

25 November 2020

ASX Limited
ASX Market Announcements
Office Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

MAGELLAN HIGH CONVICTION TRUST NOTIFICATION OF CHANGE TO CURRENCY HEDGING STRATEGY

Since its inception, the Magellan High Conviction Trust ("Trust") has exercised its ability to actively hedge the Trust's foreign currency exposure arising from portfolio investments in foreign markets back to Australian dollars. The objective of this currency hedging strategy was to reduce the impact of foreign currency exposure when the Australian dollar traded outside its historical range.

The portfolio managers of the Trust have determined to change this currency hedging strategy. While retaining the flexibility to reduce the impact of foreign currency exposures associated with identified event risks, the Trust will otherwise adopt an unhedged approach to foreign currency exposures arising from portfolio investments in foreign markets.

Authorised by

Marcia Venegas | Company Secretary

Magellan Asset Management Limited as responsible entity for Magellan High Conviction Trust

About the Magellan High Conviction Trust

The Trust invests in a global equities portfolio of Magellan's highest conviction ideas and aims to deliver investors a cash distribution yield of 3% per annum. The Trust's portfolio will comprise between 8 to 12 stocks at any one time and may also have some exposure to cash. The investment objective of the Trust is to achieve attractive risk-adjusted returns over the medium to long-term. The Trust will adopt an unhedged approach to foreign currency exposures arising from portfolio investments in foreign markets but has the flexibility to reduce the impact of foreign currency exposures associated with identified event risks.