

NEWS RELEASE For Immediate Release

407 International Reports Third Quarter Results

TORONTO, October 20, 2006 – 407 International Inc. announced today revenues of \$121.6 million for the third quarter of 2006 compared to \$117.9 million in the third quarter of 2005. The introduction of the Company's Heavy Vehicle Reward Program on July 1, 2006, together with a provision for the initial phase of its Light Vehicle Benefits Program, expected to be launched in early 2007, reduced 2006 third quarter revenues by \$4.3 million. Earnings before interest, taxes, depreciation and amortization ("EBITDA"¹) totalled \$97.5 million compared with \$92.4 million in the corresponding period of 2005. Net income for the third quarter increased to \$39.7 million from a net loss of \$28.2 million for the same period last year primarily due to a \$63.0 million decrease in non-cash interest expense relating to the inflation component of its inflation-linked bonds. The Board of Directors declared a dividend of \$0.031 per common share payable on or about October 20, 2006, to shareholders of record on October 20, 2006.

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.

Interim Consolidated Financial Statements and Management's Discussion and Analysis can also be accessed on SEDAR (www.sedar.com)

¹ 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 income (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

	Three month period ended September 30		Nine month period ended September 30	
	2006	2005	2006	2005
Selected Financial Information (in thousands)				
Revenues	\$ 121,573	\$ 117,933	\$ 337,713	\$ 314,536
Operating expenses	24,090	25,582	74,487	76,360
Depreciation and amortization	15,204	14,494	43,696	41,139
	39,294	40,076	118,183	117,499
Income from operations	82,279	77,857	219,530	197,037
Interest and other expenses, net	42,620	103,683	180,045	216,810
Income (Loss) before income taxes	39,659	(25,826)	39,485	(19,773)
Income taxes expense - current	-	2,377	-	4,528
Net income (loss)	\$ 39,659	\$ (28,203)	\$ 39,485	\$ (24,301)
Traffic				
Total trips (in thousands)	27,573	27,238	79,261	77,276
Average revenue per trip	\$4.41	\$4.33	\$4.26	\$4.07
Average workday number of trips	368,840	360,263	353,624	344,154
Total vehicle kilometres (in thousands)	573,748	568,564	1,580,146	1,543,929
Number of transponders in circulation at September 30	764,060	690,681	764,060	690,681