Magellan High Conviction Trust (Managed Fund)



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INVESTMENT OBJECTIVE AND PHILOSOPHY	PORTFOLIO CONSTRUCTION	INVESTMENT RISKS
Objectives: To achieve attractive risk-adjusted returns over the medium to long-term. Philosophy: To invest in outstanding companies at attractive prices, while exercising a deep understanding of the macroeconomic environment to manage investment risk.	A concentrated portfolio of 10-20 high quality companies meaningfully diversified in risk exposure and correlations seeking to achieve strong risk-adjusted, not benchmark-relative returns. Cash and cash equivalents exposure between 0 - 50%. The trust may, from time to time, hedge some or all of the capital component of the foreign currency exposure of the trust arising from investments in overseas markets back to Australian	All investments carry risk. While it is not possible to identify every risk relevant to an investment in the trust, we have provided details of risks in the relevant Product Disclosure Statement or offer document. You can view the PDS for the trust on Magellan's website www.magellangroup.com.au

MAGELLAN HIGH CONVICTION TRUST (MANAGED FUND): KEY PORTFOLIO INFORMATION

Dollars.

TICKER	TRUST SIZE	BUY/SELL SPREAD ¹	MANAGEMENT AND PERFORMANCE FEES ²	INCEPTION DATE
МННТ	AUD \$453.4 million	0.07% / 0.07%	1.50% p.a. and performance fee of 10% of excess return [^]	11 October 2019

10.0% of the excess return of the Trust above the Absolute Return Performance Hurdle of 10% per annum. Additionally, Performance Fees are subject to a high water mark.

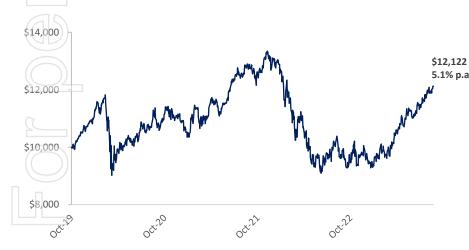
PERFORMANCE³

PORTFOLIO MANAGERS

	1 MONTH	3 MONTHS	1 YEAR	3 YEARS	Since Inception
	(%)	(%)	(%)	(% p.a.)	(% p.a.)
MHHT	3.5	7.4	26.0	3.2	5.1
CALENDAR YEAR RETURNS	CYTD	2022	2021	2020	2019
	(%)	(%)	(%)	(%)	(part year)
мннт	30.0	-27.7	21.2	-1.6	8.2

Past performance is not a reliable indicator of future performance.

PERFORMANCE CHART GROWTH OF AUD \$10,000³



TRUST CHARACTERISTICS⁴

		3-YEAR		
a.		AVERAGE	HIGH	LOW
	Cash Weight	6.3%	19.8%	1.1%
	Number of Stocks	12	15	10
	Hedging Weight	1.2%	17.4%	0.0%

Past performance is not a reliable indicator of future performance.

³ Calculations are based on exit price with distributions reinvested, after ongoing fees and expenses but excluding individual tax, member fees and entry fees (if applicable). Returns denoted in AUD.

⁴ Trust characteristics averages are calculated using the last day of each month in the 3-year period.

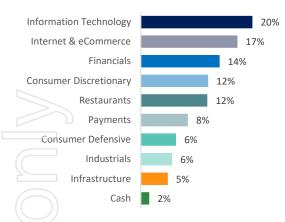




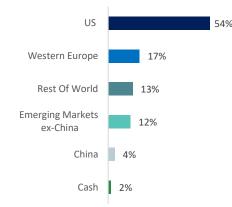
¹ Only applicable to investors applying for units and withdrawing units directly with the Responsible Entity.

²Transaction costs may also apply – refer to the Product Disclosure Statement. All fees are inclusive of the net effect of GST.

SECTOR EXPOSURE BY SOURCE OF REVENUE⁵



GEOGRAPHIC EXPOSURE BY SOURCE OF REVENUE⁵



TOP 5 HOLDINGS (ALPHABETICAL ORDER)

STOCK	SECTOR5 ⁵	TOP 3 CONTRI
Alphabet Inc	Internet & eCommerce	Booking Holdi
Amazon.com Inc	Internet & eCommerce	Microsoft Corp
Intercontinental Exchange Inc	Financials	Safran SA
Microsoft Corporation	Information Technology	TOP 3 DETRAC
Visa Inc	5,	Meta Platform
VISA IIIC	Payments	Alibaba

TOP CONTRIBUTORS/DETRACTORS 1 YEAR⁶

TOP 3 CONTRIBUTORS	CONTRIBUTION TO RETURN (%)
Booking Holdings Inc	4.8
Microsoft Corporation	3.5
Safran SA	3.2
TOP 3 DETRACTORS	CONTRIBUTION TO RETURN (%)
TOP 3 DETRACTORS	-1.5

MONTHLY SUMMARY

August markets were mainly influenced by the last of earnings results, weak China economic data and an uptick in 10-year bonds; the US 10 Year Bond spiked as high as 4.34% likely partly due to large issuance. Participants seem, even more than usual, unsure of the path for economic growth given the lagged effects of higher policy interest rates juxtaposed with ongoing levels of inflation above target and resilient consumption trends. Energy stocks benefitted from strength in the oil price while utilities struggled as expectations for real interest rates moved higher. We see increasing evidence of more difficult conditions for consumer exposures (especially discretionary spending) while the opportunities being cr`eated by enabling and commercialising AI as well as addressing the capital investment needs of transitioning to a net zero carbon world suggest longer-term support for economic growth, especially in the US.

In August, the portfolio rose, benefitting from good underlying company performances and an AUD fall of 3.9%. Price gains were led by Booking, Visa, Amazon, Alphabet and Intercontinental Exchange, which all rose over 5% in the month. Booking is delivering strong results as travel recovers and it is increasingly capturing customers directly via its App. Visa is also benefitting from travel recovery in its cross-border business while Amazon and Alphabet are starting to show the benefits of significant cost and efficiency efforts against strong revenue growth opportunities in part fuelled by AI. Intercontinental Exchange has succeeded in the acquisition of Black Knight, bringing clarity for investors. A couple of stocks had very small price falls but nothing of note in the month. We initiated a position in ASML given share price weakness has opened up a significant margin of safety in this leading exposure to the secular growth in semiconductors. We funded this by taking some profits in Booking.

Index movements and stock contributors/detractors are based in local currency terms unless stated otherwise.



⁵ Sectors are internally defined. Geographical exposure is calculated on a look through basis based on underlying revenue exposure of individual companies held within the portfolio. Exposures may not sum to 100% due to rounding.

⁶ Shows how much the stock has contributed to the trust's gross return for the period in AUD. Excludes non-disclosed positions established in the latest quarter.

IMPORTANT INFORMATION

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