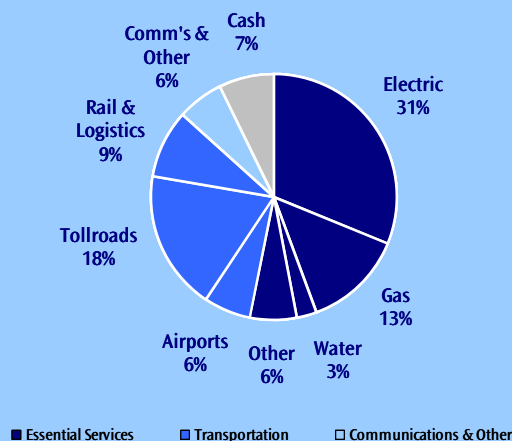


## Performance Summary

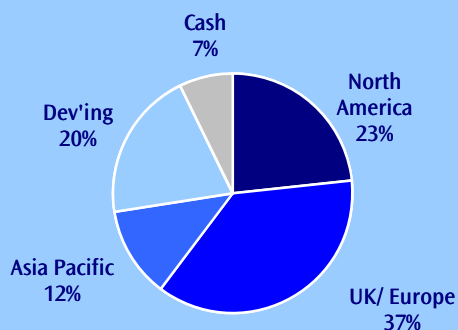
	This Month	Three Months	Twelve Months	Re-Inception <sup>6</sup>
TG RARE Infrastructure (EUR, net) <sup>1</sup>	3.1%	5.4%	na	17.0%
Benchmark: G7 Inflation + 5.5%	0.6%	1.6%	na	5.8%
MSCI World (EUR, gross)	1.9%	2.3%	na	10.0%

## Overview of Fund Exposures and Portfolio Statistics

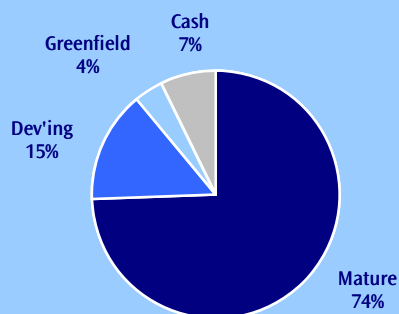
### Sector Exposures<sup>2</sup>



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



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

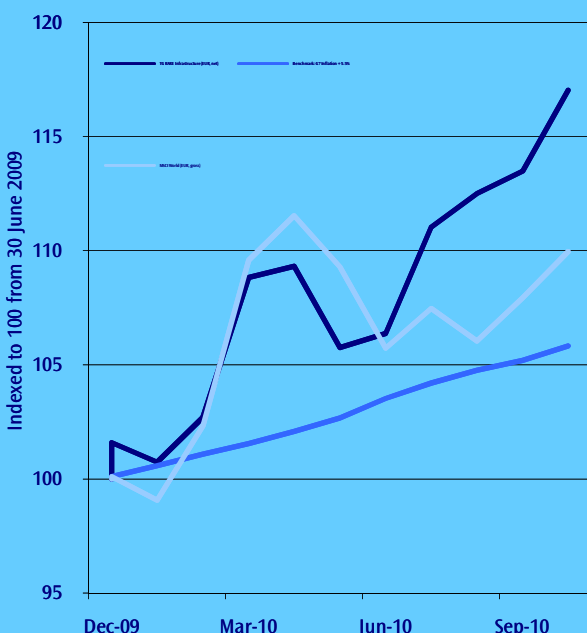


### Portfolio Statistics

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

Dividend Yield	5.0%
EV <sup>4</sup> / EBITDA <sup>5</sup>	9.2x
Interest Cover	3.9x
Gearing (Net Debt/ EV)	40.0%
Asset Beta	0.47

### Performance



### Fund Details

Fund Structure	UCITS
Price, Class I, EUR, accumulating	9.550

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

Most global markets continued to rise in October, as investors become more confident of quantitative easing (QE) in the US.

Global markets were up 2.8% (MSCI World, local) and emerging markets 2.2% (MSCI EM, local).

