Hastings Funds Management

Hastings Funds Management Limited
ABN 27 058 693 388
AFSL No. 238309

Australian Infrastructure Fund Limited
ABN 97 063 935 553

Level 15
90 Collins Street
Melbourne VIC 3000 Australia
Telephone +61 3 9654 4477
Facsimile +61 3 9650 6555

Other offices:
London, New York

ASX Announcement

Australian Infrastructure Fund (AIX)

Total pages: 13

30 August 2007

Investor distribution letter

Attached is a letter that has been sent to AIX investors today regarding the distribution for the half ended 30 June 2007.

For further enquiries, please contact:

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Australian Infrastructure Fund
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Claire Filson

Claire Filson
Company Secretary
Australian Infrastructure Fund

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AIX

30 August 2007

Dear Investor,

Australian Infrastructure Fund distribution for the half-year ended 30 June 2007

The directors of Australian Infrastructure Fund Limited and Hastings Funds Management Limited (Hastings), as Responsible Entity for Australian Infrastructure Fund Trust (together AIX), are pleased to enclose your distribution for the half-year to 30 June 2007.

The distribution is 8.0 cents per stapled security of which 3.72 cents is franked and 0.47 cents is tax-deferred. The distribution is payable to all investors on the AIX security register at 29 June 2007 and was fully funded from portfolio cashflows after payment of fund expenses. This brings distributions to a total of 15.5 cents for the 2007 financial year, up from 14.5 cents in 2006.

A successful year for AIX

AIX celebrated ten years as a listed fund with positive financial results for the year ended 30 June 2007.

AIX reported a record Net Profit after Tax of $168.2 million, an increase of 54 percent on 2006. Total income increased by 42 percent to $185.9 million. Dividends, distributions and interest generated by the asset portfolio increased by 17 percent to $57.8 million, whilst unrealised gains in the portfolio increased by 59 percent to $130.1 million.

The Book Value (NTA) of AIX's portfolio increased from $2.36 at 30 June 2006 to $2.65 at 30 June 2007. This valuation is determined by AIX's independent valuers and is primarily undertaken to determine the level of unrealised gains or losses impacting on AIX's profit. It does not necessarily reflect the Board's view of the market value of the portfolio of assets.

The market price of AIX securities performed strongly and was re-rated from $2.08 to $3.29 over the course of the financial year. Coupled with total distributions, this resulted in total returns to investors increasing by 66 percent for the year. Reflecting these results and the growth options in the portfolio, several new institutional investors joined the register.

Looking ahead

The Board believes that the AIX portfolio is well placed to continue to deliver value to investors through increasing revenue and asset values.

Developments in the aviation industry give the Board confidence that the AIX airport portfolio will continue to experience strong growth in the period ahead.

Domestic passenger traffic at the Australian airport assets is expected to be enhanced by the commencement of Tiger Airways services and announcements of additional seat capacity introduced by the incumbent domestic carriers Qantas, Jetstar and Virgin Blue.

International passenger growth will also be boosted by additional seat capacity generated by the arrival of the new large aircraft including the Airbus A380 and the Boeing 787, which are scheduled to begin flying into Australia by the end of calendar year 2008.

The AIX Board and Hastings will continue to encourage our asset managers to further develop the opportunities that exist in revenue streams across the entire portfolio.

The AIX rights of pre-emption and strategic industry partnerships are expected to continue to provide asset acquisition opportunities in Australia and internationally.

Distribution Reinvestment Plan

The AIX Distribution Reinvestment Plan (DRP) applies to qualified investors on the enclosed distribution. Securities were issued to investors who joined the DRP prior to 30 June 2007 at $3.17 which was at a 2.5 percent discount to the weighted average market price over the specified period of 25 June to 29 June 2007 (inclusive).

Investors seeking to invest future distributions through the DRP should contact Computershare Investor Services on 1300 132 288.

Annual General Meeting in Sydney

The eleventh Annual General Meeting of AIX will be held at the Radisson Plaza Hotel, Marble Room, 27 O'Connell Street, Sydney at 2.30 pm, Wednesday 31 October 2007.

Melbourne investors should note that an investor briefing will be held at the offices of Hastings, Level 15, 90 Collins Street, Melbourne at 2.30pm, Thursday 1 November 2007.

