

## APPENDIX 4E

### Preliminary Final Report

Name of entity: **Macquarie Atlas Roads (“MQA”)**

#### 1. Details of the reporting period

Current Period: 1 January 2013 - 31 December 2013

Previous Corresponding Period: 1 January 2012 - 31 December 2012

#### 2. Results for announcement to the market

	\$A'000		
2.1 Revenue from continuing operations	Up	5.8%	to 403
2.2 Profit from continuing operations after tax for the year	Up (Increase in profits)	nm*	to 41,926
Profit after tax for the year	Up (Increase in profits)	nm*	to 1,423,469
2.3 Profit for the period attributable to MQA stapled security holders	Up (Increase in profits)	nm*	to 1,423,469

\*nm stands for “not meaningful”

As disclosed in MQA’s interim financial reporting, MQA’s statutory results reflect the following significant one-off accounting changes relating to the M6 Toll:

- 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.
- On 4 June 2013, MQA deconsolidated the M6 Toll group. The results of the M6 Toll for approximately 5 months to the date of deconsolidation and a non-cash gain on deconsolidation of A\$1.8 billion are included in the profit after tax for the year.

The profit after tax for the period represents MQA’s statutory result. MQA also separately provides supplementary information including its proportionate EBITDA result from its portfolio of toll road assets. On a like for like basis, proportionate EBITDA increased by 3.5% to \$489.7 million. Revenue weighted average traffic for the year ended 31 December 2013 increased 0.9% on the prior corresponding period whilst toll revenue increased 3.5%. For a reconciliation of the statutory result to the proportionate EBITDA result, please refer to MQA’s Management Information Report.

2.4 Dividends (distributions)	Amount per security	Franked amount per security
<i>Current Period:</i>		
Final dividend / distribution	3.3	N/A
Interim dividend / distribution	2.4	N/A
<i>Previous Corresponding Period:</i>		
Final dividend / distribution	nil	nil
Interim dividend / distribution	nil	nil
2.5 Record date for determining entitlements to the dividend / distribution		
Final dividend / distribution	N/A	
Interim dividend / distribution	N/A	
<p>2.6 Provide a brief explanation of any of the figures reported above necessary to enable the figures to be understood:</p> <p>On 4 June 2013, MQA deconsolidated the M6 Toll group. Ongoing discussions with the M6 Toll lender group progressed such that a reassessment of the variable return to which MQA is exposed from its involvement with the M6 Toll group was necessary to be performed as at that date, in accordance with <i>AASB 10 Consolidated Financial Statements</i>. This reassessment led to the conclusion that MQA was no longer expected to be exposed to significant variable returns from the asset and should therefore no longer consolidate the M6 Toll group. In December 2013, the debt refinancing was completed as expected.</p> <p>MQA has combined all of the income and expense items relating to the M6 Toll group for the period of approximately 5 months up to the date of deconsolidation into a single line item, "profit from deconsolidated operation", in the Statement of Comprehensive Income. The total amount of \$1.382 billion reflects the net of:</p> <ul style="list-style-type: none"> <li>— a gain on deconsolidation of \$1.8 billion (reflecting the M6 Toll's net liability position being removed from MQA's consolidated balance sheet);</li> <li>— an expense of \$510 million on cessation of hedge accounting for the M6 Toll swaps; and</li> <li>— all other M6 Toll income and expense items for the period of approximately 5 months to 4 June 2013.</li> </ul> <p>MQA continues to legally own 100% of the ordinary equity in the M6 Toll and, since deconsolidation, accounts for its investment using the equity method.</p> <p>For further explanation of the results please refer to the accompanying announcement, including the Financial Report for the year ended 31 December 2013.</p>		

**3. Statement of Comprehensive Income with notes**

Refer to attached financial statements.

**4. Statement of Financial Position with notes**

Refer to attached financial statements.

**5. Statement of Cash Flows with notes**

Refer to attached financial statements.

**6. Statement of retained earnings showing movements**

Refer to attached financial statements (Note 21: Accumulated Losses).

**7. Details of dividends/distributions**

Refer to attached financial statements (Note 3: Dividends).

**8. Details of dividend/distribution reinvestment plan**

There was no dividend reinvestment plan in operation during the year.

**9. Net tangible assets per security**

	Current year (As at 31 December 2013)	Previous corresponding Period (As at 31 December 2012)
Net tangible asset backing per stapled security*	\$1.80	(\$2.16)

\*Under the listing rules net tangible asset backing must be determined by deducting from total tangible assets all claims on those assets ranking ahead of the ordinary securities (i.e., all liabilities, preference shares, outside equity interests etc). The net tangible asset backing does not reflect the fair value of MQA's portfolio of Assets.

## 10. Control gained or lost over entities during the year

10.1 Name of entity (or group of entities) over which control was gained	Greenfinch Motorways Limited
10.2 Date control was gained	Incorporated 2 August 2013.
10.3 Consolidated profit (loss) from ordinary activities after tax of the controlled entity (or group of entities) for the current period to the date of gain of control	nil
10.4 Name of entity (or group of entities) over which control was lost	MQA deconsolidated the M6 Toll group consisting of the following legal entities: Macquarie Motorways Group Limited ("MMG") Midland Expressway Limited ("MEL")
10.5 Date control was lost	4 June 2013
10.6(a) Consolidated profit (loss) from ordinary activities after tax of the controlled entity (or group of entities) for the current period to the date of loss of control	\$1,381.5 million
10.6(b) Profit/(loss) after tax of the controlled entity (or group of entities) while controlled during the previous corresponding period.	(\$66.4 million)

## 11. Details of associates and joint venture entities

Refer attached financial statements (Note 14: Investments in associates and joint arrangements).

## 12. Other significant information

Refer attached financial statements (Directors' Report).

## 13. Accounting standards used by foreign entities

International Financial Reporting Standards.

**14. Commentary on results**

	Current year (As at 31 December 2013)	Previous corresponding Period (As at 31 December 2012)
14.1 Basic gain/(loss) per stapled security attributable to MQA stapled security holders	295.80 cents	(26.40 cents)
<p><i>Commentary on significant features of operating performance</i></p> <p>For further commentary on the results please refer to section 2.6 above and the accompanying announcement, including the audited Financial Report for the year ended 31 December 2013.</p>		

**15. Audit / review of accounts upon which this report is based**

This report is based on accounts to which one of the following applies (*tick one*):

<input checked="" type="checkbox"/>	The accounts have been audited. (refer attached financial statements)	<input type="checkbox"/>	The accounts have been subject to review. (refer attached financial statements)
<input type="checkbox"/>	The accounts are in the process of being audited or subject to review.	<input type="checkbox"/>	The accounts have <i>not</i> yet been audited or reviewed.

**16. Accounts not yet audited or reviewed**

Not applicable.

**17. Qualification of audit / review**

Not applicable.