

# MFG Core ESG Fund

(MANAGED FUND) (TICKER: MCSE)

A diversified global equities portfolio of 70-90 high quality global equities with ESG risk integration

ARSN 645 514 110

APIR MGE8722AU

AS AT 30 JUNE 2023

## Fund Features

- A portfolio of high-quality securities that is actively constructed and rebalanced quarterly
- Integrated quality framework to identify companies with sustained competitive advantages, and with a forward-looking view to the evolution in technology, consumer behaviour and other fundamental impacts to businesses
- Rebalanced quarterly, and continuously monitored, to ensure relevant and updated views on ESG, quality, value and risk
- Investors can buy or sell units on the Cboe securities exchange like any other listed security or apply and redeem directly with the Responsible Entity

## ESG Philosophy and integration

- Integrated proprietary ESG risk assessment process and low carbon framework
- Companies with material exposures to operations considered detrimental to society are removed from the universe.<sup>^</sup>
- Companies are reviewed and scored for the materiality of their exposure to E, S and G issues. The assessment is a direct input into portfolio management
- We overlay our proprietary low carbon framework to deliver a portfolio with meaningfully lower carbon intensity than broader equity markets

## Fund Facts

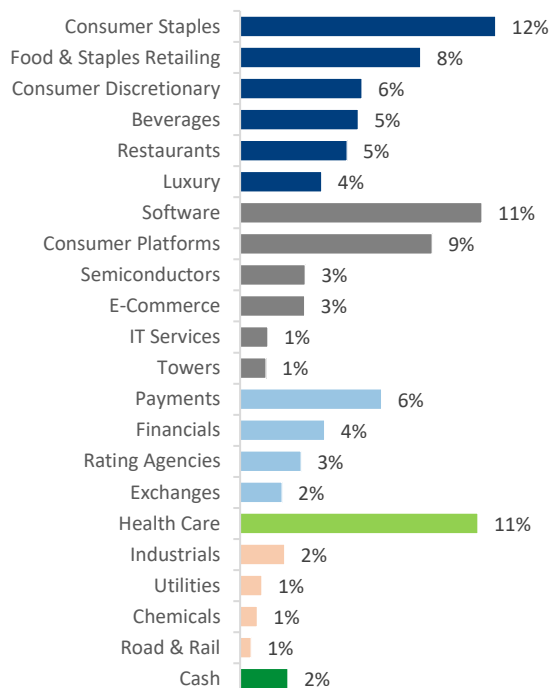
Portfolio Manager	Elisa Di Marco	
Structure	Global Equity Fund, A\$ Unhedged	
Objective	Achieve attractive risk-adjusted returns over the medium to long term, through investment in a diversified portfolio of high-quality companies. This objective incorporates consideration of environmental, social and governance (ESG) risks and the application of a proprietary low carbon framework.	
Investment Risks	All investments carry risk. While it is not possible to identify every risk relevant to an investment in the fund, we have provided details of risks in the Product Disclosure Statement. You can view the PDS for the fund at <a href="http://www.magellancoreseries.com.au">www.magellancoreseries.com.au</a> .	
Inception Date	11 December 2020	
Management Fee <sup>1</sup>	0.51% per annum	
Buy/Sell Spread <sup>2</sup>	0.10%/0.10%	
Minimum Investment <sup>2</sup>	AUD\$10,000	
Fund Size/NAV Price <sup>3</sup>	AUD \$14.9 million / \$4.1945 per unit	
Distribution Frequency	Semi-annually	
Cboe Ticker	MCSE	
Tickers	<b>Solactive iNAV</b>	<b>ICE iNAV</b>
Bloomberg (MCSE AU Equity)	MCSEAIV	MCSEAIUV Index
Refinitiv (MCSE.CHA)	MCSEAUDINAV=SOLA	MCSEAIUV.P
IRESS (MCSE.CXA)	MCSEAUDINAV	MCSE-AUINAV.NGIF
Carbon Intensity <sup>4</sup> (CO <sub>2</sub> t/US\$1m revenues)	Fund: 23	Index** : 118
Visit <a href="http://www.magellancoreseries.com.au">www.magellancoreseries.com.au</a> for more information, including: fund performance, unit prices and iNAV, investment insights, PDS & forms		

## Performance\*

	Fund (%)	Index (%)**	Excess (%)
1 Month	2.4	3.1	-0.7
3 Months	7.1	7.5	-0.4
6 Months	18.9	17.2	1.7
1 Year	25.9	22.4	3.5
2 Years (p.a.)	6.0	7.0	-1.0
Since Inception (p.a.)	10.5	11.7	-1.2

Past performance is not a reliable indicator of future performance.

