



MACQUARIE KOREA INFRASTRUCTURE FUND
2010 1st QUARTER ASSET MANAGEMENT REPORT



Name : Macquarie Korea Infrastructure Fund (MKIF)

Period : Quarter 1 (1 January 2010 - 31 March 2010)

Prepared by Macquarie Shinhan Infrastructure Asset Management Co., Ltd. (MSIAM)

Fund code: 35801

Important notice

Under the Financial Investment Service and Capital Market Act (the "Act"), Macquarie Korea Infrastructure Fund ("MKIF") is required to provide an Asset Management Report to its shareholders in the form, and containing the specific information, set out in the Act on a quarterly basis. This Asset Management Report has been prepared by MKIF in compliance with its statutory obligations.

Disclaimer

MKIF and Macquarie Shinhan Infrastructure Asset Management Co., Ltd. ("MSIAM"), are not an authorised deposit-taking institution for the purposes of the Banking Act 1959 (Commonwealth of Australia) and its obligations 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 MKIF/MSIAM.

General advice warning

The contents of this report do not constitute an offer, invitation or recommendation for the subscription or purchase of securities. It 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.

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I General report

1. Overview

Under the Financial Investment Service and Capital Market Act (the Act)

Investment Grade : 4

Fund name	Macquarie Korea Infrastructure Fund (MKIF)
Fund code*	35801
Date of incorporation	12 December 2002
Date of registration	26 December 2002
Date of listing	15 March 2006
Financial year end	31 December every year
Fund maturity	Perpetual (until the occurrence of dissolution events defined in the Act)
Asset manager	Macquarie Shinhan Infrastructure Asset Management Co., Ltd. (MSIAM)
Sales agents	Shinhan Investment Corp., Samsung Securities Co., Ltd., Macquarie Securities Korea, Ltd., Hanwha Securities Co., Ltd., Kyobo Securities Co., Ltd., Tongyang Investment Bank Co., Ltd.
Custodian	Korea Securities Finance Corporation (KSFC)
Fund administrator	Korea Exchange Bank Investor Service Co., Ltd.
Board of directors +	Corporate Director: MSIAM
	Supervisory Directors: Dae Yun Cho, Kyung Soon Song and Tae Hee Yoon
Key staff of MSIAM +	Chul Hum Paik (CEO) Jason Pak (COO) Johnno Kim (Asset Management) Jong Hyuk Park (Asset Acquisition) Moon Mok Jung (Finance) Jinwook Park (Compliance)
MKIF profile	Macquarie Korea Infrastructure Fund (MKIF) is a leading private sector infrastructure investor in Korea and has the largest portfolio of infrastructure assets in Korea that have been, or are being, constructed under the Private Participation in Infrastructure Act (PPI Act).
	MKIF was established in December 2002 with a mandate to invest in concession companies that construct or operate infrastructure assets such as toll roads, bridges and tunnels in Korea. MKIF invests in these concession companies through equity and debt. MKIF is focused on generating profits from its investments and distributing these profits to its shareholders. MKIF is proud to be making a significant contribution to Korea's infrastructure development.
	MKIF is managed by MSIAM. MSIAM is a joint venture between Macquarie Capital Funds (Europe) Limited, a member of the Macquarie Group Limited, and Shinhan Bank and Shinhan Capital, which are members of the Shinhan Financial Group.

* Fund code generated by the Korea Financial Investment Association (KOFIA)

+ See Section IV Registered Asset Managers and Appendix I Board of Directors for more information

2. Asset details

Under the Act, MKIF is required to report the net asset value per share (NAV per share) of its portfolio.

The total net asset value of MKIF's portfolio is calculated by subtracting total liabilities from total assets of MKIF. MKIF's assets include its equity and debt investments in concession companies, cash and deposits and other investment securities. The net asset value per share of MKIF is calculated by dividing total net asset value by the number of outstanding shares.

