

15 January 2020

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

**MAGELLAN HIGH CONVICTION TRUST (ASX : MHH)**  
**Issue of Loyalty Units and IPO Foundation Units**

Magellan Asset Management Limited ("Magellan"), in its capacity as the responsible entity of the Magellan High Conviction Trust ("the Trust"), advises that pursuant to the Trust's Constitution and the Trust's PDS dated 13 August 2019, the Loyalty Units under the Priority Offer and IPO Foundation Units under the Wholesale Offer and General Public Offer have today been issued to eligible investors.

34,381,199 units have been issued to eligible investors who fulfilled the terms and conditions of the Loyalty Units and IPO Foundation Units as outlined in the PDS.

Magellan Financial Group Limited ("MFG"), the parent company of Magellan, has also made a payment of \$57.6 million to the Trust to offset the dilutive impact of the issue.

As previously noted, this expense will be excluded from MFG's Funds Management segment when calculating shareholder dividends.

**About the Magellan High Conviction Trust**

The Trust invests in a global equities portfolio of Magellan's highest conviction ideas and aims to deliver investors a cash distribution yield of 3% per annum. The Trust's portfolio will comprise between 8 to 12 stocks at any one time but will also have some exposure to cash. The investment objective of the Trust is to achieve attractive risk-adjusted returns over the medium to long-term. The Trust may also manage its foreign currency exposure arising from investments in overseas markets.

Authorised by

Marcia Venegas | Company Secretary