The AIX Annual Report will be mailed to investors in September 2007. If you have any queries about the distribution, DRP or any other matters relating to your investment, please contact Computershare Investor Services on 1300 132 288 or e-mail investor_relations@hfm.com.au.

Thank you for your continued support.

Yours faithfully,

Paul Espie
Chairman
Australian Infrastructure Fund Limited

Hastings Funds Management

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AFSL No. 238309

Australian Infrastructure Fund Limited
ABN 97 063 935 553

Computershare

All correspondence to:
Computershare Investor Services Pty Limited
GPO Box 2975 Melbourne
Victoria 3001 Australia

Enquiries
(within Australia) 1300 132 288
(outside Australia) 61 3 9415 4000

Facsimile 61 3 9473 2500

web.queries@computershare.com.au
www.computershare.com

SAMPLE CUSTOMER
SAMPLE STREET
SAMPLE STREET
SAMPLE STREET
SAMPLE STREET
SAMPLETOWN TAS 7000

Holder Number
TFN Status TFN quoted

Annual Distribution Statement

Australian Infrastructure Fund (AIX) 30 June 2007

Please use the information in this statement when preparing your income tax return for the year ended 30 June 2007.

Company dividend
Investors who received a dividend from Australian Infrastructure Fund on 31 August 2006 and/or 27 February 2007 should include these in their **30 June 2007** tax return.

The current dividend paid on 30 August 2007 should be included in your assessable income for the year of income in which 30 August 2007 falls. For investors with a 30 June tax year, this would be the tax year ending **30 June 2008.**

For income tax purposes, the dividend is fully franked based on company tax payable at the rate of 30%.

	31 August 2006	27 February 2007	Total
Unfranked Amount	$00,00.00	$00,00.00	$0,000.00
Franked Amount	$00,00.00	$00,00.00	$0,000.00
Gross Dividend	$00,00.00	$00,00.00	$0,000.00
Tax Withheld	$00,00.00	$00,00.00	$0,000.00
Net Dividend	$00,00.00	$00,00.00	$0,000.00
Franking Credit	$00,00.00		$0,000.00

Trust distribution
Investors who received a Trust distribution from Australian Infrastructure Fund on 27 February 2007 and/or 30 August 2007 should include these in their 30 June 2007 tax return.

The total taxable income amount should be included in your assessable income for the year of income in which 30 June 2007 falls. For investors with a 30 June tax year, this would be the tax year ended **30 June 2007.**

This amount contains the following components	Amount	Tax Credits	Taxable Income
Australian Income			
Dividends – franked			
Dividends – unfranked			
Interest			
Other income			
Foreign Income			
Interest			
Other income			
Total Taxable Income			$0.00
Tax-free Amount			
Tax-deferred Amount	$0.00		
Gross Distribution	$0.00		
Tax Withheld	$0.00		
Net Distribution	$0.00		

Investors are directed to the enclosed AIF 2006-2007 Tax Guide for assistance in preparing their 2007 Income Tax Return. The guide provides specific commentary for Individuals, Company, Superannuation Fund and Trust Investors. Note: all amounts are denoted in Australian dollars.

THIS ADVICE SHOULD BE RETAINED FOR TAXATION PURPOSES.

034141_00NG6F

Hastings Funds Management

Hastings Funds Management Limited
ABN 27 058 693 388
AFSL No. 238309

Australian Infrastructure Fund Limited
ABN 97 063 935 553

Computershare

All correspondence to:

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(within Australia) 1300 132 288
(outside Australia) 61 3 9415 4000

Facsimile 61 3 9473 2500

web.queries@computershare.com.au
www.computershare.com

000111
000
XXX
NAME/COMPANY NAME
<ACCOUNT NAME>
STREET ADDRESS
STREET ADDRESS
STREET ADDRESS
SUBURB STATE POSTCODE

Payment Date **30 August 2007**
Record Date **29 June 2007**
TFN Status **Quoted**
Holder Number **X0000000000**

Distribution Reinvestment Plan Statement

Australian Infrastructure Fund (AIX)

30 June 2007

DISTRIBUTION AMOUNT
ADD PREVIOUS RESIDUAL BALANCE BROUGHT FORWARD
TOTAL AVAILABLE FOR REINVESTMENT
NUMBER OF NEW STAPLED SECURITIES ALLOTTED AT $00,000.00
RESIDUAL BALANCE CARRIED FORWARD TO NEXT PERIOD

This statement represents the half year distribution at the rate of 8 cents per stapled security on the securities registered in your name at 29 June 2007. This statement is provided for information only. A separate Annual Distribution Statement is also enclosed containing all information required for preparing your tax return.

