

**Key Facts**

Portfolio Manager	Hamish Douglass	MER/ICR*	1.36%
Structure	Global Equity Fund, \$A unhedged	Buy/Sell Spread*	0.25%/0.25%
Inception date	1 July 2007	Fund Size	\$A 258.14 million
Performance Fee*	10.10% of excess return over the higher of the Index Relative hurdle and the Absolute Return Hurdle the (Australian Government 10-year bond yield). Additionally, the Performance Fees are subject to a high water mark. Any Performance Fee will be reduced to the extent that it causes the total return to fall below any of the above measures.		

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

**Performance<sup>†</sup>**

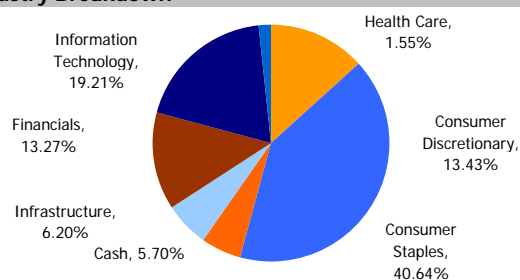
	Fund	Excess Return*
1 month	2.13%	1.78%
3 months	5.24%	2.71%
6 months	6.62%	2.90%
12 months	17.02%	8.61%
2 Years (% p.a.)	6.77%	15.03%
Since Inception	4.50%	31.81%

\* Over Index Relative Hurdle

**Performance Chart Growth of \$1,000**

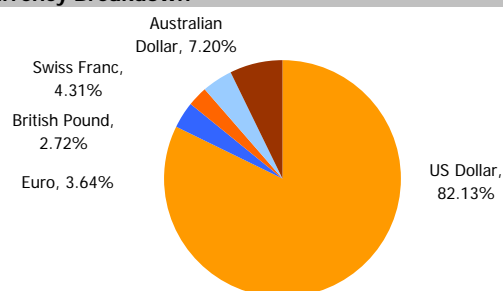
**Top Ten Holdings in Alphabetical Order**

Coca-Cola Company	Consumer Staples
Colgate-Palmolive	Consumer Staples
eBay Inc	Information Technology
Google Inc	Information Technology
Kraft Foods	Consumer Staples
McDonald's Corp	Consumer Discretionary
Pepsico Inc	Consumer Staples
Procter and Gamble	Consumer Staples
Wells Fargo	Financials
Yum! Brands Inc	Consumer Discretionary

**Industry Breakdown**

**Regional Breakdown \***

Multinational*	61.04%
North America	27.43%
United Kingdom	2.66%
Australia	3.17%
Europe	0.00%
Japan	0.00%
Asia ex-Japan	0.00%
Cash	5.70%
<b>TOTAL</b>	<b>100.00%</b>

\* Multinational: Greater than 50% of revenues outside home country

**Currency Breakdown \*\***


\*\* By Domicile of Listing

**Portfolio Commentary**

The global market depreciated significantly during the month of May by -7.58% in local currency terms, while depreciation of the AUD against major currencies during the month resulted in 0.35% returns in Australian dollar terms.

The Fund delivered 2.13% for the month and 17.02% for the 12 months to May, outperforming the benchmark by 1.78% and 8.61% respectively. During the month, the Fund benefitted from being unhedged with significant depreciation of the Australian Dollar against major currencies (JPY - 11.08%, USD -9.01% and GBP -4.25%) whilst stocks declined. Interestingly, the Australian Dollar depreciated against the Euro during the month by -1.75%, again illustrating the benefit of an unhedged exposure on a risk-adjusted basis.

Positions in financials were sold down in early May and the proceeds were invested into USD cash, due to European Sovereign debt contagion concerns. The cash position has since been reduced as the proposed actions and funding programme of the Euro members has reduced contagion risk.

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<sup>†</sup> Calculations are based on exit price to exit price with distributions reinvested, after ongoing fees and expenses but excluding individual tax, member fees and entry fees (if applicable).  
 Fund Inception 1 July 2007.

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