The Collective Investment Property Appraisal Committee of MSIAM has chosen to adopt the acquisition cost as its assessment of fair value for the unlisted equity investments under the Act and accounting principles generally accepted in Korea (KGAAP). In addition, the loan investments are measured at amortised cost under the Act and KGAAP.

The calculation of the NAV per share of MKIF is set out in the table below. For the purposes of this calculation, asset and liability information is based on the balance sheet of MKIF, which is attached as Appendix II.

Type	Q4 2009	Q1 2010	(Unit: KRW, Share) % Change
Total Assets (A)	2,154,295,592,269	2,065,433,343,009	-4.12%
Total Liabilities (B)	463,893,939,350	399,756,506,582	-13.83%
Net Asset Amount (C=A-B)	1,690,401,652,919	1,665,676,836,427	-1.46%
Shares (D)	331,459,341	331,459,341	0%
NAV per share (E=C/D)	5,099.88	5,025.28	-1.46%

II Management performance and term performance

1. Overview

Established on 12 December 2002, MKIF is a leading private sector infrastructure investor in Korea under the PPI Act and governed by the Act. MKIF is mandated to invest in concession companies that construct or operate infrastructure assets through equity and debt. MKIF focused on generating profits from its investments and distributing these profits to its shareholders. As of 31 March 2010 MKIF has committed to invest in 12 toll roads, one subway and one port with total investment commitment of KRW1,780.6 billion.

2. Management plan

MKIF is focusing on investments in loans to, and unlisted equity and equity-linked securities of, concession companies that operate infrastructure assets such as toll roads and other infrastructure under concessions from Korean central, provincial or city governments throughout the country. These infrastructure assets have been, or are being, constructed under the PPI Act and benefit from various forms of government support. Also, these assets offer opportunities to maximise MKIF's profit through capital restructuring initiatives.

3. Management performance

The table below sets out the historical NAV (including the distribution paid) for MKIF. As explained above and given that the majority of MKIF's assets are held at their acquisition cost, the net asset value is not representative of changes in the value of the MKIF portfolio.

A. Short-term performance

Type	3 Month	6 Month	9 Month	12 Month
MKIF	1.21	2.28	3.43	4.39
Comparative Index +	N/A			

+ There is no comparable index available because MKIF is the only listed infrastructure fund in Korea with publicly available NAV data.

* Performance quoted above is historical and does not guarantee future performance.

B. Long-term performance

Type	1 Year	2 Year +	3 Year	5 Year
MKIF	4.39	3.47	4.71	5.38
Comparative Index ^	N/A			

+ The performance ratio reflected dilution effect resulting from stock distribution on 26 February 2009

^ There is no comparison index available because MKIF is the only listed infrastructure fund in Korea with publicly available NAV data.

* Performance quoted above is historical and does not guarantee future performance.

4. Profit and Loss summary

The table below sets out the profit and loss incurred by MKIF in its P&L during the Quarter, in comparison with any profit and loss from the previous quarter.

Type	Equity	Loan	Certificates of Deposit	Short-term Facilities & Deposit	Other Asset +	Total Profit (Loss)
Q1 2010	-	42,479	-	1,544	2	44,025
Q4 2009	-	36,493	-	1,759	7	38,259

