



Magellan Flagship Fund Limited
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***Magellan Flagship Fund Limited ('MFF')
Net Tangible Assets ('NTA') per share for November 2015.***

Please find enclosed MFF's monthly NTA per share for November 2015.

A handwritten signature in blue ink, appearing to be 'G. Stirton', written over a horizontal line.

***Geoffrey Stirton
Company Secretary***

2 December 2015

Magellan Flagship Fund Limited ('MFF')
Net Tangible Assets ('NTA') per share for November 2015

MFF advises that its approximate monthly NTA per share as at 30 November 2015 was \$2.153 pre-tax (\$1.998 pre-tax as at 30 June 2015) and \$1.844 after providing for tax¹ (mostly deferred). If all of the remaining MFF 2017 options had been exercised by 30 November 2015, the pre-tax NTA would have been reduced by approximately 16.8 cents per share (and the approximate post tax figure by approximately 12.3 cents per share).

The portfolio remained almost entirely unchanged in the month. Our minimal portfolio changes were exceeded by dividend payments and receipts, as well as tax and other expenses.

We continue to perceive strong outlooks for the larger holdings in the MFF portfolio. This view is supported by the results and associated announcements released during November for MFF's 3 largest holdings. We have also been surprised positively by corporate resilience well beyond our portfolio, across many industries and geographies. Supply/demand factors for leading equities also became more favourable in recent months. In aggregate, "professional" investors will be required to reduce their dry powder if consumer and corporate resilience is sustained, and political legislation, regulation, fiscal, infrastructure and other actions are considered less damaging in 2016. Also, 2016 data will reflect anniversaries of the major energy and currency moves at end 2014.

Net debt as a percentage of investment assets was approximately 0.9% at 30 November 2015. AUD net debt was approximately 1.4% of investment assets and other cash/borrowing currency exposures were below 1% of investment assets as at 30 November 2015.

Key currency rates for AUD as at 30 November 2015 were 0.725 (USD), 0.686 (EUR) and 0.481 (GBP) compared with rates as at 31 August 2015 which were 0.713 (USD), 0.646 (EUR) and 0.462 (GBP).

Yours faithfully,



Chris Mackay
Portfolio Manager

2 December 2015

¹ Net tax provisions, are tax liabilities less tax assets, and are partially in respect of realised gains.
All figures are unaudited and approximate.

Important note

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