow analysis using quoted market inputs (spot and forward rates, volatility) adjusted for specific features of the instruments and applied debit and credit valuation adjustments based on the Funds' counterparties' current credit worthiness.
- Level 3: valuation techniques using non-market observable inputs.

# Notes to the Financial Statements

for the year ended 30 June 2023

## Details of Investments and Derivatives

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
<b>Investments (Level 1)</b>						
Australian listed equity securities	483	216	306	132	16,105	17,242
International listed equity securities:						
United States	16,885	10,852	11,113	9,536	113,585	113,833
France	2,824	1,526	1,036	747	17,043	14,939
Switzerland	1,633	635	875	428	2,091	1,768
Netherlands	825	529	500	286	1,234	1,014
United Kingdom	707	634	302	337	22,063	23,975
Germany	363	462	224	439	1,048	993
Canada	316	176	-	-	42,694	41,602
Hong Kong	167	-	105	-	3,836	4,934
Spain	101	177	51	200	29,935	29,412
Finland	70	-	45	-	-	-
Italy	25	-	30	80	15,131	15,654
Portugal	-	-	-	-	545	723
New Zealand	-	-	-	-	3,692	3,454
Chile	-	-	-	-	492	256
Mexico	-	-	-	-	8,909	7,162
South Korea	-	-	-	-	2,078	-
<b>Total Investments</b>	<b>24,399</b>	<b>15,207</b>	<b>14,587</b>	<b>12,185</b>	<b>280,481</b>	<b>276,961</b>
<b>Derivative Assets (Level 2)</b>						
Forward foreign currency contracts	-	-	-	-	1,261	738
<b>Total Derivative Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,261</b>	<b>738</b>
<b>Derivative Liabilities (Level 2)</b>						
Forward foreign currency contracts	-	-	-	-	10	8,451
<b>Total Derivative Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10</b>	<b>8,451</b>



# Notes to the Financial Statements

for the year ended 30 June 2023

The Funds do not hold any level 3 assets. There have been no transfers between any of the three levels in the hierarchy during the period and the Funds' policies are to recognise transfers into and out of fair value hierarchy levels as at balance date.

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value, which in the case of the Funds is the transaction price. Brokerage costs are expensed immediately in profit or loss. Subsequent to initial recognition, all financial assets and liabilities classified at fair value through profit or loss are measured at fair value. Changes in fair value are recognised in profit or loss. The net change in fair value does not include dividend or distribution income.

Purchases and sales are recognised on trade date, being the date the Funds commit to purchase or sell the asset. Financial assets are derecognised when the contractual rights to the cash flows from the assets expire or are transferred. A transfer occurs when substantially all the risks and rewards of ownership are passed to a third party. Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expired.

The fair value of equity securities traded in active markets is based on their quoted market prices at balance date without any deduction for estimated future selling costs. The quoted market price used for securities held by the Funds is the closing price for the security as quoted on the relevant stock exchange. If a quoted market price is not available on a recognised stock exchange or from a broker/dealer for non-exchange-traded financial instruments, the fair value of the instrument is estimated using valuation techniques including recent arm's length market transactions, reference to the current fair value of other instruments that are substantially the same, discounted cash flow techniques, option pricing models or any other valuation techniques commonly used by market participants.

Derivatives are contracts whose value is derived from one or more underlying price, index or other variable. Derivatives are included in the Statements of Financial Position as an asset when the fair value at balance date is positive and classified as a liability when the fair value at balance date is negative.

During the period the Funds made the following number of listed transactions, MCSG 694, MCSE 329 and MCSI 521, incurring brokerage costs of MCSG \$2,500, MCSE \$1,400 and MCSI \$29,600.

The following pages contain a detailed listing of securities and exchange domicile owned by the Funds as at balance date.

## Stock Exchange Domicile

(i) United States	(vii) Spain	(xiii) Mexico
(ii) Australia	(viii) Portugal	(xiv) New Zealand
(iii) United Kingdom	(ix) Switzerland	(xv) Chile
(iv) Hong Kong	(x) Germany	(xvi) Finland
(v) Italy	(xi) Netherlands	(xvii) South Korea
(vi) France	(xii) Canada	

# Notes to the Financial Statements

for the year ended 30 June 2023

## MFG Core International Fund Detailed Listing of Investments

Company Name	30 Jun 2023	30 Jun 2022	Company Name	30 Jun 2023	30 Jun 2022	Company Name	30 Jun 2023	30 Jun 2022
	\$ '000	\$ '000		\$ '000	\$ '000		\$ '000	\$ '000
Apple (i)	773	138	HCA Healthcare (i)	231	-	Rockwell Automation (i)	77	234
Amazon.com (i)	766	240	Moody's (i)	223	255	Sempra Energy (i)	75	-
Home Depot (i)	762	146	Intuitive Surgical (i)	203	156	Kone OYJ-B (xvi)	70	-
Procter & Gamble (i)	748	192	CIE Financeire Richemont (ix)	198	195	Dollar General (i)	69	-
Hermes International (vi)	747	-	American Express (i)	197	164	Deutsche Boerse (x)	66	193
McDonald's (i)	746	311	Shopify (i)	195	-	Schindler Holding (ix)	63	-
LVMH Moet Hennessy Louis Vuitton (vi)	744	347	Blackrock (i)	179	-	Amadeus IT Group (vii)	62	177
Nestle (ix)	736	328	Marsh & McLennan (i)	171	150	Xcel Energy (i)	55	246
Pepsico (i)	734	186	Canadian National Rail (xii)	169	176	WEC Energy Group (i)	44	-
The Coca Cola Company (i)	720	187	AIA Group (iv)	167	-	Tractor Supply Company (i)	44	-
Alphabet Inc Class A (i)	713	421	Heineken (xi)	168	235	Ferrovial SE (vii)	39	-
ASML Holdings NV (xi)	657	148	Essilor International (vi)	165	188	Eversource Energy (i)	38	-
Novartis (ix)	636	112	Intercontinental Exchange (i)	161	158	DTE Energy (i)	36	-
Costco Wholesale (i)	628	197	MSCI (i)	157	252	PPL (i)	28	-
L'Oreal (vi)	627	205	Colgate-Palmolive Company (i)	156	161	Terna (v)	25	-
Visa Inc -Class A Shares (i)	621	177	Kering (vi)	153	168	American Water Works (i)	-	265
Microsoft (i)	595	434	Estee Lauder Companies - Class A (i)	149	250	Dominion Energy (i)	-	195
MasterCard (i)	585	174	Schwab (Charles) Corp (i)	148	-	Cms Energy Corp (i)	-	164
Nike - Class B (i)	567	227	Canadian Pacific Kansas City Ltd (xii)	147	-	PayPal Holdings (i)	-	159
Salesforce.com (i)	467	231	Marriott International (i)	147	-	Relx PLC (iii)	-	155
S&P Global (i)	423	315	Ecolab (i)	142	171	Meta Platforms Class A (i)	-	147
Adobe Systems (i)	389	346	Autodesk (i)	139	181	Adyen (xi)	-	146
Lowe's (i)	388	-	Zoetis Inc (i)	138	-	Blackstone Group (i)	-	146
Netflix (i)	372	-	Safran (vi)	132	196	American Tower Corporation (i)	-	145
CSL (ii)	357	216	AON (i)	132	-	Illumina (i)	-	142
Unilever (iii)	321	-	Yum! Brands (i)	131	341	Crown Castle International (i)	-	137
Starbucks (i)	321	353	Dassault Systems (vi)	130	179	Airbnb (i)	-	135
Mondelez International - W/I (i)	307	182	Transurban (ii)	126	-	Taiwan Semiconductor (i)	-	133
SAP (x)	297	269	Pernod-Ricard (vi)	126	243	Analog Devices (i)	-	133
Intuit (i)	294	246	Southern Co (i)	117	-	Sherwin-Williams (i)	-	129
Diageo (iii)	275	310	Reckitt Benckiser Group Plc (iii)	111	169	Vail Resorts (i)	-	129
Stryker (i)	265	141	Chipotle Mexican Grill (i)	93	-	Alibaba Group (i)	-	126
Union Pacific (i)	264	-	Hilton Worldwide (i)	93	131	Medtronic (i)	-	118
CME Group (i)	253	309	Verisk Analytics (i)	90	187			
Deere & Co (i)	243	140	Alcon (i)	83	119	<b>Total Investments</b>	<b>24,399</b>	<b>15,207</b>

