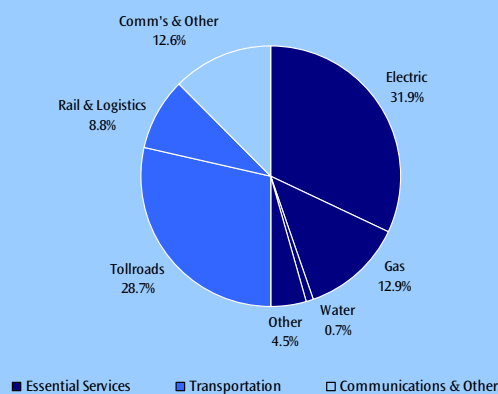


Performance Summary (returns in AUD after fees)

	This Month	Two Months	Inception ¹
RARE Infrastructure Value Fund	0.1%	5.2%	6.4%
Benchmark (<i>OECD G7 Inflation Index plus 5.5% pa</i>)	0.3%	0.6%	1.0%
Out/ (Under) Performance	-0.2%	4.6%	5.4%

¹ Inception date 13 November 2006

Overview of Fund Exposures and Portfolio Statistics
Sector Exposures²

Portfolio Statistics

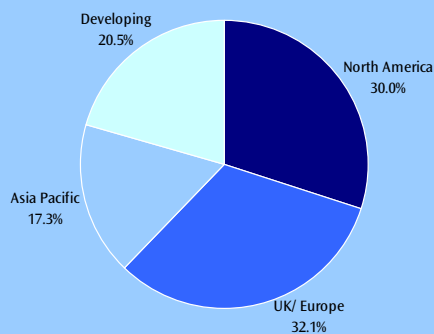
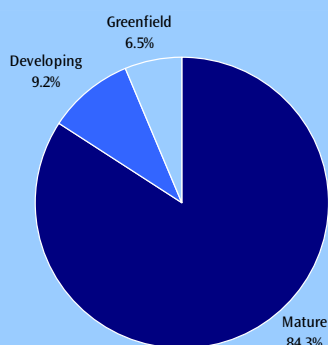
 Current statistics of the RARE Infrastructure Value Fund are as follows³:

Dividend Yield	3.9%
EV ⁴ / EBITDA ⁵	10.7x
Interest Cover	4.7x
Gearing (Net Debt/ EV)	32.6%
Asset Beta	0.55

³ Based on weighted averages

⁴ EV means Enterprise Value (market capitalisation + preferred equity, if any + net debt)

⁵ EBITDA means earnings before interest, tax, depreciation & amortisation

Regional Exposures²

Maturity Exposures²

² Based on the exposures of the underlying assets of the stocks in the Fund, as assessed by RARE Infrastructure

Fund Details

Fund Size	\$5m
Number of Holdings	36
Minimum Investment	\$500,000 ⁶
Application Price	1.0663
Redemption Price	1.0609
APIR Code	TGP0008AU
Morningstar Ticker	14651
Management Fee	1.025% per annum
Transaction Costs	0.25%
Performance Fee	10.25% of investment returns made in excess of the Benchmark
Benchmark	An accumulation index comprising the OECD G7 Inflation Index plus 5.5% per annum

⁶ If you invest through an IDPS operator such as a Master Trust or Wrap Account platform, these minimums may not apply to you

Market Commentary for the Month

The Chinese market corrected sharply at month end on concerns regarding the possibility of increased credit restrictions and measures to moderate perceived stock market excesses. This triggered a global market reaction that resulted in negative performance for most global markets for the month.

The decline in US markets (DJ -2.7%, S&P500 -2.1%, NASDAQ -1.8%) reflected a response to the correction in China coupled with the anticipated negative impact on inflation and economic growth of rising oil prices and inflationary concerns indicated by the Fed. Similarly in Europe, markets also retreated (UK -0.5%, France -1.3%, Germany -1.5%, Spain -2.1%, Italy -2.5%). In Asia market falls were the most pronounced in Hong Kong -3.8% and Singapore -2.0%. In the Asian region Japan and Australia finished marginally ahead for the month.

Despite world markets falling sharply in the last week of February, and ending the month overall down, the RARE portfolio performed well on a relative basis and finished the month with a positive absolute return.

Infrastructure stocks globally continued to attract attention. Investors led by KKR and Texas Pacific Group bid US\$45bn for TXU Corp, the largest power producer in Texas, in the largest leveraged buyout to date. The Autostrade/Abertis merger received a boost following a European Commission ruling that the Italian government had violated EU merger laws. Italian authorities have subsequently said that the merger will not face any regulatory hurdles. Mixed outcomes for the airports sector with a successful listing of TAV Airports, Turkey's largest airport operator and the withdrawal of the IPO for Amsterdam's Schiphol Airport following a veto by the Amsterdam City Council which owns 22%. The Airports Council International forecasts for global air traffic growth for 2007 expects passenger growth of 8.6% in the Asia/Pacific region and 5.4% growth across Europe.

In Europe the battle continues for Spanish utility, Endesa. German EON's €41bn bid, which over the last year has faced battles with the Spanish regulators, politicians and potential blocking shareholders, now has a new challenger in the form of Italy's ENEL. ENEL, which is partly state owned (32%), has bought an initial 10% of Endesa with the intention of building a 25% stake. This blocking move could derail EON's bid or trigger a counter move by EON onto ENEL's register.

George Raftopoulos, Senior Portfolio Manager

Portfolio Commentary

RARE finished the month with a positive absolute return, despite the sharp fall in global markets. A strong performance by the toll road companies, especially Shenzhen, Anhui and Vinci and having no exposure to the underperforming Water Utility sector boosted performance.

Falls in the Electric Utility sector, where RARE had exposure to Spectra and Red Electrica, were negative for returns, as was the underweight position in the outperforming Logistics sector.

Overview of Fund Holdings

Top 5 Holdings

CCR
 Cintra Concesiones
 SES Global
 SP Ausnet
 Vinci

Currency Exposure

Currency	Exposure (AUD million)	Hedge (%)
USD (inc China, HK)	1.3	99
Euro	1.8	103
Canadian Dollar	0.5	110

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 1.025% 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.