

Macquarie Korea Infrastructure Fund

9F, Hanwha Building
109 Sogong-ro, Jung-gu
Seoul 04525
KOREA

Telephone +822 3705 8500
Fax +822 3705 8596
Internet www.macquarie.com/mkif

18 January 2019



MACQUARIE KOREA INFRASTRUCTURE FUND **REVISION OF MANAGER COMPENSATION**

Macquarie Korea Infrastructure Fund (“MKIF”) today announced that its manager and corporate director, Macquarie Korea Asset Management Co., Ltd. (“Macquarie”), has offered to revise the manager compensation arrangements with MKIF by reducing the rate of base management fee to a flat 85 basis points and removing the performance fee (the “Revision”). The Revision will become effective from 1 April 2019, subject to amendment of the asset management agreement between MKIF and Macquarie.

The Revision reflects Macquarie’s extensive communication with MKIF’s long-term shareholders. The fee structure has been simplified, designed to improve the alignment of interest between the manager and long-term shareholders. It is also expected to strengthen management stability, allowing the manager to focus on maximizing shareholder value.

The key terms of the Revision are as follows:

Item	Current Terms ¹	Revised Terms
Base Fee	• 1.10% - 1.25% of MKIF market cap ²	• 0.85% of MKIF market cap ²
Performance Fee	• 20% of performance beyond the annual benchmark hurdle rate of 8% ³	• Removed

For further information, please contact:

Jason Pak
Chief Operating Officer
Macquarie Korea Asset Management
+ 82 2 3705 8550
Jason.Pak@macquarie.com

Kevin You
Investor Relations
Macquarie Korea Asset Management
+ 82 2 3705 8565
Kevin.You@macquarie.com

This release is not an offer or solicitation for sale of the securities of Macquarie Korea Infrastructure Fund (“MKIF”) in the United States or in any jurisdiction where any offer, sale or solicitation in respect of such securities is not permitted. Securities may not be offered or sold in the United States absent registration or an exemption from registration under the U.S. Securities Act of 1933 and the US Investment Company Act of 1940, as amended (the “Act”), or in any jurisdiction where such offer or sale is not permitted. The securities of MKIF has not been registered under the Act, and may not be offered or sold in the United States absent registration or exemption from registration under the Act. There will be no public offer of the securities in the United States.

Not for distribution in the United States or in any jurisdiction where any offer, sale or solicitation in respect of the contemplated securities is not permitted.

1. As per the terms stated in the “Amendments to Manager Compensation” disclosure announced by MKIF on 10 Aug 2018. The Revised Terms announced today supersede the terms announced on 10 Aug 2018, and relevant amendments to the asset management agreement and MKIF Articles of Incorporation will be made concurrently
2. Market capitalization is adjusted down by MKIF net debt when net debt is a negative figure. Base fee calculation also incorporates commitment of MKIF, and commitment amount is nil on 18 Jan 2019
3. The annual benchmark hurdle rate is the greater of 8% and 6% + prior year’s CPI growth rate

This release does not take into account the investment objectives, financial situation and particular needs of the investor. Before making an investment in MKIF, the investor or prospective investor should consider whether such an investment is appropriate to their particular investment needs, objectives and financial circumstances and consult an investment adviser if necessary.

MKIF or Macquarie Korea Asset Management Co., Ltd.(MKAM) is not an authorised deposit-taking institution for the purposes of the Banking Act 1959 (Commonwealth of Australia). The obligations of this entity do not represent deposits or other liabilities of Macquarie Bank Limited ABN 46 008 583 542 (MBL). MBL does not guarantee or otherwise provide assurance in respect of the obligations of these entities.

Investments in MKIF are subject to investment risk, including possible delays in repayment or loss of income and/or capital investment. Neither MKIF, nor any member of the Macquarie Group companies, including MKAM, guarantees the performance of MKIF, the repayment of capital or the payment of a particular rate of return on MKIF securities.