+ Other Assets: commitment fee income

III Details of assets

1. Asset portfolio

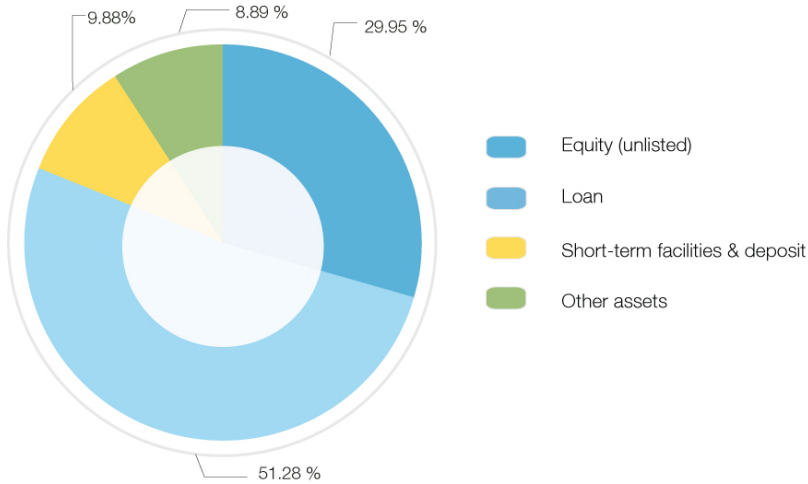
MKIF's investment portfolio consists of equity, loan and certificates of deposit, cash and deposits and other assets.

(Unit: KRW million, %)

Type	Equity (unlisted)	Loan ⁺	Short-term facilities & Deposit	Other asset [^]	Total Assets
KRW	618,617	1,059,216	204,123	183,478	2,065,434
Composition Ratio	29.95	51.28	9.88	8.89	100

⁺ Includes loans to concession companies

[^] Other Assets: interest receivable, other receivables and prepayment



2. Top ten invested assets

(Unit: million, %)

Rank	Type	Name	Acquisition Value ⁺	Composition Ratio [^]
1	Subordinated loan	Cheonan-Nonsan Expressway Co., Ltd.	182,250	8.82
2	Senior loan	Kwangju Beltway Investment Co., Ltd.	142,000	6.88
3	Subordinated loan	Busan New Container Terminal Co., Ltd.	102,523	4.96
4	Equity (unlisted)	Cheonan-Nonsan Expressway Co., Ltd.	93,815	4.54
5	Subordinated loan	Incheon Bridge Co., Ltd.	89,378	4.33
6	Subordinated loan	Seoul Chuncheon Highway Co., Ltd.	87,450	4.23
7	Subordinated loan	Gyungso Highway Co., Ltd.	77,000	3.73
8	Equity (unlisted)	Private Infrastructure Investment Korea	76,887	3.72
9	Senior loan	Kwangju Ring Road Co., Ltd.	71,521	3.46
10	Senior loan	Soojungsan Investment Co., Ltd.	62,956	3.05

⁺ Under KGAAP and the Act, MKIF records the value of its equity investments in concession companies at their acquisition costs including transaction costs

[^] Ratio refers to the contribution to total assets

3. MKIF's asset portfolio details

① Equity securities (unlisted) (top five assets)

(Unit: Share, KRW million, %)

Name	No. of Shares	Percentage Interest	Acquisition Value (A)	Appraisal Value (B) ⁺	Gain/Loss (B)-(A)	Composition Ratio [^]
Cheonan-Nonsan Expressway Co., Ltd.	17,550,000	60%	93,815	93,815	-	4.54
Private Infrastructure Investment Korea	14,266,425	100%	76,887	76,887	-	3.72
New Airport Hiway Co., Ltd.	10,594,360	24.1%	59,880	59,880	-	2.90
Gyungso Highway Co., Ltd.	11,550,000	35%	58,362	58,362	-	2.83
Korea Road Infrastructure Investment Co., Ltd.	5,610,000	85%	57,552	57,552	-	2.79

⁺ Under KGAAP and the Act, MKIF records the value of its equity investments in concession companies at their acquisition costs including transaction costs

[^] Ratio refers to the contribution to total assets

② Equity securities (unlisted) (more than 1% of total issued shares)

(Unit: Share, KRW million, %)

