Macquarie Korea Infrastructure Fund

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News Release

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MEDIA RELEASE

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Macquarie Korea Infrastructure Fund Sets Share Price

Macquarie Korea Infrastructure Fund ("MKIF") today announced the pricing of its Korean offering of common shares ("Shares") at KRW7,000 per Share and its international offering of Global Depositary Shares ("GDSs") at US$7.1921 per GDS. Each GDS represents one Share.

The international offering to institutional investors was for 103,228,446 GDSs, representing an equal number of Shares. A further 31,360,640 Shares will be offered to Korean institutional and retail investors, which together with the international offering of GDSs will result in total gross proceeds of KRW942 billion, of which KRW442 billion will go to certain shareholders of MKIF which are selling a portion of their holdings as part of the international offering.

In response to strong demand from international institutions, the international offering of GDS was increased as a result of the bookbuilding process, and represents approximately 77% of the total offering while the Korean domestic offering of shares represents 23%.

Within the international tranche, the geographical split was approximately 60% Asia, 30% UK/Europe and 10% US.

"The offering saw strong demand from a high quality range of institutional investors and was well oversubscribed," commented Nick van Gelder, who heads MKIF's management company, Macquarie Shinhan Infrastructure Asset Management.

The Korean domestic retail offering will open on 9 March 2006 and close on 10 March 2006 with allocations to retail investors to be made on 13 March 2006.

It is anticipated that the GDSs will be listed on the London Stock Exchange on 14 March 2006, and the Shares will be listed on the Korea Exchange on 15 March 2006.

The previously unlisted fund, formerly known as the Korean Road Infrastructure Fund, will use the proceeds from this offering of GDSs and Shares to invest in infrastructure assets in Korea under the Private Participation in Infrastructure Act.

About MKIF

MKIF is registered as an investment company under the Indirect Investment Asset Management Business Act. MKIF was established in 2002 and has accumulated a portfolio of investments in, or commitments to invest in, concession companies that operate
infrastructure assets such as toll roads, bridges, tunnels and subway lines under concessions from Korean central, provincial and city governments.

MKIF has investments in, or investment commitments to, 14 infrastructure assets in Korea (Daegu 4th Beltway East is being finalized upon FSC approval), including 13 toll road assets (including bridges and tunnels) and one subway rail project. Substantially all of the concession companies in which MKIF invests benefit from some form of long-term, inflation adjusted government revenue guarantee.

MKIF is managed by Macquarie Shinhan Infrastructure Asset Management, a joint venture management company established by the Macquarie Group and the Shinhan Financial Group.

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