

# Macquarie International Infrastructure Securities Fund (Hedged)

Monthly report – 31 May 2022

## 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                   | MAQ0432AU   |
| Inception date              | 29 September 2005   |
| Fund size                   | \$266.8m  |
| Distribution frequency      | Quarterly   |
| Management fee*             | 1.00% pa  |
| Minimum investment (Direct) | \$20,000  |
| Unit prices and spreads     | <a href="https://www.macquarie.com.au/unit_prices">macquarie.com.au/unit_prices</a> |

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

## Fund performance to 31 May 2022

|                        | Total Fund return (gross) | Total Fund return (net) | Benchmark return | Total excess return (net) |
|------------------------|---------------------------|-------------------------|------------------|---------------------------|
| 1 month (%)            | 1.67                      | 1.58                    | 2.93             | -1.35                     |
| 3 months (%)           | 6.87                      | 6.60                    | 7.40             | -0.80                     |
| 1 year (%)             | 17.62                     | 16.47                   | 16.95            | -0.48                     |
| 3 years (% pa)         | 10.00                     | 8.92                    | 6.21             | 2.71                      |
| 5 years (% pa)         | 8.40                      | 7.33                    | 5.44             | 1.89                      |
| Since inception (% pa) | 9.12                      | 7.99                    | 7.89             | 0.10                      |

### 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

|                         | %   |
|-------------------------|-----|
| Enbridge Inc            | 5.5 |
| Aena SME SA             | 5.3 |
| Nextera Energy Inc      | 5.0 |
| TC Energy Corp          | 4.8 |
| Transurban Group        | 4.7 |
| American Electric Power | 4.0 |
| National Grid Plc       | 3.7 |
| ENAV Spa                | 3.4 |
| Sempra Energy           | 3.1 |
| Vinci Sa                | 3.1 |

## Top sectors

|                           | %    |
|---------------------------|------|
| Electric Utility          | 32.6 |
| Energy Infrastructure     | 20.8 |
| Toll Roads                | 15.7 |
| Airports                  | 10.6 |
| Rail/Other Transportation | 4.3  |

## Top countries

|                | %    |
|----------------|------|
| United States  | 31.3 |
| Canada         | 13.0 |
| Italy          | 12.0 |
| United Kingdom | 8.9  |
| Spain          | 8.7  |

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## Fund Highlights

The Fund returned 1.58% (after fees), underperforming the benchmark which returned 2.93%. 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 Electric Utilities, Energy infrastructure and the Airports sector. The detractors from the strategy's return were the Water, Rail/Other Infrastructure and Communications sectors. Relative to the S&P Global Infrastructure Index and in local currency terms, major stock contributors to the Fund's return included Auckland International Airport, Gibson Energy and PPL Corp. Severn Trent, SSE and Archaea Energy were among the significant detractors. Relative to the S&P Global Infrastructure Index, the major positive contributors were positions in the Airports, Electricity and Gas distribution and Electricity Generation sectors. Positions in the Electric Utilities, Toll Roads and Water sectors detracted.

## Key Contributors to Outperformance

1. **Auckland International Airport**, the operator of the Auckland International Airport, lagged over concerns around higher NZ interest rates and questions around future aero and non-aero remuneration resets.
2. **Gibson Energy**, a Canadian energy infrastructure company, rose amidst the continued strong markets for commodities.
3. **PPL Corp**, a US utility, rose after they closed their acquisition in Rhode Island from National Grid, leading the market to look forward to a more positive update at its upcoming analyst day.

## Key Contributors to Underperformance

1. **Severn Trent**, a UK water company, pulled back after it's very strong run on no particular news.
2. **SSE**, a UK electricity network and renewables company, fell after its strong run-on concerns around punitive "windfall" taxes on electricity generators in response to sharply rising prices.
3. **Archaea Energy**, a producer of landfill gases in the US, fell after its strong run on no particular news.

**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 AFS 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.

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