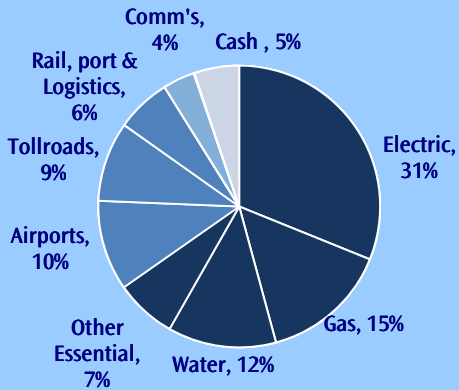
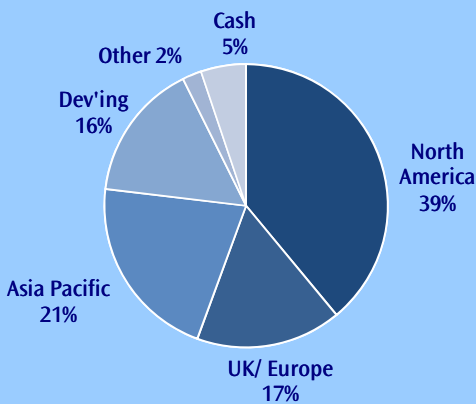
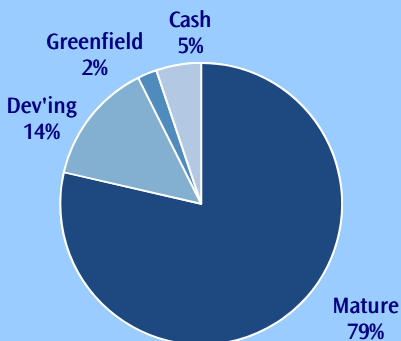


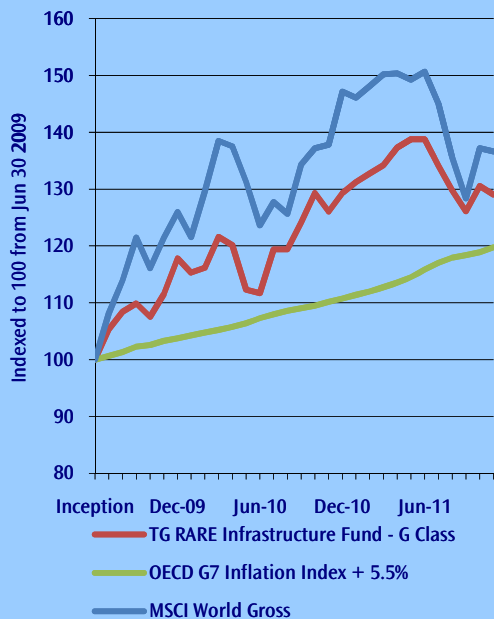
**Performance Summary (total return in GBP after fees)**

1, 5, 6

	This Month	3 months	1 Year	2 Years	Inception <sup>7</sup>
TG RARE Infrastructure Fund - G Class	-1.2%	-0.6%	2.4%	7.6%	11.1%
BENCH:OECD G7 Inflation Index + 5.5%	0.7%	1.5%	8.7%	7.6%	7.7%
MSCI World Gross	-0.4%	0.8%	-0.8%	6.1%	13.8%

**Overview of Fund Exposures and Portfolio Statistics**
**Sector Exposures** <sup>2</sup>

**Regional Exposure By Asset** <sup>2</sup>

**Maturity Exposures** <sup>2</sup>

**Portfolio Statistics** <sup>3</sup>

Total RARE AUM (GBP Billions)	2.8
Dividend Yield	5.0%
EV / EBITDA <sup>4</sup>	9.6x
Interest Cover	3.1x
Gearing (Net Debt/ EV)	41.3%
Total Portfolio Hedging	100.6%

**Performance History**

**Overview of Fund Holdings**

Top 10 Holdings	Weighting
MAP GROUP	5.5%
TCL	5.2%
AMERICAN WATER WORKS CO INC	5.0%
TRANSCANADA CORP	5.0%
SOUTHERN CO	4.9%
NATIONAL GRID PLC	4.3%
SPARK INFRASTRUCTURE GROUP	3.6%
SES	3.5%
SEVERN TRENT PLC	3.2%
WESTAR ENERGY INC	3.1%

1 Sources:RARE internal calculations for TG RARE Infrastructure Fund - G Class . All index data sourced from FactSet. Results over one year annualized.

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

3 Based on weighted averages.

4 EV means Enterprise Value (market capitalization + preferred equity, if any + net debt) and EBITDA means earnings before interest, tax, depreciation &amp; amortization.

5 Fund Performance is net of fees (assumed at 1.025% annual, calculated as 0.08502% per month).

6 All values on a GBP hedged basis and net of withholding taxes for benchmarks if applicable.

7 Performance inception date for TG RARE Infrastructure Fund - G Class is 30/06/2009.

## Market Commentary for the Month

The first three weeks of November were characterised by positive fundamental US data (ISM, payrolls, retail sales, consumer confidence), but European Sovereign concerns & continued weaker European economic data (GDP, ISM, employment) weighed on the markets. By the last week of the month, European stocks were down 12% and US down

Markets (MoM%, local)	
S&P500	-0.2%
EuroStoxx	-1.9%
Japan	-6.2%
Hong Kong	-9.2%
Shanghai	-5.4%
Brazil	-2.5%
MSCI World	-1.6%
MSCI EM	-3.9%
Oil (USD)	7.8%

6% - but a coordinated Central Bank liquidity provision response spurred the market to end close to flat for the month. Optimism once again grew, with pressure on European policymakers to once again come to the rescue - 10 Year Italian & Spanish bond yields hit record spreads over German bonds in November.

