

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

**Magellan Flagship Fund Limited ('MFF')
Net Tangible Assets ('NTA') per share for November 2009**

MFF advises that its approximate monthly and weekly NTA per share as at Monday, 30 November 2009 was \$0.745 excluding net deferred tax assets of \$0.09. As outlined at MFF's recent AGM, the on-market buy-back continues to be a priority for MFF. During November a further 1.85 million shares were bought.

During November, changes to MFF's portfolio were again modest and MFF has remained fully invested, with dividend flows and a small number of sales used to provide funds for the buy-back and purchases.

During the month a number of MFF's portfolio companies outlined positive longer term business prospects as well as some evidence of stability or modest improvement in current economic conditions. We remain very positive about the business prospects for MFF's portfolio companies, many of which are performing well in the ongoing difficult economic conditions. Risks remain, including the risk that MFF's portfolio performance continues to be at least partially offset by the strong AUD and weak USD, on translation into Australian currency.

Approximately 93% of MFF's total investment assets by market value continue to be in global multinationals (being entities that generate 50% or more of their revenue and/or have material operations in 15 or more countries outside the domicile of their primary securities exchange), with a majority of the balance being predominantly North American focused. The revenue and earnings split for the multinationals average about 40% USA, 30% Europe and 30% ROW. The emerging markets proportion of underlying revenue and earnings continues to rise. As at 30 November 2009, MFF had net borrowings of approximately 19% of total investment assets, almost all of which is denominated in AUD, with smaller amounts of borrowings in Euro and USD.

Key currency rates for AUD as at 30 November 2009 were 0.9154 (USD), 0.6097 (EUR), 0.5578 (GBP) and 0.9192 (CHF), compared with the 30 October 2009 rates which were 0.9036 (USD), 0.6124 (EUR), 0.5482 (GBP) and 0.9255 (CHF).



Leo Quintana
Legal Counsel & Company Secretary
2 December 2009

¹ Deferred tax assets less deferred tax liabilities.
All figures are unaudited