

**Key Facts**

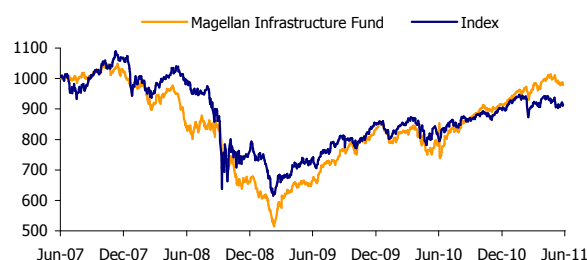
Portfolio Manager	Gerald Stack	MER/ICR*	1.06%
Structure	Infrastructure Fund, \$A hedged	Buy/Sell Spread*	0.25%/0.25%
Inception date	1 July 2007	Fund Size	\$A 165.2 million
Performance Fee*	10.10% of excess return over the higher of the Index Relative hurdle (UBS Developed Infrastructure & Utilities Net TR Index (\$A Hedged)) and the Absolute Return Hurdle (Australian Government 10-year bond yield). Additionally, the Performance Fees are subject to a high water mark.		

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

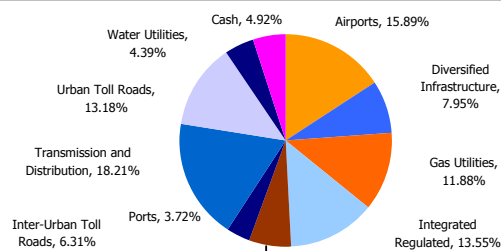
**Performance<sup>†</sup>**

	Fund	Excess Return*
1 month	-1.26%	-1.38%
3 months	2.13%	-0.09%
6 months	9.71%	5.12%
12 months	33.73%	16.63%
2 Years (% p.a.)	23.56%	10.51%
3 Years (% p.a.)	7.17%	9.15%
Since Inception (% p.a.)	0.63%	2.22%
Since Inception	2.55%	8.78%

\* Over benchmark

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

**Top Ten Holdings** in Alphabetical Order

American Water Works	Water Utilities
Atlantia	Diversified Infrastructure
Auckland Airport	Airports
ConnectEast Group	Urban Toll Roads
Fraport	Airports
National Grid	Transmission and Distribution
Transurban Group	Urban Toll Roads
Westar Energy	Integrated Regulated
Wisconsin Energy	Integrated Regulated
Zurich Airport	Airports

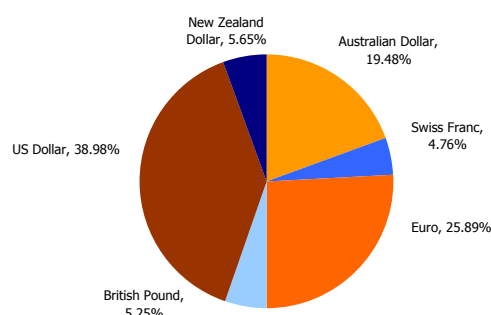
**Industry Breakdown**

**Regional Breakdown \***

Europe	30.60%
North America	38.51%
Australia	13.92%
United Kingdom	6.50%
Asia ex-Japan	5.37%
Emerging Markets	0.17%
Japan	0.00%
Cash	4.92%

TOTAL	100.00%
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\* Calculated on a Domicile of Asset basis

\*\* The foreign currency exposures of the portfolio are fully hedged back into AUD

**Currency Breakdown \*\***

**Portfolio Commentary**

During June, the Magellan Infrastructure Fund (the Fund) generated a net return of -1.26% compared to the benchmark return of 0.12%.

The major detractor to the performance of the Fund during the month was the negative performance of Italian toll roads Atlantia and SIAS. The Italian government proposed a draft budget that included more stringent tax measures for toll roads. This led to a sell off of the Italian toll roads. Subsequently in July, the Italian government decided not to proceed with the proposed budget measures and the share prices of the Italian toll roads have recovered some of the ground they lost.

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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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