

Investment objective

Aims to achieve a long-term total return (before fees and expenses) that exceeds the MSCI World ex Australia Index, in \$A unhedged with net dividends reinvested (**Benchmark**).

The Fund will not invest in 'tobacco' securities as defined by the Global Industry Classification Standards or 'controversial weapons' securities as defined by MSCI, Inc.

Key information

Fund details

APIR code	MAQ3060AU
mFund code	MPS08
Inception date	28 November 2019
Investment manager	Independent Franchise Partners LLP (London, UK)
Fund size	\$63.4m
Distribution frequency	Annually
Management fee*	1.38% 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 January 2021

	Total Fund return (gross)	Total Fund return (net)	Benchmark return	Total excess return (net)
1 month (%)	-0.67	-0.79	-0.45	-0.34
3 months (%)	6.12	5.75	6.41	-0.66
1 year (%)	1.08	-0.31	0.87	-1.18
Since inception (% pa)	5.31	3.87	3.34	0.53

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*

Stock	Sector	Industry	Holding (%)
Nintendo Co Ltd	Communication services	Entertainment	6.19
Nestle Sa	Consumer staples	Food Products	5.85
Novartis Ag	Health care	Pharmaceuticals	4.88
Corteva Inc	Materials	Chemicals	4.63
News Corp	Communication services	Media	4.51
Fox Corp	Communication services	Media	4.42
Aon Plc	Financials	Insurance	4.28
Oracle Corp	Information technology	Software	4.27
Johnson & Johnson	Health care	Pharmaceuticals	4.24
Reckitt Benckiser Group	Consumer staples	Household Products	4.03
Total number of stocks			29

*The information in this table is as at end of month, three months prior to the date of this report.

IFP Global Franchise Fund II

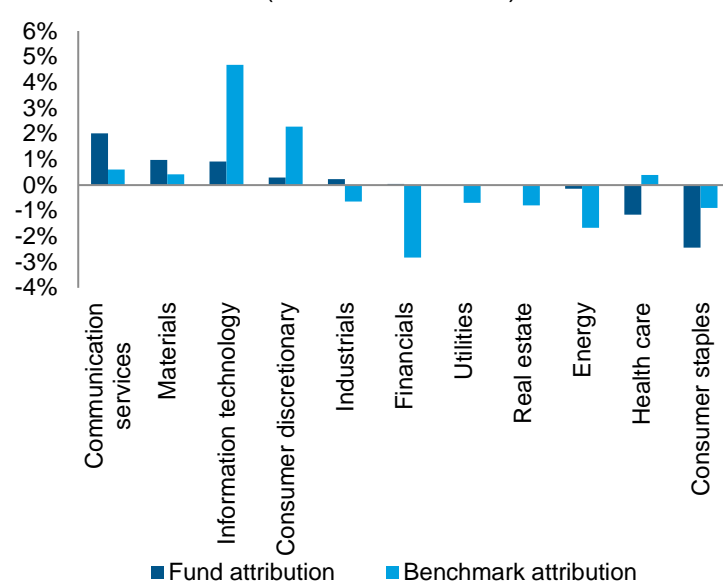
Macquarie Professional Series

Monthly report – 31 January 2021

Sector weights

Sector	Fund (%)	Benchmark (%)
Communication services	23.08	9.02
Information technology	17.32	22.59
Health care	17.25	13.27
Consumer staples	14.59	7.40
Consumer discretionary	9.90	12.33
Financials	8.20	12.23
Materials	5.01	4.16
Energy	1.08	2.82
Industrials	0.00	10.43
Utilities	0.00	3.17
Real estate	0.00	2.57
Cash	3.55	0.00
Total	100	100

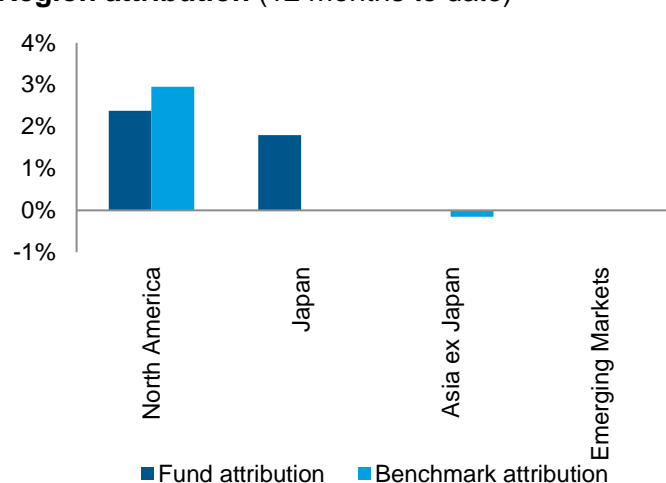
Sector attribution (12 months to date)



Region weights

Region	Fund (%)	Benchmark (%)
North America	59.76	70.77
Europe ex UK	19.69	15.30
United Kingdom	9.74	4.46
Japan	7.25	7.98
Asia ex Japan	0.00	1.49
Cash	3.55	0.00
Total	100	100

Region attribution (12 months to date)



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Performance summary

- The Fund returned -0.79% in January 2021, compared with a return for the Benchmark of -0.45%, with global equities recording a subdued start to the year against a backdrop of economic uncertainty.
- Most sectors moved lower in January, with the notable exceptions of Energy, as oil prices climbed across the month, and Health Care. For the Fund, the largest relative detractors were holdings in Information Technology, including Oracle and Accenture, and an overweight to Consumer Staples. The largest contributors on a relative basis were holdings in Communication Services, including News Corporation and Fox, and the Fund's sole holding in the Materials sector, Corteva.
- News Corporation was among the top individual contributors to performance in January. There was no material company specific news during the month. Franchise Partners continue to think that the company owns a collection of unique and well-invested media assets that remain significantly undervalued by the market. These include the leading Australian real estate company REA Group, Dow Jones, Harper Collins and the US real estate portal realtor.com, which is demonstrating improved financial performance.
- Nintendo was among the top individual detractors from performance in January. There was no material company specific news during the month, and it appears the market was taking profits given the stock's strong 2020 return. Franchise Partners continue to see potential for an extended Switch console lifecycle, with the launch of a number of new software titles scheduled for 2021.
- During the month, Franchise Partners completed the final sale of IBM. Although the company's valuation seems optically attractive, an increasing lack of confidence in cloud development platform-as-a-service OpenShift prevailing as a key long-term player in the container market undermined the investment team's faith in the vitality of the Red Hat and IBM franchise.
- Franchise Partners' investment approach offers several features relevant to the current market environment; in particular, the defining characteristic of companies held by the Fund is their possession of a dominant intangible asset, such as a brand, patent, or intellectual property. Such an asset can place a company in a stronger market position and allow it to weather periods of economic uncertainty.

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

Weights and attribution breakdown for sector, stocks and region are sourced from Macquarie and Factset.

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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