# Notes to the Financial Statements

for the year ended 30 June 2023

## MFG Core ESG Fund Detailed Listing of Investments

Company Name		30 Jun 2023 \$ '000	30 Jun 2022 \$ '000	Company Name		30 Jun 2023 \$ '000	30 Jun 2022 \$ '000	Company Name		30 Jun 2023 \$ '000	30 Jun 2022 \$ '000
Apple	(i)	464	125	Mondelez International	(i)	136	155	Amadeus IT Group	(vii)	40	200
Home Depot	(i)	458	128	American Express	(i)	122	114	Schindler Holding	(ix)	40	-
Hermes International	(vi)	450	-	American Tower	(i)	118	131	Rockwell Automation	(i)	39	200
ASML Holdings	(xi)	443	140	Ecolab	(i)	118	148	Eversource Energy	(i)	35	142
Amazon.com	(i)	440	133	Intercontinental Exchange	(i)	116	123	Tractor Supply Company	(i)	34	-
Alphabet - Class A	(i)	429	307	ServiceNow	(i)	114	-	Dollar General	(i)	31	68
Novartis	(ix)	427	-	Blackrock	(i)	113	-	Terna	(v)	30	80
Procter & Gamble	(i)	414	132	Marriott International	(i)	113	-	American Water Works	(i)	27	313
Nestle	(ix)	408	275	Intuitive Surgical	(i)	111	137	Ulta Beauty	(i)	22	-
Pepsico	(i)	406	140	Zoetis Inc	(i)	108	-	Verisign	(i)	20	-
McDonald's	(i)	403	252	Marsh & McLennan	(i)	107	145	Red Electrica Corporacion	(vii)	11	-
Visa -Class A Shares	(i)	399	202	Kering	(vi)	105	189	CIE Financeire Richemont	(ix)	-	153
L'Oreal	(vi)	398	212	AIA Group	(iv)	105	-	Deutsche Boerse	(x)	-	149
The Coca Cola Company	(i)	398	142	Autodesk	(i)	104	260	PayPal	(i)	-	134
Costco Wholesale	(i)	397	140	Shopify	(i)	100	124	Essilor International	(vi)	-	130
MasterCard	(i)	384	194	Schwab (Charles) Corp	(i)	94	-	Accenture - Class A	(i)	-	127
Microsoft	(i)	383	324	Automatic Data Processing	(i)	89	111	Sherwin-Williams	(i)	-	119
Nike - Class B	(i)	366	175	Estee Lauder Companies - Class A	(i)	89	165	Texas Instruments	(i)	-	116
United Health	(i)	344	-	Relx	(iii)	84	205	Illumina	(i)	-	114
Wal-Mart Stores	(i)	342	-	Dassault Systems	(vi)	83	109	Analog Devices	(i)	-	111
S&P Global	(i)	275	212	MSCI	(i)	78	275	Medtronic	(i)	-	111
Salesforce.com	(i)	262	188	AON	(i)	78	107	Schneider Electric	(vi)	-	107
Netflix	(i)	245	66	Colgate-Palmolive	(i)	77	138	Taiwan Semiconductor	(i)	-	101
Adobe Systems	(i)	238	292	Transurban	(ii)	76	-	Airbnb	(i)	-	101
CSL Limited	(ii)	230	132	Hilton Worldwide	(i)	76	140	Booking	(i)	-	97
SAP	(x)	224	200	Verisk Analytics	(i)	75	211	Deere & Co	(i)	-	93
Lowe's Co	(i)	219	-	Chipotle Mexican Grill	(i)	64	141	Adidas	(x)	-	90
Starbucks	(i)	198	280	Yum! Brands	(i)	64	258	TransUnion	(i)	-	82
Intuit	(i)	198	143	Reckitt Benckiser Group	(iii)	63	132	TJX Co	(i)	-	76
CME Group	(i)	170	255	Crown Castle International	(i)	59	113				
Walt Disney	(i)	168	112	Adyen	(xi)	57	146				
Unilever	(iii)	155	-	Alcon	(i)	56	64				
Stryker	(i)	150	78	Consolidated Edison	(i)	45	150				
HCA Healthcare	(i)	145	-	IQVIA Holdings	(i)	45	-	<b>Total Investments</b>		<b>14,587</b>	<b>12,185</b>
Moody's	(i)	141	201	Kone OYJ-B	(xvi)	45	-				

