

Investment objective

Aims to outperform the S&P Global Infrastructure Index (Net Total Return \$A Hedged) over the medium to long term (before fees). It aims to provide a return comprising both income and capital growth.

Key information

Fund details

APIR code	MAQ0423AU
Inception date	29 September 2005
Fund size	\$244.3m
Distribution frequency	Quarterly
Management fee*	1.00% pa
Minimum investment (Direct)	\$20,000
Unit prices and spreads	macquarie.com.au/unit_prices

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

Fund performance to 30 September 2021

	Total Fund return (gross)	Total Fund return (net)	Benchmark return	Total excess return (net)
1 month (%)	-1.28	-1.36	-0.63	-0.73
3 months (%)	2.36	2.10	2.68	-0.58
1 year (%)	22.03	20.83	21.07	-0.24
3 years (% pa)	8.44	7.36	4.78	2.58
5 years (% pa)	7.44	6.38	4.83	1.55
Since inception (% pa)	8.57	7.43	7.34	0.09

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 Fund 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.

Top 10 stocks

	%
TC Energy Corp	6.4
Sempra Energy	6.1
Transurban Group	5.9
Aena SME SA	5.6
American Electric Power	4.5
Enbridge Inc	4.5
National Grid plc	4.5
ENAV Spa	3.8
Nextera Energy Inc	3.7
Sydney Airport	3.3

Top sectors

	%
Electric Utility	26.7
Energy Infrastructure	21.1
Airports	16.0
Toll Roads	15.4
Electricity and Gas Distribution	9.0

Top countries

	%
United States	32.1
Canada	14.2
Australia	11.9
Italy	9.8
United Kingdom	8.8

Macquarie International Infrastructure Securities Fund (Hedged)

Monthly report – 30 September 2021

Fund highlights

The Fund returned -1.36% (after fees), underperforming the benchmark which returned -0.63%. As the Fund's foreign currency exposure is hedged, Australian dollar movements do not materially affect its return.

The major contributors to the strategy's return were the Airports, Energy Infrastructure and Rail/Other transportation sectors. The major detractors from the strategy's return were the Electric Utilities, Electricity and Gas Distribution and Water sectors. Relative to the S&P Global Infrastructure Index and in local currency terms, major stock contributors to the Fund's return included Enel SPA, ENAV and Duke Energy. American Electric Power, OneOK and Terna were among the significant detractors. Relative to the S&P Global Infrastructure Index, the major positive contributors were positions in the Electric Utility, Electricity Generation and Rail/Other Transportation sectors. Positions in the Energy Infrastructure, Airports and Electricity Transmission sectors detracted.

Key Contributors to Outperformance

1. **Enel (not held)** underperformed after rising primary energy costs in Europe drive concerns regarding increased regulatory intervention to cap the impact on customers of electricity and gas utilities.
2. **ENAV**, alongside other European airports performed strongly as sentiment improved regarding the re-opening of economies and travel routes. The announcement of a re-opening of Trans-Atlantic travel between the United States and Europe was a key contributing factor.
3. **Duke Energy (not held)** US utilities underperformed as investors sought greater exposures to stocks with leverage to the ongoing economic recovery.

Key Contributors to Underperformance

1. **American Electric Power** US utilities underperformed as investors sought greater exposures to stocks with leverage to the ongoing economic recovery.
2. **OneOK (not held)** Commodity prices drove outperformance of OneOK during the period.
3. **Terna** was weaker as investors considered the implications of higher utility bills within Europe. Network assets, although typically insulated from the impacts of primary energy costs, contribute in a minor way to overall energy system costs.

For more information speak to your financial adviser, call us on 1800 814 523, email mim.clientservice@macquarie.com or visit macquarie.com

Important information

Macquarie Investment Management Australia Limited ABN 55 092 552 611 AFS Licence 238321 is the issuer of units in, and responsible entity of the Fund.

The information in this report is provided for general information purposes only and is not, and should not be construed as, an advertisement, an invitation, an offer, a solicitation of an offer or a recommendation to participate in any investment strategy or take any other action, including to buy or sell any product offered by any member of the Macquarie Group. 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 regular income, 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 and consider if the Fund may be suitable for you. Investors should consider the offer document of 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. In preparing this document, reliance may have been placed, without independent verification, on the accuracy and completeness of information available from external sources. This report may also include 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. 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 (**MBL**), none of the entities noted in this document are authorised deposit-taking institutions for the purposes of the Banking Act 1959 (Commonwealth of Australia). The obligations of these entities do not represent deposits or other liabilities of MBL. MBL does not guarantee or otherwise provide assurance in respect of the obligations of these entities, unless noted otherwise.