

Magellan Flagship Fund Limited
ABN 32 121 977 844

Level 7, 1 Castlereagh Street,
Sydney NSW 2000 AUSTRALIA

P.O. Box R226, Royal Exchange NSW 1225

General: +61 2 8114 1888
Facsimile: +61 2 8114 1800
Website: www.magellangroup.com.au

14 October 2009

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

**ON-MARKET BUY-BACK
NOTIFICATION OF CANCELLATION OF SHARES**

In accordance with Listing Rule 3.8A, we enclose a copy of Form 484 that was lodged with ASIC.

Yours faithfully,



Leo Quintana
Legal Counsel & Company Secretary

Change to company details

Company details

Company name

MAGELLAN FLAGSHIP FUND LIMITED

Australian Company Number (ACN)

121 977 884

Lodgement details

Who should ASIC contact if there is a query about this form?

Name

David John SIMPSON

Signature

This form must be signed by a current officeholder of the company.

I certify that the information in this form is true and complete

Name

David John SIMPSON

Capacity

Secretary

Signature

Date signed

13-10-2009

C1 Cancellation of shares

Reason for cancellation

Shares cancellation details

Reason for cancellation

ss.257H(3) Share buyback - Other buy-back type. A form 280 or 281 must be lodged at least 14 days, and no more than 1 year before the share buy-back can take place

The cancelled shares are listed below:

Share class code	Number of shares cancelled	Amount paid (cash or otherwise)	
ORD	658399	377645	

Earliest Date of cancellation **17-09-2009**

C3 Change to share structure

The updated details for this changed share class are shown in the table below.

Share class code	Full title if not standard	Total number of shares	Total amount paid on these shares	Total amount unpaid on these shares
ORD	ORDINARY SHARES	357341606	357341606.00	0.00

Earliest date of change **17-09-2009**