Company dividend – 30 June 2007 Half year Distribution

The dividend should be included in your assessable income for the year of income in which 30 August 2007 falls. For investors with a 30 June tax year, this would be the tax year ending **30 June 2008**. For income tax purposes, the dividend from the company is fully franked based on company tax payable at the rate of 30%.

Dividend (cents per share) xx.xx	Number of shares held at 29 June 2007	$AUD
Unfranked Amount		
Franked Amount		
Gross Dividend		
Tax Withheld		
Net Dividend		
Franking Credit		

Trust distribution – 30 June 2007 Half year Distribution

The total taxable income amount should be included in your assessable income for the year of income in which 30 June 2007 falls. For investors with a 30 June tax year, this would be the tax year ended **30 June 2007**. However, we note that the taxable components of this distribution are subject to change upon the determination of the Trust's tax net income at 30 June 2007.

Distribution (cents per unit) xx.xx	Number of units held at 29 June 2007		$AUD
This amount contains the following components	Amount	Tax Credits	Taxable Income
Australian Income			
Dividends – franked			
Dividends – unfranked			
Interest			
Other income			
Foreign Income			
Interest			
Other income			
Total Taxable Income			
Tax-free Amount			
Tax-deferred Amount			
Gross Distribution			
Tax Withheld			
Net Distribution			
		Total	

THIS ADVICE SHOULD BE RETAINED FOR TAXATION PURPOSES

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Hastings Funds Management Limited
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Australian Infrastructure Fund Limited
ABN 97 063 935 553

Computershare

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(within Australia) 1300 132 288
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Facsimile 61 3 9473 2500

web.queries@computershare.com.au
www.computershare.com

000111
000
XXX
NAME/COMPANY NAME
<ACCOUNT NAME>
STREET ADDRESS
STREET ADDRESS
STREET ADDRESS
SUBURB STATE POSTCODE

Payment Date **30 August 2007**
Record Date **29 June 2007**
TFN Status **Quoted**
Holder Number **X0000000000**

Half year Distribution Statement

Australian Infrastructure Fund (AIX) 30 June 2007

Payment forwarded to:
SAMPLE BANK
SAMPLE BSB SAMPLE ACC

This statement represents the half year distribution at the rate of 8 cents per stapled security on the securities registered in your name at 29 June 2007. This statement is provided for information only. A separate Annual Distribution Statement is also enclosed containing all information required for preparing your tax return.

Company dividend – 30 June 2007 Half year Distribution
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Dividend (cents per share)	Number of shares held at 29 June 2007	$AUD
Unfranked Amount		
Franked Amount		
Gross Dividend		
Tax Withheld		
Net Dividend		
Franking Credit		

Trust distribution – 30 June 2007 Half year Distribution
The total taxable income amount should be included in your assessable income for the year of income in which 30 June 2007 falls. For investors with a 30 June tax year, this would be the tax year ended **30 June 2007**. However, we note that the taxable components of this distribution are subject to change upon the determination of the Trust's tax net income at 30 June 2007.

Distribution (cents per unit)	Number of units held at 29 June 2007		$AUD
This amount contains the following components	Amount	Tax Credits	Taxable Income
Australian Income			
Dividends – franked			
Dividends – unfranked			
Interest			
Other income			
Foreign Income			
Interest			
Other income			
Total Taxable Income			
Tax-free Amount			
Tax-deferred Amount			
Gross Distribution			
Tax Withheld			
Net Distribution			
		Total	

THIS ADVICE SHOULD BE RETAINED FOR TAXATION PURPOSES

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Hastings Funds Management

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Australian Infrastructure Fund Limited
ABN 97 063 935 553

