

11 August 2015

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

**Magellan Financial Group Limited**  
**Final results for the year ended 30 June 2015**

- **Funds under management up 55% to \$36.4 billion**
- **Net profit up 110% to \$174.3 million**
- **Fully diluted EPS up 108% to 101.8 cents**
- **Dividends (interim and final) up 96% to 74.9 cents per share fully franked**

Magellan Financial Group Limited ('Magellan'), the international investment management company, today announced an after-tax profit of \$174.3 million for the 12 months to 30 June 2015, an increase of 110% from FY2014.

The company's funds management business generated revenues of \$255.9 million for the year, up 84% from FY2014 and profit before tax of \$203.3 million, up 98% from FY2014. The funds management business cost-to-income ratio (excluding performance fees) decreased to 24.8% compared with 26.7% in FY2014, reflecting Magellan's scalable and efficient funds management model.

The board has declared a fully franked final dividend of 37.8 cents per share, payable to shareholders on 26 August 2015 with a record date of 19 August 2015. This is an increase of 73% over the final dividend in FY2014 and in line with the board's policy of paying dividends of 75% to 80% of net profit after tax of the funds management business.

Results summary	FY2015	FY2014	Increase
Profit after tax (\$ millions)	174.3	82.9	110%
Earnings per share (cents per share) – diluted	101.8	48.9	108%
Dividends (interim and final) (cents per share) – fully franked	74.9	38.3	96%

Hamish Douglass, Magellan's CEO and Chief Investment Officer, said: 'The 2014/15 financial year was another successful year for Magellan and is reflective of our continued commitment to our clients, the strong investment performance of our funds over the long term and the scalability of our business model.'

'Particularly pleasing has been the investment performance of our key global equities and infrastructure strategies. The Magellan Global Fund, returned 29.5% p.a. and 19.6% p.a. over the past 1 and 5 years respectively (net of fees). The Magellan Infrastructure Fund, returned 12.3% p.a. and 18.4% p.a. over the past 1 and 5 years respectively (net of fees). Total funds under management grew by 55% during the year to \$36.4 billion from \$23.5 billion at 30 June 2014.

'We have seen solid early interest in the ASX quoted version of our global equities strategy, the Magellan Global Equities Fund which we seeded on 2 March 2015. Since inception, the fund has attracted more than 4,600 investors and has grown to over \$257 million in funds under management as at 31 July 2015. On 4 August 2015, we seeded the Magellan Global Equities Fund (Currency Hedged) which, together with the Magellan Global Equities Fund, gives investors flexibility to manage their foreign currency exposure in an ASX quoted format.

'Meanwhile, we continue to build our business in the Australian market with substantial progress made in penetrating the aligned advisory market, entering into arrangements with AMP and BT/Westpac who have launched new funds on their respective platforms replicating the Magellan Global Fund, similar to the Colonial First State Magellan Global Fund Option on the Colonial First State Platform (operated by Commonwealth Bank). We have also strengthened our relationships with investment advisers across Australia, with around 9,500 financial advisers using Magellan funds.

'We are also pleased with the development of our international institutional funds management business, particularly in the United States and United Kingdom. We now manage \$22.7 billion for international institutional clients.'

## About Magellan

Magellan Financial Group is a specialist funds management business established in 2006 and based in Sydney, Australia. Magellan's core operating subsidiary, Magellan Asset Management Limited, manages over \$38 billion of funds under management at 31 July 2015 across its global equities and global listed infrastructure strategies for retail, high net worth and institutional investors and employs over 90 staff. Magellan is listed on the Australian Securities Exchange (ASX Code: MFG) and has a market capitalisation of approximately \$3 billion. Further information can be obtained from [www.magellangroup.com.au](http://www.magellangroup.com.au).

Investment Performance for the period to 30 June 2015 <sup>1</sup>	1 Year	3 Years p.a.	5 Years p.a.	Since Inception p.a. <sup>2</sup>
<b>Magellan Global Fund</b>	<b>29.5%</b>	<b>26.4%</b>	<b>19.6%</b>	<b>12.0%</b>
MSCI World NTR Index (A\$)	24.6%	25.8%	15.3%	4.5%
<b>Magellan Infrastructure Fund</b>	<b>12.3%</b>	<b>17.3%</b>	<b>18.4%</b>	<b>7.5%</b>
Global Infrastructure Benchmark (A\$) <sup>3</sup>	7.5%	15.3%	13.5%	5.3%
<b>Magellan High Conviction Strategy</b>	<b>31.9%</b>	-	-	<b>31.2%</b>

1 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). Annualised performance is denoted with "p.a." for the relevant period.

2 Inception date for the Magellan Global Fund and the Magellan Infrastructure Fund is 1 July 2007 and the inception date for the Magellan High Conviction Strategy is 1 January 2013.

3 The Global Infrastructure benchmark is comprised of the following: from inception to 31 December 2014 the benchmark is UBS Developed Infrastructure and Utilities NTR Index (AUD Hedged) and from 1 January 2015 onwards, the benchmark is the S&P Global Infrastructure NTR Index (AUD Hedged)

### For further information, please contact:

Sarah Thorne, Magellan Financial Group, telephone: 02 8114 1844