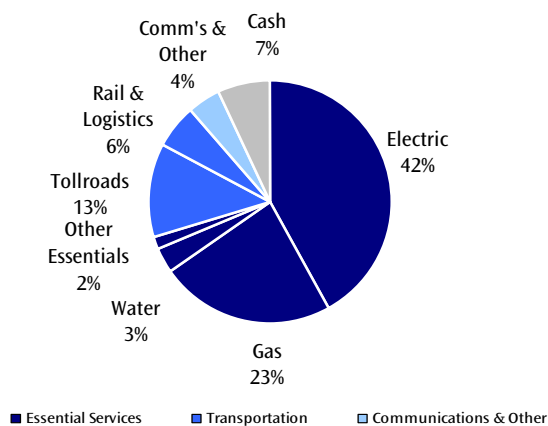
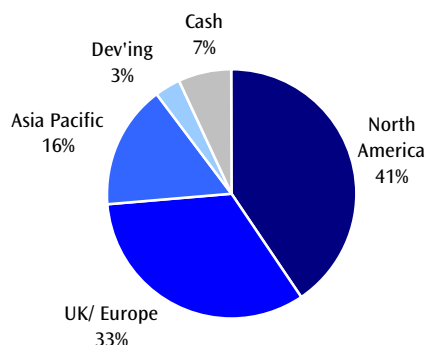
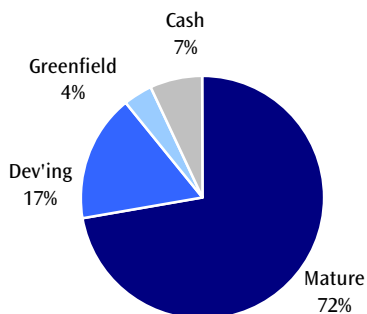


Performance Summary (total returns in AUD after fees)

	This Month	Three Months	One Year	Two Years	Inception ¹
RARE Infrastructure Value Fund	3.0%	-1.6%	-27.0%	-13.0%	-6.4%
Benchmark ²	0.5%	-0.6%	6.1%	7.5%	7.0%
MSCI World (Local Currency)	10.6%	8.4%	-34.5%	-20.9%	-11.2%

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	6.4%
EV ⁵ / EBITDA ⁶	9.0x
Interest Cover	3.8x
Gearing (Net Debt/ EV)	46.4%
Asset Beta	0.45

Fund Details

Fund Size	\$134m
Number of Holdings	32
Minimum Investment	\$500,000 ⁷
Application Price	0.7596
Redemption Price	0.7558
Distribution Frequency	Quarterly
Distribution for March 09 (cpu)	0.7500 cpu
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

¹ Inception date 13 November 2006. Results Annualised

² OECD G7 Inflation Index plus 5.5% pa

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

Better news on the US economy and possible stabilization in the US and other economies is translating to global equity markets continuing to move higher from the March lows. Investors are gaining confidence from leading economic indicators (forward purchase and sales orders, production, inventory etc...) albeit still in negative territory, but falling at lower rates of decline.

During the month the main negative news that temporarily halted the upward movement in markets was the outbreak of Swine flu. It is too early to say if this flu will have large repercussions but for the moment markets have assumed limited economic consequence from the outbreak.

Developed markets (MSCI Developed, local currency rose 10.6% and Emerging Markets (MSCI EM local currency) rose 11.8% in April. S&P500 was up 9.4% with the best markets in Europe being Italy and Germany, up 20.8% and 16.8% respectively. In Asia the best EM market was India up 17.5% while in Latin America Brazil achieved the best returns up 15.5%. Globally, higher risk stocks (financials and cyclical industrials) performed best with utilities and defensives lagging. Like March the GDP sensitive infrastructure stocks outperformed the regulated utility assets.

The sector exhibited reasonable M & A activity with:

- Terna SPA (held by RARE), the Italian gas transmission company disposing of its 66% stake in a Brazilian subsidiary for 27% above the last traded price
- Canadian Pension Plan Investment Board bid for 100% of Macquarie Communications Group at a premium of 67% above the closing price prior to announcement
- Ferrovial has received 3 offers for Gatewick airport, which the market speculates are between £1.3-1.8b (versus a regulated asset base of £1.6b)

In conclusion the market is gaining confidence in the positive (or rather, less negative) economic news. The next big test for the economy is the outcome of the US stress tests on financial institutions and whether the auctions of "toxic" debt is viewed as a success.

Richard Elmslie & Nick Langley,
Senior Portfolio Managers

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.

Portfolio Commentary

RARE outperformed its benchmark in April (3.0% vs 0.5%), but underperformed global equities (10.6%).

On a sector level, our only negative contribution came from N American Electric utilities, which was more than offset by our holdings in European Electric utilities such that we saw net positive contributions from our Utilities exposure. Within our universe the infrastructure sectors of toll roads, ports and airports were the strongest performers and this was reflected in the strong positive contribution from our positions in European and N American toll road assets.

On a company level our largest contribution came from our exposures to Cintra, Vince & Abertis as lower risk aversion led to a partial re-rating of toll road concession values. The largest detractor came from Snam Rete Gas which suffered some selling in April in ahead of its rights issue in May.

The Fund continues to be cautious in its approach, and err on the side of defensiveness rather than risk. We have identified the GDP sensitive infrastructure stocks in which we have the highest conviction and will likely increase our exposure in coming months as we continue to gain confidence in the global economy.

Overview of Fund Holdings

Top 10 Holdings	Weighting
ITC HOLDINGS CORPORATION	6.1%
ENBRIDGE INC	6.0%
NATIONAL GRID PLC	5.4%
TRANSCANADA CORPORATION	5.1%
WISCONSIN ENERGY CORPORATION	4.5%
SPECTRA ENERGY CORP	4.4%
SINGAPORE POST LIMITED	3.9%
PROGRESS ENERGY	3.9%
ABERTIS INFRAESTRUCTURAS SA	3.7%
SES	3.7%

Currency Exposure

Currency	Exposure (AUD m)	Hedge (%)
US Dollar (incl. HKD)	43.8	105%
Canadian Dollar	14.1	104%
Euro	30.8	108%
British Pound	10.7	95%
Brazilian Real	4.1	118%
Singapore Dollar	5.0	107%