

Macquarie International Infrastructure Securities Fund (Unhedged)

Monthly report – 31 August 2022

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	\$315.2m
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 August 2022

	Total Fund return (gross)	Total Fund return (net)	Benchmark return	Total excess return (net)
1 month (%)	-0.33	-0.41	0.18	-0.59
3 months (%)	-1.13	-1.38	-1.30	-0.08
1 year (%)	10.54	9.45	11.28	-1.83
3 years (% pa)	6.57	5.52	3.47	2.05
5 years (% pa)	9.06	7.98	6.47	1.51
Since inception (% pa)	10.18	9.10	8.43	0.67

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

	%
Nextera Energy Inc	5.8
Transurban Group	5.1
Aena SME Sa	5.1
Enbridge Inc	4.7
American Electric Power	3.8
National Grid Plc	3.4
ENAV Spa	3.3
Sempra Energy	3.2
East Japan Railway Co	3.2
Vinci Sa	3.1

Top sectors

	%
Electric Utility	31.5
Energy Infrastructure	19.9
Toll Roads	13.2
Airports	11.3
Rail/Other Transportation	5.9

Top countries

	%
United States	34.5
Canada	10.0
United Kingdom	9.1
Spain	8.3
Italy	8.3

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Fund Highlights

The Fund returned -0.41% (after fees), underperforming the benchmark which returned 0.18%.

The major contributors to the strategy's return were Rail/Other Transportation Energy Infrastructure and Seaports. The detractors from the strategy's return were the Water, Electric Utilities and Electricity Generation sectors. Relative to the S&P Global Infrastructure Index and in local currency terms, major stock contributors to the Fund's return included Archaea Energy, West Japan Railway, Getlink. Grupo Aeroportuario Sur, SSE and Japan Airport terminal were among the significant detractors. Relative to the S&P Global Infrastructure Index, the major positive contributors were positions in the Rail/Other transportation, Energy infrastructure and Seaports. Positions in the Airports, Communications Infrastructure and Water detracted.

Key Contributors to Outperformance

1. **Archaea Energy**, a producer of landfill gases in the US outperformed as investors continue to focus on clean energy in the US after the "Inflation Reduction Act" was passed.
2. **West Japan Rail**, an operator of Japanese rail assets outperformed as the Japanese government announced the scrapping of pre-departure COVID tests for travellers to the country from September 7th. There was also an increase in the daily cap of tourists entering the country.
3. **Getlink**, the operator of the Channel Tunnel underperformed due to a weakening macro-outlook in Europe as the significantly higher energy costs impacted sentiment for Getlink car and truck volumes.

Key Detractors to Outperformance

1. **Grupo Aeroportuario del Sureste**, a Mexican airport operator performed well as air passenger volumes continue to recover above pre-Covid levels.
2. **Japan Airport Terminal**, the owner of the key gateway into Tokyo, outperformed as the Japanese government announced the scrapping of pre-departure COVID tests for travellers to the country from September 7th. There was also an increase in the daily cap of tourists entering the country.
3. **SSE**, an operator of electric networks and renewable power generation underperformed as the heightened energy prices in Europe and the UK have raised expectations that taxes may be implemented for energy sector participants.

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