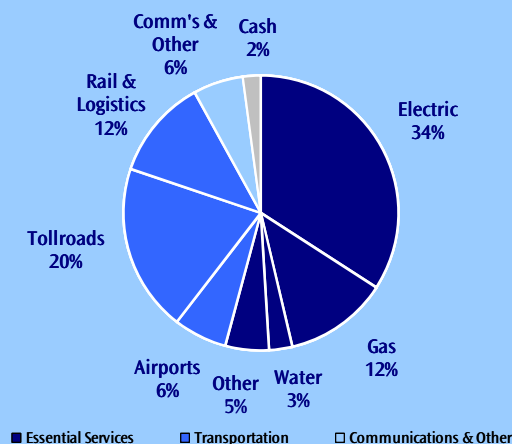


## Performance Summary

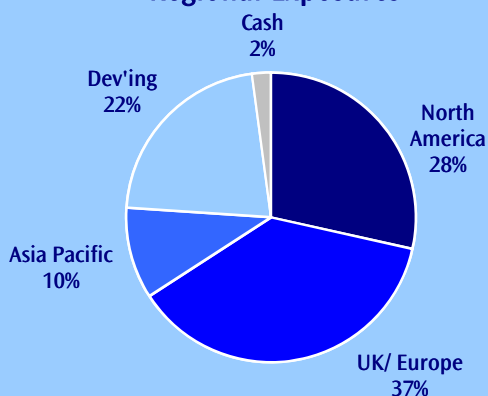
	This Month	Three Months	Twelve Months	Re-Inception <sup>6</sup>
TG RARE Infrastructure (EUR, net) <sup>1</sup>	0.6%	-2.3%	na	6.4%
Benchmark: G7 Inflation + 5.5%	0.8%	2.0%	na	3.5%
MSCI World (EUR, gross)	-3.3%	-3.5%	na	5.7%

## Overview of Fund Exposures and Portfolio Statistics

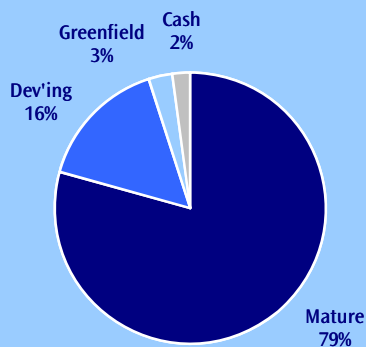
### Sector Exposures<sup>2</sup>



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



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

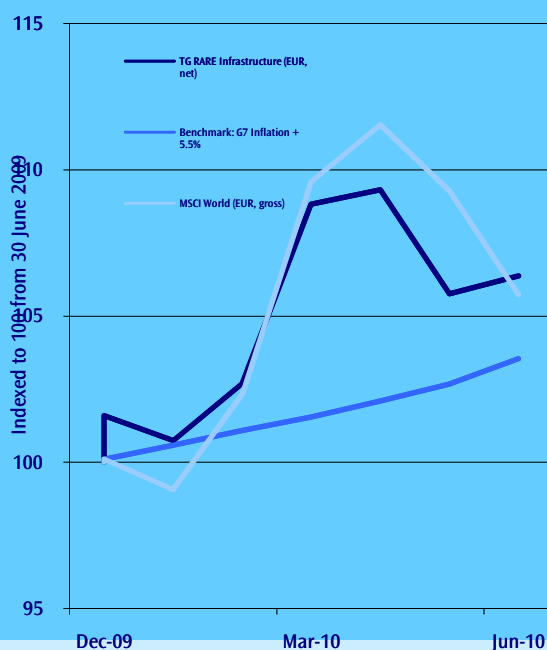


### Portfolio Statistics

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

Dividend Yield	5.7%
EV <sup>4</sup> / EBITDA <sup>5</sup>	8.9x
Interest Cover	4.3x
Gearing (Net Debt/Asset Beta)	40.1%
Asset Beta	0.50

### Performance



### Fund Details

Fund Structure	UCITS
Price, Class I, EUR, accumulating	8.680

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

June continued the poor run for global equities, with developed markets back to September 2009 levels. All major markets were down in June with the exception of Hong Kong. Developed markets (MSCI World) down 3.7% and Emerging Markets (MSCI EM local) down 0.7%.

