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**MACQUARIE KOREA INFRASTRUCTURE FUND**  
**DIVESTMENT OF STAKE IN SEOUL METRO LINE 9**

Macquarie Korea Infrastructure Fund ("MKIF") has completed the divestment of its entire investment in Seoul Metro Line 9 Co., Ltd. ("Metro 9"), the concessionaire with a 30-year concession right to operate and maintain Seoul Subway Line 9, Section 1 ("Subway Line 9" or the "Asset"), to a consortium of Korean financial institutions (the "Investor") (the "Transaction").

MKIF currently holds KRW 103.0 billion investment in Metro 9, comprised KRW 41.0 billion of equity (representing 24.5% shareholding) and KRW 62.0 billion of subordinated debt including accrued interest, consisting approximately 4.5% of MKIF portfolio<sup>1</sup>.

The offer from the Investor for Metro 9 presented an opportunity for MKIF to realise value after a long-term hold from an investment having a potential risk of enforcing sustainable fare escalation. The divestment will provide an exit internal rate of return of 13% over approximately six-year investment period, resulting in MKIF recording an one-off distributable gain of KRW 28.4 billion in the second half of FY2013. The cash proceeds will be entirely used to pay down MKIF's credit facility.

In terms of the overall portfolio strategy, MKIF will continue to have a long-term hold approach unless there are funding needs and/or material changes in drivers of the underlying businesses.

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<sup>1</sup> On an initial commitment basis

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