

Level 7, 50 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

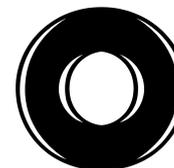
The Belvedere Building
69 Pitts Bay Road
Pembroke HM08
BERMUDA

31 August 2017

ASX RELEASE

Macquarie Atlas Roads

Half Year Results to 30 June 2017



MACQUARIE

Macquarie Atlas Roads (MQA) today announces its half year results for the six months ended 30 June 2017.

Financial highlights

- Statutory net profit of A\$437.6 million¹, largely comprising a revaluation gain of A\$375.6 million relating to the acquisition of an additional 50% economic interest in Dulles Greenway as well as the share of net profit from MQA's investment in APRR.
- Portfolio traffic grew 2.6%^{2,3} compared to the prior corresponding period (pcp), reflecting increased traffic volumes across all portfolio assets.
- Proportionate revenue increased 3.6% to A\$387.3 million³, reflecting a combination of higher traffic levels and revised toll schedules implemented over the past 12 months.
- Proportionate EBITDA⁴ increased 4.9% to A\$294.8 million³.
- Second half 2017 distribution guidance of 10.0 cents per security (cps) confirmed, resulting in a full year 2017 distribution of 20.0 cps, up 11.1% from 2016. MQA anticipates declaring the second half distribution of 10.0 cps during September 2017.
- Full year 2018 distribution guidance of 22.5 cps, up 12.5%, subject to asset performance, movements in foreign exchange rates and future events.

Mr Peter Trent, Chief Executive Officer of MQA, commented: "MQA's portfolio has continued to deliver stable growth over the first six months of 2017, with all portfolio assets generating positive traffic, revenue and EBITDA growth over the period."

"Notably, during the period we increased our economic interest in the Dulles Greenway to 100%. This marked another step in generating long-term value for our securityholders and is consistent with our focus on delivering growth from within MQA's existing portfolio and to provide securityholders with a clear, simplified investment proposition".

Operational update

APRR delivered toll revenue growth of 3.5% and EBITDA growth of 4.9% over the half year, with traffic up 2.7% on pcp. The result reflects increased traffic volumes and traffic mix as well as the benefit of the February 2017 toll increases.

1. Note the statutory result is not indicative of MQA's cash flows or future distributions.

2. Weighted average based on portfolio revenue allocation. At 30 June 2017, MQA holds a 20.14% interest in APRR, 20.15% interest in ADELAC, 100% estimated economic interest in Dulles Greenway and 70% interest in Warnow Tunnel.

3. Based on MQA's average beneficial interest in its assets over the period on a like-for-like portfolio basis, as disclosed in MQA's Management Information Report (MIR). Refer to the MIR for a reconciliation of the statutory results to the proportionate result.

4. Earnings before Interest, Tax, Depreciation and Amortisation.

APRR continued to reduce its net interest expense through replacing maturing facilities with new lower-cost debt issuances under APRR's Euro Medium Term Note program. In March 2017, €100 million of index-linked bonds were issued with a coupon of 0.34% and a maturity of April 2032. In May 2017, €500 million of bonds were issued with a coupon of 1.625% and a maturity of January 2032.

Dulles Greenway achieved traffic growth of 1.2% during the half year, with revenue and EBITDA up 3.6% and 4.4%⁵ respectively on pcp. Despite continued growth in regional economic activity, corridor traffic during the period was impacted by a number of local network changes and construction works which are anticipated to continue to create some volatility in the Dulles Greenway's traffic volumes over the next 24-36 months.

Portfolio focus

During the first half of 2017 MQA continued its recent portfolio focus and simplification. In May 2017, financial close was reached on the acquisition of an additional 50% estimated economic interest in the Dulles Greenway, bringing MQA's total economic interest to 100%. MQA also divested its nominal interest in the M6 Toll, West Midlands U.K., during the month.

In March 2017, MQA increased its indirect interest in ADELAC, the concessionaire of a 19.6 kilometre commuter road between Annecy in eastern France and Geneva in Switzerland, from 19.74% to 20.15%.

Board updates

MQA today separately announced the appointment of two new directors, effective 1 September 2017:

- Debbie Goodin has been appointed as an independent non-executive director of Macquarie Atlas Roads Limited (MARL); and
- Chris Leslie has been appointed as a non-executive director of Macquarie Atlas Roads International Limited (MARIL).

Further details regarding each new director appointment are provided in a separate announcement lodged with the ASX today.

Appointment of Independent Board Advisers

The MQA Boards continually assess whether the current structure, including the relationship with Macquarie, is in the best interests of securityholders. To date, the directors have taken an informed view that this structure has been to securityholders' benefit. The MQA Boards have now appointed Adara Partners and King & Wood Mallesons to provide independent advice to assist them in forming their views on a variety of matters including investment opportunities and strategic issues.

Distributions and outlook

As previously announced, MQA anticipates declaring a second half 2017 distribution of 10.0 cps. It is expected that the distribution will include a foreign dividend component only, with no capital return component. This will result in a full year 2017 distribution of 20.0 cps.

MQA has also today provided full year 2018 distribution guidance of 22.5 cps, subject to asset performance, foreign exchange movements and future events. In line with previous years, the first half and second half 2018 distributions are anticipated to be declared in March and September 2018.

For further information, please contact:

Investor Enquiries:

Victoria Hunt

Head of Investor Relations

Tel: +61 2 8232 5007

Email: Victoria.Hunt@macquarie.com

Media Enquiries:

Navleen Prasad

Public Affairs Manager

Tel: +61 2 8232 6472

Email: Navleen.Prasad@macquarie.com

5. Operating expenses have been adjusted to exclude the recognition of project improvement expenses which are included in operating expenses following the US accounting standards change "Topic 853 Service Concession Arrangements" applicable from 1 January 2015.