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A disclosure documentation for the retail offer referred to below will be made available when the Securities are offered. Anyone who wishes to acquire the Securities will need to complete the application form that will be in or will accompany the disclosure document.

ASX/Media release

Thursday, 18 July 2002

MACQUARIE AIRPORTS - SUCCESSFUL COMPLETION OF INSTITUTIONAL OFFER

Macquarie Airports (MAp) today announced that the institutional component of the Priority Entitlement Offer associated with the recent investment in Sydney Airport and its proposed acquisition of an interest in Aeroporti di Roma ("AdR"), has closed.

The Priority Entitlement Offer, announced on 16 July 2002, will raise approximately \$562.5 million through a priority entitlement issue of approximately 3 new fully paid Securities for every four Securities held at \$1.50 per security.

As previously announced, Macquarie Bank Limited intends to take up its priority entitlement in respect of the 12.7 million Securities it holds in MAp. In addition, Macquarie Bank Limited has agreed to subscribe for 12.5 million fully paid MAp Securities at an issue price of \$2.00 per security to raise \$25m.

The institutional component of the Priority Entitlement Offer will raise approximately \$369.8 million with the balance of the offer comprising the retail component of the offer to raise approximately \$192.7 million. Both institutional and retail Security Holders will participate at the same 3 for 4 issue ratio and the same \$1.50 price.

The Offer is fully underwritten by Macquarie Equity Capital Markets and UBS Warburg Australia.

MAp has also raised \$82.5 million through a placement of Securities at \$1.53 per security.

The prospectus for the retail offer is expected to be lodged with ASIC today, with the offer expected to open by Monday 29 July 2002 and close by Tuesday 27 August 2002. The retail offer will not be extended to holders outside Australia and New Zealand.

Kerrie Mather, Managing Director of Macquarie Airports said: "We were pleased that the offer was fully subscribed."

"Our investments in Sydney and Rome provide attractive diversification in our airport portfolio, and fit perfectly with the investment criteria we set when we floated earlier this year.

"Following this capital raising our focus will be on consolidating the benefits from these recent acquisitions. The MAp board is not currently considering any further acquisitions or capital raisings," said Ms Mather.

MAp announced on Tuesday 16 July, 2002 that it had entered into a conditional agreement to acquire a 28 per cent interest in AdR, Italy's largest airport system and Europe's sixth largest.

On completion of the transaction, MAp will become one of the world's largest private sector airport investors, with investments - either directly or indirectly - in Rome, Sydney, Bristol and Birmingham. Together these airports handle more than 60 million passengers annually.

As a result of the Sydney and Rome acquisitions, MAp is now forecasting a distribution of 4 cents per security, up from the 2 cents forecast at the time of the initial public offering, payable in February 2003. In addition, MAp is now forecasting a distribution of 2.9 cents for the six months to June 30, 2003, payable in August 2003.

The Record Date for the Priority Entitlement Offer is Wednesday 17 July 2002.

For further information, please contact:

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