

APPENDIX 4D

Half Year Report for period ended 30 June 2017

To be read in conjunction with the Annual Financial Report for the period ended 31 December 2016

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

Results for announcement to the market

(All comparisons to half year ended 30 June 2016)

\$A'000

Revenue and other income from operations	Up (Increase in Revenue)	nm*	to	409,040
Profit from continuing operations after tax for the period	Up (Increase in Profits)	nm*	to	437,556
Profit after tax for the period	Up (Increase in Profits)	nm*	to	437,556
Profit for the period attributable to MQA stapled security holders	Up (Increase in Profits)	nm*	to	437,556
*nm stands for not “meaningful”				

Commentary on results

MQA's statutory profit from operations after income tax for the period was \$437.6 million (June 2016: \$54.2 million). The increase is mainly due to a revaluation gain on MQA's original investment in Dulles Greenway of \$375.6 million (June 2016: nil). It also includes MQA's share of net profits of investments accounted for using the equity method of \$81.7 million (June 2016: \$210.8 million) and operating expenses of \$40.3 million (June 2016: \$151.9 million).

The profit after tax for the period represents MQA's statutory result. MQA also separately provides supplementary information including its proportionate results from its portfolio of toll road assets. On a like for like basis, proportionate revenue increased by 3.6% to \$387.3 million and proportionate EBITDA increased by 4.9% to \$294.8 million. Income weighted average traffic for the six months ended 30 June 2017 increased 2.6% on the prior corresponding period. For a reconciliation of the statutory result to the proportionate result please refer to MQA's Management Information Report.

Dividends/Distributions	Cents per security	Franked amount per security
2017:		
Final distribution	N/A	N/A
Interim distribution*	10.0	N/A
2016:		
Final distribution**	9.0	N/A
Interim distribution***	9.0	N/A
* This distribution comprised two components; a capital return of 9.8 cents per stapled security (“cps”), and a foreign dividend of 0.2 cps.		
** This distribution comprised two components; a capital return of 8.7 cps, and a foreign dividend of 0.3 cps.		
*** This distribution comprised two components; a capital return of 8.5 cps, and a foreign dividend of 0.5 cps.		

Record date for determining entitlements to the dividend / distribution

Final dividend / distribution	N/A
Interim dividend / distribution	N/A

Net tangible (liabilities)/assets per stapled security

	As at 30 June 2017	As at 30 June 2016
Net tangible (liability)/asset backing per stapled security	A\$(1.10)	A\$1.66
Net asset backing per stapled security	A\$2.83	A\$1.66

At 30 June 2017 MQA is in a net tangible liability position due to the consolidation of the intangible Dulles Greenway tolling concession. Previously the Dulles Greenway investment was recorded as a tangible investment in associate.

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

Financial information

This report is based on the reviewed Macquarie Atlas Roads Interim Financial Report for the half year ended 30 June 2017 which can be found on our website www.macquarieatlasroads.com.au.

Other information required by Listing Rule 4.2A

Other information requiring disclosure to comply with Listing Rule 4.2A is contained in the Macquarie Atlas Roads Interim Financial Report found on our website www.macquarieatlasroads.com.au.