

# Macquarie International Infrastructure Securities Fund (Hedged)

Monthly report – 31 December 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	\$227.6m
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 December 2022

	Total Fund return (gross)	Total Fund return (net)	Benchmark return	Total excess return (net)
1 month (%)	-3.29	-3.37	-3.41	0.04
3 months (%)	11.94	11.67	7.16	4.51
1 year (%)	8.79	7.71	1.31	6.40
3 years (% pa)	6.18	5.13	0.47	4.66
5 years (% pa)	7.72	6.66	3.46	3.20
Since inception (% pa)	8.75	7.63	7.14	0.49

### 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

	%
Aena Sme Sa	5.33
Nextera Energy Inc	5.27
Enbridge Inc	5.11
Transurban Group	4.84
American Electric Power	3.97
Enav Spa	3.78
Aleatica Sab De Cv	3.47
National Grid Plc	3.33
Severn Trent Plc	3.13
Kinder Morgan Inc	3.09

## Top sectors

	%
Electric Utility	33.73
Energy Infrastructure	17.51
Toll Roads	14.12
Airports	12.35
Rail/Other Transportation	4.74

## Top countries

	%
United States	32.91
United Kingdom	10.08
Canada	9.98
Spain	9.68
Italy	9.14

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### Fund Highlights

The Fund returned -3.37% (after fees), outperforming the benchmark which returned -3.41%. 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 Rail/Other Transportation, Electricity Generation and Seaports
- There major detractors to the strategy's return were Energy Infrastructure, Toll Roads and Airports during the month.
- Relative to the S&P Global Infrastructure Index and in local currency terms, major stock contributors to the Fund's return included ADP, Grupo Aeroportuario PAC-ADR and CLP Holdings Ltd.
- Southern Company, Duke Energy Corp and Japan Airport Terminal Co were among the significant detractors.
- Relative to the S&P Global Infrastructure Index, the major positive contributors were positions in the Airports, Electricity Generation and Energy Infrastructure.
- Positions in the Electric and Gas Distribution, Seaports and Electricity Transmission detracted.

### Key contributors to performance

- ADP, an operator of French airports, fell during the month on concerns of economic slowdowns in 2023 and concerns that air travel would be pressured. It added alpha as it is in the benchmark but not held.
- Grupo Aeroportuario PAC-ADR, an operator of Mexican airports, fell during the month on concerns of economic slowdowns in 2023 and concerns that air travel would be pressured. It added alpha as it is in the benchmark but not held.
- SSE PLC, an operator of electricity transmission and renewable energy production, rose slightly as the market appreciated its attractive collection of assets and reasonable valuation

### Key detractors from performance

- Southern Company, a US utility, rose as the market focused on moderating long-term bond yields in the US, continued progress on the company's new generation facilities and a desire to gain exposure to less economically exposed companies amidst fears of a 2023 recession.
- Duke Energy, a US utility, rose as the market focused on moderating long-term bond yields in the US and a desire to gain exposure to less economically exposed companies amidst fears of a 2023 recession.
- Japan Airport Terminal, an operator of Japanese airport assets, rose on continued easing of Japan's covid-era policies.

**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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