Computershare

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www.computershare.com

000111
000
XXX
NAME/COMPANY NAME
<ACCOUNT NAME>
STREET ADDRESS
STREET ADDRESS
STREET ADDRESS
SUBURB STATE POSTCODE

Payment Date **30 August 2007**
Record Date **29 June 2007**
TFN Status **Quoted**
Holder Number **X0000000000**

Australian Infrastructure Fund (AIX) – Half year Distribution Statement 30 June 2007

This statement represents the half year distribution at the rate of 8 cents per stapled security on the securities registered in your name at 29 June 2007. This statement is provided for information only. A separate Annual Distribution Statement is also enclosed containing all information required for preparing your tax return.

Company dividend – 30 June 2007 Half year Distribution

The dividend should be included in your assessable income for the year of income in which 30 August 2007 falls. For investors with a 30 June tax year, this would be the tax year ending **30 June 2008**. For income tax purposes, the dividend from the company is fully franked based on company tax payable at the rate of 30%.

Dividend (cents per share) x.xxx	Number of shares held at 29 June 2007	$AUD
Unfranked Amount		
Franked Amount		
Gross Dividend		
Tax Withheld		
Net Dividend		
Franking Credit		

Trust distribution – 30 June 2007 Half year Distribution

The total taxable income amount should be included in your assessable income for the year of income in which 30 June 2007 falls. For investors with a 30 June tax year, this would be the tax year ended **30 June 2007**. However, we note that the taxable components of this distribution are subject to change upon the determination of the Trust's tax net income at 30 June 2007.

Distribution (cents per unit) x.xxx	Number of units held at 29 June 2007		$AUD
This amount contains the following components	Amount	Tax Credits	Taxable Income
Australian Income			
Dividends – franked			
Dividends – unfranked			
Interest			
Other income			
Foreign Income			
Interest			
Other income			
Total Taxable Income			
Tax-free Amount			
Tax-deferred Amount			
Gross Distribution			
Tax Withheld			
Net Distribution			
		Total	

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THIS ADVICE SHOULD BE RETAINED FOR TAXATION PURPOSES.

Hastings Funds Management

Australia and New Zealand Banking Group Limited

388 COLLINS STREET, MELBOURNE, VIC, 3000

Australian Infrastructure Fund

CANCELLED

CANCELLED

TO THE ORDER OF NAME/COMPANY NAME
STREET ADDRESS
STREET ADDRESS
STREET ADDRESS
STREET ADDRESS
SUBURB STATE POSTCODE

NOT NEGOTIABLE

CHEQUE NO: 000000
DATE 30 August 2007

$**0.00**

For and on behalf of
HASTINGS FUNDS MANAGEMENT LIMITED
ABN 27 058 693 388 DISTRIBUTION ACCOUNT

PAY THE SUM OF ZERO THOUSAND ZERO HUNDRED AND ZERO DOLLARS AND ZERO CENTS

Security feature included in this cheque is microprint signature line: the absence of which could indicate a fraudulent cheque.

⑈012345⑈ 063⑉000⑆ 1234⑉5678⑈

Hastings Funds Management

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AFSL No. 238309

Australian Infrastructure Fund
ABN 97 063 935 553

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Other offices:
London, New York

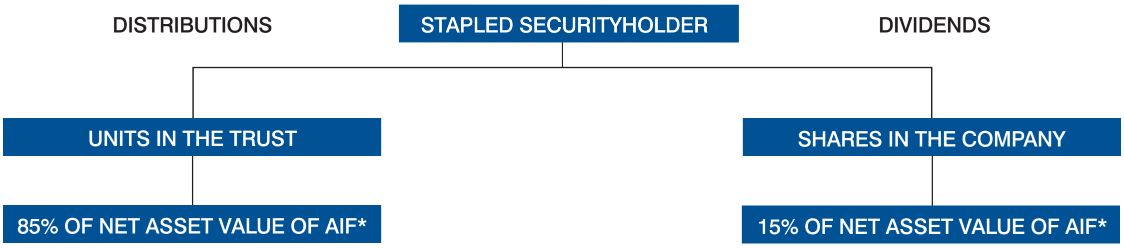
Tax Guide for the tax year ended 30 June 2007

Australian Infrastructure Fund (code – AIX)

What is a stapled security?