Name	No. of Shares	Percentage Interest	Acquisition Value (A)	Appraisal Value (B) ⁺	Gain/Loss (B)-(A)	Composition Ratio [^]
Cheonan-Nonsan Expressway Co., Ltd.	17,550,000	60%	93,815	93,815	-	4.54
Private Infrastructure Investment Korea	14,266,425	100%	76,887	76,887	-	3.72
New Airport Hiway Co., Ltd.	10,594,360	24.1%	59,880	59,880	-	2.90
Gyungso Highway Co., Ltd.	11,550,000	35%	58,362	58,362	-	2.83
Korea Road Infrastructure Investment Co., Ltd.	5,610,000	85%	57,552	57,552	-	2.79
Seoul-Chuncheon Highway Co., Ltd.	9,714,000	15%	49,439	49,439	-	2.39
MCB Co., Ltd.	11,365,400	100%	48,464	48,464	-	2.35
Soojungsan Investment Co., Ltd.	1,114,880	100%	47,248	47,248	-	2.29
Seoul Metro Line 9 Co., Ltd.	8,197,309	24.5%	41,148	41,148	-	1.99
Busan New Container Terminal Co., Ltd.	7,738,860	30%	39,322	39,322	-	1.90
Kwangju Ring Road Co., Ltd.	5,775,000	75%	29,495	29,495	-	1.43
Kwangju Beltway Investment Co., Ltd.	2,610,000	100%	13,050	13,050	-	0.63
Woomyunsan Infraway Co., Ltd.	1,915,200	36%	2,724	2,724	-	0.13
Baekyang Tunnel Ltd.	100,000	100%	1,231	1,231	-	0.06

⁺ Under KGAAP and the Act, MKIF records the value of its equity investments in concession companies at their acquisition costs including transaction costs

[^] Ratio refers to the contribution to total assets

③ Loans to concession companies (top five assets)

(Unit: KRW million, %)

Name	Acquisition Value	Interest Receivable ⁺	Interest Rate	Issued Date	Maturity Date	Guarantee	Credit Rating	Composition Ratio [^]
Cheonan-Nonsan Expressway Co., Ltd. (Sub)	182,250	71,271	16.00	20/05/2005	20/05/2029	N/A	N/A	8.82
Kwangju Beltway Investment Co., Ltd. (Senior)	142,000	2,681	10.00	25/11/2004	30/09/2024	N/A	N/A	6.88
Busan New Container Terminal Co., Ltd. (Sub)	102,523	1,677	10.00	25/02/2008	25/11/2032	N/A	N/A	4.96
Incheon Bridge Co., Ltd (Sub)	89,378	3,776	11.49	12/04/2006	18/07/2026	N/A	N/A	4.33
Seoul Chuncheon Highway Co., Ltd. (Sub)	87,450	4,467	11.59	02/11/2006	28/05/2031	N/A	N/A	4.23

⁺ These values are the accumulated interest receivable

[^] Ratio refers to the contribution to total assets.

④ Short term facilities and deposit

MKIF has also invested a proportion of its cash reserves in MMDA and term deposits. A summary of the MMDA and term deposit set out in the table below.

(Unit: KRW million, %)

Name	Banks	Deposit amount ⁺	Date of Deposit	Maturity Date	Interest Receivable	Composition Ratio [^]
N/A						

* Each deposit amount exceeding 5% of the Total Assets

⁺ This value is the principal

[^] Ratio refers to the contribution to total assets

⑤ Other assets

The other assets are set out in the table below and consist of accrued income, fee receivables and pre-paid expense.

Type	Amount	(Unit: KRW million, %) Composition Ratio ^
Interest Receivable *	164,057	7.94

* Other assets under the invested assets composition (ex: accrued dividends, accrued income etc), exceeding 5% of the total assets

^ Ratio refers to the contribution to total assets

IV Registered asset managers*

1. Registered asset managers

MSIAM is licensed under the Act to carry out asset management activities for MKIF. As part of its licensing requirements, MSIAM is required to employ at least two asset management professionals who meet certain qualifications. The following is the list of MSIAM's asset management professionals who are registered with KOFIA and meet these requirements.

