

NEWS RELEASE For Immediate Release

407 International Reports \$86.7 Million Loss for 2004

TORONTO, February 17, 2005 – 407 International Inc. announced today a loss of \$86.7 million for the year ended December 31, 2004, compared with \$75.2 million in 2003. The loss for the fourth quarter was \$38.7 million, \$6.3 million higher than \$32.4 million during the same quarter last year. The Company took a charge of \$23.2 million during the fourth quarter relating to the early redemption of Senior Bonds, Series 99-A8. Earnings before interest, taxes, depreciation and amortization (“EBITDA”) for the year ended December 31, 2004, totalled \$277.2 million compared with \$239.6 million in 2003. After giving effect to depreciation, amortization, financing costs and taxes, the Company’s net loss is \$86.7 million for 2004. Revenues for the year ended December 31, 2004, were \$383.0 million compared with \$343.3 million in 2003 and traffic increased by 7.5% to nearly 2 billion kilometres travelled. The Board of Directors declared and paid a dividend of approximately \$0.027 per common share (calculated on a fully-diluted basis) on or about February 17, 2005, to shareholders of record on February 17, 2005.

407 International Inc. is the sole shareholder, operator and manager of 407 ETR, which extends 108 kilometres east-west, just north of Toronto. 407 International Inc. is owned by a consortium comprised of Cintra Concesiones de Infraestructuras de Transporte, Macquarie Infrastructure Group and SNC-Lavalin.

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News releases are available at www.407etr.com.

EBITDA is not a recognized measure under Canadian generally accepted accounting principles and investors are cautioned that EBITDA should not be construed as an alternative to net loss or cash from operating activities as an indicator of the Company's performance or cash flows. The Company's method of calculating EBITDA may differ from other companies' and may not be comparable to measures used by other companies. EBITDA less Depreciation and amortization, Interest and other expenses (net), and Income taxes – current, result in Net income (loss).

Highlights Unaudited

	Fourth Quarter		Year Ended December 31	
	2004	2003	2004	2003
Selected Financial Information (in thousands)				
Revenues	\$ 98,656	\$ 90,163	\$ 382,961	\$ 343,298
Operating expenses	26,803	25,525	105,774	103,683
Depreciation and amortization	15,316	14,096	54,625	52,951
	42,119	39,621	160,399	156,634
Income from operations	56,537	50,542	222,562	186,664
Interest and other expenses, net	97,041	81,781	307,531	257,369
Income (Loss) before income taxes	(40,504)	(31,239)	(84,969)	(70,705)
Income taxes - current	(1,837)	1,125	1,722	4,499
Net Income (Loss)	(38,667)	(32,364)	(86,691)	(75,204)
Traffic				
Total trips (in thousands)	25,717	24,890	99,513	94,473
Average revenue per trip	\$3.84	\$3.72	\$3.85	\$3.63
Average workday number of trips	339,260	328,902	329,475	313,760
Total vehicle kilometres (in thousands)	503,913	474,798	1,959,523	1,823,617
Number of transponders in circulation at December 31	640,969	588,005	640,969	588,005