

No.1 Martin Place
Sydney NSW 2000
GPO Box 4294
Sydney NSW 1164
Australia

Telephone (61 2) 8232 3333
Facsimile (61 2) 8232 4713
Internet <http://www.macquarie.com.au>
DX 10287 SSE

ASX COMPANY ANNOUNCEMENT

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MIG COMPLETES ACQUISITION OF CONTROLLING INTEREST IN SYDNEY'S M4 TOLL ROAD

Macquarie Infrastructure Investment Management Limited (MIIML), as Responsible Entity and Macquarie European Infrastructure plc (MEI plc), today announced that Macquarie Infrastructure Group (MIG) has completed the acquisition of a 50.6% controlling interest in Statewide Roads Limited, the holder of the concession for the M4 toll road in Sydney.

The M4 toll road is a part of the M4 Motorway, which runs from Strathfield in the inner west of Sydney to Penrith at the foot of the Blue Mountains.

The M4 purchase is forecast to generate a pre-tax internal rate of return of 16.0%, after valuing franking credits at 100% of face value. If franking credits were valued at 50% of face value (as per current MIG policy) the forecast IRR is 11.6%, which compares favourably with the returns of MIG's other investments in both listed and unlisted toll roads. The purchase will provide MIG with ongoing cash flows and provide an increased level of imputation credits to be attached to distributions. The average cash return in the first five years is 12.0% per annum.

The M4 is a strategic acquisition for the MIG portfolio. It is more mature than MIG's other toll road assets, providing a balance to projects in the early stages of development, such as Midland Expressway in the UK and the Rostock toll tunnel in Germany. The acquisition will enhance the cash flows already resulting from MIG's investments in Hills Motorway and the M5 toll road. Future cash flows will continue to strengthen as traffic and revenue grows on the Eastern Distributor and Transurban.

This acquisition reinforces MIG's position as one of the largest owners of toll roads in the world with more than 1.1 million vehicles a day using toll roads in which MIG has a significant interest.

For further information please contact:

Dennis Eagar
Macquarie Infrastructure Investment Management Limited
Phone: 61 2 8232 6771
Mobile: 0414 345 176
E mail: deagar@macquarie.com.au