Name (KOFIA registration number)	Date of fund management	Title	Management fund other than MKIF		Career
			Number of fund(s)	Total asset under management	
Johnno Kim (06-02323-0004)	February 2006	Division Director	N/A	N/A	Mr Kim has over 23 years experience in asset management and his previous experience includes: <ul style="list-style-type: none"> - Connell Wagner Group (consulting on major road projects) - Mott Macdonald Group (Project Engineer in UK) - BHP Engineering (Industrial & Commercial Development – Project Manager) - Egis Consulting/GHD (PF & Toll Road Management Consulting company)
Jong Hyuck Park (08-02323-0005)	January 2008	Associate Director	N/A	N/A	Mr Park has over 16 years experience with Kookmin Bank, including 10 years with Investment Banking Division and his previous experience includes: <ul style="list-style-type: none"> - Kookmin Bank (Project Manager for 3 port projects, 7 toll road projects and 2 property projects) - Worked as a member of advisory panel to PIMAC
Beom Shick Won (06-02323-0001)	February 2006	Associate Director	N/A	N/A	Mr Won has over 16 years experience in asset management and his previous experience includes: <ul style="list-style-type: none"> - Doosan Construction Co (PF management for Daejun-Chunbyun Expressway) / - Management of O&M (operations and maintenance) company, Sub-Contracting Management
Jung-Suk Lee (06-02323-0003)	February 2006	Senior Manager	N/A	N/A	Mr Lee has over 15 years experience in construction and asset management and his previous experience includes: <ul style="list-style-type: none"> - Parsons, Brinckerhoff, Quade & Douglas Co., Ltd (Design/Construction) - Parsons, Brinckerhoff Asia Co., Ltd (Contract Management, Due diligence, Supervision)

* All of the four registered asset managers work exclusively for MSIAM, the manager of MKIF which has investment commitment of KRW 1.78 trillion and no other fund. According to the Articles of Incorporation of MKIF, MKIF is allowed to pay the performance fee to MSIAM.

2. Change of registered asset managers

Period term	Registered asset managers ^
January 2008 ~ current	Jong Hyuck Park

^ Change of registered asset managers during the past three years.

V Cost summary

1. Fees to service providers

The table below sets out fees paid by MKIF to its service providers.

(Unit: KRW million, %)

Type	Q4 2009		Q1 2010		Remarks
	Amount	Ratio ⁺	Amount	Ratio ⁺	
MKIF	Management fee	5,814	0.346	5,650	0.338
	Sales Agent fee	-	-	-	-
	Custodian fee	85	0.005	82	0.005
	Administrator fee	74	0.004	72	0.004
	Total	5,973	0.355	5,804	0.347
	Other expenses	1,916	0.114	2,477	0.148
	Transactions fee	-	-	828	0.049

+ Ratio refers to fees as a proportion of Net Asset Value

2. Fees and expenses

(Unit: Annualised, %)

Type	Collective Investment Vehicle	
	Total Expense Ratio [*]	Commission Ratio
MKIF	Q4 2009	1.8791
	Q1 2010	2.0082

* Total Expense ratio refers to a ratio calculated by dividing the total management fee and other expenses borne by the collective investment vehicle by annual average balance of the fund (before deducting the fees and expenses) and represents the total fees and expenses borne by the investor during the management period

VI Invested asset transactions and Debt facility

1. Equity transactions

During the Quarter, MKIF acquired equity securities in concession companies or holding companies (which hold an interest in an underlying concession company). These acquisitions represented new investments for existing investments (in accordance with the schedule in the relevant shareholders agreement) and are summarised in the table below. During the Quarter, MKIF did not dispose of any equity interests in the concession companies in which it has invested.

(Unit: Shares, KRW million, %)

Name	Buy		Sell		Turnover Ratio ⁺
	Shares	Amount	Shares	Amount	
Private Infrastructure Investment Korea	320,000	1,600	-	-	N/A
Busan New Container Terminal Co., Ltd.	899,280	4,496	-	-	N/A
CN Second Securitization Specialty Co. Ltd.	5	0.05	-	-	N/A
Total	1,219,285	6,096	-	-	N/A

+ The Turnover Ratio shows frequency level for the equity transactions. The ratio refers to average sold amounts divided by average retained equity amounts during the application period. Provided that the average equity investment is 10 billion and the average equity disposal amount is 10 billion, turnover ratio is 100%.

