

No. 1 Martin Place
SYDNEY NSW 2000
GPO Box 4294
SYDNEY NSW 1164
AUSTRALIA

Telephone 612 8232 3333
Facsimile 612 8232 4713
Internet: www.macquarie.com/mqa
DX 10287 SSE

26 Burnaby Street
Hamilton HM 11
BERMUDA

27 February 2014

ASX RELEASE



Macquarie Atlas Roads

Full Year Results to 31 December 2013

Macquarie Atlas Roads (MQA) today announces its full year results for the 12 months ended 31 December 2013.

MQA's portfolio of assets posted an overall positive result reflecting improving economic conditions in Europe and the United States. On a like-for-like portfolio basis¹:

- Proportionate revenue increased 3.6% to A\$682.9 million
- Proportionate EBITDA² from road assets increased 3.5% to A\$489.7 million
- Traffic volumes were 0.9% above the prior corresponding period.

As was the case for the half year ended 30 June 2013, MQA's statutory results reflect significant one-off accounting changes relating to the M6 Toll.

On a statutory reporting basis, the resulting net profit attributable to MQA security holders was A\$1.4 billion. This result was driven by the following two accounting changes:

- During the year, hedge accounting for the M6 Toll swaps was discontinued, resulting in a one-off non-cash expense of A\$510 million. This reflects amounts previously recognised in reserves being brought through the profit and loss account.
- Subsequently, MQA ceased consolidating the M6 Toll group, resulting in a deconsolidation gain of A\$1.8 billion being recorded. This reflects the reversal of the M6 Toll's net liability position from MQA's consolidated balance sheet.

Neither accounting event has any impact on MQA's cash flows or future dividends.

Peter Trent, Chief Executive Officer of MQA, commented: "It is pleasing to note the improved performance recorded in 2013 following a difficult year in 2012."

"APRR traffic stabilised in the first quarter and returned to consistent growth through the remainder of the year recording overall growth of 0.8%. This, together with the scheduled toll increases, supported another record EBITDA result" said Mr Trent.

¹ Traffic, revenue and EBITDA results as disclosed in MQA's Management Information Report (MIR). Refer to the MIR for a reconciliation of the statutory results to the proportionate result.

² Earnings before Interest, Tax, Depreciation and Amortisation.

Operational update

- APRR – achieved revenue growth of 3.0% and EBITDA growth of 3.4%, on traffic growth of 0.8%
- Dulles Greenway – achieved revenue growth of 3.5% and traffic growth of 1.5%, while EBITDA increased by 1.0%, due to one-off expenses
- M6 Toll – in December 2013 Macquarie Motorways Group (MMG), the holding company for the M6 Toll, completed a refinancing of its debt facilities. Under the terms of the refinancing, the debt has been reorganised and has a new maturity date of 1 June 2020. MQA will remain the owner of MMG and will receive an annual fee of £750,000 (approximately A\$1.4 million³) (indexed) for continuing to manage the asset. MQA does not expect to receive further equity distributions from the project as all surplus cash flows from the asset will be applied to service the new debt.

Management arrangements

Macquarie has notified MQA that for the calendar year commencing 1 January 2014 and for subsequent years until further notice, the base management fee rates payable by MQA on market capitalisation up to A\$3.0 billion will be reduced by 25bps per annum.

The base management fee rates that will now apply for 2014 and thereafter until further notice are 1.75% per annum for market capitalisation up to A\$1.0 billion and 1.0% per annum for market capitalisation above A\$1.0 billion.

For 2014, at MQA's current market capitalisation of around A\$1.5 billion⁴, the fee reduction will produce a saving of fees for MQA of approximately A\$3.7 million and the incremental base management fee for all market capitalisation over A\$1.0 billion will be 1.0% per annum.

Macquarie has informed MQA that the fee reduction has been determined following four years of restructuring and repositioning of MQA's portfolio leading to a more streamlined portfolio and the commencement of payment of dividends, as well as an increase in MQA's security price to A\$3.01⁴ from A\$0.62 at listing in 2010.

MQA's directors welcome the fee reduction as an initiative that will benefit MQA's security holders.

Fund level cash position

The above base fee rate reduction, together with the management fee from the M6 Toll, will benefit MQA's net corporate cash flows by approximately A\$5.1 million^{3,4} per annum at MQA's current market capitalisation.

MQA continues to maintain a disciplined approach to capital management, with no corporate level debt, and all asset-level debt remaining non-recourse to MQA. MQA holds corporate level available cash of approximately A\$11.7 million as at 27 February 2014.

Dividend

MQA anticipates declaring a first half 2014 dividend of 5.0 cents per security during March 2014, subject to movements in foreign exchange rates and unforeseen events.

For further information, please contact:

Investor Enquiries:

Mary Nicholson

Chief Financial Officer

Tel: +61 2 8232 7455

Email: mary.nicholson@macquarie.com

Media Enquiries:

Lisa Jamieson

Tel: +61 2 8232 6016

Email: lisa.jamieson@macquarie.com

³ AUD/GBP: 0.54.

⁴ MQA close price of \$3.01 as at 26 February 2014.