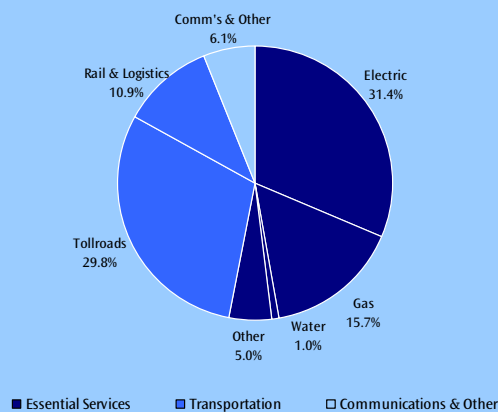


Performance Summary (returns in AUD after fees)

	This Month	Three Months	Six Months	Inception ¹
RARE Infrastructure Value Fund	-1.3%	0.4%	6.6%	13.9%
Benchmark (<i>OECD G7 Inflation Index plus 5.5% pa</i>)	0.9%	2.9%	3.9%	4.7%
Out/ (Under) Performance	-2.2%	-2.5%	2.7%	9.2%

¹ Inception date 13 November 2006

Overview of Fund Exposures and Portfolio Statistics
Sector Exposures²

Portfolio Statistics

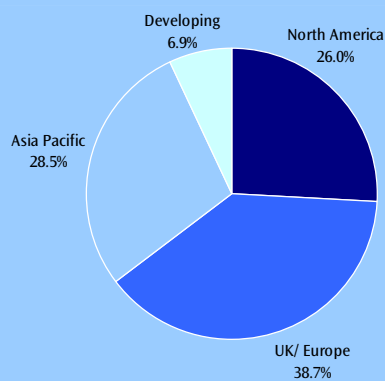
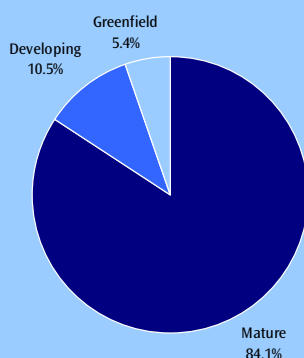
 Current statistics of the RARE Infrastructure Value Fund are as follows³:

Dividend Yield	4.0%
EV ⁴ / EBITDA ⁵	10.1x
Interest Cover	4.2x
Gearing (Net Debt/ EV)	35.2%
Asset Beta	0.52

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 Exposures

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	\$61.2m
Number of Holdings	38
Minimum Investment	\$500,000 ⁶
Application Price	1.1676
Redemption Price	1.1618
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

⁷ Cum-distribution of 0.7 cents per unit, paid on 11 April 2007

Market Commentary for the Month

With the exception of markets in Asia, most global markets fell during the month as the fear that the impact of the subprime loan crisis would be more widespread than previously envisaged.

The US market fell away, especially towards month end (DJ -1.5%, S&P500 -3.2%, NASDAQ -2.3%) despite supportive economic data from manufacturing, inflation and industrial production. There is continuing concern that rising oil prices, up 10.7% during the month and 22.2% over two months, will impact growth and increase inflation.

European markets exhibited greater volatility than the US (UK -3.8%, France -5.0%, Germany -5.3%, Spain -0.6%, Italy -4.1%) despite on-going positive industrial production and employment data, and modest PPI increases. The Bank of England increased short-term rates by 0.25% to 5.75% in an attempt to reduce the risk of future inflation. In Asia, all markets (except Japan -4.9%) rose (Hong Kong +6.5%, Korea +3.9%, Taiwan +4.5%) despite rising oil prices and increasing concerns regarding the growth outlook in the USA and Europe.

Activity in the global infrastructure sector continued. Fraport of Germany, together with Turkey's IC Holdings have made a joint bid for Istanbul's second airport, Brisa of Portugal has submitted a bid for the 30km €370m Marao tunnel and highway concession in Portugal, the Philippines Ports Authority has selected two bids for a 25 year concession over the Manila North harbour port, RREEF Infrastructure has completed the acquisition of Maher Terminals in British Columbia, Canada and closer to home, Dubai Enterprise made a friendly NZ\$2.6bn bid for Auckland International Airport.

In the USA, infrastructure related projects continue to experience regulatory uncertainty. The US Senate has passed a bill that could make it more difficult for foreign companies to buy US electric power companies and other domestic energy assets, while in Texas the Transportation Commission has awarded the SH121 toll road project to the North Texas Tollway Authority, after previously awarding the concession to Cintra of Spain. In RARE's view, the recent setbacks to private ownership of US road infrastructure is a temporary phenomenon and in the longer term, RARE believes the US will be fertile ground for global toll road companies like Cintra and MIG to expand.

George Raftopoulos, Senior Portfolio Manager

Portfolio Commentary

RARE recorded a month of negative returns, with the portfolio down 1.3% (after fees), although the 3 month return remains positive at +0.4%.

The subprime loan crisis has heightened global concerns regarding credit markets and resulted in a modest increase in global bond yields.

We expect market volatility to continue until the full extent of the subprime loan crisis is understood and priced. In this environment, a rising oil price coupled with the expectation that US growth could moderate in the short-term, will keep markets on edge.

RARE continues to focus its portfolio on stocks with low financial risk, strong market positions, solid growth prospects and in favourable regulatory environments.

Overview of Fund Holdings

Top 5 Holdings (alphabetical order)

Babcock & Brown Wind
 Canadian National Railways
 Cintra Concesiones
 Spark Infrastructure Group
 Vinci SA

Currency Exposure

Currency	Exposure (AUD million)	Hedge (%)
USD (inc China, HKD)	16.9	95
Euro	20.7	92
Canadian Dollar	6.8	101
Brazilian Real	4.1	-
Czech Koruna	1.4	-
British Pound	1.1	104

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.