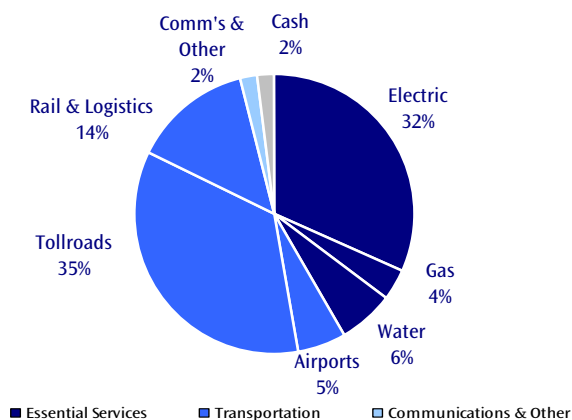
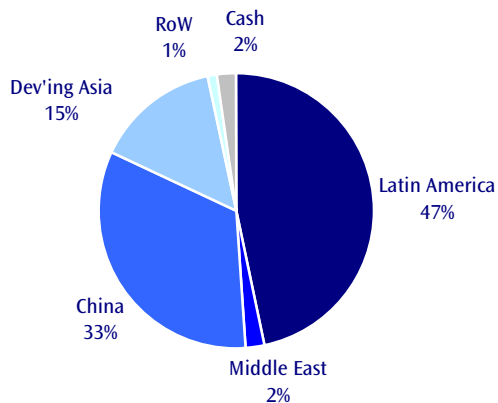
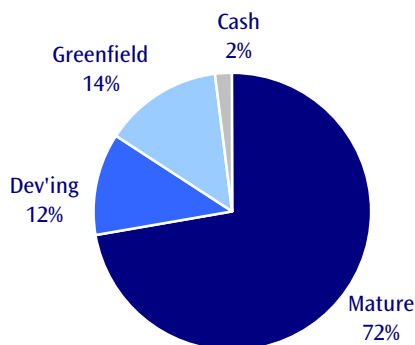


Performance Summary (total returns in AUD after fees)

	This Month	Three Months	Twelve Months	Inception ¹
RARE Series EM Fund	0.7%	7.3%	na	41.9%
Benchmark ²	2.2%	6.5%	na	8.2%
MSCI EM World	-1.6%	3.8%	na	2.4%

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 follows⁴:

Dividend Yield	4.1%
EV ⁵ / EBITDA ⁶	7.0x
Interest Cover	5.9x
Gearing (Net Debt/ EV)	23.9%
Asset Beta	0.54

Fund Details

Fund Size	<\$1m
Number of Holdings	33
Minimum Investment	\$20,000 ⁷
Application Price	1.3686
Redemption Price	1.3591
Distribution Frequency	Semi-Annually
Distribution for June 09 (cpu net)	5.6794
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

Benchmark An accumulation index comprised of the Citigroup Global Emerging Market Sovereign Investment Grade USD Index plus 5.0% per annum

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

² S&P Emerging Markets Sovereign Bonds 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

After a very strong run in July markets paused again in August and for the first time this year the EMs underperformed their developed peers (MSCI World +3.3% versus a flat MSCI EM 0.1% in local currencies).

The majority of the EMs were flat or slightly ahead for the month with LatAm out-performing (Mexico +4.0%, Brazil +3.1%, Indonesia +1.8%, India +1.8%, Thailand +0.8%). However, China dragged the index down, retreating sharply in August (Shenzhen -19.1%, Shanghai -21.8%) after an incredibly strong run Jan to July (Shenzhen +102.6%, Shanghai +87.4%) and HK followed suit but at the slower rate of -4.1%. This was largely on worries over policy tightening on the mainland.

Across the emerging markets, results dominated August news flow and despite the muted market performance, most companies

- * Reported H1 results ahead of expectations
- * Were more positive on the H2 outlook relative to both H1 performance and relative to expectations earlier this year

As a result, in contrast to previous quarters, there were significantly more upgrades than downgrades post reporting season with FY 09 consensus EPS moved up 120bps post results.

The news on the macro side was also on balance positive for the EMs

- * Reported Q2 GDP data (largely Asia) showed a visible and significant sequential recovery over Q1
 - * Industrial production figures for Latin America & much of Asia have shown an improvement
 - * There is talk of rate hikes and loan tightening, a sure indicator that policy makers are confident of a sustained recovery
 - * Even Central and Eastern Europe was flat
- And this at a time when production in both the developed EU and the US was still declining.

We continue to believe that the EMs are set to enjoy significant growth outperformance relative to the developed world for the foreseeable future, driven by domestic consumption and superior balance sheets. We wouldn't read too much into the market performance this month noting that August is historically the seasonally weakest month of the year for EMs (average loss is 1.6% in the past 20 years). And with September also a "weak month" we could see a significant buying opportunity over the coming weeks. We recommend investors look for fundamental value in sectors geared to the domestic economies.

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 Infrastructure Value Fund (the "Fund"). Applications can only be made on the form in the current product disclosure statement dated 17 January 2007 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 invest@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 EM Portfolio was up 0.7% in August 230bp ahead of the MSCI EM (-1.6%) in AUD terms but below the benchmark return of 2.2% for the month.

H1 results were on balance better than expected with both the utilities and the infrastructure stories reporting profit resilience to the GFC - particularly those stocks linked to domestic demand.

The star performer for the portfolio in August was DP World 4% holding) which was up 16.7% in the month. By contrast some of the Asian names lost part of their YTD gains with the worst performers Guangshen Railway (-10.1%) and Beijing Capital Airport (-21.9%). We remain confident in the long term fundamentals of these underperformers and use weakness to top up to our core holdings.

The portfolio positioning in August did not move too much although we added a 2nd Brazilian water company to the portfolio and increased exposure to Brazilian rail (post results) at the expense of 2 stocks that were looking relatively expensive.

The portfolio remains diversified across defensive & growth stories and overweight to what we believe are demographically attractive regions (Brazil & China).

Richard Elmslie, Nick Langley, Sarah Shaw
(RARE EM Investment Committee)

Overview of Fund Holdings

Top 10 Holdings	Weighting
AES TIETE SA	5.3%
OBRASCON HUARTE LATIN BRAZIL	5.2%
SICHUAN EXPRESSWAY CO LTD	5.0%
COMPANIA ENERGETICA DE MINAS GERAIS	4.9%
DP WORLD LIMITED	4.8%
ELETROPAULO METROPOLITANA ELTRICII	4.6%
TRACTABEL ENERGIA SA COM NPV	4.2%
MPX MINERACAO E ENERGIA SA	4.2%
ANHUI EXPRESSWAY CO LTD	4.1%
COMPANHIA DE CONCESSOES RODVIARIA	4.1%