



Macquarie Korea Infrastructure Fund

Extraordinary Shareholders Meeting 2008

Date : Friday, 07 November 2008

Time : 3:00 pm

Venue : Orchid Hall 4th Floor, Plaza Hotel





2008 Extraordinary Shareholders Meeting

MACQUARIE KOREA INFRASTRUCTURE FUND

Seoul, 7 November 2008



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Macquarie Korea Infrastructure Fund

Extraordinary Shareholders Meeting 2008

- **Chairman : Chul Hum Paik**

Representative Director of Macquarie Shinhan Infrastructure Asset Management Co., Ltd.

- **Speaker : Jason Pak**

Chief Operating Officer of Macquarie Shinhan Infrastructure Asset Management Co., Ltd.



MKIF Board of Directors

Corporate Director

Macquarie Shinhan Infrastructure Asset Management Co. Ltd.

- Asset manager of MKIF
- Representative Director – Chul Hum Paik

Supervisory Director

Tae-Hee Yoon

- Chairman, Lutronic Corporation Inc, Korea
- Former vice-chairman, Financial Advisory Services, Pricewaterhouse Coopers

Supervisory Director

Dae Yun Cho

- Senior Partner, Kim&Chang
- Arbitrator, Korean Commercial Arbitration Board

Supervisory Director

Kyung Soon Song

- Representative Director, Korea Expert Consulting Group (KECG)
- Member, Official Development Assistance Committee



MACQUARIE

OPENING OF THE MEETING



Report Attending Shareholders and Number Of Shares/ Declared General Meeting

- The total number of voting shares issued :

323,490,204 shares

- Attending Shareholders :

252,289,249 shares (77.99% of the total number of voting shares)



MACQUARIE

AGENDA: REAPPOINTMENT OF CORPORATE DIRECTOR

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Meeting Agenda

Agenda

Re-appointment of Corporate Director ¹

Governing law

Indirect Investment Asset Management Business Act

Legal requirement

Asset manager of the mutual fund shall be the Corporate Director

Nominee

Macquarie Shinhan Infrastructure Asset Management Co., Ltd.

Current Corporate Director

Macquarie Shinhan Infrastructure Asset Management Co., Ltd.

Term of newly appointed Corporate Director

Until the dissolution of MKIF ²

1. According to the Indirect Investment Asset Management Business Act of Korea, the asset management company shall be the corporate director of the fund that it manages.
2. Pursuant to the Korean Commercial Code, the maximum length of a director's term of office is three years. However, the Financial Investment Services and Capital Markets Act (the "FISCMA"), replacing IIAMBA, which will be effective from February 4, 2009 provides a new clause that it exempts an investment company from being subject to the three year limitation.



Macquarie Shinhan Infrastructure Asset Management Co., Ltd.

- Asset Manager of MKIF since inception in 2002
- Joint venture between Macquarie Group and Shinhan Financial Group
- Strong competitive advantages in Korea's infrastructure market:
 - Largest infrastructure fund manager in Korea
 - Strong local relationships and expertise of Shinhan Financial Group as a major lender of infrastructure businesses
 - Backed by Macquarie's expertise and global network
 - Managed under Macquarie's proven corporate governance and risk management policy

MACQUARIE CAPITAL FUNDS SNAPSHOT

Funds/vehicles	Assets under management	Businesses	No. of Staff	Returns to Investors
36	A\$135 bil ¹	115 assets in 25 countries	+720	13% ²

1. Proportionate EV as at 30 June 2008. Calculated as proportionate enterprise value (proportionate net debt and equity value) as at 31 December 2007 or cost if acquired subsequent to 31 December 2007
2. Annualised return based on all capital raised, distributions paid and valuations (market capitalisation for listed funds and net asset value for unlisted, including managed assets) for Macquarie Capital Funds since inception to 30 June 2008 (listed funds as at 30 June 2008, unlisted funds and managed assets as at 31 December 2007).



