

APPENDIX 4E

Preliminary Final Report

Year ended 31 December 2017

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

Results for announcement to the market

(All comparisons to year ended 31 December 2016)

\$A'000

Income from continuing operations	Up	nm*	To	473,001
Profit from continuing operations after tax for the year	Up (Increase in Profits)	130.8%	to	519,583
Profit after tax for the year	Up (Increase in Profits)	130.8%	to	519,583
Profit for the year attributable to MQA stapled security holders	Up (Increase in Profits)	130.8%	to	519,583

Commentary on results

MQA's statutory profit from operations after income tax for the year of \$519.6 million (December 2016: profit of \$225.1 million) includes income from operations of \$473.0 million (December 2016: \$70.6 million), operating expenses of \$104.3 million (December 2016: \$167.7 million), finance costs of \$53.8 million (December 2016: \$nil), and MQA's share of net profits of investments accounted for using the equity method of \$188.0 million (December 2016: profit of \$330.0 million).

The profit after tax for the period represents MQA's statutory result including the consolidation of Dulles Greenway's post acquisition statutory profit after tax following the acquisition of the remaining 50% estimated economic interest of TRIP II on 16 May 2017. 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 4.8% to \$652.8 million. Revenue weighted average traffic for the year ended 31 December 2017 increased 2.7% on the prior corresponding period whilst weighted average total revenue increased 3.9%. For a reconciliation of the statutory result to the proportionate EBITDA result, please refer to MQA's Management Information Report.

*nm stands for not "meaningful"

Dividends/Distributions	Cents per security	Franked amount per security
2017:		
Final distribution ¹	10.0	N/A
Interim distribution ²	10.0	N/A
2016:		
Final distribution ³	9.0	N/A
Interim distribution ⁴	9.0	N/A
1. Comprised an ordinary dividend of 10.0 cents per stapled security ("cps"). 2. Comprised a capital return of 9.8 cps and an ordinary dividend of 0.2 cps. 3. Comprised a capital return of 8.7 cps and an ordinary dividend of 0.3 cps. 4. Comprised a capital return of 8.5 cps and an ordinary dividend of 0.5 cps.		

Record date for determining entitlements to the 2018 dividend / distribution

2018:	
Final dividend / distribution	To be determined
Interim dividend / distribution	To be determined

Net tangible assets per security

	As at 31 December 2017	As at 31 December 2016
Net tangible asset backing per stapled security	A\$(0.07)	A\$2.02
Net asset backing per stapled security	A\$3.23	A\$2.02

At 31 December 2017, MQA is in a negative net tangible asset position due to the consolidation of the Dulles Greenway tolling concession being classified as an intangible asset. Prior to consolidation MQA's investment in the Dulles Greenway tolling concession formed part of its investment in associate and was classified as a tangible asset.

The above calculations do not reflect the fair value of MQA's portfolio of assets.

Financial information

This report is based on the audited Macquarie Atlas Roads Financial Report for the year ended 31 December 2017 which can be found on our website www.macquarieatlasroads.com.au.

Other information required by Listing Rule 4.3A

Other information requiring disclosure to comply with Listing Rule 4.3A is contained in the Macquarie Atlas Roads Financial Report found on our website www.macquarieatlasroads.com.au.