Australian Infrastructure Fund (AIF) investors hold stapled securities that each consists of a fully paid ordinary share in Australian Infrastructure Fund Limited (the Company) and a unit in the Australian Infrastructure Fund Trust (the Trust).

The share and unit are 'stapled' to one another in the sense that, so long as stapling operates, they can only be transferred together and are quoted by the ASX as a single quotation, so in this respect they are like a share. This can be shown diagrammatically as follows:



* Approximate percentages, which may be subject to change.

What type of distributions are made by AIF?

Because investors in AIF hold a stapled security that consists of a fully paid ordinary share in the Company and a unit in the Trust, AIF's payments to investors (distributions) comprise various amounts, which may be treated in different ways for tax purposes.

- A **dividend** from the Company, whether franked or unfranked.
- A distribution of **taxable trust income**.
- A **foreign income** amount that will identify the particular class of foreign income and may include foreign tax credits.
- A **discounted capital gain** derived by the Trust from the sale of investments where the capital gains tax (CGT) discount has been applied. Only 50 percent of the capital gain derived is included in the discounted capital gain component of the investor's distribution. All investors will need to 'gross up' this amount by multiplying it by two and including it in assessable income. Individual, trust fund and superannuation fund investors may then, depending upon their particular circumstances, apply the CGT discount to this 'grossed up' amount. The relevant CGT discount is 50 percent for individuals and trust funds and 33.33 percent for superannuation fund investors. Companies are not entitled to the CGT discount.
- A **CGT-concession amount** resulting from the application of the capital gains discount. This amount is not assessable and does not need to be included in the investor's tax return. Cost base adjustments are now not required with regard to non-assessable amounts associated with the CGT discount.
- A **capital gain – indexation method** is required to allow investors to make choices about the order in which to deduct capital losses.
- A **capital gain – other method** is required to allow investors to make choices about the order in which to deduct capital losses.
- A **tax-deferred amount** is not assessable and does not need to be included in the investor's tax return. Rather, the amount distributed generally reduces the cost base of the investor's holding in AIF. This increases the assessable capital gain or reduces the capital loss when investors sell their investment in AIF.
- A **tax-free amount** is not assessable when distributed to an AIF investor and does not need to be included as assessable income in an investor's tax return for the year ended 30 June 2007. Distribution of the tax-free amount will not reduce the cost base of an investor's holding in AIF for the purpose of calculating a capital gain, but will generally reduce the reduced cost base when calculating a capital loss.

A distribution statement, which accompanies each payment to stapled securityholders, identifies and quantifies each of the above amounts and details the tax year in which the distribution should be returned as income.

What are the tax implications for investors who sold their AIF investment during the year ended 30 June 2007?

The following comments only apply to investors who are residents of Australia for tax purposes and hold their units in the Trust on capital account.

Where investors hold their investment in AIF on a basis other than capital account, e.g. revenue account or as trading stock, or are not residents of Australia, they should seek their own independent taxation advice. If you are unsure of the appropriate treatment, we recommend you seek independent taxation advice for clarification according to your individual circumstances.

A capital gain or loss will arise to investors if they held their investment in AIF on capital account and sold the investment, or part of it, during the year ended 30 June 2007. In calculating a gain, the cost base of the units in the Trust may be reduced by the investor's share of CGT-concession amounts distributed prior to 1 July 2001 and any tax-deferred amounts distributed from the Trust during the investor's holding period. In calculating a loss, the reduced cost base may be reduced by the investor's share of tax-free amounts, tax-deferred amounts and CGT-concession amounts distributed prior to 1 July 2001.

If individual, trust fund and superannuation fund investors derive a capital gain on the sale of their investment in AIF, the CGT discount may apply provided the investment was held for at least 12 months. The applicable CGT discount is 50 percent for individuals and trust funds and 33.33 percent for superannuation funds. Alternatively, if investors held the investment for at least 12 months they may be entitled to indexation of the cost base, frozen as at 30 September 1999, if the investment was purchased prior to 21 September 1999.