# Notes to the Financial Statements

for the year ended 30 June 2023

## MFG Core Infrastructure Fund Detailed Listing of Investments

Company Name		30 Jun 2023 \$ '000	30 Jun 2022 \$ '000	Company Name		30 Jun 2023 \$ '000	30 Jun 2022 \$ '000	Company Name		30 Jun 2023 \$ '000	30 Jun 2022 \$ '000
Enbridge	(xii)	8,740	7,934	SBA Communications Corp Class A	(i)	3,827	5,125	Essential Utils	(i)	1,414	1,667
Vinci	(vi)	8,513	8,285	Eversource Energy	(i)	3,774	4,441	Pennon Group	(iii)	1,382	1,767
Cellnex Telecom	(vii)	8,496	8,454	Getlink	(vi)	3,559	4,062	Vopak(Kon)	(xi)	1,234	1,014
								Promotora y Operadora			
Fortis	(xii)	8,445	8,238	Auckland International	(xiv)	3,360	3,053	De Infraestructura	(xiii)	1,180	974
Transurban Group	(ii)	8,392	8,429	Atlas Arteria	(ii)	3,356	3,270	OGE Energy Corp	(i)	1,104	1,231
TC Energy	(xii)	8,381	7,752	Ameren	(i)	3,283	3,568	Fraport	(x)	1,048	993
Ferrovial	(vii)	8,182	7,188	DTE Energy	(i)	3,258	3,548	Idacorp	(i)	709	852
National Grid	(iii)	8,169	7,621	Firstenergy	(i)	3,206	3,203	ENAV	(v)	558	655
Terna	(v)	6,716	6,676	Grupo Aeroportuario Del-B	(xiii)	3,166	2,709	Portland Gen Elec	(i)	554	687
Aena SQ	(vii)	6,492	5,648	Algonquin Power & Utilities	(xii)	3,050	4,768	Ren-Redes Energet	(viii)	545	723
Snam	(v)	6,029	6,189	Entergy	(i)	2,985	3,330	One Gas	(i)	544	690
Emera	(xii)	5,762	6,456	Grupo Aeroportuario	(xiii)	2,976	2,369	Black Hills Corporation	(i)	518	751
American Tower	(i)	5,626	5,309	Aeroports De Paris	(vi)	2,883	2,592	PNM Resources	(i)	510	648
Dominion Energy	(i)	5,575	5,197	Centerpoint Energy	(i)	2,816	2,707	Aguas Andinas	(xv)	492	256
Semptra Energy	(i)	5,490	5,223	PPL	(i)	2,765	2,861	Allete	(i)	439	534
Exelon	(i)	5,460	-	Enagas	(vii)	2,598	3,265	American States Water	(i)	424	477
Duke Energy Group	(i)	5,440	5,134	Atmos Energy	(i)	2,473	2,412	Spire	(i)	424	598
Southern Co	(i)	5,425	5,143	CMS Energy	(i)	2,393	2,846	Avista	(i)	420	456
Crown Castle International	(i)	5,403	5,043	Brookfield Renewable	(xii)	2,146	-	Northwestern	(i)	404	504
American Electric Power Co	(i)	5,248	5,104	Flughafen Zuerich	(ix)	2,091	1,768	MGE Energy	(i)	381	450
Xcel Energy	(i)	5,127	5,146	Elia System Operator	(vi)	2,088	-	California Water Service Group	(i)	367	474
				Macquarie Korea							
Public Service Enterprise Group	(i)	4,804	4,753	Infrastructure Fund	(xvii)	2,078	-	Avangrid	(i)	353	519
Consolidated Edison	(i)	4,518	5,182	Evergy	(i)	1,864	2,055	Vector	(xiv)	332	401
United Utilities	(iii)	4,472	5,028	Alliant Energy	(i)	1,855	2,140	Acea	(v)	306	395
Severn Trent	(iii)	4,447	4,997	HICL Infrastructure	(iii)	1,838	2,517	Chesapeake Utilities	(i)	287	357
Hydro One	(xii)	4,443	4,508	International Public Partnerships	(iii)	1,755	2,045	SJW	(i)	262	266
APA Group	(ii)	4,357	5,543	Nisource	(i)	1,732	1,907	Northwest Natural	(i)	204	287
WEC Energy Group	(i)	4,284	4,627	Canadian Utilities - Class A	(xii)	1,727	1,946	Middlesex Water Company	(i)	194	242
Red Electrica	(vii)	4,167	4,857	Grupo Aeroportuario Del Cent	(xiii)	1,587	1,110	South Jersey Inds	(i)	-	666
American Water Works	(i)	4,024	4,154	Italgas S.P.A	(v)	1,522	1,739				
Power Assets	(iv)	3,836	4,934	Pinnacle West Capital	(i)	1,418	1,319	<b>Total Investments</b>		<b>280,481</b>	276,961

# Notes to the Financial Statements

for the year ended 30 June 2023

## 7. Payables

	Note	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
		30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
Management fees payable	11	11	8	7	6	132	128
Due to brokers - payable for securities purchases		-	-	-	-	1,477	869
Redemptions payable		-	2,592	-	-	600	158
<b>Total Payables</b>		<b>11</b>	<b>2,600</b>	<b>7</b>	<b>6</b>	<b>2,209</b>	<b>1,155</b>

Payables comprise trade creditors and accrued expenses owing by the Funds at balance date. Amounts due to brokers relating to the purchase of investments are usually settled between two and five days after trade date. Payables and accruals are recognised at amortised cost at the point where the Funds become obliged to make payments in respect of the purchase of these goods and services.

At balance date, all payables mature in 0 to 90 days (June 2022: 0 to 90 days).

## 8. Unitholders' Equity

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 No. of Units '000	30 Jun 2022 No. of Units '000	30 Jun 2023 No. of Units '000	30 Jun 2022 No. of Units '000	30 Jun 2023 No. of Units '000	30 Jun 2022 No. of Units '000
<b>Units on Issue</b>						
Opening balance	4,440	3,471	3,583	3,376	170,361	217,378
Units issued	2,082	3,308	154	447	66,647	103,296
Units issued under DRP and management fee rebates	7	4	6	3	2,766	5,984
Units redeemed	(509)	(2,343)	(189)	(243)	(49,790)	(156,297)
<b>Units on Issue at the end of the Period</b>	<b>6,020</b>	<b>4,440</b>	<b>3,554</b>	<b>3,583</b>	<b>189,984</b>	<b>170,361</b>

# Notes to the Financial Statements

for the year ended 30 June 2023

## Entering and exiting the Fund

Investors can enter or exit the Funds via buying/selling units on Cboe or by applications/withdrawals direct to/from the Responsible Entity. The method of entry into the Fund does not affect the method of exit from the Fund. The entry and exit price received and investment minimums are set out in the Funds' PDSs at [www.magellangroup.com.au](http://www.magellangroup.com.au).

## Ordinary Units

Applications received for units in the Funds are recorded net of entry fees. Redemptions from the Funds are recorded gross of exit fees. The Funds recognise the units issued or redeemed when settled, which is trade date.

Each unit confers upon the unitholder an equal interest in that fund and is of equal value to other units in the same fund. A unit does not confer upon the holder any interest in any particular asset or investment of the Funds. The rights of unitholders are contained in the Funds' Constitutions and include:

- the right to redeem units, subject to restrictions disclosed in the Funds' Product Disclosure Statements;
- the right to receive a distribution determined in accordance with the Funds' Constitutions;
- the right to attend and vote at meetings of unitholders;
- the right to participate in the termination and winding up of the Funds; and
- the right to redeem units, subject to restrictions disclosed in the Funds' PDSs. Those restrictions may include where trading in units on Cboe is suspended for five consecutive business days. In this case, unitholders may apply to the Responsible Entity to make an off-market withdrawal of their investment when the particular fund is liquid. Where a fund ceases to be liquid, units may only be withdrawn once an offer is made to all investors in that fund in accordance with the fund's Constitution.

