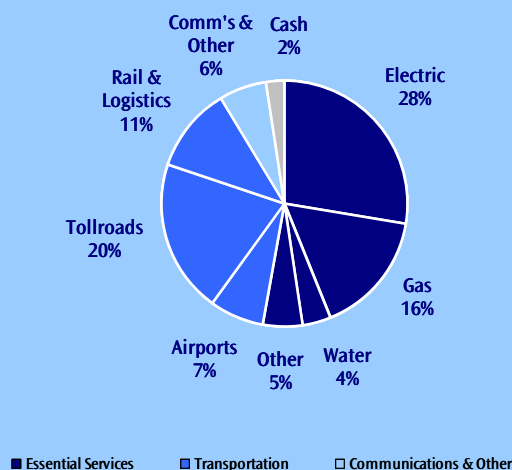


## Performance Summary

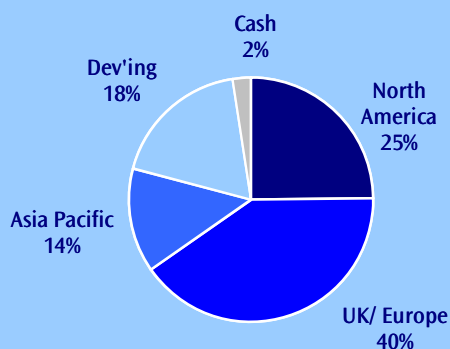
	This Month	Three Months	Twelve Months	Re-Inception <sup>6</sup>
TG RARE Infrastructure (EUR, net) <sup>1</sup>	1.5%	3.5%	19.0%	22.2%
Benchmark: G7 Inflation + 5.5%	0.5%	1.6%	6.9%	8.0%
MSCI World (EUR, gross)	2.7%	7.1%	20.2%	23.0%

## Overview of Fund Exposures and Portfolio Statistics

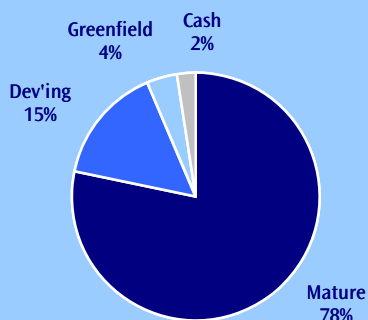
### Sector Exposures<sup>2</sup>



### Regional Exposures<sup>2</sup>



### Maturity Exposures<sup>2</sup>

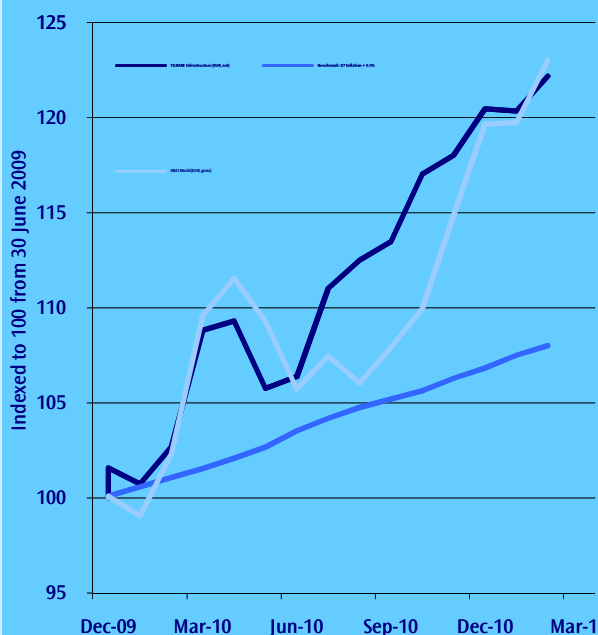


### Portfolio Statistics

Current statistics of the TG RARE Fund are as follows:<sup>3</sup>

Dividend Yield	4.9%
EV <sup>4</sup> / EBITDA <sup>5</sup>	9.4x
Interest Cover	3.7x
Gearing (Net Debt/ EV)	41.8%
Asset Beta	0.50

### Performance



### Fund Details

Fund Structure	UCITS
Price, Class I, EUR, accumulating	9.970

Bloomberg Tickers	RARDUBI ID
Further information	<a href="http://www.RAREinfrastructure.com">www.RAREinfrastructure.com</a> <a href="http://www.TGinvestmentfunds.com">www.TGinvestmentfunds.com</a>

<sup>1</sup> Sources: TG RARE Infrastructure Fund, RBC Dexia Ireland; Benchmark, OECD and RARE calculations; MSCI World, Bloomberg

<sup>2</sup> Based on the exposures of the underlying assets of the stocks in the Fund, as assessed by RARE Infrastructure

<sup>3</sup> Based on weighted averages

<sup>4</sup> EV means Enterprise Value (market capitalisation + preferred equity, if any + net debt)

<sup>5</sup> EBITDA means earnings before interest, tax, depreciation & amortisation

<sup>6</sup> Original inception date 17/06/08; Re-inception date 23/12/09.