If investors realised a capital loss on disposal of their investment in AIF, that loss may be utilised against capital gains of the current year. Any excess capital loss may be carried forward to be utilised against capital gains of future years.

What tax withholdings may be applied to distributions made by AIF?

Hastings Funds Management Limited, as Responsible Entity of the Trust, may be required to withhold amounts from certain components of distributions to investors.

Tax File Number (TFN) withholding tax (at the 2006/2007 tax rate of 46.5 percent) may be required to be deducted from both the taxable and tax-deferred components of distributions to investors who have not quoted their TFN, Australian Business Number (where it is appropriate to do so as an alternative) or exemption details. TFN withholding applies to resident and non-resident investors on certain components of AIF distributions.

Other withholdings also apply to distributions to investors who are not residents of Australia for tax purposes. These include:

- non-resident withholding tax imposed on distributions of Australian sourced unfranked dividends and Australian sourced interest; and
- tax withholdings from distributions of net income, which applies to 'other' Australian sourced income, and certain capital gains income components.

This guide has been prepared for general instruction only and is not intended to be a substitute for the Australian Taxation Office's instructions. Investors should read this guide in conjunction with the Australian Taxation Office's instructions and should seek individual taxation advice where required. As income tax laws are complex and subject to constant change and interpretation by the courts, you should consider seeking professional advice about your individual tax position.

Individual investors

Annual Distribution Statement (the Statement)

This Statement is a summary of your distribution components for the year ended 30 June 2007, and is provided to assist you in preparing your 2007 individual income tax return. The Statement also contains references to the individual income tax return 2007.

Please refer to your Annual Distribution Statement and the notes below for additional disclosure requirements.

The total trust distribution should be included in your assessable income for the year of income in which 30 June 2007 falls. For investors with a 30 June tax year, this would be in the tax year ended 30 June 2007.

The dividend amount from Australian Infrastructure Fund Limited relating to the half year ended 30 June 2007 should not be included in the 30 June 2007 income tax return of any investor. This amount will be assessable to the investor in the year of income in which 30 August 2007 occurs. For an investor with a 30 June year end, this is 30 June 2008.

Investors who received a 31 August 2006 dividend should include this, along with the 27 February 2007 dividend, in their 30 June 2007 tax return. Please refer to the 30 June 2007 Annual Distribution Statement for further information.

Your distribution for the year ended 30 June 2007 contains the following components:

Australian Infrastructure Fund Limited

Dividend (cents per share) X	Number of shares held at 30 June 2007 X	Gross total X
Unfranked amount		–*
Franked amount		X*
Gross dividend		X
Tax withheld		–*
Net dividend		X
Imputation credits		X*

Australian Infrastructure Fund Trust

Distribution (cents per unit) X	Number of units held at 30 June 2007 X		Gross total X
	Amount	Tax credits	Taxable income
Australian income			
Dividends – franked	X	X 12Q	X
Dividends – unfranked	–		X
Interest	–		X
Other	–		X
Total			X 12U
Foreign income			
Passive income	X	X 19O	X 19E
Other income	X	X 19O	X 19E
Capital gains			
Discounted capital gain	–		X page 24 PIG
CGT-concession amount	–		X page 24 PIG
Capital gains – indexation method	–		–
Capital gains – other method	–		–
Total taxable income			X
Tax-free amounts	–		
Tax-deferred amounts	X		
Gross distribution	X		
Tax withheld	– 12R		
Net distribution	X		
Capital gains			

* For individual investors using the 30 June 2007 income tax return form to record the dividend received, references are: unfranked amount 11S, franked amount 11T, imputation credits 11U and tax withheld 11V.

PIG: The personal investors guide to capital gains tax assists individual investors determine the net capital gain to be included in item 17 of the 2007 individual income tax return.

Company investors

Annual Distribution Statement (the Statement)

This Statement is a summary of your company's distribution components for the year ended 30 June 2007, and is provided to assist you in preparing the company's 2007 tax return. The Statement also contains references to the company tax return 2007. This Statement has been prepared on the basis that company investors fully reverse out any components of the Trust's distribution that have been included in the calculation of accounting profit. This is effected by inserting any such amounts at item 7 label Q of the 2007 company tax return and then disclosing the taxable Trust distribution at item 7 label B as indicated in the Statement. Investors will then include in assessable income only those elements of the Trust's distribution that are assessable in the year ended 30 June 2007. To the extent that any other tax return preparation method is adopted by your company, the discussion below may be inappropriate.

