

Macquarie International Infrastructure Securities Fund (Unhedged)

Monthly report – 30 September 2023

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	\$295.6m
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 2023

	Total Fund return (gross)	Total Fund return (net)	Benchmark return	Total excess return (net)
1 month (%)	-4.69	-4.77	-4.42	-0.35
3 months (%)	-5.87	-6.11	-4.60	-1.51
1 year (%)	11.10	10.00	5.49	4.51
3 years (% pa)	12.85	11.74	10.24	1.50
5 years (% pa)	8.79	7.71	5.56	2.15
Since inception (% pa)	9.57	8.48	7.36	1.12

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	6.17
Aena SME SA	5.96
Nextera Energy Inc	5.18
American Electric Power	4.00
National Grid Plc	3.89
Severn Trent Plc	3.82
Exelon Corp	3.77
Kinder Morgan Inc	3.64
ENAV SpA	3.63
Semptra	3.19

Top sectors

	%
Electric Utility	36.12
Energy Infrastructure	20.37
Airports	12.30
Water	7.90
Toll Roads	7.47

Top countries

	%
United States	38.84
United Kingdom	12.55
Spain	11.15
Canada	10.78
Italy	9.77

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Fund highlights

The Fund returned -4.77% (after fees), underperforming the benchmark which returned -4.42%.

- The major contributor to the strategy's return was Rail / Other Transportation.
- The major detractors to the strategy's return were Electric Utility, Energy Infrastructure and Airports.
- Relative to the S&P Global Infrastructure Index and in local currency terms, major stock contributors to the Fund's return included Grupo Aeroportuario Pac-ADR, Aleatica SAB de CV and Grupo Aeroportuario Sur-ADR.
- Duke Energy Corp, China Merchants Port Holding and Auckland Intl Airport Ltd were among the significant detractors.
- Relative to the S&P Global Infrastructure Index, the major positive contributors were positions in the Airports, Toll Roads and Rail / Other Transportation.
- Positions in Electric Utility, Energy Infrastructure and Seaports detracted.

Key Contributors to Outperformance

- **Grupo Aeroportuario Pac-ADR and Grupo Aeroportuario Sur-ADR** – The Mexican airports underperformed due to press reports that the companies may be forced to absorb the US\$4.2bn in debt linked to the construction of the New Mexico City Airport (Mexico City Airport Trust) in exchange for concession life extensions. The fund was underweight these stocks.
- **Aleatica SAB de CV** – During the month, IFM Investors announced it is investing a further MX\$8.8bn (€473m) to buy the remaining 13.96% shares it does not already own in Mexican transportation company Aleatica. The manager's IFM Global Infrastructure Fund (IFM GIF) has made a voluntary tender offer to acquire the remaining shares of Aleatica, increasing its ownership to 99.94%, and plans to delist Aleatica from the Mexican Stock Exchange. Aleatica owns a portfolio of 7 toll roads and 1 airport and holds transportation infrastructure concessions in the metropolitan area of Mexico City.

Key detractors from Outperformance

- **Duke Energy Corp** - The stock underperformed in line with the US Utilities sector which was lower due to the rising bond yields. The fund was underweight this stock.
- **China Merchants Port Holding** - The stock outperformed post its interim results announcement. The fund held an underweight position.
- **Auckland Intl Airport Ltd** - The Stock performed well post its FY23 announcement. The fund held an underweight position in the stock.

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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 AFSL 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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