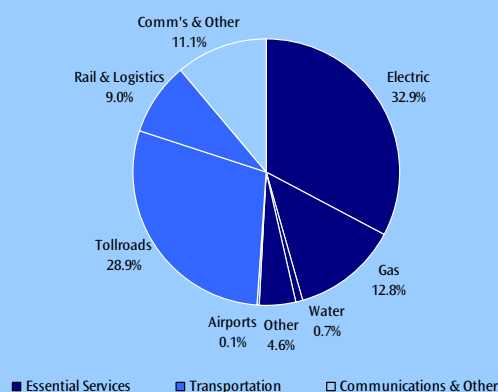


Performance Summary (returns in AUD after fees)

	This Month	3 Months	Inception ¹
RARE Infrastructure Value Fund	3.0%	5.4%	9.5%
Benchmark (<i>OECD G7 Inflation Index plus 5.5% pa</i>)	0.7%	1.2%	1.7%
Out/ (Under) Performance	2.3%	4.2%	7.8%

¹ Inception date 13 November 2006

Overview of Fund Exposures and Portfolio Statistics
Sector Exposures²

Portfolio Statistics

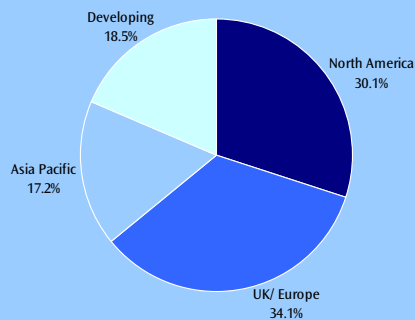
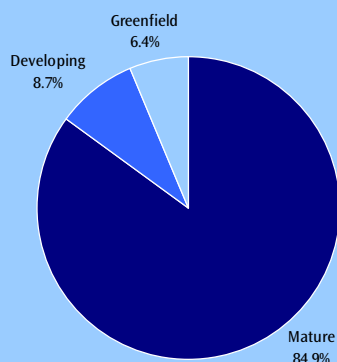
Current statistics of the RARE Infrastructure Value Fund are as follows³:

Dividend Yield	4.3%
EV ⁴ / EBITDA ⁵	10.6x
Interest Cover	4.7x
Gearing (Net Debt/ EV)	33.1%
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	\$7.4m
Number of Holdings	38
Minimum Investment	\$500,000 ⁶
Application Price	1.0982 ⁷
Redemption Price	1.0928 ⁷
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

Global markets steadily regained most of the losses sustained at the end of February, following the sharp month end fall.

US markets advanced (DJ +0.7%, S&P500 +1.1%, NASDAQ +0.2%) despite mixed market reports. The Fed's moderating stance on interest rate increases in the face of persisting higher inflation concerns reflects the increasing alarm regarding poor economic data for housing, retail sales and consumer confidence. Furthermore, the sub-prime mortgage market problems are still to be resolved and the extent to which this may still impact markets is unknown.

In Europe markets rose strongly (UK +2.5%, France +1.9%, Germany +2.6%, Spain +2.8%, Italy +1.5%) despite a 25bp interest rate increase by the ECB. In Asia, all markets reported strong advances, regaining most of the previous month's falls (Singapore +4.2%, Korea +2.4%, Hong Kong +0.8%), with the exception being Japan which fell -1.8% on concerns on the yen carry trade as the currency appreciated against the Euro and the US dollar.

The infrastructure sector globally delivered mixed outcomes over the month. The Italian toll road sector continues to be subjected to regulator uncertainty, despite the government announcement that the Autostrada/Abertis merger would not face any regulatory hurdles. Both Copenhagen and Frankfurt airports reported lower traffic figures for the month, while uncertainty remains regarding the sale/lease of Prague airport and the Benetton family's proposed restructuring of Rome airport.

The city state of Hamburg has decided to offer investors 30% of its port operator in an IPO, Turkey has indicated that toll road privatisations could follow the successful TAV Airports IPO and the Mexican government is considering the privatisation of four new toll roads involving an investment of some US\$10.2bn. In Spain, the EON/Endesa merger appears to have finally been resolved with EON walking away from the deal with a portfolio of assets. The French government has issued a tender for a €4.5bn high speed rail project – the South Europe Atlantic High Speed Line (SEA) – of 320km between Tours and Bordeaux which will involve a contact on a “design/build/finance/operate” basis with a concession period of up to 65 years.

George Raftopoulos, Senior Portfolio Manager

Portfolio Commentary

RARE finished the month with a solid positive absolute return. A strong performance by the toll road sector, especially Shenzhen, Vinci and Abertis SA and having no exposure to the underperforming logistics sector boosted performance.

The electric utility sector was also a strong performer, where RARE had exposure to EDF (France) and Red Electrica (Spain). Exposure to the underperforming gas utility sector was negative for returns, as was the underweight position in the outperforming ports sector.

The RARE Infrastructure Value Fund has paid a distribution of 0.7 cents per unit for the quarter ending March 2007.

Overview of Fund Holdings

Top 5 Holdings

Cintra Concesiones
 SES Global
 SP Ausnet
 Spark Infrastructure Group
 Vinci

Currency Exposure

Currency	Exposure (AUD million)	Hedge (%)
USD (inc China, HK)	1.8	105
Euro	2.8	104
Canadian Dollar	0.7	109

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.