There may be other circumstances where off-market withdrawals from the Funds are suspended for up to 28 days, including where:

- it is impracticable for the Responsible Entity, or the Responsible Entity is unable, to calculate the NAV of the fund;
- the payment of withdrawal proceeds involves realising a significant portion of the fund's assets which would, in the Responsible Entity's opinion, result in remaining investors bearing a disproportionate amount of capital gains tax or expenses, or suffering any other disadvantage or diminution of the value of units held;
- the Responsible Entity reasonably considers it would be in the interests of investors, or it is otherwise permitted by law; or
- the Responsible Entity receives withdrawal requests of an aggregate value that in its reasonable estimate exceeds 5% of the fund's assets.

There are no separate classes of units and each unit in a fund has the same rights attaching to it as all other units of that fund.

# Notes to the Financial Statements

for the year ended 30 June 2023

## 9. Earnings per Unit

Basic Earnings Per Unit ("EPU") is calculated as profit/(loss) for the period divided by the weighted average number of units on issue. Diluted EPU is calculated by adjusting the basic EPU to take into account the effect of any changes in income or expense associated with dilutive potential units and the weighted average number of additional ordinary units that would have been outstanding assuming the conversion of all dilutive potential ordinary units.

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
<b>Basic EPU</b>						
Profit/(loss) attributable to unitholders (\$'000)	4,402	(2,383)	3,076	(1,531)	(10,959)	33,970
Weighted average number of units for basic EPU ('000)	5,325	4,771	3,565	3,522	180,956	211,449
<b>Basic EPU (Cents)</b>	<b>82.67</b>	(49.95)	<b>86.28</b>	(43.47)	<b>(6.06)</b>	16.07
<b>Diluted EPU</b>						
Profit/(loss) attributable to unitholders (\$'000)	4,402	(2,383)	3,076	(1,531)	(10,959)	33,970
Weighted average number of units for diluted EPU ('000)	5,325	4,771	3,565	3,522	180,956	211,449
<b>Diluted EPU (Cents)</b>	<b>82.67</b>	(49.95)	<b>86.28</b>	(43.47)	<b>(6.06)</b>	16.07
<b>Earnings Reconciliation</b>						
Profit/(loss) used in the calculation of basic and diluted EPU (\$'000)	4,402	(2,383)	3,076	(1,531)	(10,959)	33,970

As the Funds have no potential dilutive units, basic and diluted EPU are equal. Since the end of the period, the Funds have issued ordinary units under the DRP (refer Note 2).

# Notes to the Financial Statements

for the year ended 30 June 2023

## 10. Net Asset Value per Unit

The NAV per unit represents the net assets of the Funds presented in the Statements of Financial Position at balance date divided by the number of units on issue at balance date (refer Note 8). The NAV per unit at balance date may differ from the NAV per unit reported to Cboe due to distributions payable and fee accruals.

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
NAV per unit	<b>4.0895</b>	3.4176	<b>4.1176</b>	3.3988	<b>1.5172</b>	1.6361

NAV moves as a result of a number of factors including movements in asset prices, exchange rates and unitholder subscriptions and redemptions. Asset prices move daily and intraday indicative NAV per unit and daily NAV per unit are available on the MFG website and also the Cboe website. Subsequent to balance date, as at 31 August 2023, the relevant NAV information is as follows:

	MFG Core International Fund	MFG Core ESG Fund	MFG Core Infrastructure Fund
NAV per unit (\$)	<b>4.1794</b>	<b>4.2238</b>	<b>1.4532</b>
Net asset value (\$'000)	<b>25,969</b>	<b>15,238</b>	<b>319,674</b>
Units ('000)	<b>6,214</b>	<b>3,608</b>	<b>219,974</b>



# Notes to the Financial Statements

for the year ended 30 June 2023

## 11. Related Parties

### Responsible Entity

The Responsible Entity of the Funds is MAM. MAM is a wholly owned subsidiary of Magellan Financial Group Limited ("MFG") (Australian Securities Exchange ("ASX") code: MFG), the immediate and ultimate parent entity of the Responsible Entity, and both are considered to be related parties of the Funds.

### Key Management Personnel

Key management personnel ("KMP") are those persons or corporate entities who have authority and responsibility for planning, directing and controlling the activities of the Funds. The Responsible Entity is responsible for managing the activities of the Funds and considered to be a KMP. The Funds do not employ personnel in their own right.

The Directors of MAM are considered to be KMP. The Directors of MAM during the period and up to the date of this report are: Mr David Dixon (appointed 1 November 2022), Mr John Eales, Mr Andrew Formica (appointed 26 July 2023), Mr Robert Fraser, Ms Colette Garnsey, Mr David George (appointed 19 July 2022), Mr Hamish McLennan, Ms Kirsten Morton (resigned 3 July 2023) and Ms Karen Phin (resigned 20 October 2022). The Fund did not pay any compensation to the Directors of the Responsible Entity.

### Responsible Entity Fees

Compensation is paid to the Responsible Entity in the form of management fees as follows:

#### Management Fees

The Responsible Entity is entitled to receive management fees from the Funds for managing the assets of the Funds. The Responsible Entity pays operating expenses of the Funds, such as audit and tax compliance fees, distribution costs, investor reporting, custody and fund administration costs. Management fees are calculated daily based on the NAV of each fund (before fees). Management fees are reflected in the daily unit prices of the Funds and are payable at the end of each month.

The fees paid/payable by the Funds are net of any applicable reduced input tax credits (refer Note 1.6). The management fees paid/payable by the Funds are as follows:

	MFG Core International Fund				MFG Core ESG Fund				MFG Core Infrastructure Fund			
	30 Jun 2023		30 Jun 2022		30 Jun 2023		30 Jun 2022		30 Jun 2023		30 Jun 2022	
	% pa	\$	% pa	\$	% pa	\$	% pa	\$	% pa	\$	% pa	\$
Management fees	0.50 <sup>1</sup>	100,556	0.50 <sup>1</sup>	95,734	0.50 <sup>1</sup>	67,840	0.50 <sup>1</sup>	72,368	0.50 <sup>1</sup>	1,447,778	0.50 <sup>1</sup>	1,769,821
<b>Total Fees Expensed in the Statement of Profit or Loss and Comprehensive Income</b>		<b>100,556</b>		95,734		<b>67,840</b>		72,368		<b>1,447,778</b>		1,769,821
<b>Total Management Fees Payable in the Statement of Financial Position</b>		<b>10,856</b>		7,979		<b>6,529</b>		5,610		<b>131,654</b>		128,397

<sup>1</sup> Excluding GST.

