

# Macquarie Global Infrastructure Securities Fund (Hedged) - Class A Units

Monthly report – 30 April 2023

## Investment objective

Aims to provide total returns (income and capital growth) after costs and before tax, above the Dow Jones Brookfield Global Infrastructure Net Total Return Index Australian Dollar Hedged (Benchmark) over the long term.

## Key information

### Fund details

APIR code (Class A Units)	AMP1595AU
Inception date	15 July 2010
Fund size*	\$386.4m
Distribution frequency	Quarterly
Management fee*	0.80% pa
Minimum investment (Direct)	\$500,000
Unit prices and spreads	<a href="https://macquarie.com.au/unit_prices">macquarie.com.au/unit_prices</a>

\*Read the Product Disclosure Statement for more details on fees and costs.

\*As the Fund has one or more classes of units on issue, this figure represents the assets under management (AUM) of the Fund as a whole (rather than the AUM attributable to the class of units specified in this report).

## Class performance to 30 April 2023

	Total Class return (gross)	Total Class return (net)	Benchmark return	Total excess return (net)
<b>1 month (%)</b>	3.10	3.05	2.20	0.85
<b>3 months (%)</b>	2.16	1.96	-0.41	2.37
<b>1 year (%)</b>	3.24	2.37	-3.87	6.24
<b>3 years (% pa)</b>	12.26	11.20	7.26	3.94
<b>5 years (% pa)</b>	9.97	9.00	5.99	3.01
<b>Since inception (% pa)</b>	12.00	11.03	10.53	0.50

### Past performance is not a reliable indicator of future performance.

Total returns are calculated based on changes in net asset values and assumes the reinvestment of distributions.

Total net Class returns are quoted after the deduction of fees and expenses. Due to individual circumstances, your net returns may differ from the net returns quoted above.

Macquarie Investment Management Global Limited (MIMGL) was appointed as the investment manager of the Fund from 26 March 2022 and Macquarie Investment Management Australia Limited (MIMAL) was appointed as the responsible entity of the Fund from 26 April 2022. Prior to these dates, the fund was managed or operated by another entity or entities. Please see the offer document of the Fund or contact Client Service on 1800 814 523 for further information.

## Top overweight positions

	%
Severn Trent PLC	3.07
ENAV SpA	2.68
SSE PLC	2.58
Terna-Rete Elettrica Nazionale	2.48
PPL Corp	1.99
Cellnex Telecom Sa	1.97
East Japan Railway Co	1.97
CLP Holdings Ltd	1.93
Essential Utilities Inc	1.91
CMS Energy Corp	1.74

## Top 3 stock attribution (alphabetical)

	bps
ENAV SpA	28
Cellnex Telecom	14
Vopak	12

\*Italics denotes underweight

## Top underweight positions

	%
Williams Cos Inc	-2.69
Consolidated Edison Inc	-2.55
American Water Works Co Inc	-2.09
SBA Communications Corp	-2.06
Edison International	-2.05
PG & E Corp	-2.01
American Tower Corp	-2.00
Fortis Inc	-1.79
Pembina Pipeline Corp	-1.54
Transurban Group	-1.46

## Bottom 3 stock attribution (alphabetical)

	bps
<i>P G &amp; E Corp</i>	-10
<i>Getlink</i>	-7
<i>Ferrovial</i>	-7

\*Italics denotes underweight

# Macquarie Global Infrastructure Securities Fund (Hedged) - Class A Units

Monthly report – 30 April 2023

## Sector allocation

Sector	Portfolio (%)	Benchmark (%)
Airports	3.75	4.22
Communications Infrastructure	14.51	16.53
Diversified Infrastructure	0.00	1.07
Electric Utility	22.72	17.25
Electricity And Gas Distribution	8.30	14.78
Electricity Generation	0.47	0.00
Electricity Transmission	3.52	2.13
Energy Infrastructure	21.71	26.93
Rail / Other Transportation	2.95	0.64
Seaports	1.19	0.62
Toll Roads	9.34	10.13
Water	8.57	5.69
Cash	2.97	0.00

## Regional allocation

Country	Portfolio (%)	Benchmark (%)
Australia	1.12	3.71
Belgium	0.00	0.42
Brazil	0.62	0.27
Canada	12.22	15.62
China	4.31	4.06
Denmark	0.47	0.00
France	5.53	6.69
Germany	0.00	0.34
Italy	9.36	2.80
Japan	2.95	1.25
Luxembourg	0.00	0.20
Mexico	1.30	1.26
Netherlands	1.19	0.21
New Zealand	0.00	0.56
Spain	5.93	6.08
Switzerland	0.00	0.31
United Kingdom	14.24	6.60
United States	37.78	49.06
Cash	2.97	0.00

## Market overview

Fears within the banking system gradually dissipated this month as volatility subsided and calm returned to asset markets, though spots of vulnerability and fears of credit tightening kept them on their toes. Risk markets recovered significant ground that was lost in March and while sovereign bond yields re-traced higher, they remain well below the levels of end February. Deeply inverted yield curves have been signalling for many months that the economic environment is deteriorating. The broad economic data released during April is building evidence towards the case that there will be a recession later this year. Goods prices are moving into deflation mode. The resilient service sector is now slowing. Meanwhile, the labour market data showed that labour supply is now trending higher just at the time that labour demand is beginning to soften. There was never any wage-price spiral and while wage inflation remains elevated the labour dynamics are pointing towards a softer outlook in coming quarters. This picture of continued improvement in supply and demand deceleration points to lower inflation.

