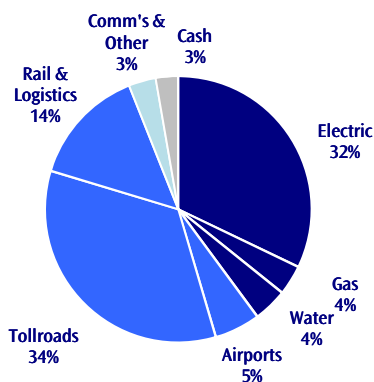
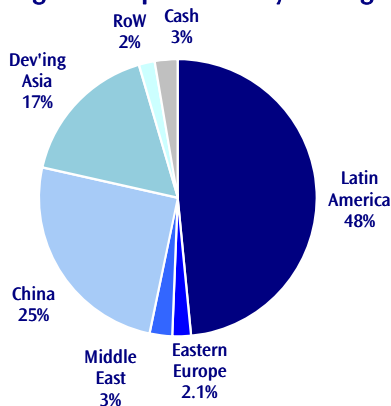
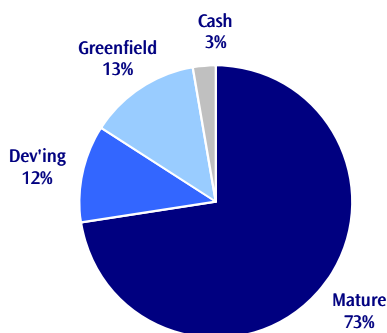


Performance Summary (total returns in AUD after fees)

	This Month	Three Months	One Year	Two Years	Inception ¹
RARE Series EM Fund	-2.5%	-6.7%	7.5%	23.8%	23.0%
Benchmark ²	0.7%	-3.2%	15.6%	20.2%	14.2%
MSCI EM World (AUD)	-2.8%	-2.6%	6.2%	21.2%	5.9%

Overview of Fund Exposures and Portfolio Statistics
Sector Exposures³

Regional Exposures - by Listing

Maturity Exposures³

Portfolio Statistics

Current statistics of the RARE Infrastructure Value Fund are as follows :⁴

Dividend Yield	3.3%
EV ⁵ / EBITDA ⁶	6.9x
Interest Cover	5.9x
Gearing (Net Debt/ EV)	23.5%
Asset Beta	0.54

Fund Details

Fund Size	\$1.8m
Number of Holdings	36
Minimum Investment	\$20,000 ⁷
Application Price	1.4736
Redemption Price	1.4633
Distribution Frequency	Semi-Annually
Distribution for Dec 10	1.5000
APIR Code	TGP0015AU
Morningstar Ticker	tbc
Management Fee	1.333% per annum
Transaction Costs	0.35%
Performance Fee	10.25% of investment returns made in excess of the Benchmark. The performance fee will not exceed 0.30% of the net asset value of the fund in any year.
Benchmark	An accumulation index comprised of the Citigroup Global Emerging Market Sovereign Investment Grade USD Index plus 5.0% per annum
Fund Status	Open

¹ Fund inception date 9 July 2008; Performance inception date 30 September 2008

² Citigroup Global Emerging Markets Sovereign Investment Grade USD Index+ 5%

³ Based on the exposures of the underlying assets of the stocks in the Fund, as assessed by RARE Infrastructure

⁴ Based on weighted averages

⁵ EV means Enterprise Value (market capitalisation + preferred equity, if any + net debt)

⁶ EBITDA means earnings before interest, tax, depreciation & amortisation

⁷ If you invest through an IDPS operator such as a Master Trust or Wrap Account platform, this minimum may not apply to you

Market Commentary for the Month

Developed markets (+2.4%) again strongly outperformed emerging markets (-1.4%) in February. This continuing rotation from emerging markets to developed markets (EMs experienced record outflows of \$US17billion in February) is attributable to increased inflation and tightening concerns in emerging markets and an improved outlook for the U.S. economy. As we noted last month, this period of consolidation will soon end and we remain very positive on the outlook for EMs. Domestic demand has become the key driver of growth in many EM economies. Strong momentum in the external sector has spilled over firmly into domestic demand. Real Incomes are rising, and the growing domestic credit cycle will fuel investment and consumption growth across emerging Markets. We are still in the early stages of this.

In January, Hong Kong was down 0.5% and India down 4%. Malaysia was down 2% whilst Indonesia was up 2%. In LATAM Brazil and Peru were the best-performing markets, increasing 2.9% and 1.2%, respectively. Argentina and Chile were the worst-performing markets, decreasing 8.1% and 2.8%, respectively. In Brazil, the strong performance was mainly attributable to the country's Oil, Gas & Chemicals sector. All returns are in local currency.