# Notes to the Financial Statements

for the year ended 30 June 2023

## Transactions with Related Parties

The number of units held by and transactions with related parties in the Funds during the period, is as follows:

	30 Jun 2022				30 Jun 2023			
	Acquired/ disposed Number <sup>1</sup>	Holding Number	% <sup>2</sup>	Distribution paid/payable \$ <sup>3</sup>	Acquired/ disposed Number <sup>1</sup>	Holding Number	% <sup>2</sup>	Distribution paid/ payable \$ <sup>3</sup>
<b>MCSG</b>								
MFG	-	2,932,157	66.0	410,502	-	<b>2,932,157</b>	<b>48.7</b>	<b>427,215</b>
<b>MCSE</b>								
MFG	-	2,857,169	79.7	400,004	-	<b>2,857,169</b>	<b>80.4</b>	<b>418,861</b>

<sup>1</sup> Includes DRP units allotted.

<sup>2</sup> Percentage of units on issue at the end of the period.

<sup>3</sup> Represents the interim distribution paid and final distribution payable for the period, comprising cash paid and DRP units issued.

Transactions between the Funds and related parties are subject to the same terms and conditions as those entered into by other unitholders. Unless specified above, no other KMP held units in the Funds.

# Notes to the Financial Statements

for the year ended 30 June 2023

## 12. Capital and Financial Risk Management

### Financial Risk Management

The Funds' investment portfolios primarily comprise listed equity investments. The investment objectives of the Funds are to achieve attractive risk-adjusted returns over the medium to long-term, whilst reducing the risk of permanent capital loss, in accordance with their investment strategies (as detailed in the current PDSs). The Funds' investing activities expose them to various types of risks including concentration risk, market risk, liquidity risk and credit risk.

Financial risk management is carried out under policies approved by the Responsible Entity. The risk management programme focuses on ensuring compliance with the Funds' PDSs and seeks to maximise the returns derived for the level of risk to which the Funds are exposed.

The following disclosures in relation to the various risks of the Funds' portfolios have been based on the Funds' direct holdings.

### Concentration Risk

Concentration risk indicates the relative sensitivity of the Funds' performance to developments affecting a particular industry or geographical location. The Funds hold concentrated portfolios of investments, and the returns of the Funds may be dependent upon the performance of individual companies. The concentrated exposure may lead to increased volatility in the Funds' unit prices, and also increases the risk of poor performance. The Funds' concentration risk is managed in accordance with the portfolio risk controls for each Fund, which are approved by MAM's Investment Committee.

### Market Risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as equity prices, foreign exchange rates, and interest rates.

### Equity Price Risk

Equity price risk is the risk that the fair value of equities decreases as a result of changes in market prices, whether those changes are caused by factors specific to the individual stock or factors affecting all instruments in the market. The size and diversification of the portfolios are sufficient to ensure the Funds' returns are not overly correlated to a single company, industry specific or macroeconomic risk, but the returns of the portfolios are not expected to be perfectly correlated to any market or sector index. If equity markets as a whole rise or fall by 5%, the returns of the Funds may increase or decrease by different amounts.

For illustrative purposes an increase of 5% in the market price of the Funds' investments held at balance date, assuming all other variables remain constant, would have had the following impact on the Funds' net operating profit and unitholders' equity.

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
Impact on net operating profit and unitholders' equity	1,220	760	729	609	14,024	13,848

A decrease of 5% in the market price of the Funds' investments would have had an equal but opposite effect.

# Notes to the Financial Statements

for the year ended 30 June 2023

## Currency Risk

Currency risk is the risk that the fair value of financial assets and liabilities will fluctuate due to changes in foreign exchange rates. Assets and liabilities that the Funds may typically own and that can be affected by foreign exchange rate fluctuations include equities listed on foreign exchanges, cash, forward foreign currency contracts, outstanding broker settlements, and outstanding receipts of income from foreign companies.

The currency risk of MCSG and MCSE is managed on an unhedged basis and therefore the returns of these funds are exposed to changes in exchange rates relative to the Australian Dollar.

MCSI is managed on a currency hedged basis using forward foreign currency contracts. MCSI invests in financial assets denominated in currencies other than the Australian Dollar and is therefore exposed to the risk that movements in foreign exchange rates will cause fluctuations in profit or loss. MCSI uses forward foreign currency contracts to mitigate this risk by hedging the underlying exposure to financial assets denominated in currencies other than the Australian Dollar.

Due to daily changes in the fair value of underlying assets, the face value of hedging contracts will not always completely eliminate currency exposure. The strategy of MCSI is substantially to eliminate currency exposure and the appropriateness of the amounts hedged is monitored daily and adjusted if the total net exposure of the Fund to any individual foreign currency is greater than 5% of the net assets of the fund.

The Funds' total net exposure to fluctuations in foreign currency exchange rates at balance date is:

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
US Dollars	<b>17,321</b>	11,120	<b>11,343</b>	9,685	<b>2,642</b>	1,740
Euro	<b>4,227</b>	2,741	<b>1,907</b>	1,770	<b>578</b>	(666)
Swiss Francs	<b>1,663</b>	748	<b>893</b>	445	<b>21</b>	(13)
British Pounds	<b>727</b>	774	<b>313</b>	356	<b>40</b>	(94)
Canadian Dollars	<b>329</b>	226	-	-	<b>693</b>	(27)
Hong Kong Dollars	<b>173</b>	4	<b>109</b>	3	<b>(31)</b>	(42)
New Zealand Dollars	-	-	-	-	<b>61</b>	153
Chilean Pesos	-	-	-	-	<b>492</b>	256
Mexican Pesos	-	-	-	-	<b>74</b>	(15)
Korean won	-	-	-	-	<b>2,132</b>	-

# Notes to the Financial Statements

for the year ended 30 June 2023

For illustrative purposes the changes in profit or loss and unitholders' equity that would arise from a 5% increase or decrease in the Australian Dollar, at balance date, relative to each currency to which the Funds are exposed (based on assets and liabilities) are as follows:

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	5% increase in A\$'000	30 Jun 2023 5% decrease in A\$'000	5% increase in A\$'000	30 Jun 2023 5% decrease in A\$'000	5% increase in A\$'000	30 Jun 2023 5% decrease in A\$'000
Assets and liabilities denominated in:						
US Dollars	(825)	912	(540)	597	(126)	139
Euro	(201)	222	(91)	100	(28)	30
Swiss Francs	(79)	88	(43)	47	(1)	1
British Pounds	(35)	38	(15)	16	(2)	2
Canadian Dollars	(16)	17	-	-	(33)	36
Hong Kong Dollars	(8)	9	(5)	6	1	(2)
New Zealand Dollars	-	-	-	-	(3)	3
Chilean Pesos	-	-	-	-	(23)	26
Mexican Pesos	-	-	-	-	(4)	4
Korean won	-	-	-	-	(102)	112

