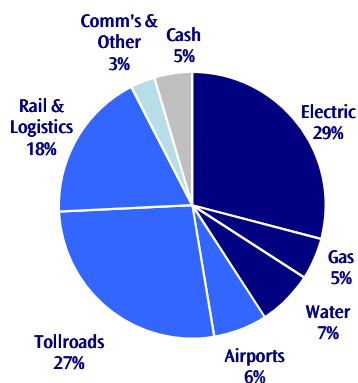
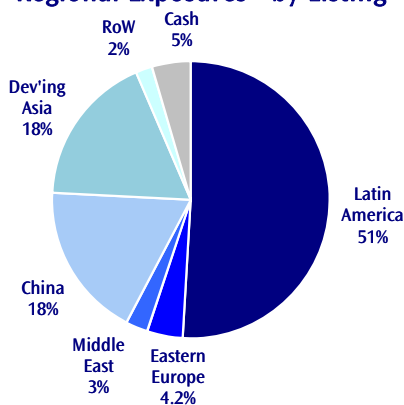
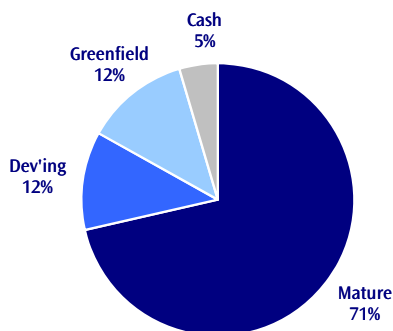


Performance Summary (total returns in AUD after fees)

| | This Month | Three Months | One Year | Two Years | Inception ¹ |
|------------------------|------------|--------------|----------|-----------|------------------------|
| RARE Series EM Fund | -1.4% | -1.9% | 3.4% | 11.9% | 21.3% |
| Benchmark ² | 2.6% | 5.4% | 16.8% | 18.0% | 14.8% |
| MSCI EM World (AUD) | -2.0% | -4.4% | 1.0% | 8.9% | 5.0% |

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 | 3.0% |
| EV ⁵ / EBITDA ⁶ | 6.5x |
| Interest Cover | 5.8x |
| Gearing (Net Debt/ EV) | 22.3% |
| Asset Beta | 0.52 |

Fund Details

| | |
|--------------------------|---|
| Fund Size | \$82.1m |
| Number of Holdings | 37 |
| Minimum Investment | \$20,000 ⁷ |
| Application Price | 1.5301 |
| Redemption Price | 1.5097 |
| Distribution Frequency | Semi-Annually |
| Distribution for June 11 | N/A |
| 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

MSCI EM index posted a 2.0% decrease in local currency underperforming the MSCI World (-1.6%). In a month characterised by risk aversion and market volatility, mostly due to concerns over a Greek default and a slowdown in the U.S., EM equities hit a low of -4.5% in the middle of the month. The last four days of the month saw a global equity rally and a return to risk assets following the successful parliamentary vote on austerity measures in Greece.

During the month, Hong Kong (HSI Index) was down 5.4% and China (Shenzhen) was up 4%. China was the best performing market in Asia. Malaysia (KLCI Index) and the Jakarta Composite Index were both up 1.3%. The Indian BSE500 Index was up slightly, 0.4%. The SET Index in Thailand was off 3%. In LATAM, the Bovespa fell 3.4%. Argentina and Mexico were the best-performing markets, increasing 4.8% and 0.9%, respectively. Peru was the worst-performing market, decreasing 11.8%. On the economic front, tightening measures continued. Brazil, Chile and Colombia increased their interest rates by 25 bps, to 12.25%, 5.25% and 4.25%, respectively.

In India, news flow around roads suggests progress on some key areas that include:

- A pick-up in project awards
- Improving transparency
- Land acquisition

The government has also announced it will establish trusts to enable the channelling of local and overseas money to infrastructure projects, lowering the cost of debt as well as providing long-term funding.

India continues to be a glass half-full story. Poor delivery by the government has been a chronic issue, but has become more onerous in recent months due to the corruption scandals. The cyclical headwinds have to be viewed as part of managing demand, an approach that is new for policymakers. At the same time, the structural demographic tailwinds, global integration and infrastructure growth cannot be overlooked. The shortest distance between two points in India is never a straight line. The demographic change that is boosting growth is also resulting in Indians demanding more change. There has never been a time before in India's history that this has happened while growth was running near 8%. Governments won't have a choice but to try to meet the aspirations of the people.

We remain very positive on the outlook for EMs. Domestic demand has become the key driver of growth in many 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.

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 Services Limited ("TIS") is the responsible entity for the RARE Series Emerging Markets Infrastructure Fund (the "Fund"). Applications can only be made on the form in the current product disclosure statement dated 30th June 2011 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 June down -1.4% (in AUD and net of fees), in line with the MSCI EM index (-2.0%).

The high degree of risk aversion in the markets during the month resulted in the outperformance of the defensive utility sector in Brazil.

Light, a Brazilian distribution utility in the state of Rio De Janeiro with a small generation business, was the star performer. 80% of earnings come from distribution and 20% from generation. Brazil has a strong and transparent regulatory framework with 5 year cycles for the distribution business and generation is mostly contracted for long periods of time. Cemig, another integrated Brazilian Utility was another strong performer. Cemig's outlook is positive, in our view, mainly due to re-pricing of generation contracts. Strong free cash flow in coming years would position Cemig well to continue growing its business via Greenfield projects (generation and transmission) or acquisitions. Jasa Marga (Indonesian Toll Road) rose 5%. Jasa is one of our largest and highest conviction holdings. 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.

The Chinese Toll Roads were the largest detractors of performance. The Ministry of Transport announced government's intention to rectify illegal road toll collection and unreasonable related fee charges. Our view is that any policy is likely to have limited impact on listed toll roads. The IRRs taking into account any potential toll adjustment are still very compelling.

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

Overview of Fund Holdings

| Top 10 Holdings | Weighting |
|--------------------------------------|-----------|
| DP WORLD LIMITED | 5.5% |
| JASA MARGA INDONESIA HIGHWAY CORP | 4.8% |
| GRUPO AERPORTUARIO DEL SURESTE SA SI | 4.5% |
| TRACTABEL ENERGIA SA COM NPV | 4.3% |
| LIGHT SA COM NPV | 4.2% |
| GAIL INDIA LIMITED | 4.0% |
| ECORODOVIAS INFRAESTRUTURA | 3.8% |
| COMPANIA ENERGETICA DE MINAS GERAIS | 3.7% |
| ENERGY DEVELOPMENT CORP | 3.5% |
| LLX LOGISTICA SA NPV | 3.2% |