

24 September 2020

ASX Limited  
 ASX Market Announcements Office  
 Exchange Centre  
 20 Bridge Street  
 SYDNEY NSW 2000

### Distribution policy update

Magellan Asset Management Limited ("Magellan") is pleased to announce a distribution policy update for the funds for which it acts as responsible entity ('Fund' or 'Funds').

For each Fund, Magellan intends to target a specific cash distribution yield ("Target Cash Distribution") and pay distributions semi-annually. Each Fund's Target Cash Distribution per unit for each semi-annual period will be based on the average of the month-end net asset values per unit applicable to a Fund, or a Fund's unit class, over a two year rolling period and will be announced at the beginning of each semi-annual distribution period.

This update harmonises the distribution policies across Magellan's Funds and, Magellan believes, provides investors with greater certainty on the amount of upcoming cash distributions.

The below table outlines the Target Cash Distribution per annum for each Fund and the Target Cash Distribution per unit that will be payable by each Fund for the six months ending 31 December 2020. Key dates for eligibility and payment of these distributions will be announced at a future date.

Fund	Target Cash Distribution per annum <sup>1</sup>	Target Cash Distribution per unit for the six month period ending 31 December 2020 (Cents per unit)
Magellan Global Fund	4%	4.88
Magellan Global Fund (Hedged)	4%	3.32
Magellan Global Equities Fund (Managed Fund) (ASX: MGE)	4%	7.38
Magellan Global Equities Fund (Currency Hedged) (Managed Fund) (ASX: MHG)	4%	6.56
Magellan Global Trust (ASX: MGG)	4%	3.58
Magellan Infrastructure Fund	4%	2.71
Magellan Infrastructure Fund (Unhedged)	4%	3.81
Magellan Infrastructure Fund (Currency Hedged) (Managed Fund) (ASX: MICH)	4%	5.95
Magellan High Conviction Trust (ASX: MHH)	3%	2.25
Magellan High Conviction Fund – Class A	3%	2.82
Magellan High Conviction Fund – Class B	3%	1.72
Airlie Australian Share Fund (Managed Fund) (ASX: AASF)	4%	5.21

<sup>1</sup> Magellan retains the discretion to amend the Target Cash Distribution of each of the Funds

At the discretion of Magellan, each of the Funds may distribute a payment out of the capital invested in addition to a distribution of net income or net capital gains.

Each of the Funds has elected to become an attribution managed investment trust ('AMIT'). Under the AMIT rules, investors will be assessed for tax on the income attributed to them by Magellan as a result of their holding units in a Fund. Where the income attributed to an investor (and which must be included in the investors' income tax return) is more than the Target Cash Distribution paid by the Fund, the tax cost base of the investors' units will increase by a corresponding amount.

For further information, please contact a member of our Distribution Team:  
<https://www.magellangroup.com.au/contact-us/>

*Authorised by*  
Marcia Venegas | Company Secretary

**Important Information:** Units in the Fund(s) referred to herein are issued by Magellan Asset Management Limited ABN 31 120 593 946, AFS Licence No. 304 301 ('Magellan'). This material has been prepared for general information purposes only and must not be construed as investment advice or as an investment recommendation. This material does not take into account your investment objectives, financial situation or particular needs. This material does not constitute an offer or inducement to engage in an investment activity nor does it form part of any offer documentation, offer or invitation to purchase, sell or subscribe for interests in any type of investment product. You should read and consider any relevant offer documentation applicable to any investment product and consider obtaining professional investment advice tailored to your specific circumstances before making any investment decision. A copy of the relevant PDS relating to a Magellan financial product may be obtained by calling +61 2 9235 4888 or by visiting [www.magellangroup.com.au](http://www.magellangroup.com.au). Statements contained in this material that are not historical facts are based on current expectations, estimates, projections, opinions and beliefs of Magellan. Such statements involve known and unknown risks, uncertainties and other factors, and undue reliance should not be placed thereon. This material may contain 'forward-looking statements'. Actual events or results or the actual performance of a Magellan financial product may differ materially from those reflected or contemplated in such forward-looking statements.