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	5% increase in A\$'000	30 Jun 2022 5% decrease in A\$'000	5% increase in A\$'000	30 Jun 2022 5% decrease in A\$'000	5% increase in A\$'000	30 Jun 2022 5% decrease in A\$'000
Assets and liabilities denominated in:						
US Dollars	(530)	585	(461)	510	(83)	92
Euro	(131)	144	(84)	93	32	(35)
Swiss Francs	(36)	39	(21)	23	1	(1)
British Pounds	(37)	41	(17)	19	4	(5)
Canadian Dollars	(11)	12	-	-	1	(1)
Hong Kong Dollars	-	-	-	-	2	(2)
New Zealand Dollars	-	-	-	-	(7)	8
Chilean Pesos	-	-	-	-	(12)	13
Mexican Pesos	-	-	-	-	1	(1)

# Notes to the Financial Statements

for the year ended 30 June 2023

## *Interest Rate Risk*

Interest rate risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market interest rates.

The primary exposure to interest rate movements arises on the Funds' cash balances. The value of cash balances is sensitive to the Reserve Bank of Australia and US Federal Reserve cash rate.

Interest rate movements have an insignificant impact upon the Funds' recorded net profit or equity.

## *Market Making Risk*

The Responsible Entity, on behalf of the Funds, may provide liquidity to investors on Cboe by acting as a buyer and seller of units in the Funds. At the end of each business day, the Responsible Entity, on behalf of the Funds, may create or cancel units by applying for or redeeming its net position in units bought or sold on Cboe. The Responsible Entity has appointed an independent market participant to act as its agent to transact and facilitate settlement on its behalf.

Market making risk comprises:

- the risk that the market making agent makes an error in executing the Funds' market making services. If the market making agent does not fulfil its settlement processing obligations in a correct and timely manner, the Funds could suffer a loss; and
- the risk of an error in the execution of market making activities, or in the price at which units are transacted on Cboe. As many overseas stock exchange markets in which the Funds invest are closed during Cboe trading days, it is not possible for the Responsible Entity to hedge the Funds' market making activities. This may result in either a cost or a benefit to the Funds.

In order to mitigate this risk, the Responsible Entity, on behalf of the Funds, has the discretion to increase the spread at which it makes a market and also has the right to cease making a market subject to its obligations under Cboe Operating Rules.

# Notes to the Financial Statements

for the year ended 30 June 2023

## Liquidity Risk

Liquidity risk is the risk that the Funds will encounter difficulty in meeting obligations associated with financial liabilities on the due date or will be forced to sell financial assets at a value which is less than they are worth.

This risk is managed by the Funds maintaining sufficient cash reserves to meet their normal operating requirements and primarily holding investments that are traded in active markets and can be readily disposed. The majority of the Funds' equity securities are considered readily realisable as they are listed on stock exchanges around the world. In addition, the Funds' Constitutions and PDSs allow the Responsible Entity to suspend capital withdrawals from the Funds for up to 28 days, at its discretion, if withdrawal requests would require the disposal of 5% or more of the Trust Property of the Funds, the payment of withdrawals would disadvantage remaining unitholders by imposing a disproportionate share of capital gains tax liabilities, or if the Responsible Entity reasonably considers it to be in the interests of remaining unitholders of the Funds.

At balance date, the Funds had an obligation to settle payables (including distributions payable) with cash, cash equivalents, receivables and derivative assets as follows:

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000	30 Jun 2023 \$'000	30 Jun 2022 \$'000
Cash and cash equivalents	573	438	302	236	9,415	9,993
Receivables	114	2,440	24	14	5,426	5,548
Derivative assets	-	-	-	-	1,261	738
	<b>687</b>	2,878	<b>326</b>	250	<b>16,102</b>	16,279
Distributions payable	456	311	272	251	6,117	4,906
Payables	11	2,600	7	6	2,209	1,155
Derivative liabilities	-	-	-	-	10	8,451
	<b>467</b>	2,911	<b>279</b>	257	<b>8,336</b>	14,512

At balance date, the Funds' non-derivative financial liabilities comprised payables which mature in less than a month (June 2022: less than one month) (refer Note 7). At balance date MCSI had derivative assets and liabilities that were settled within six weeks (refer Note 6).

# Notes to the Financial Statements

for the year ended 30 June 2023

## Credit Risk

Credit risk refers to the risk that a counterparty will fail to meet its contractual obligations resulting in financial losses to the Funds. Market prices generally take counterparty credit into account and therefore the risk of loss is implicitly provided for in the carrying value of financial assets and liabilities held at fair value.

The Funds' maximum exposure to credit risk is the carrying amount of all cash and cash equivalents, financial assets and receivables recognised in the Statements of Financial Position as well as the value of any financial commitments which the Funds would assume in the event of counterparty default.

The Funds minimise concentrations of credit risk by undertaking transactions with numerous reputable brokers and by ensuring cash balances are held with and managed by financial intermediaries with acceptable credit ratings as determined by a recognised rating agency. To further mitigate this risk, the credit rating and financial positions of the brokers used by the Funds are regularly monitored. Credit risk relating to outstanding settlements is considered low due to the short settlement periods involved.

MCSG and MCSE do not hold derivatives. MCSI uses derivative financial instruments for currency hedging purposes. Derivatives are not used to gear (leverage) the portfolios. MCSI may have credit risk arising from forward foreign currency positions if the market value of those positions is positive (refer Note 6).

The Responsible Entity has appointed the Northern Trust Company ("NT") as the Funds' custodian. In acting as custodian, NT is required to comply with the relevant provisions of the *Corporations Act 2001*, applicable ASIC regulatory guides, legislative instruments and class orders relating to registered managed investment schemes property arrangements with custodians. The credit quality of NT's long-term deposit/debt is rated at balance date, by Standard and Poor's as AA- and by Moody's as Aa2 (June 2022: Standard and Poor's as AA- and by Moody's as Aa2).

## 13. Segment Information

An operating segment is a distinguishable component of the Funds that is engaged in business activity from which the Funds earn revenues and incurs expenses, whose operating results are regularly reviewed by the Funds' chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance, and for which discrete financial information is available. The chief operating decision maker has been determined as the Chief Executive Officer.

The Funds' investments are managed on a single portfolio basis and in one business segment being equity investment, as well as in one geographic segment being Australia. The Funds continue to have foreign exposures as they invest in companies which operate internationally.



