

Investment objective

Aims to outperform the S&P Global Infrastructure Index (Net Total Return in \$A) 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	MAQ0825AU
Inception date	29 January 2014
Fund size	\$347.3m
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 31 December 2021

	Total Fund return (gross)	Total Fund return (net)	Benchmark return	Total excess return (net)
1 month (%)	4.00	3.92	3.92	0.00
3 months (%)	3.96	3.70	3.74	-0.04
1 year (%)	20.80	19.61	17.85	1.76
3 years (% pa)	11.15	10.05	8.13	1.92
5 years (% pa)	9.53	8.44	6.77	1.67
Since inception (% pa)	10.09	9.00	8.18	0.82

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

	%
Sempra Energy	6.2
TC Energy Corp	5.6
Transurban Group	5.3
Aena SME SA	5.0
National Grid plc	4.9
American Electric Power	4.8
Nextera Energy Inc	4.2
Enbridge Inc	3.9
ENAV Spa	3.5
Sydney Airport	3.2

Top sectors

	%
Electric Utility	28.8
Energy Infrastructure	18.8
Airports	14.9
Toll Roads	14.9
Electricity and Gas Distribution	9.2

Top countries

	%
United States	32.7
Canada	12.6
Australia	11.3
United Kingdom	9.5
Italy	9.5

Macquarie International Infrastructure Securities Fund (Unhedged)

Monthly report – 31 December 2021

Fund highlights

The Fund returned 3.92% (after fees), performing in line with the benchmark which returned 3.92%.

The major contributors to the strategy's return were the Electric Utility, Airports and Electricity and Gas Distribution sectors. The only major detractor from the strategy's return was the Seaports sector. Relative to the S&P Global Infrastructure Index and in local currency terms, major stock contributors to the Fund's return included Sempra Energy, Williams, and Atmos Energy. GAP, TC Energy and Southern Co were among the significant detractors. Relative to the S&P Global Infrastructure Index, the major positive contributors were positions in the Electricity and Gas Distribution, Other Infrastructure and Energy Infrastructure sectors. Positions in the Rail/Other Transportation and Seaports sectors detracted.

Key Contributors to Outperformance

1. **Sempra Energy**, a North American utility holding company, performed strongly amidst an overall recovery in US utility share prices along with the positive news of a further sell-down in their Sempra Infrastructure Partners subsidiary, where their Mexican and LNG assets are held. Sempra remains one of our largest holdings.
2. **Williams**, a North American energy infrastructure company, lagged the sector amidst broad underperformance of the energy infrastructure sector after that group's extended rally led to high valuations.
3. **Atmos Energy**, a US gas LDC (Local Distribution Company), rose as the market appreciated its stable and growing earnings profile driven by continued investment in its natural gas distribution business.

Key Contributors to Underperformance

1. **GAP**, a Mexican airport operator, rose as the company continued to post strong passenger numbers amidst the ongoing mobility recovery around the world. The fund held an underweight position in the stock.
2. **TC Energy**, a North American energy infrastructure company lagged the sector amidst broad underperformance of the energy infrastructure sector after that group's extended rally led to high valuations. We continue to find TC Energy to be one of the most compelling opportunities in the space.
3. **Southern**, a US utility, rose along with the entire US utility sector. We continue to find better opportunities elsewhere in the sector.
4. **Aleatica**, Aleatica fell on no meaningful news but on very light volume.

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.

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