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ASX RELEASE



Macquarie Infrastructure Group

407 REPORTS SOLID OPERATING PERFORMANCE FOR Q3 2004

407 International has announced its financial results for the third quarter of 2004.

Mr Stephen Allen, Chief Executive Officer of MIG said, "407 ETR continued to perform solidly over the past quarter. Traffic (VKT) has increased 6.5% when compared with the previous corresponding period (pcp), this has translated into an increase in revenue of 7.8% on pcp. For the nine months ended 30 September 2004, EBITDA has increased 17.3% on pcp."

407ETR is the company which holds a 94 year concession to operate Highway 407, which is a 108 kilometre toll road serving the main growth corridor in the Greater Toronto Area.

Attached are the 407 International accounts and news release.

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407 International Reports Third Quarter Financial Results

TORONTO, October 25, 2004 – 407 International Inc. announced today revenues of \$107.8 million for the third quarter of 2004 compared with revenues of \$100.0 million for the third quarter of 2003. A record 545 million kilometres were travelled on Highway 407 during the quarter. Net loss for the nine months ended September 30, 2004 was \$48.0 million after giving effect to a third-quarter net income of \$5.4 million, compared to a net loss of \$42.8 million for the same nine-month period of the prior year. The Board of Directors declared and paid a dividend of approximately \$0.024 per common share (calculated on a fully-diluted basis) on or about October 25, 2004, to equity holders of record on October 25, 2004.

407 International Inc. is the sole shareholder, operator and manager of 407 ETR, which extends 108 kilometres east-west, just north of Toronto. 407 International Inc. is owned by a consortium comprised of the Canadian subsidiary of Cintra Concesiones de Infraestructuras de Transporte (co-owned by Grupo Ferrovial and Australian-headquartered Macquarie Infrastructure Group) and Canadian-based SNC-Lavalin.

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EBITDA is not a recognized measure under Canadian generally accepted accounting principles and investors are cautioned that EBITDA should not be construed as an alternative to net loss or cash from operating activities as an indicator of the Company's performance or cash flows. The Company's method of calculating EBITDA may differ from other companies' and may not be comparable to measures used by other companies. EBITDA less Depreciation and amortization, interest and other expenses (net), and income taxes – current, result in Net income (loss).

Highlights Unaudited

	Third Quarter		Nine months ended Sept. 30	
	2004	2003	2004	2003
Selected Financial Information (in thousands)				
Revenues	\$ 107,790	\$ 100,027	\$ 287,273	\$ 257,656
Operating expenses	27,221	27,648	81,938	82,679
Depreciation and amortization	13,733	13,784	39,310	38,855
	<u>40,954</u>	<u>41,432</u>	<u>121,248</u>	<u>121,534</u>
Income from operations	66,836	58,595	166,025	136,122
Interest and other expenses, net	60,193	58,951	210,489	175,588
Income (Loss) before income taxes	6,643	(356)	(44,464)	(39,466)
Income taxes - current	1,270	1,125	3,559	3,374
Net Income (Loss)	<u>5,373</u>	<u>(1,481)</u>	<u>(48,023)</u>	<u>(42,840)</u>
Traffic				
Total trips (in thousands)	26,254	25,067	73,795	69,583
Average revenue per trip	\$4.17	\$4.00	\$3.91	\$3.74
Average workday number of trips	344,484	328,163	326,230	308,713
Total vehicle kilometres (in thousands)	545,208	511,710	1,455,610	1,348,819
Number of transponders in circulation at September 30	619,046	573,448	619,046	573,448