# Notes to the Financial Statements

for the year ended 30 June 2023

## 14. Auditor's Remuneration

The following amounts were paid or payable by the Responsible Entity on behalf of the Funds for services provided by the auditor of the Funds, Ernst & Young Australia:

	MFG Core International Fund		MFG Core ESG Fund		MFG Core Infrastructure Fund	
	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	\$	\$	\$	\$	\$	\$
Fees for audit and review of statutory financial reports	14,903	10,242	14,903	10,242	14,903	10,242
Fees for audit related assurance services <sup>1</sup>	1,292	1,279	1,292	1,279	1,292	1,279
Fees for other services:						
Taxation compliance services <sup>2</sup>	7,900	7,900	7,900	7,900	6,800	6,800
<b>Total Auditor Remuneration</b>	<b>24,095</b>	<b>19,421</b>	<b>24,095</b>	<b>19,421</b>	<b>22,995</b>	<b>18,321</b>
<b>% of non-audit fees paid to auditor</b>	<b>38.1%</b>	<b>47.3%</b>	<b>38.1%</b>	<b>47.3%</b>	<b>35.2%</b>	<b>44.1%</b>

<sup>1</sup> Comprises review of ICR calculations.

<sup>2</sup> Comprises review of income tax returns and distribution calculations.

### Auditor Tenure

MAM as Responsible Entity has appointed Ernst & Young as auditor. Ernst & Young is the auditor of all Funds where MAM is the Responsible Entity. The external audit was last put out to tender in 2018, which aligned to the auditor's 10 year anniversary, and Ernst & Young was reappointed auditor (where relevant to a Fund that was formed prior to 2018) as it scored highest across all requirements and the Board of the Responsible Entity was satisfied that appropriate safeguards were in place to ensure the required independence of Ernst & Young. Ms Clare Sporle has served as lead audit partner since August 2019. In accordance with the *Corporations Act 2001* the next rotation of the lead audit partner is planned to occur after the completion of the 30 June 2024 financial year audit.

## 15. Contingent Assets, Contingent Liabilities and Commitments

At balance date, the Funds have no contingent assets, contingent liabilities or commitments (June 2022: nil).

## 16. Subsequent Events

On 25 July 2023, it was announced that Mr Andrew Formica was appointed as a Non-Executive Director with effect from 26 July 2023.

On 17 August 2023, it was announced that Mrs Deborah Page AM will be appointed as a Non-Executive Director with effect from 3 October 2023.

Other than the above and items disclosed throughout this financial report, there have been no matters or circumstances arising after the end of the period that have significantly affected, or may significantly affect, the Funds' operations, the results of their operations, or the Funds' state of affairs in future financial periods.

# Directors' Declaration

for the year ended 30 June 2023

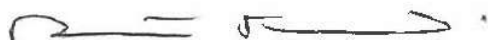
In the Directors' opinion, the Financial Statements and Notes of:

MFG Core International Fund,  
MFG Core ESG Fund,  
MFG Core Infrastructure Fund, (collectively the "Funds") as set out on pages 12 to 41;

- a. are in accordance with the *Corporations Act 2001*, including:
  - i. giving a true and fair view of the financial position of the Funds as at 30 June 2023 and of their performance as represented by the results of their operations and their cash flows for the year ended on that date; and
  - ii. complying with Australian Accounting Standards, the *Corporations Regulations 2001*, International Financial Reporting Standards as disclosed in Note 1 and other mandatory professional reporting requirements; and
- b. there are reasonable grounds to believe that the Funds will be able to pay their debts as and when they become due and payable.

This declaration has been made after receiving the declarations required to be made to the Directors in accordance with section 295A of the Corporations Act 2001 for the year ended 30 June 2023.

Signed in accordance with a resolution of the Directors of the Responsible Entity.



**Robert Fraser**  
Chairman

Sydney, 4 September 2023

## Independent auditor's report to the unitholders of MFG Core International Fund, MFG Core ESG Fund and MFG Core Infrastructure Fund

### Report on the audit of the financial report

#### Opinion

We have audited the financial report of MFG Core International Fund, MFG Core ESG Fund and MFG Core Infrastructure Fund (the Funds), which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Funds is in accordance with the *Corporations Act 2001*, including:

- a. Giving a true and fair view of the Funds' financial position as at 30 June 2023 and of their financial performance for the year ended on that date; and
- b. Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

#### Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report. We are independent of the Funds in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Information other than the financial report and auditor's report thereon

The directors are responsible for the other information. The other information comprises the information included in the Funds' 2023 annual reports, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of the directors for the financial report

The directors of the Funds are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Funds' ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Funds or to cease operations, or have no realistic alternative but to do so.

### Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.



We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

A handwritten signature in blue ink that reads 'Ernst &amp; Young'.

**Ernst & Young**

A handwritten signature in blue ink that reads 'Clare Sporle'.

**Clare Sporle**

Partner

Sydney,  
4 September 2023

## MFG Core International Fund Unitholder Information

The distribution of unitholders of MCSG as at 23 August 2023 is presented as follows:

Distribution of Holdings	Number of Holders	Number of Units	Percentage of Units on Issue
1-1,000	15	6,250	0.10
1,001-5,000	27	78,551	1.26
5,001-10,000	23	166,026	2.67
10,001-100,000	30	773,863	12.44
100,001 and over	3	5,196,331	83.53
<b>Total</b>	<b>98</b>	<b>6,221,021</b>	<b>100.00</b>
Number of holders with less than a marketable parcel of units	4	31	

The names of the 20 largest unitholders in MCSG as at 23 August 2023 are as follows:

Holder Name	Number of Units	Percentage of Units on Issue
Magellan Financial Group Ltd	2,932,157	47.13
HSBC Custody Nominees (Australia) Limited	2,149,029	34.54
Netwealth Investments Limited <Super Services A/C>	115,145	1.85
Todd & Hampton Pty Ltd <Todd & Hampton S/F A/C>	74,000	1.19
The Trust Company (Pta) Limited O/A Cal	48,074	0.77
Major Source Pty Ltd <The Norman Family Super A/C>	45,990	0.74
Kashyap Investments Pty Ltd <Kashyap Family A/C>	45,540	0.73
Ms Sarah Ann Thorne	40,165	0.65
Netwealth Investments Ltd <Wrap Services A/C>	39,212	0.63
Asnicar Super Pty Ltd <Asnicar Super Fund A/C>	37,790	0.61
Croftby Super Pty Ltd <Croftby S/F A/C>	37,373	0.60
Ms Hilary Jane O'Connell	37,138	0.60
Limtoh Pty Ltd <Limtoh Superfund A/C>	35,000	0.56
Rantaynor Pty Ltd	26,000	0.42
Mr Geoffrey Charles Streeton <Geoff Streeton>	25,903	0.42
Mr Brendan Riordan & Mrs Anne Riordan <Riordan Super Fund A/C>	25,000	0.40
Juanni Pty Ltd <Phillips Super Benefits A/C>	21,470	0.35
Mr Jonathon Leigh Abraham	19,648	0.32
Larklist Pty Ltd <Atkinson Super Fund A/C>	18,685	0.30
Monere Consulting Pty Ltd <Sarkar Family A/C>	17,254	0.28
<b>Total Units Held by the 20 Largest Unitholders</b>	<b>5,790,573</b>	<b>93.09</b>
<b>Total Units on Issue</b>	<b>6,221,021</b>	<b>100.00</b>