## Fund performance review

The Fund has an overweight allocation to Electric Utilities, Rail/ Other transportation, Water, Seaports, Electricity Transmission, and Electricity Generation sectors. It has an underweight allocation to Communications Infrastructure, Electricity and Gas Distribution and the Energy infrastructure, Toll roads, Airports and Diversified sectors.

In local terms, relative to the benchmark and stripping out the effect of any currency movements, the Fund produced above benchmark contributions from Communications Infrastructure, Airports, Seaports, Electricity Transmission, Rail/Other Transportation, Water, Energy Infrastructure, Electricity Generation and Diversified Infrastructure sectors. The main below benchmark contributions came from the Electricity and Gas Distribution, and Toll Road sectors.

The top three individual contributors to relative performance in the period were from overweight allocations to benchmark stocks Cellnex Telecom and Vopak, as well as ENAV SpA.

The bottom three individual contributors to relative performance during the period were from underweight positions in benchmark stocks Ferrovial, Getlink and PG&E Corp.

## Market outlook and investment strategies

The conflict in Eastern Europe has served to invigorate the EU's energy transition plans, in the short term focusing on more reliable sources of natural gas, although the clear direction for future investment is driven by a greater focus on zero-carbon sources of primary

# Macquarie Global Infrastructure Securities Fund (Hedged) - Class A Units

Monthly report – 30 April 2023

---

energy supply into the EU. That is, no longer relying on imported energy from outside the EU in the near future. We believe that the Fund's significant holdings in the utilities sector – including clean generation from renewable sources, through to electricity networks that will connect new renewable sources – will help facilitate the largest single contribution to global decarbonisation through the switch from fossil fuels as the primary energy source to renewable energy. We continue to evaluate the level of total return available from each security, with reference to our proprietary valuation signals constructed from detailed bottom-up (stock-by-stock) due diligence by our investment team.

# Macquarie Global Infrastructure Securities Fund (Hedged) - Class A Units

Monthly report – 30 April 2023

---

**For more information speak to your financial adviser, call us on 1800 814 523, email [mam.clientservice@macquarie.com](mailto:mam.clientservice@macquarie.com) or visit [macquarieim.com](http://macquarieim.com)**

## Important information

Macquarie Investment Management Australia Limited ABN 55 092 552 611 AFSL Licence 238321 is the issuer of units in, and responsible entity of the Fund. Macquarie Investment Management Global Limited ABN 90 086 159 060 AFSL 237843 is the investment manager of the Fund.

The above information is not personal advice and does not take into account the investment objectives, financial situation or needs of any person. The Fund is designed for investors who are seeking capital growth and income distribution, are intending to use the Fund as a satellite within a portfolio, have a medium to long-term investment timeframe, have a high or very high risk/return profile and require the ability to have daily access to capital. Please review the Target Market Determination available at [macquarieim.com/TMD](http://macquarieim.com/TMD) and consider if the Fund may be suitable for you. Investors should consider the offer document relating to the Fund in deciding whether to acquire or continue to hold units in the Fund. The offer document is available by contacting us on 1800 814 523. Past performance is not a reliable indicator of future performance. Future results are impossible to predict. This report includes opinions, estimates and other forward-looking statements which are, by their very nature, subject to various risks and uncertainties. Actual events or results may differ materially, positively or negatively, from those reflected or contemplated in such forward-looking statements. Forward-looking statements constitute the investment manager's judgement as at the date of preparation of this report and are subject to change without notice.

In preparing this document, reliance may have been placed, without independent verification, on the accuracy and completeness of information available from external sources. To the maximum extent permitted by law, no member of the Macquarie Group nor its directors, employees or agents accept any liability for any loss arising from the use of this document, its contents or otherwise arising in connection with it.

Other than Macquarie Bank Limited ABN 46 008 583 542 ("Macquarie Bank"), any Macquarie Group entity noted in this material is not an authorised deposit-taking institution for the purposes of the Banking Act 1959 (Commonwealth of Australia). The obligations of these other Macquarie Group entities do not represent deposits or other liabilities of Macquarie Bank. Macquarie Bank does not guarantee or otherwise provide assurance in respect of the obligations of these other Macquarie Group entities. In addition, if this document relates to an investment, (a) the investor is subject to investment risk including possible delays in repayment and loss of income and principal invested and (b) none of Macquarie Bank or any other Macquarie Group entity guarantees any particular rate of return on or the performance of the investment, nor do they guarantee repayment of capital in respect of the investment.