

Quarterly Investment Update

March 2023



Market overview

Global infrastructure stocks edged higher over the March quarter gaining +1.8% (in A\$ terms) despite periods of heightened volatility. Broader global equity markets posted a positive return (up +9.2% in A\$ terms) overcoming uncertainty about the economic outlook, persistently high inflation (and the responses of central banks) and a banking industry in turmoil.

Amid variable economic conditions, performance across the listed infrastructure subsectors was mixed. Passenger transport-related subsectors were the top performing infrastructure stocks, in part supported by China's re-opening.

The continued post-COVID travel rebound saw Airports rise sharply over the quarter (up +12.6%), led by strong returns from Mexican and European operators. Toll Roads also rallied, due largely to the strong performance of Australian-based Transurban Group.

Several economically-sensitive infrastructure subsectors were hurt by the uncertain growth outlook. Railways underperformed (down -2.3%) due to disappointing earnings from US freight rail companies and weaker freight volumes. Midstream Energy stocks were largely flat with the subsector losing some of its recent momentum due to softer natural gas prices and recession concerns.

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Portfolio performance

In the March quarter, Argo Infrastructure's portfolio gained +2.4% in A\$ terms, ahead of the benchmark index which returned +1.8%.

The very strong performance of Airports stocks contributed positively to the portfolio's performance, particularly a holding in Mexico-based Grupo Aeroportuario del Pacifico – its share price rose more than +25% over the quarter as passenger volumes continued to exceed expectations. The company is Argo Infrastructure's fourth largest holding, accounting for 3.6% of the investment portfolio, relative to the 1.0% index weighting.

Conversely, a position in CSX detracted from the portfolio's overall performance. The US freight rail company saw its share price weighed down by disappointing volumes.

For the 12 months to 31 March 2023, the portfolio rose +4.8%, outperforming broader Australian equities which gained just +0.1%. We believe this strong relative performance demonstrates the diversification benefits Argo Infrastructure offers Australian investors.

	3 months	1 year	3 years (p.a.)	Since inception^ (p.a.)
Portfolio	+2.4%	+4.8%	+7.6%	+8.3%
Benchmark*	+1.8%	+3.4%	+7.0%	+7.6%
S&P/ASX 200**	+3.5%	+0.1%	+16.5%	+7.6%

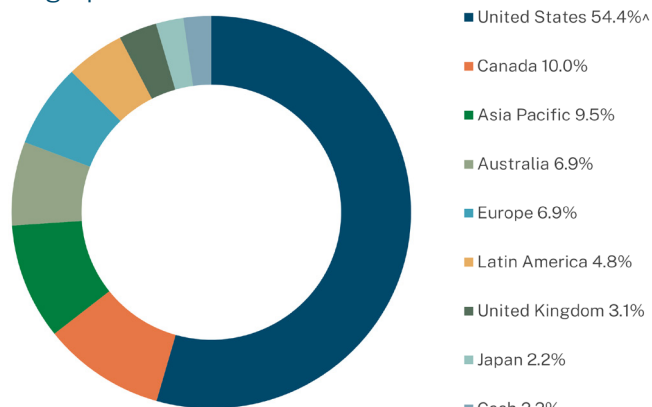
*FTSE Global Core Infrastructure 50/50 Index (in A\$) **Accumulation Index ^July 2015

Total Returns value of \$10,000 invested at inception



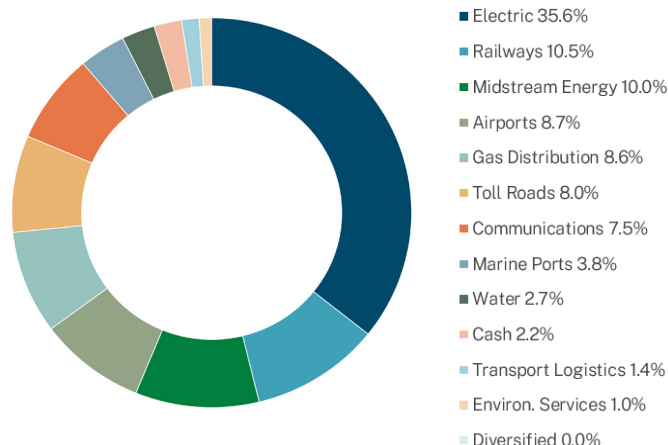
Portfolio

Geographic diversification*



* As a percentage of investment portfolio

Sector diversification*



^ Many of the largest infrastructure companies are listed in the US, although their operations and earnings are often global.