## MFG Core ESG Fund Unitholder Information

The distribution of unitholders of MCSE as at 23 August 2023 is presented as follows:

Distribution of Holdings	Number of Holders	Number of Units	Percentage of Units On Issue
1-1,000	12	3,627	0.10
1,001-5,000	14	38,608	1.06
5,001-10,000	5	31,943	0.88
10,001-100,000	19	567,451	15.63
100,001 and over	2	2,989,631	82.33
<b>Total</b>	<b>52</b>	<b>3,631,260</b>	<b>100</b>
There are no holders with less than a marketable parcel of units.	3	55	

The names of the 20 largest unitholders in MCSE as at 23 August 2023 are as follows:

Holder Name	Number of Units	Percentage of Units on Issue
Magellan Financial Group Ltd	2,857,169	78.68
SSAL Acf IBFS RE BWA ESG Impact And Innovation	132,461	3.65
Mr Henry Boegheim & Mrs Margaret Mary Boegheim	62,812	1.73
The Trust Company (Pta) Limited O/A Cal	58,532	1.61
HSBC Custody Nominees (Australia) Limited	48,519	1.34
Jos Luck Pty Ltd <Jos Luck Family A/C>	43,530	1.20
Mr David Fergus Sheppard & Mrs Claire Janet Sheppard	34,567	0.95
Norton Curthoys Pty Ltd <The Norton S/F A/C>	33,773	0.93
Mrs Fay Diane Gerber	30,559	0.84
Bt Portfolio Services - Panorama	29,528	0.81
Judd Robinson Superannuation Fund Pty Limited <Judd Robinson Super A/C>	28,409	0.78
Joseph Michael Catt	27,633	0.76
Rantaynor Pty Ltd	26,000	0.72
Bgft Pty Ltd <Barkla Guyatt Family A/C>	25,682	0.71
Pettmel Pty Ltd <Pettmel S/F A/C>	23,500	0.65
Elisa Maree Di Marco	23,495	0.65
Padima Pty Ltd <Di Marco S/F A/C>	18,464	0.51
Corimin Pty Ltd	18,381	0.51
Wilson Spiral Pty Ltd <Wilson Family Superfund A/C>	12,007	0.33
Jimnal Pty Ltd <Langlands Family S/F A/C>	11,583	0.32
<b>Total Units Held by the 20 Largest Unitholders</b>	<b>3,546,604</b>	<b>97.68</b>
<b>Total Units on Issue</b>	<b>3,631,260</b>	<b>100.00</b>

## MFG Core Infrastructure Fund Unitholder Information

The distribution of unitholders of MCSI as at 23 August 2023 is presented as follows:

Distribution of Holdings	Number of Holders	Number of Units	Percentage of Units On Issue
1-1,000	15	5,975	0.00
1,001-5,000	52	141,112	0.06
5,001-10,000	45	325,061	0.15
10,001-100,000	81	2,314,131	1.06
100,001 and over	26	215,285,251	98.72
<b>Total</b>	<b>219</b>	<b>218,071,530</b>	<b>100</b>
Number of holders with less than a marketable parcel of units	7	1,361	

The names of the 20 largest unitholders in MCSI as at 23 August 2023 are as follows:

Holder Name	Number of Units	Percentage of Units on Issue
Citicorp Nominees Pty Ltd ACF <2224440000>	85,749,201	39.32
HSBC Custody Nominees (Australia) Limited	35,876,808	16.45
The Trust Company (Pta) Limited O/A Cal	28,226,163	12.94
Public Trustee <Listed Property Securities Common Fund>	13,903,247	6.38
Citicorp Nominees Pty Limited <143212 Nmmt Ltd A/C>	8,994,345	4.12
Community Trust South	8,232,785	3.78
HSBC Custody Nominees (Australia) Limited No2	5,122,731	2.35
Netwealth Investments Ltd <Wrap Services A/C>	4,835,481	2.22
Telethon Kids Institute	4,193,123	1.92
Bond Street Custodians Limited	2,903,815	1.33
Perpetual Trustee Company Limited	2,882,238	1.32
Netwealth Investments Limited <Super Services A/C>	2,551,042	1.17
Bt Portfolio Services - Panorama	2,257,822	1.04
T E A Custodians Limited <Trustees Executors Int Comp>	2,012,661	0.92
The Winston Churchill Memorial Trust	2,003,847	0.92
SSAL ACF IBFS Re BWA Core Satellite Growth	1,690,390	0.78
Citicorp Nominees Pty Limited ANF <2065490000>	1,065,425	0.49
BNP Paribas Nominees Pty Ltd <Ib Au Noms Retailclient Drp>	844,793	0.39
David S Ryan Pty Ltd <David S Ryan Super Fund A/C>	625,000	0.29
Arild Pty Ltd <Israel Family Discretionary>	348,686	0.16
<b>Total Units Held by the 20 Largest Unitholders</b>	<b>214,319,603</b>	<b>98.29</b>
<b>Total Units on Issue</b>	<b>218,071,530</b>	<b>100.00</b>



# Corporate Information

## Directors of the Responsible Entity

Robert Fraser - Chairman  
David Dixon - Deputy Chairman  
John Eales AM  
Andrew Formica  
Colette Garnsey OAM  
David George - Managing Director and Chief Executive Officer  
Hamish McLennan

## Company Secretary of the Responsible Entity

Marcia Venegas

## Registered Office

Level 36, 25 Martin Place  
Sydney NSW 2000  
Telephone: 1800 6243 5526 (Australia), +61 2 9235 4888 (International)  
Fax: +61 2 9235 4800  
Email: [info@magellangroup.com.au](mailto:info@magellangroup.com.au)

## Website

<https://www.magellangroup.com.au>

## Auditor

Ernst & Young  
200 George Street  
Sydney NSW 2000

## Unit Registrar

Automic Group  
Level 5, 126 Phillip Street, Sydney NSW 2000  
Telephone: 1300 408 792  
Fax: +61 2 8072 1409  
Email: [magellanfunds@automicgroup.com.au](mailto:magellanfunds@automicgroup.com.au)

## Units

All issued units carry one vote per unit and the right to distributions.

## Stock Exchange Listing

Cboe ticker codes are as follows:

MCSG - "MSCG"  
MCSE - "MSCE"  
MCSI - "MSCI"