### Infra Regulation:

\*Ofwat (The UK Water Regulator) released its consultation document on 2015-2020 price limits, with no major surprises

### Infra M&A:

\*Hochtief delayed its airports sale again due to the market volatility

\*Italy's Atlantia (tollroad) completed the sale of a 69% stake in Societa Autostrada Tirrenica after receiving approval from regulatory authorities

\*Turkey's TAV Airports was awarded the Izmir airport concession

\*National Highway Authority of India (NHAI) awarded 905 kms of road projects in November at total cost of RS90b. Road awards have moved towards e-tendering -- a first of its kind in India -- ushering in transparency for awards, something that a lot of stakeholders in the sector have been calling for

\*Brazil announced that three airports (Guarulhos, Viracopos and Brasilia Airports), representing ~30% of Brazilian passengers, are due to be auctioned in late December. The concession periods range between 20 and 30 years, and investment amounts are \$R6.2b, R\$11.4b, and R\$3.5b, respectively. Potential bidders for the concessions include the listed Brazilian toll road concessionaire's OHL Brasil (in partnership with AENA International), Ecorodovias (in partnership with Fraport) and CCR

### Infra Funding:

\*Toll-road operator 407 International. raised C\$350m from an issue of long bonds maturing in November 2041, issued at 4.45% (170bps over Canada 2041 bonds)

\*APRR operating company (French Tollroad) issued EUR500m in 2016 bonds at 275bps over mid swaps. The Eiffarie (French Tollroad holding company) has EUR4b to refinance by June 2013

\*Canadian Pacific Railway Ltd is borrowing USD500m to reduce its pension deficit.

\*BAA postponed a bond issue (sterling-denominated 12-year subordinated bonds) citing poor market conditions in the Eurozone

\*NHAI issued a draft prospectus for a proposed RS100b tax free bond issue

## Portfolio Commentary

In November, RARE (-1.2%) underperformed its benchmark (+0.7%) and the MSCI World Gross Index (-0.4%)

Over the month, the Utilities all added to performance (Electric +80bps, Gas +45bps, Water +26bps), while Toll Roads (-68bps) were the largest detractor from performance.

In stock terms, the Toll Roads Transurban (Asia Pacific Developed, +33bps) and OHL Mexico (Central South America Developed, +18bps) were the biggest contributors to performance, whilst Vinci (Europe, -62bps) and Shenzhen International (Asia Pacific Developing, -28bps) were the largest detractors from performance. By region, UK/Europe was the largest detractor (-93bps), whilst Asia/Pacific Developed (+60bps) and North America (+37bps) were the strongest contributors to performance.

In the month, RARE added Northeast (North America, Electric) and Duet (Asia/Pacific Developed, Gas), and exited of Vinci (Europe, Toll Road) and Atlantia (Europe, Toll Road).

RARE, which stands for Risk Adjusted Return on Equity, continued to reduce our exposure to Europe in November because of the increased risk and difficulty pricing the European political risk. In the current environment we would rather achieve lower returns with lower risk (volatility), investing in companies with fundamental long term value, with strong balance sheets, strong management and supportive regulatory environments or long term contracts that help to underpin revenues, cash flows and dividends.

**Richard Elmslie & Nick Langley**  
**Senior Portfolio Managers**

## Fund Details

Fund Structure	UCITS
Price: Class G, GBP, distributing	12.46
Bloomberg Tickers	RARDUBG ID
Further information	<a href="http://www.RAREinfrastructure.com">www.RAREinfrastructure.com</a> <a href="http://www.TGinvestmentfunds.com">www.TGinvestmentfunds.com</a>

## Mandate Compliance

There have been no breaches in the mandate constraints this month.

### Important Information:

RARE Infrastructure Limited may be contacted by writing to Level 18, 1 York Street, Sydney, NSW, 2000, by tel. on (02) 9397 7300, by fax on (02) 7397 7399 or by email at [operations@rareinfrastructure.com](mailto:operations@rareinfrastructure.com). RARE provides this information as an authorised representative of Treasury Group Investment Services (TIS) AFSL No. 227 326.

TIS is the responsible entity for the RARE funds. TIS can be contacted by writing to Level 5, 50 Margaret Street, Sydney, NSW, 2000, by telephone on (02) 8243 0400 or by fax on (02) 8243 0410.

TIS receives a management fee for the RARE funds out of which it pays an investment management fee to RARE in return for RARE acting as investment manager for the RARE funds. The employees and directors of RARE and TIS are paid a salary. They are not paid any commissions but may be paid a performance bonus based on personal performance or the company's performance. TIS is a wholly owned subsidiary of Treasury Group Limited. Treasury Group Limited is also a shareholder in RARE.