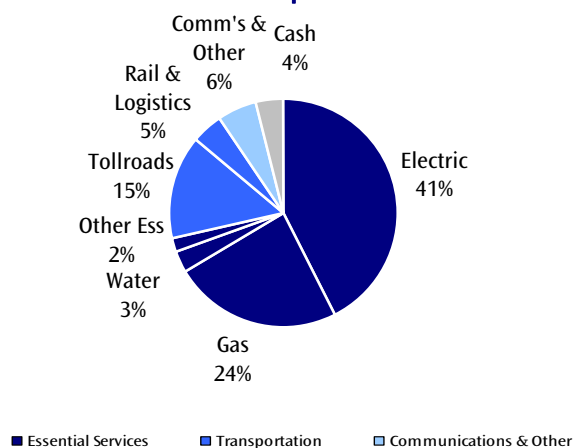
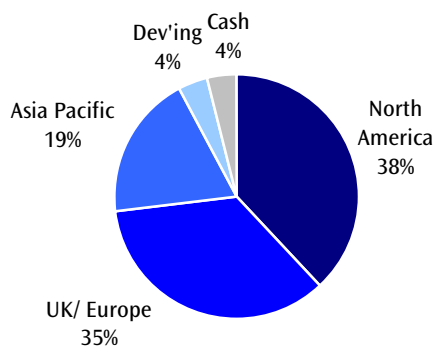
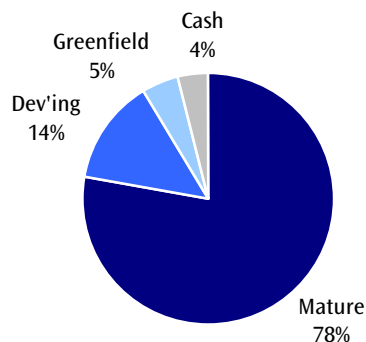


**Performance Summary (total returns in AUD after fees)**

	This Month	Three Months	Twelve Months	Inception <sup>1</sup>
RARE Infrastructure Value Fund	-5.0%	-7.2%	-28.5%	-8.2%
Benchmark <sup>2</sup>	-0.8%	-0.6%	7.0%	7.1%
MSCI World (Local Currency)	-8.3%	-13.2%	-42.4%	-18.2%

**Overview of Fund Exposures and Portfolio Statistics**
**Sector Exposures<sup>3</sup>**

**Regional Exposures - by Listing**

**Maturity Exposures<sup>3</sup>**

**Portfolio Statistics**

Current statistics of the RARE Infrastructure Value Fund are as follows<sup>4</sup>:

Dividend Yield	6.6%
EV <sup>5</sup> / EBITDA <sup>6</sup>	7.9x
Interest Cover	3.8x
Gearing (Net Debt/ EV)	41.1%
Asset Beta	0.46

**Fund Details**

Fund Size	\$119m
Number of Holdings	36
Minimum Investment	\$500,000 <sup>7</sup>
Application Price	0.7414
Redemption Price	0.7377
Distribution Frequency	Quarterly
Distribution for December 08	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

<sup>1</sup> Inception date 13 November 2006. Results Annualised

<sup>2</sup> OECD G7 Inflation Index plus 5.5% pa

<sup>3</sup> Based on the exposures of the underlying assets of the stocks in the Fund, as assessed by RARE Infrastructure

<sup>4</sup> Based on weighted averages

<sup>5</sup> EV means Enterprise Value (market capitalisation + preferred equity, if any + net debt)

<sup>6</sup> EBITDA means earnings before interest, tax, depreciation & amortisation

<sup>7</sup> 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 Feb 09

Global markets declined sharply again in February. A combination of on-going negative economic news and substantial corporate profit downgrades coupled with heightened uncertainty regarding the global banking and financial system impacted sentiment. The US market fell during the month (DJ -11.7%; S&P500 -11.0%; NASDAQ -6.7%) on the back of worse than expected corporate earnings, particularly bearish profit outlook statements and concerns over the possible "nationalisation" of some US banks. The negative market reaction has been driven by the fear that as the real economy continues to slow over the course of 2009 and the financial system shows no sign of stabilising, corporate earnings will deteriorate much further before any economic stimulus package provides a measure of positive traction.