## Market Commentary for the Month

Continued tensions in the Middle East and North Africa resulted in the MSCI World outperforming the MSCI EM by 3.9%. For the moment, the political upheaval remains isolated to the MENA region. However, markets remain concerned about the potential for it to spread.

Markets (MoM%, local)	
S&P500	3.4%
EuroStoxx	2.0%
Japan	3.8%
Hong Kong	-0.5%
Shanghai	4.1%
Brazil	1.2%
MSCI World	2.4%
MSCI EM	-1.5%
Oil (USD)	2.9%

The key indicator for the crisis is the price of oil (+2.9% for the month and still rising in March). Market concerns grow over the potential for a spike in energy prices to derail the recovery underway in developed markets.

### Infra Regulation:

\*Australian Energy Regulator (AER) draft decision for QLD gas distribution was in-line with expectations and precedents (including Victorian electricity distribution), the AER granted a WACC of 9.96%

\*The Spanish parliament approved legislation to allow nuclear plants to operate beyond their 40-year lifespan

### Infra M&A:

\*Abertis announced it is intending to spin off its Car Parks and Logistics businesses into a separate unlisted vehicle, Saba Infraestructuras. Shareholders have the choice to take an extraordinary dividend to be received in either Saba shares or cash. Saba is < 5% of equity value, but continues the Abertis aim of streamlining the business (post the 6.7% Atlantia Sale in January)

\*Spanish savings bank, Banca Inversiones, sold its 5% stake in Enagas through an accelerated book build

\*Mexico's Antitrust Agency has barred Asur from bidding on the new Riviera Maya airport project, in South Cancun. Asur currently operates an airport in nearby Cancun, which is Mexico's second busiest airport

### Infra Funding:

\*The Hutchison Whampoa IPO of its deep water ports in HK and nearby Yantian continues. It will keep 25% in the listed entity. The offering is USD4.9b-\$5.8b, with listing expected by end of March

\*EDP obtained a 15yr EUR300m loan from the European Investment Bank to help in the financing of two hydropower projects in Portugal

\*Spain successfully completed the securitization of EUR2b tariff deficit at a 5.1% cost (matures in June 2015). The cash will be immediately paid to Utilities, taking the total to EUR4b YTD (qtr of outstanding Dec 2011 amount)

**Other Infra News.** Asciano announced the signing of a further 3.5mtpa coal contract with Anglo Coal for 9.5 years, and QRN 6mtpa with Jellinbah Resources. Lenders to the M6 toll road in the UK have started selling their loans (around GBP50m in loans traded at ~25% discount), crystallising millions of pounds in losses. The Obama administration plans to bring a US\$556bn transport funding bill to the US Congress for rail and road projects over a six-year period as well as setting up a USD30b national infrastructure bank, however the issue of funding is contentious as the last transportation spending bill expired in 2009 and Congress has been unable to agree new legislation since then.

#### Important Information:

While the information contained in this document has been prepared with reasonable care, none of RARE Infrastructure Limited, TG Investment Funds Plc or Treasury Group Investment Services Limited, the promoter of the Fund, accepts any liability or responsibility for errors, omissions or misstatements, however caused.

This information is not personal advice and has been prepared without taking account of your objective, financial situation or needs.

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. The fact that shares in a particular company have been mentioned should not be interpreted as a recommendation to buy, sell or hold that stock.

Investors, or potential investors, should obtain a copy of, and review, the full prospectus and simplified prospectus prior to making any investment decision.

TG Investment Funds Plc, and TG RARE Infrastructure Fund, as its sub-fund, are authorised and supervised by the Irish Financial Services Regulatory Authority.

## Portfolio Commentary

In February RARE (+1.5%) outperformed its benchmark (+0.5%) but underperformed against global markets(+2.7%).

In our portfolio, the Electric (+58bps) and Gas sectors (+52bps) were standout contributors to performance for the month. Seaports (-29bps) and Logistics (-5bps) were the only sectors in negative territory.

In Stock terms, the major contributors were TransCanada (Canada, Pipelines) +33bps, SES (Europe, Communications) +21bps and Vinci (Europe, Toll Roads) +19bps. The major detractors from performance were DP World (Middle East, Port) -29bps and OHL Mexico (Central/South America, Airport) -10bps.

We added one new stock, Beijing Enterprises Holdings, into the portfolio during the month. The company owns Beijing Gas, which has over 3 million connected households, and also owns Water and Toll Roads assets.

We continue to look for companies with fundamental long term value, with strong balance sheets and strong management and supportive regulatory environments or long term contracts.

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

## Overview of Fund Holdings

### Top 10 Holdings

VINCI	6.1%
TRANSCANADA CORP	5.2%
ABERTIS INFRAESTRUCTURAS SA	5.2%
MAP GROUP	4.5%
NATIONAL GRID PLC	4.4%
SHENZHEN INTL HLDS LTD	4.3%
ITC HOLDINGS CORP	4.0%
SPECTRA ENERGY CORP *OPA*	3.8%
SES GLOBAL SA /FDR	3.7%
RED ELECTRICA CORPORACION SA	3.6%