We have often commented that the pace of Infrastructure development in some emerging nations, especially in South East Asia, has been disappointing. For example India had a target to award 12000kms in toll road concessions in 2011. Actual awards have been quite disappointing, with only 4800kms till December 2010. We now only expect that it may award 6000kms (50% of original target) in FY11 and 7000-9000kms in FY12. Perhaps the biggest single issue has been land acquisition. Many nations are now moving aggressively to rectify this. In Indonesia for example, The House of Representatives has set up a new special committee to deliberate the land acquisition bill. The bill aims to secure location and speed up the land acquisition process so infrastructure projects can kick off by giving fair compensation to land owners. The bill would be very positive for the government as well as for private companies and investors as it will provide certainty over their projects and prevent speculators from inflating land prices. The bill provides specific timeframes for the different phases of land clearing. Most importantly, the bill limits the time to 148 days since the start of socialisation of the project to the settlement of any disputes.

In our analysis we assume no upside from improving land acquisition legislation. But what is clear is that with EMs realising the importance of strong infrastructure to facilitate economic growth and improve standards of living, moving to alleviate this one bottleneck is very important.

Important Information:

While the information contained in this report has been prepared with all reasonable care, RARE Infrastructure Limited ("RARE") accepts no responsibility or liability for any errors, omissions or misstatements however caused. This information is not personal advice. This advice has been prepared without taking account of your objectives, financial situation or needs.

Treasury Group Investment Limited ("TIS") is the responsible entity for the RARE Infrastructure Value Fund (the "Fund"). Applications can only be made on the form in the current product disclosure statement dated 31st March 2010 for this Fund. The product disclosure statement can be obtained by contacting the RARE Infrastructure investment team on (02) 9397 7300, by fax (02) 9397 7399, by emailing operations@RAREInfrastructure.com or at www.RAREInfrastructure.com. Potential investors should consider the product disclosure statement before deciding whether to invest, or continue to invest in the Fund. The fact that shares in a particular company may have been mentioned should not be interpreted as a recommendation to buy, sell or hold that stock.

Investors should be aware that past performance is not indicative of future performance. Returns can be volatile, reflecting rises and falls in the value of underlying investments. Potential investors should seek independent advice as to the suitability of the Fund to their investment needs.

TIS may be contacted by writing to Level 5, 50 Margaret Street, Sydney, NSW, 2000, by telephone (02) 8243 0400 or by fax (02) 8243 0410.

TIS receives an investment management fee of 1.333% per annum of the amount invested in the fund (including GST less the maximum applicable reduced input tax credits), which is the entire management fee, out of which responsible entity fees, investment management costs, ongoing administrative expenses and other fees will be paid.

Portfolio Commentary

The RARE Series EM Fund ended January down (-2.5%) outperforming the MSCI Emerging Market Index. (-2.8%)

From a stock perspective MPX Energia was the star performer +29%. MPX has a portfolio of generation projects in Brazil and Chile. MPX's outlook remains positive with 1,080 MW of take or pay coal-fired capacity starting operations over the next 10-22 months. It is well positioned to continue expanding its generation capacity with expected accretive returns.

The fund added Light during the month. Light is a Brazilian distribution utility in the state of Rio De Janeiro with a small generation business. 80% of earnings coming from distribution and 20% from generation. Brazil has a strong and transparent regulatory framework with 5 year cycles for the distribution business and generation mostly contracted for long periods of time.

Jasa Marga (Indonesian Toll Road) rose 5%. Strong demographics, resilient traffic growth and better cost management are the key success factors for the company. The potential revision to land clearing law in the near future will also be very positive.

On the downside DP World was the largest detractor. DP World suffered from what we consider to be an overreaction to events in the Middle East. Our assessment showed that the direct and indirect financial consequences of any disruption to trade are not material to DPW. We see no negative impact on DPW's flagship terminals at Jebel Ali. This led us to increase our exposure.

*Charles Hamieh, Richard Elmslie, Nick Langley
(RARE EM Investment Committee)*

Overview of Fund Holdings

Top 10 Holdings	Weighting
DP WORLD LIMITED	5.6%
COMPANIA ENERGETICA DE MINAS GERAIS	4.9%
TRACTABEL ENERGIA SA COM NPV	4.7%
JASA MARGA INDONESIA HIGHWAY CORP	4.5%
SHENZEN INTERNATIONAL HOLDINGS LIM	4.1%
ECORODOVIAS INFRAESTRUTURA	4.0%
SHENZEN EXPRESSWAY CO LTD	3.8%
GRUPO AERPORTUARIO DEL SURESTE SA SI	3.7%
AES TIETE SA	3.4%
OBRASCON HUARTE LATIN BRAZIL	3.4%