## Portfolio Snapshot<sup>#</sup>



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

<sup>2</sup> Only applicable to investors who apply for units directly with the Responsible Entity

<sup>3</sup> NAV price is cum distribution and therefore includes the distribution of \$0.0766 per unit payable on 21 July 2023.

<sup>4</sup> As at 30 June 2023. Carbon intensity data available on a quarterly basis. Certain information ©2023 MSCI ESG Research LLC. Reproduced by permission.

\* Calculations are based on exit price with distributions reinvested, after ongoing fees and expenses but excluding individual tax, member fees and entry fees (if applicable). Fund Inception 11 December 2020. Returns denoted in AUD.

\*\* Benchmark is the MSCI World NTR Index (AUD). All MSCI data used is the property of MSCI. No use or distribution without written consent. Data provided “as is” without any warranties. MSCI and its affiliates assume no liability for or in connection with the data. Please see complete disclaimer in [www.magellancoreseries.com.au/benchmark-information/](http://www.magellancoreseries.com.au/benchmark-information/).

<sup>#</sup> Sectors are internally defined. Exposures may not add to 100% due to rounding.

<sup>^</sup> Exclusions encompass companies with material exposures to the production of tobacco products, “high-roller” casinos, that is casinos targeting high-stakes gaming susceptible to money laundering activities, as well as companies involved in the production of alcohol, adult entertainment and hand-guns. Materiality is normally assessed as greater than 10% of a company’s revenues exposed to the exclusionary activity. Revenues are sourced from MSCI ESG Manager.

## Performance Chart growth of AUD \$10,000\*



Past performance is not a reliable indicator of future performance.

## Top 10 Positions

Company	Sector <sup>#</sup>	%
Apple Inc	Consumer Platforms	3.11
Home Depot Inc	Food & Staples Retailing	3.07
Hermes International	Luxury	3.02
ASML Holding NV	Semiconductors	2.97
Amazon.com Inc	E-Commerce	2.95
Alphabet Inc	Consumer Platforms	2.88
Novartis AG	Health Care	2.86
Procter & Gamble	Consumer Staples	2.77
Nestlé SA	Consumer Staples	2.73
PepsiCo Inc	Beverages	2.72
<b>TOTAL:</b>		<b>29.09</b>

**Important Information:** Units in the fund(s) referred to herein are issued by Magellan Asset Management Limited ABN 31 120 593 946, AFS Licence No. 304 301 ('Magellan'). This material is issued by Magellan and has been prepared for general information purposes only and must not be construed as investment advice or as an investment recommendation. This material does not take into account your investment objectives, financial situation or particular needs. This material does not constitute an offer or inducement to engage in an investment activity nor does it form part of any offer documentation, offer or invitation to purchase, sell or subscribe for interests in any type of investment product or service. You should obtain and consider the relevant Product Disclosure Statement ('PDS') and Target Market Determination ('TMD') and consider obtaining professional investment advice tailored to your specific circumstances before making any investment decision. A copy of the relevant PDS and TMD relating to a Magellan financial product or service may be obtained by calling +61 2 9235 4888 or by visiting [www.magellancoreseries.com.au](http://www.magellancoreseries.com.au).

Past performance is not necessarily indicative of future results and no person guarantees the future performance of any fund, the amount or timing of any return from it, that asset allocations will be met, that it will be able to implement its investment strategy or that its investment objectives will be achieved. Statements contained in this material that are not historical facts are based on current expectations, estimates, projections, opinions and beliefs of Magellan. Such statements involve known and unknown risks, uncertainties and other factors, and undue reliance should not be placed thereon. This material may contain "forward-looking statements". Actual events or results or the actual performance of a Magellan financial product or service may differ materially from those reflected or contemplated in such forward-looking statements. This material may include data, research and other information from third party sources. Magellan makes no guarantee that such information is accurate, complete or timely and does not provide any warranties regarding results obtained from its use. No representation or warranty is made with respect to the accuracy or completeness of any of the information contained in this material. Magellan will not be responsible or liable for any losses arising from your use or reliance upon any part of the information contained in this material.

Further information regarding any benchmark referred to herein can be found at [www.magellancoreseries.com.au](http://www.magellancoreseries.com.au). Any trademarks, logos, and service marks contained herein may be the registered and unregistered trademarks of their respective owners. This material and the information contained within it may not be reproduced, or disclosed, in whole or in part, without the prior written consent of Magellan.