Markets (MoM%, local)	
S&P500	-5.4
EuroStoxx	-1.4
Japan	-4.0
Hong Kong	+1.8
Shanghai	-7.5
Brazil	-3.4
MSCI World	-3.7
MSCI EM	-0.7
Oil (USD)	-0.6

Throughout June there was mixed economic news not giving a clear signal of either renewed growth or potential recession. Risk aversion prevailed for the last 2 weeks of June. On balance consensus on US growth is edging up however Eurozone is being revised down sharply on austerity announcements. Concerns remain over whether China can manage a soft landing for its economy.

**Infra Regulation.** On the 24 June Spanish government announced a freeze on electricity tariffs until a comprehensive revision of the whole system is complete. This has bipartism support in Spain. It has created uncertainty which will prevail until there is an announcement on outcomes.

### Infra M&A.

M&A activity in the sector continued during the month;  
\* Brisa (Portuguese tollroad operator) announced the sale of its 16.35% interest in Brazilian tollroad operator, CCR expected proceeds are \$1.2b Euros.  
\* Copenhagen Airport agreed to dispose of its 7.65% indirect interest in Mexican airport operator AZUR. MAP owns 30.8% of Copenhagen airport.  
\* DUET (Australian utility) announced its intention to sell its 29% interest in US utility Duquesne (DQE). DUET only acquired the shareholding in DQE in July 2008.

**Infra Funding.** Companies in the sector continued to access debt finance at attractive rates as they have throughout the economic downturn:

\* Sydney Airports issued AUD175m fixed rate MTN due 2015 at 265bps above swap  
\* 407ETR (Canadian Tollroad) sold CAD800m notes in 2 parts; CAD300m 5yr notes and CAD300m 10 year notes at 114bps and 158bps, over government benchmark respectively.

**Other Infra News.** Moody's said the outlook for Europe Infrastructure industry is stable, reflecting some growth in transport volumes in Europe.

DP World has postponed plans for a dual listing in London, citing technical difficulties in merging its home exchanges.

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

## Portfolio Commentary

RARE underperformed its benchmark in June (0.6% v 0.8%), outperforming Global Equities (-3.3%).

We did not add any new stocks to the portfolio.

Electric and tollroads were the biggest detractors to performance during June, whilst the water and gas sectors were solid gainers. By region, UK/Europe was the biggest detractor from performance, as was Developed Asia/Pacific. Central/South America outperformed.

On a stock level, the biggest contributors to performance were Eletropaulo (Brazil, Electric), Abertis (UK/Europe, Toll Roads) and Ecorodovias (Brazil, Toll Roads). The largest detractors from performance were Red Electricia (UK/Europe, Electric), Vinci (UK/Europe, Toll Roads) and GDF Suez (UK/Europe, Electric).

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.

## Overview of Fund Holdings

### Top 10 Holdings

ITC HOLDINGS CORP	5.5%
ABERTIS INFRAESTRUCTURAS SA	5.4%
NATIONAL GRID PLC	5.3%
VINCI	4.5%
RED ELECTRICA CORPORACION SA	4.4%
TRANSCANADA CORP	4.2%
NORTHEAST UTILITIES	4.2%
SHENZHEN INTL HLDS LTD	4.0%
SES GLOBAL SA /FDR	3.9%
EDP-ENERGIAS DE PORTUGAL SA	3.5%

## Currency Exposure

Currency	Exposure %
Australian Dollar	10.1%
US Dollar (incl. HKD)	33.3%
Canadian Dollar	4.3%
British Pound	8.2%
Brazilian Real	10.4%
Singapore Dollar	2.6%

### 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.