2. Loan sales

(Unit: KRW million)

Name	Type	Date	Amount
Kyunggi Highway Co.,Ltd.	Subordinated Loan	25/01/2010	77,347
Cheonan-Nonsan Expressway Co., Ltd.	Subordinated Loan	25/03/2010	19,500
Total			96,847

3. Loan injections

(Unit: KRW million)

Name	Type	Date	Amount
Incheon Bridge Co., Ltd.	Subordinated Loan	17/02/2010	1,948
Kyunggi Highway Co.,Ltd.	Subordinated Loan	25/01/2010	8,892
Busan New Container Terminal Co., Ltd	Subordinated Loan	25/01/2010	1,897
Busan New Container Terminal Co., Ltd	Subordinated Loan	05/03/2010	4,400
Busan New Container Terminal Co., Ltd	Subordinated Loan	11/03/2010	10,500
Total			27,637

4. Debt facility status

(Unit: KRW million)

Name	Limit of the Facility	Debt facility amounts		
		Cumulative to Q4 2009	Movements in Q1 2010	Cumulative to Q1 2010
Shinhan Bank	140,000	106,425	3,144	109,569
National Agricultural Cooperative Federation (NACF)	140,000	106,425	3,144	109,569
Woori Bank	110,000	83,619	2,471	86,090
Shinhan Life Insurance	30,000	22,805	674	23,479
LIG Insurance	20,000	15,203	457	15,660
Tongyang Life Insurance	60,000	45,610	1,393	47,003
Total	500,000	380,087	11,283	391,370

VII Notice

Under the Financial Investment Service and Capital Market Act (the Act), MSIAM shall prepare this report and upload it on the web site of MKIF and KOFIA after confirmation from the Custodian (KSFC).

For more information on the website:

MKIF macquarie.com/mkif

KOFIA <http://dis.kofia.or.kr>

APPENDIX I. MKIF BOARD OF DIRECTORS

Supervisory directors

Name	Career
Dae Yun Cho	<p>Appointed as MKIF Supervisory Director in March 2010 (Initially appointed in December 2002)</p> <ul style="list-style-type: none"> – Practicing law at the law offices of Kim & Chang in Seoul since 1979 (Senior Partner) – Acted as a consultant for various Korean Ministries, including the Ministry of Strategy and Finance and the Ministry of Knowledge Economy – Former senior adviser to the Korea International Trade Law Association, the arbitrator of the Korean Commercial Arbitration Board – Panel member of the WTO's Subsidies and Countervailing Duties Committee – President of the International Association Korean Lawyer
Kyung Soon Song	<p>Appointed as MKIF Supervisory Director in March 2008 (Initially appointed in March 2005)</p> <ul style="list-style-type: none"> – Founding Representative Director of Korea Expert Consulting Group (KECG) – Visiting Professor at the Graduate School of International Studies of Seoul National University since 2003 – Former senior staff member of World Bank – Former Chief Operating Officer of Nomura Project Finance International Limited
Tae Hee Yoon	<p>Appointed as MKIF Supervisory Director in March 2008 (Initially appointed in September 2004)</p> <ul style="list-style-type: none"> – Chairman, Lutronic Corporation Inc, Korea – Former Vice-Chairman, Financial Advisory Services, PricewaterhouseCoopers – Former Chairman of Arirang International TV – Founding chairman of Korea Economic Intelligence, New York Wall Street