Subject to the comments below on additional disclosure and calculation requirements, the total taxable income amount should be included in the company's assessable income for the year of income in which 30 June 2007 falls. For companies with a 30 June tax year, this would be 30 June 2007.

The total trust distribution should be included in your assessable income for the year of income in which 30 June 2007 falls. For investors with a 30 June tax year, this would be in the tax year ended 30 June 2007.

The dividend amount from Australian Infrastructure Fund Limited relating to the half year ended 30 June 2007 should not be included in the 30 June 2007 income tax return of any investor. This amount will be assessable to the investor in the year of income in which 30 August 2007 occurs. For an investor with a 30 June year end, this is 30 June 2008.

Investors who received a 31 August 2006 dividend should include this, along with the 27 February 2007 dividend, in their 30 June 2007 tax return. Please refer to the 30 June 2007 Annual Distribution Statement for further information.

Your company's distribution for the year ended 30 June 2007 contains the following components:

Australian Infrastructure Fund Limited

Dividend (cents per share) X	Number of shares held at 30 June 2007 X	Gross total X
Unfranked amount		–*
Franked amount		X*
Gross dividend		X
Tax withheld		–*
Net dividend		X
Imputation credits		X*

Australian Infrastructure Fund Trust

Distribution (cents per unit) X	Number of units held at 30 June 2007 X		Gross total X
	Amount	Tax credits	Taxable income
Australian income			
Dividends – franked	X	X 7J	X
Dividends – unfranked	–		X
Interest	–		X
Other	–		X
Total			X 7B
Foreign income			
Passive income	X	X CSD	X 8R
Other income	X	X CSD	X 8R
Capital gains			
Discounted capital gain	–		–**
CGT-concession amount	–		–**
Capital gains – indexation method	–		–**
Capital gains – other method	–		–**
Total taxable income	X		X
Tax-free amounts	–		
Tax-deferred amounts	X		
Gross distribution	X		
Tax withheld	– CSY		
Net distribution	X		
Capital gains			

* For company investors using the 30 June 2007 income tax return form to record the dividend received, references are: unfranked amount and franked amount 7B (to the extent only that these amounts have not been included in 6H as part of total income) and tax withheld YCS.

** These amounts need to be taken into account in determining the company's net capital gain (to be inserted in the company's 2007 tax return at 7A). Refer to the Australian Taxation Office's publication *Guide to Capital Gains Tax* for instructions on how to calculate the company's net capital gain. The company may need to complete the CGT schedule 2007 or CGT summary worksheet.

CS: Calculation statement contained in the 2007 company tax return.

Superannuation fund investors

Annual Distribution Statement (the Statement)

This Statement is a summary of your fund's distribution components for the year ended 30 June 2007, and is provided to assist you in preparing your fund's 2007 income tax return. The Statement also contains references to the fund income tax and regulatory return 2007.

Subject to the comments below on additional disclosure and calculation requirements, the total taxable income amount should be included in your fund's assessable income for the year of income in which 30 June 2007 falls. For funds with a 30 June tax year, this would be 30 June 2007.

The total trust distribution should be included in your assessable income for the year of income in which 30 June 2007 falls. For investors with a 30 June tax year, this would be in the tax year ended 30 June 2007.

The dividend amount from Australian Infrastructure Fund Limited relating to the half year ended 30 June 2007 should not be included in the 30 June 2007 income tax return of any investor. This amount will be assessable to the investor in the year of income in which 30 August 2007 occurs. For an investor with a 30 June year end, this is 30 June 2008.

Investors who received a 31 August 2006 dividend should include this, along with the 27 February 2007 dividend, in their 30 June 2007 tax return.

Please refer to the 30 June 2007 Annual Distribution Statement for further information.