Further QE is viewed by many investors as good for equities as they assume excess cash will be invested in equities. Reality is QE is only being introduced because the economic outlook is weak and governments (particularly the US where unemployment is above 9%) are trying to restart their economies. Time will tell whether QE works.

Dilma Rousseff won the Brazilian Election. The same party which has been in rule for 8 years, and has been very positive for infrastructure spend, continues in power.

### Infra Regulation:

\* In Australia, the Australian Energy Regulator released the final decision for electric distribution companies in the state of Victoria. Overall decision was more positive than the draft with allowed revenues increased by 12.5% over the draft.

\* Darwin Airport (Australia) has settled on future long term Aero pricing with Qantas. The new Aero regime will underpin a \$100m capex program at Darwin over the next 10 years.

### Infra M&A:

\* Brookfield Infrastructure Partners increased its bid for Prime Infrastructure (Aust) to \$5.21 (from \$4.60).

\* SNC (Canada) scrapped its plans to trigger right of first refusal to purchase 10% of the 407 ETR from Ferrovial and IPO part of the stake. As a result, CPPIB are likely to go ahead with their purchase of the stake for C\$894m.

\* Duet (Australian electric utility) announced the sale of its 29% stake in US business Duquesne Light to GIC for US\$360m. Co-owners QIC and IFM did not exercise their pre-emptive.

\* Northeast Utilities and NSTAR announced a friendly merger. The transaction brings together two northeast-based transmission and distribution companies creating a superregional utility competing against National Grid. Regulatory approvals expected in 9-12 months.

\* BAA (owned by Ferrovial) agreed to sell its 65% stake in Naples airport to the infrastructure fund F2i for €150m

### Infra Funding:

\* Sydney Airport received over \$1b in bank debt commitments ranging from 3 to 7 years, at a cost of 200-250bps over BBSW.

\* GDF-Suez issued €1b in 7yr bonds at 2.75% coupon and €1b in 12 yr bonds at 3.5% coupon.

**Other Infra News.** Nothing to note.

Markets (MoM%, local)	MoM
S&P500	3.8%
EuroStoxx	3.6%
Japan	-1.8%
Hong Kong	3.3%
Shanghai	12.2%
Brazil	1.8%
MSCI World	2.8%
MSCI EM	2.2%
Oil (USD)	0.6%

## Portfolio Commentary

RARE out performed its benchmark (3.1% vs 0.6%) and Global Markets (1.9%) in October.

In October, the Electric (+172bps) and Toll Road (+121bps) sectors were strongest contributors to performance for a second month, whilst Logistics (-8bps) was a detractor. By region, UK/Europe (+244bps) and North America (80bps).

In stock terms, the major contributors were National Grid (UK, Gas) +45bps, Energias de Portugal (Europe, Electricity) +33bps and Brisa (Europe, Toll Roads) +28bps; and the major detractors were Singapore Post (Asia Pac Developed, Logistics) -8bps and TransCanada Corp (North America, gas) -5bps.

DP World (DPW) (Global Port company) +15.41% was the performer of the month. They released a solid 3Q throughput announcement, with consolidated throughput +8% year on year, and remain on track to meet its Full year expectations. For DPW Australia remains strong, offset by a weaker performance from Jebel Ali (Port) in the UAE.

As mentioned last month, we continue to see cash levels tick up ahead of several investment opportunities arising from new IPOs in Australia & Mexico and potential cornerstone stake sell downs in attractive infrastructure names.

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

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

## Overview of Fund Holdings

### Top 10 Holdings

VINCI	5.4%
NATIONAL GRID PLC	4.8%
ABERTIS INFRAESTRUCTURAS SA	4.6%
SHENZHEN INTL HLDS LTD	4.1%
RED ELECTRICA CORPORACION SA	3.9%
ITC HOLDINGS CORP	3.8%
EDP-ENERGIAS DE PORTUGAL SA	3.8%
TRANSCANADA CORP	3.8%
SES GLOBAL SA /FDR	3.8%
SPECTRA ENERGY CORP	*OPA* 3.5%

### 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.