European markets fell in line with the US (UK -7.7%; France -9.1%; Italy -14.8%; Spain -9.8%; Germany -11.4%) on concern US plans to increase spending and support problematic banks will not be sufficient to revive growth. European exports are expected to contract sharply, accelerating the fall in year-on-year industrial production (France -10.9%, Italy -14.3%; Spain -19.6%) and exacerbating the rise in unemployment levels (UK 6.3%; Germany 7.9%; Eurozone 8.2%). EU leaders rejected a EUR180bn bailout of Central and Eastern European countries whose currencies have been battered in the downturn, despite the massive EUR1.0 trillion banking exposure EU banks have to the region.

Asia Pacific markets also declined for the month (Japan -9.8%; Hong Kong -7.7%; Singapore -0.9%; Australia -4.9%) as the impact of the economic slowdown globally was reflected in poor data regionally. Year-on-year industrial production declines (India -2.1%; Taiwan -43.1%; Singapore -29.1%), falling GDP (Taiwan -8.4%) and sharply lower housing starts (Japan -18.7%) reflected the deteriorating economic outlook for the region.

Infrastructure related activity included the announcement that the US stimulus package includes USD150bn that has been earmarked for infrastructure, of which some USD50bn is for transportation (highways, transit and airport projects). OHL of Spain has signed a deal valued at nearly USD400 million to build a 360 km highway along Peru's northern coast, while a new concession contract negotiated between Brisa and the Portuguese authorities allows for the disposal of assets that form part of its main concession (up to 33%). Abu Dhabi's Department of Transport has shortlisted five consortia for the USD2.7bn, 327km Mafraq-Ghweifat highway project, while Scottish and Southern Energy is reported to be in GBP11.0bn takeover talks with Swedish utility Vattenfall.

### 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

The fund underperformed in February, finishing negative at -5.0% compared to the -8.3% performance for global markets, as measured by the MSCI World Index.

On a sector and regional basis, RARE benefited from its exposure to Communications in Europe, Electricity utilities in Latin America and from exposure to the Logistics sector in Asia. Performance was negatively impacted by RARE's exposure to Electric and Gas utilities in Europe and North America and tollroads in Europe.

Cintra is finalising the sale of its car parking assets (est. EUR500m), while a Vinci led consortium has signed a EUR600m contract with the German authorities for a 30-year concession of the A-Modell A5 motorway. Snam Rete Gas announced the acquisition of ENI's Italgas and Stocaggi Gas Italia assets for a total consideration of EUR4.7bn which will be financed through a rights issue of EUR3.5 billion and new loans of EUR1.3 billion.

RARE continues to believe that global markets will be volatile, and continues to weight the portfolio towards stocks that exhibit more defensive investment characteristics.

*Richard Elmslie, Nick Langley & George Raftopoulos, Senior Portfolio Managers*

## Overview of Fund Holdings

Top 10 Holdings	Weighting
ENBRIDGE INC	5.7%
ITC HOLDINGS CORPORATION	5.7%
NATIONAL GRID PLC	5.1%
WISCONSIN ENERGY CORPORATION	4.9%
TRANSCANADA CORPORATION	4.8%
SPECTRA ENERGY CORP	4.5%
SINGAPORE POST LIMITED	4.2%
SES	3.9%
PROGRESS ENERGY	3.8%
RED ELECTRICA CORPORATION SA	3.7%

## Currency Exposure

Currency	Exposure (AUD million)	Hedge (%)
US Dollar (incl. HKD)	42.9	100%
Canadian Dollar	12.7	109%
Euro	33.0	112%
British Pound	9.8	106%
Brazilian Real	4.7	103%
Singapore Dollar	5.1	107%