MACQUARIE

BUSINESS REPORT

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Business snapshot

Well positioned in challenging economic and market environment

- Fundamentals remain strong despite adverse economic and market conditions
- Financially healthy with solid liquidity and debt positions
- Construction of greenfield assets progressing mostly on time and on budget
- Certainty of distribution supported by government-backed underlying revenues



Financial Results – 3Q 2008

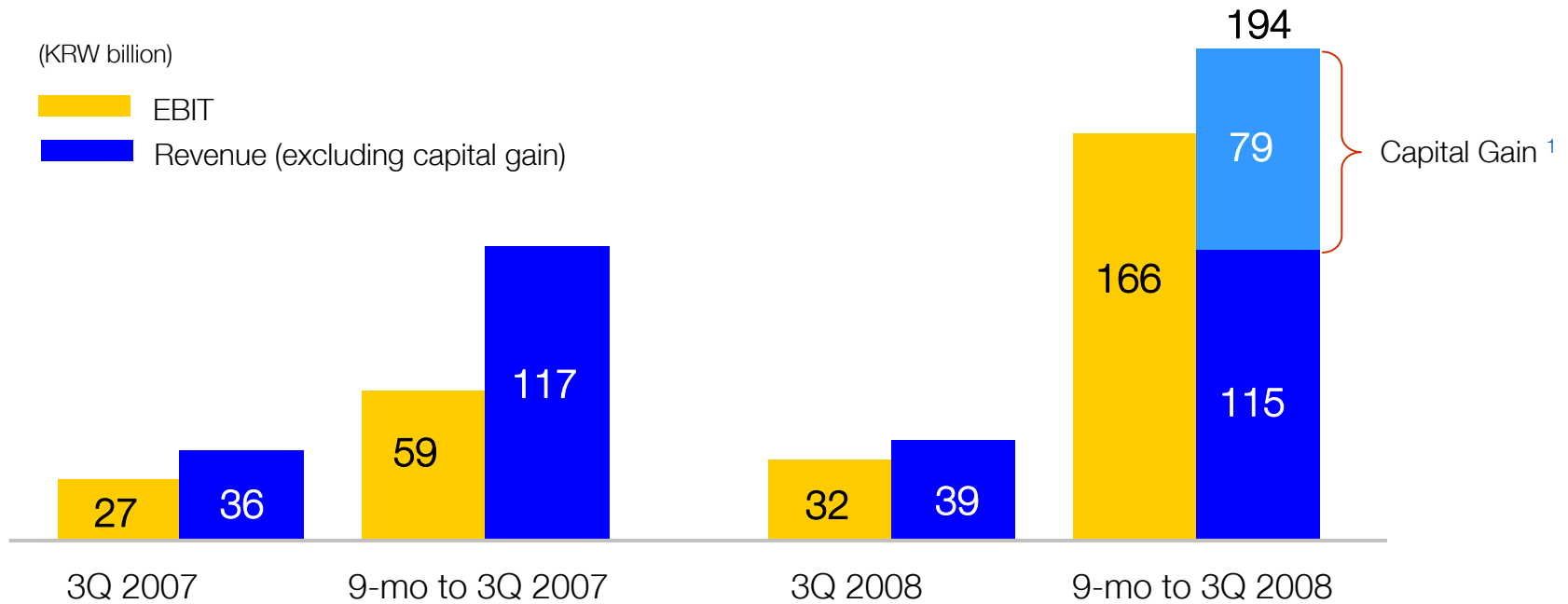
Continued delivery of solid results

Revenue	Capital gain ¹	Distributable income ²
9mo-to 2008	By September 2008	As at September 2008
KRW 194 billion	KRW 79.4 billion	KRW 155 billion

Up 66%

+ 20% IRR

Up 165%



1. The gain on securitisation of Baekyang Tunnel Ltd. and sale of convertible bond of Daegu-Busan Expressway Co., Ltd.

2. Including the interim distribution of KRW 74 billion paid for the shareholders as at 30 June 2008



Capital Position

Minimum exposure to credit market volatility

Corporate cash balance	Circa KRW 200 billion ¹
External funding requirement	None for at least 3 years
Type	Amortising ²
Amortising maturity	10 years ³
Gearing	41% ⁴
Interest rate hedge	69% ⁵ until end of 2009

1. Estimated figure, by end of 2008

2. Asset level debt

3. Weighted average maturity of aggregate asset level debt

4. Gearing = MKIF net debt / (MKIF Net Debt + MKIF market cap), where MKIF Net Debt = Proportionate net debt from assets + Corporate net debt. Excludes shareholder loans

5. Hedging (Fixed or swapped to fixed) = Proportionate net debt from assets adjusted for fixed or swapped debt / MKIF net debt



Conclusion

- Fundamentals intact in difficult environment
- Intrinsic value validated through market transactions
- Actively pursuing capital management to improve shareholder value
- MRG providing minimum financial performance and certainty of distribution



Closing

Thank you.