Top 10 Holdings at 31 March 2023

Security name	Country of listing	Subsector	Portfolio (%)	Index (%)
NextEra Energy	US	Electric	6.4	5.2
CSX Corporation	US	Railways	3.8	1.0
Sempra Energy	US	Gas Distribution	3.7	1.9
Grupo Aeroportuario De Sur-B	MEX	Airports	3.6	1.0
Transurban Group	AUS	Toll Roads	3.5	4.8
Canadian Pacific Railway	CAN	Railways	3.2	1.2
National Grid	UK	Electric	3.1	2.0
Exelon	US	Electric	2.9	1.6
PPL	US	Electric	2.7	0.8
Union Pacific	US	Railways	2.6	2.0
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Shareholder information meetings

Next month, we will be holding in-person shareholder information meetings in various locations (details below) to provide an update and overview of both Argo Infrastructure and Argo Investments (ASX code: ARG). Our New York-based Portfolio Manager, Cohen & Steers, will attend to offer insights into the global listed infrastructure sector.

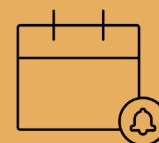
Shareholders will also have the opportunity to meet with the team face-to-face and ask questions.

As this is the first time we have conducted in-person shareholder information meetings since the onset of the pandemic, we are initially only presenting in the cities listed below. We intend to visit other locations in due course.

If you would like to attend, no RSVP is required. Light refreshments will be provided.

Save the date!

Shareholder
information meetings



City	Time	Date	Venue
Melbourne	10am	Monday 22 May	Grand Hyatt Hotel 123 Collins Street, Melbourne
Adelaide	10am	Tuesday 23 May	Adelaide Convention Centre North Terrace, Adelaide
Brisbane	10am	Wednesday 24 May	Sofitel Brisbane Central 249 Turbot Street, Brisbane
Sydney	2pm	Thursday 25 May	Amora Hotel 11 Jamison Street, Sydney

Outlook

In the face of volatility triggered by various factors including the collapse of several US banks, global equity markets have remained reasonably resilient over recent months. Nonetheless, the outlook remains uncertain with persistently high inflation and central bank monetary tightening set to have ongoing repercussions for the global economic outlook.

While issues in the US banking industry may persist, we do not believe there is systemic risk to the global economy, as larger banks are well capitalised and have diversified deposit bases. However, financial conditions can be expected to be less accommodative, given tighter lending standards and the rising cost of capital.

In this environment, Argo Infrastructure's Portfolio Manager, Cohen & Steers, favours higher quality businesses that are positioned to perform relatively well in a below-trend growth environment.

While inflation is expected to lessen in the coming months, it will likely remain elevated from a historical perspective, resulting in 'higher for longer' interest rates which could challenge some infrastructure subsectors. That said, most infrastructure businesses can pass rising costs along to consumers which can provide some protection against inflation.

About us

At a glance

ASX code	ALI
Listed	2015
Manager	Argo Investments
Portfolio Manager	Cohen & Steers
Market cap.	\$400m
Shareholders	9,400
Hedging	Unhedged
Management fee	1.2%
Performance fee	Nil
Dividend yield ^a	3.5%

^a Historical yield of 5.1% (including franking) based on dividends paid over the last 12 months.

Company overview

Provides exposure to a diverse portfolio of global infrastructure stocks. The portfolio is actively managed by Cohen & Steers (NYSE: CNS), a leading specialist global real assets fund manager managing funds of over A\$100 billion for institutional clients and sovereign wealth funds from offices worldwide.

How to invest

We are listed on the Australian Securities Exchange (ASX) under the ASX code 'ALI'. To become a shareholder, buy shares through your stockbroker, online broker, financial adviser or platform.

Share registry enquiries

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Shareholder benefits



Global diversification

Exposure across various geographies and both emerging and developed economies



Specialist global fund manager

Access to a world-leading, specialist infrastructure fund manager



Access infrastructure opportunities

New opportunities offshore through government privatisations



Proven investment approach

Experienced investment team with a long and successful track record



Enhance risk-adjusted returns

Less volatile than broader equities providing some relative downside protection



Simple global investing

Exposure to a large and complex asset class through one simple ASX trade

This report has been prepared as general information only and is not intended to provide financial advice or take into account your objectives, financial situation or needs. You should consider, with a financial adviser, whether the information is suitable for your circumstances before making any investment decisions. Past performance is no guarantee of future results. This announcement is authorised by Tim Binks, Company Secretary. Argo Global Listed Infrastructure Limited ACN 604 986 914