

# Magellan Global Fund

ARSN 126 366 961

Open Class Units (ASX: MGOC)

Closed Class Units (ASX: MGF)

MGF Options (ASX: MGFO)

## MGF Options Frequently Asked Questions

### 1 What are the MGF Options?

An MGF Option gives the option holder the right, but not the obligation, to acquire one (1) Closed Class Unit in the Magellan Global Fund at an exercise price equal to 92.5% of the Estimated NAV per Closed Class Unit at the time of exercise.

### 2 What can an option holder do with MGF Options?

An MGF Option holder has two main choices before the MGF Options expire:

1. Exercise some or all of the MGF Options and be issued new Closed Class Units in the Magellan Global Fund; or
2. Sell some or all of the MGF Options on the ASX (Ticker: MGFO).

If MGF Option holders take no action, their MGF Options will simply expire at the end of the exercise period (1 March 2024).

### 3 What is the exercise price of the MGF Options?

To exercise an MGF Options and acquire one (1) Closed Class Unit in the Magellan Global Fund, the option holder is required to pay the exercise price.

The exercise price is equal to 92.5% of the Estimated NAV per Closed Class Unit that is published by Magellan prior to commencement of ASX trading on the date that the MGF Option is exercised.

Magellan Group will bear the economic cost associated with the 7.5% discount each time a MGF Option is exercised.

Magellan will publish the MGF Option Exercise Price for a given Business Day on its website [www.magellangroup.com.au](http://www.magellangroup.com.au) by 10.00am (Sydney time) and also on the Unit Registry's online portal.

### 4 Will the MGF Options be quoted on the ASX?

The MGF Options are expected to be quoted and tradeable on ASX under the ticker MGFO from 2 March 2021.

### 5 When will MGF Options be issued?

MGF Options are expected to be issued under the Magellan Global Fund Partnership Offer and the Bonus MGF Option Issue on 1 March 2021.

### 6 When can MGF Options be exercised?

MGF Options are exercisable from commencement of the Exercise Period – expected to be 1 June 2021 to 4.00pm (Sydney time) on 1 March 2024.

### 7 How can MGF Options be exercised?

MGF Options can be exercised between 10.00am and 2.00pm (Sydney time) on a Business Day during the Exercise Period.

Upon exercise, cleared MGF Option Exercise Monies must be received by Magellan by close of business on the same Business Day in order for the exercise to be valid.

Detailed instructions will be sent to MGF Option holders prior to the Exercise Period opening (expected to be 1 June 2021).

MGF Options can be exercised via two methods:

#### Option 1: online portal

MGF Option holders can log on to the Unit Registry's online portal, via Magellan's website [www.magellangroup.com.au](http://www.magellangroup.com.au).

#### Option 2: Submit MGF Option Exercise Form

Complete and return a MGF Option Exercise Form to the Unit Registry.

### 8 Can MGF Option holders exercise part of their holding?

Yes, MGF Option holders can exercise their holdings in multiples of 500 (or the balance held if less than 500).

### 9 Are MGF Option holders entitled to distributions or participation in new issues?

MGF Option holders are not entitled to distributions or participation in new issues until MGF Options are exercised and Closed Class Units have been allotted to them.

### 10 What happens if I don't exercise my MGF Options before the end of the Exercise Period?

If a MGF Option is not exercised during the MGF Option Exercise Period, it will automatically lapse/expire at the end of the MGF Option Exercise Period (1 March 2024).

### 11 What are the risks of the MGF Options?

Risks specific to the MGF Options are:

a) the exercise price will vary over time and could be at a premium to the trading price of Closed Class Units at the time of ASX. There is no guarantee that the Closed Class Units will trade above the exercise price paid for those Closed Class Units

b) The ASX liquidity of trading of MGF Options may be limited at times and may affect an investor's ability to buy or sell MGF Options.