Corporate director – MSIAM

Name	Career
Chul Hum Paik	<p>Reappointed as MSIAM Representative Director in December 2009 (initially appointed in December 2006)</p> <ul style="list-style-type: none"> – Representative Director of Macquarie Shinhan Infrastructure Asset Management Co., Ltd. – Headed the Financial Products division of Shinhan Macquarie Financial Advisory from 2001 to 2006 – Joined Shinhan Bank in 1993, with responsibilities for international banking and investment banking division
Nick van Gelder	<p>Reappointed as MSIAM Director in December 2008 (initially appointed in December 2005)</p> <ul style="list-style-type: none"> – Head of Macquarie Capital Funds in Asia – Former Representative Director of Macquarie Shinhan Infrastructure Asset Management Co., Ltd. from 2002 to 2006 – Joined Macquarie Group in 1997 with responsibilities for infrastructure and real estate investment – Worked over 10 years in financial advisory and investment management prior to joining Macquarie Group
Jason Pak	<p>Reappointed as MSIAM Director in November 2008 (initially appointed in June 2008)</p> <ul style="list-style-type: none"> – Chief Operating Officer of Macquarie Shinhan Infrastructure Asset Management Co., Ltd. – Joined Macquarie Group in 2002 and spent 4 years on the equity capital market and M&A advisory side with Macquarie Securities – Worked over 5 years in the Corporate Finance division of KPMG, in Seoul and London on the M&A advisory side
Chang Soo Oh	<p>Reappointed as MSIAM Director in November 2008 (initially appointed in November 2007)</p> <ul style="list-style-type: none"> – Head of Project Financing Team in Investment Banking Group of Shinhan Bank – Joined Shinhan Bank in 1989 with responsibilities for various transactions and investment banking division
Chun Bae Kim	<p>Appointed as MSIAM Director in March 2010</p> <ul style="list-style-type: none"> – Vice President of Shinhan Capital – Joined Shinhan Capital in 2008 and lead various investment projects

APPENDIX II. SUMMARY OF FINANCIAL STATEMENTS

Balance sheets

As of 31 March 2010
31 December 2009 and
31 March 2009

(Unit: KRW million)

	31 March 2010	31 December 2009	31 March 2009
Assets			
I . Invested assets	1,881,956	1,964,784	1,948,621
Cash & deposits	204,123	239,694	212,649
Loans receivable	1,059,216	1,112,570	1,139,466
Equity securities	618,617	612,520	596,506
II . Others	183,478	189,512	172,108
Interest receivables	164,057	168,342	161,951
Other receivables	3,895	3,178	2,479
Deferred costs, net	15,526	17,992	7,678
Total assets	2,065,434	2,154,296	2,120,729
Liabilities			
Payables	3	7	9,602
Management fee payable	5,650	5,814	5,859
Other liabilities	2,733	77,986	2,680
Long-term debt	391,370	380,087	407,053
Total liabilities	399,756	463,894	425,194
Shareholders' equity			
I . Share capital	1,670,986	1,670,986	1,670,986
II . Retained earnings	-5,308	19,416	24,549
Total shareholders' equity	1,665,678	1,690,402	1,695,535
Total liabilities and shareholders' equity	2,065,434	2,154,296	2,120,729

Statements of income

For the Quarter Ended 31 March 2010, 31 December 2009, and 31 March 2009

(Unit: KRW million)

	Quarter Ended 31 March 2010	Quarter Ended 31 December 2009	Quarter Ended 31 March 2009
I . Revenue	44,025	38,259	40,867
1. Interest income	36,875	38,252	40,534
2. Arrangement fees	-	-	144
3. Gain (loss) on sale of loans receivable	7,148	-	-
4. Other income	2	7	189
II . Expenses	15,716	13,896	11,746
1. Management fees	5,650	5,814	5,859
2. Custodian fees	82	85	84
3. Administrator fees	72	74	73
4. Interest expense	6,526	5,953	4,512
5. Other expenses	3,386	1,970	1,218
III . Net income	28,309	24,363	29,121

CORPORATE DIRECTORY

Manager of MKIF

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