



ABN 59 108 437 592

Level 1, 1 Castlereagh Street
Sydney NSW 2000

(Ph): 02 8114 1888

(Fax) 02 8114 1800

www.magellangroup.com.au

Manager, Companies Announcements Office
Australian Securities Exchange Limited
Company Announcements Office
Level 4, Exchange Centre
20 Bridge Street,
Sydney, NSW, 2000

20 December 2006

Dear Sirs,

**MAGELLAN FINANCIAL GROUP LIMITED – CHANGES TO
COMPOSITION OF THE BOARD OF DIRECTORS**

Attached is an announcement in accordance with Listing Rule 3.16.1 advising of changes that have today been made to the composition of the Board of Directors of Magellan Financial Group Limited.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'David Simpson'.

David Simpson
General Counsel & Company Secretary



ABN 59 108 437 592

Level 1, 1 Castlereagh Street
Sydney NSW 2000

(Ph): 02 8114 1888

(Fax) 02 8114 1800

www.magellangroup.com.au

20 December, 2006

ANNOUNCEMENT

MAGELLAN FINANCIAL GROUP LIMITED – CHANGES TO COMPOSITION OF THE BOARD OF DIRECTORS

The following changes were today made to the Board of Directors of Magellan Financial Group Limited:

- Mr. Hamish Douglass, the former Deputy Chairman, has been appointed Chairman of the Company,
- Mr. Chris Mackay, the former Chairman of the Company, has been appointed Deputy Chairman of the Company.
- Ms Naomi Milgrom has been appointed a non-executive director of the Company
- Mr Paul Lewis has been appointed a non-executive director of the Company
- Mr Roger Davis has retired as a director of the Company.

Naomi Milgrom is the Chairman and Chief Executive Officer of the Sussan Group, which comprises more than 500 Sussan, Suzanne Grae and Sportsgirl retail stores in Australia and New Zealand. Ms. Milgrom is a 'Cornerstone Investor' in Magellan Financial Group as disclosed in the Company's Explanatory Memorandum issued on 13 October, 2006. Ms. Milgrom has achieved recognition as one of Australia's top business leaders and entrepreneurs, while at the same time taking a leadership role in the arts, sciences and the fashion industry both locally and internationally. Ms. Milgrom is an Inaugural Board member of the Family Business Council, a Fellow of the Australian Institute of Management, a director of the Highpoint Property Group, the Chair of the Melbourne Fashion Festival and has been awarded the The Centenary Medal for "Outstanding Service to the Fashion Industry" and the Lend Lease Retailer of the Year Award, to the Sussan Group

Mr. Lewis was Managing Partner and Chief Executive – Asia, based in Hong Kong from 1992 – 2004 for the PA Consulting Group. He has an extensive track record in business improvement, major transformation programs, large projects involving IT, due diligence, corporatisation and privatisation, organisation development and corporate governance. Currently, Mr. Lewis is a senior partner with PA Consulting in Australia, is on the British Telecom Asia Pacific Advisory Board and Global

Advisory Board and is a Board member of the Australian British Chamber of Commerce.

Hamish Douglass said today, “ I am delighted to accept the role as Chairman of Magellan Financial Group to allow Chris to focus on his role as Chief Investment Officer. I am also delighted to welcome Naomi Milgrom and Paul Lewis as directors of the company. Both Naomi and Paul bring a wealth of experience to the Board and Chris and I look forward to working with them in the years ahead. I would also like to thank Roger Davis for agreeing to stay on the Board for an interim period and for his support for the recapitalisation of Pengana to become Magellan Financial Group.”

.....