Your fund's distribution for the year ended 30 June 2007 contains the following components:

Australian Infrastructure Fund Limited

Dividend (cents per share) X	Number of shares held at 30 June 2007 X	Gross total X
Unfranked amount		–*
Franked amount		X*
Gross dividend		X
Tax withheld		–*
Net dividend		X
Imputation credits		X*

Australian Infrastructure Fund Trust

Distribution (cents per unit) X	Number of units held at 30 June 2007 X		Gross total X
	Amount	Tax credits	Taxable income
Australian income			
Dividends – franked	X	X 8Q**	X
Dividends – unfranked	–		X
Interest	–		X
Other	–		X
Total			X 9aX
Foreign income			
Passive income	X	X 8D	X 9aI
Other income	X	X 8D	X 9aI
Capital gains			
Discounted capital gain	–		– –***
CGT-concession amount	–		– –***
Capital gains – indexation method	–		–***
Capital gains – other method	–		–***
Total taxable income			X
Tax-free amounts	–		
Tax-deferred amounts	X		
Gross distribution	X		
Tax withheld	– 8M		
Net distribution	X		
Capital gains			

* For fund investors using the 30 June 2007 income tax return form to record the dividend received, references are: unfranked amount 9aD, franked amount 9aJ, tax withheld 8M and franking credits 9aK.

** 8Q, unless non-complying fund then 8C.

*** These amounts need to be taken into account in determining the fund's net capital gain (to be inserted in the fund's 2007 tax return 9aA). Refer to the Australian Taxation Office's publication *Guide to Capital Gains Tax* for instructions on how to calculate the fund's net capital gain. The fund may need to complete the CGT schedule 2007 or CGT summary worksheet.

Trust fund investors

Annual Distribution Statement (the Statement)

This Statement is a summary of your trust's distribution components for the year ended 30 June 2007, and is provided to assist you in preparing the trust's 2007 tax return. The Statement also contains references to the trust tax return 2007.

Subject to the comments below on additional disclosure and calculation requirements, the total taxable income amount should be included in your trust's assessable income for the year of income in which 30 June 2007 falls. For trusts with a 30 June tax year, this would be 30 June 2007.

The total trust distribution should be included in your assessable income for the year of income in which 30 June 2007 falls. For investors with a 30 June tax year, this would be in the tax year ended 30 June 2007.

The dividend amount from Australian Infrastructure Fund Limited relating to the half year ended 30 June 2007 should not be included in the 30 June 2007 income tax return of any investor. This amount will be assessable to the investor in the year of income in which 30 August 2007 occurs. For an investor with a 30 June year end, this is 30 June 2008.

Investors who received a 31 August 2006 dividend should include this, along with the 27 February 2007 dividend, in their 30 June 2007 tax return.

Please refer to the 30 June 2007 Annual Distribution Statement for further information.

Your trust's distribution for the year ended 30 June 2007 contains the following components:

Australian Infrastructure Fund Limited

Dividend (cents per share) X	Number of shares held at 30 June 2007 X	Gross total X
Unfranked amount		–*
Franked amount		X*
Gross dividend		X
Tax withheld		–*
Net dividend		X
Imputation credits		X*

Australian Infrastructure Fund Trust

Distribution (cents per unit) X	Number of units held at 30 June 2007 X		Gross total X
	Amount	Tax credits	Taxable income
Australian income			
Dividends – franked	X	X 8D	X
Dividends – unfranked	–		X
Interest	–		X
Other	–		X
Total			X 8R
Foreign income			
Passive income	X	X 20Z	X 20B
Other income	X	X 20Z	X 20B
Capital gains			
Discounted capital gain	–		–**
CGT-concession amount	–		–**
Capital gains – indexation method	–		–**
Capital gains – other method	–		–**
Total taxable income			X
Tax-free amounts	–		
Tax-deferred amounts	X		
Gross distribution	X		
Tax withheld	– 8E		
Net distribution	X		
Capital gains			

* For fund investors using the 30 June 2007 income tax return form to record the dividend received, references are: unfranked amount 11K, franked amount 11L, franking credits 11M and tax withheld 11N.

** These amounts need to be taken into account in determining the trust's net capital gain (to be inserted in the trust's 2007 tax return at 18A). Refer to the Australian Taxation Office's publication *Guide to Capital Gains Tax* for instructions on how to calculate the trust's net capital gain. The trust may need to complete the CGT schedule 2007 or CGT summary worksheet.