

# Magellan Global Fund

Fund Update: 31 October 2011

## Key Facts

### Portfolio Manager

Hamish Douglass

### Structure

Global Equity Fund, \$A unhedged

### Inception date

1 July 2007

### Performance Fee\*

10.10% of excess return over the higher of the Index Relative hurdle and the Absolute Return Hurdle (Australian Government 10-year bond yield). Additionally, the Performance Fees are subject to a high water mark.

### MER/ICR\*

1.36%

### Buy/Sell Spread\*

0.25%/0.25%

### Fund Size

\$A712.2 million

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

## Performance<sup>†</sup>

	Fund	Excess Return*
1 month	-0.84%	-1.92%
3 months	3.92%	6.90%
6 months	4.10%	12.63%
12 months	1.54%	7.53%
2 Years [% p.a.]	5.36%	6.51%
3 Years [% p.a.]	1.24%	6.71%
4 Years [% p.a.]	2.18%	11.04%
Since Inception [% p.a.]	1.16%	10.10%
Since Inception	5.13%	38.48%

\*Over Index Relative Hurdle.

## Top 10 Holdings

### in Alphabetical Order

Danone	Consumer Staples
eBay Inc	Information Technology
Google Inc	Information Technology
L'Oreal	Consumer Discretionary
Lowe's	Consumer Discretionary
Nestlé SA	Consumer Staples
Unilever NV	Consumer Staples
Visa Inc	Information Technology
Wells Fargo	Financials
Yum! Brands Inc	Consumer Discretionary

## Regional Breakdown\*

	% of Portfolio
Multinational*	68.31%
North America	27.35%
United Kingdom	0.87%
Australia	0.00%
Europe	0.00%
Japan	0.00%
Asia ex-Japan	0.00%
Cash	3.48%
<b>TOTAL</b>	<b>100%</b>

## Portfolio Commentary

During the month of October, the global market increased in local currency terms by 8.55%, whilst appreciation of the AUD against the Yen (10.70%), US Dollar (9.55%), British pound (6.55%), Swiss franc (4.97%) and the Euro (4.67%) resulted in a return of 1.08% for the benchmark in Australian dollar terms.

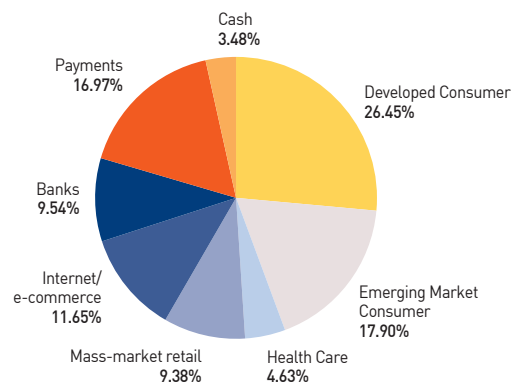
The Fund delivered -0.84% for the month and 3.92% for the quarter, underperforming the benchmark during the month by -1.92% but outperforming the benchmark over the quarter by 6.90%. During the month, the Fund benefitted from local currency gains in Google (15.07%), Lowe's (9.42%), Yum! Brands (9.07%), Danone (8.87%), Visa Inc (8.80%), L'Oreal (8.76%), eBay Inc (7.93%) and Wells Fargo (7.42%).

Recent market volatility has reinforced the importance of investing in high quality businesses with sustainable competitive advantages highlighted by the strength and quality of recent reporting from the investee companies. We remain confident that these businesses will continue to perform during periods of global uncertainty.

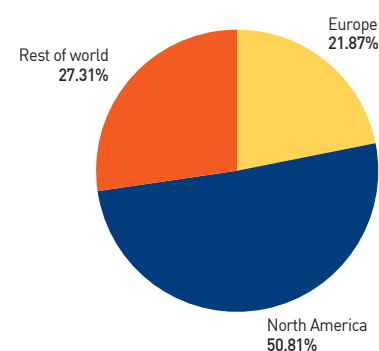
## Performance Chart Growth of \$1,000



## Industry Exposure by Source of Revenues\*\*



## Geographical Exposure by Source of Revenues\*\*



\*Multinational: Greater than 50% of revenues outside home country.  
\*\*Calculated on a look through basis based on underlying revenue exposure of individual companies held within the portfolio.

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