

AustralianSuper Pty Ltd

ABN 94 006 457 987

Financial Statements

For the year ended 30 June 2015

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AustralianSuper Pty Ltd
Directors' report
For the year ended 30 June 2015

The directors present their report on AustralianSuper Pty Ltd (the "Company") at 30 June 2015 and on the results for the year then ended.

Directors

The following persons were directors of the Company during the financial year and up to the date of this report:

Member nominated	Employer nominated	Independent
P. Bastian	L. Di Bartolomeo	T. Poole (resigned 18 June 2015)
B. Daley	J. Ingram	
S. McDine (appointed 26 August 2014)	H. Ridout	
D. Oliver	A. Terry (resigned 28 October 2014)	
G. Pinnell	G. Willis	
	I. Willox (appointed 9 December 2014)	

The following persons were Alternate Directors of the Trustee during the financial year and up to the date of this report:

Member nominated	Employer nominated
N. Apple	P. Burn (appointed 23 February 2015)
M. Boyd	R. Maddox (appointed 23 February 2015)
L. Carter (resigned 31 July 2014)	G. Stamas
B. Crofts	
L. O'Brien	
F. Jordan (appointed 9 December 2014)	
M. O'Neil	

The following persons were Directors or Alternate Directors during the prior financial year:

P. Howes (resigned 23 June 2014)

Principal activities

The Company is the trustee of AustralianSuper (the 'Fund'). During the year, the principal activities of the Company consisted of providing trustee services to the Fund. It is also the holder of the Australian Financial Services licence and the APRA licence.

The Company incurs operating and administration expenses in providing trustee services to the Fund. Under the terms of the Trust Deed of AustralianSuper, the Company is entitled to receive trustee services fees, calculated by reference to the costs incurred by the Company in running the Fund.

Significant changes in the state of affairs

There have been no significant changes to the state of affairs.

Matters subsequent to the end of the financial year

No significant events have occurred since the end of the reporting period which would impact on the balances of the Company as disclosed in the balance sheet as at 30 June 2015 or on the results of operations of the Company for the year ended on that date.

Likely developments

Information on likely developments in the operations of the Company have not been included in this report because the directors believe it would likely result in unreasonable prejudice to the Company.

Environmental regulation

The Company is not subject to significant environmental regulation in respect of its activities.

Rounding off

The Company is of a kind referred to in Class Order 98/100, issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the financial statements. Amounts in the financial statements have been rounded off in accordance with that Class Order to the nearest thousand dollars, unless otherwise stated.

Insurance of officers

During the financial year, the Company paid premiums of \$605,091 (2014: \$586,164) to insure the directors and officers of the Company.

Auditor's independence declaration

The auditor's independence declaration is set out on page 5.

This report is made in accordance with a resolution of directors.



H. Ridout
Director



G. Willis
Director

Perth
26 October 2015



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To: the directors of AustralianSuper Pty Ltd

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2015 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

KPMG

KPMG

Sean Hill

Sean Hill
Partner

Perth

26 October 2015

AustralianSuper Pty Ltd
Statement of comprehensive income
For the year ended 30 June 2015

	Notes	2015 \$'000	2014 \$'000
Income from continuing operations			
Trustee services	15	289,550	265,037
Other income		495	433
Total income from continuing operations		<u>290,045</u>	<u>265,470</u>
Expenses			
Administration costs		135,133	135,224
Staff costs		69,328	50,905
Director costs		3,209	3,124
Professional services		31,636	24,339
Communications and development		31,797	34,363
Travel costs		2,774	1,923
Facilities costs		14,789	12,488
Depreciation and amortisation		3,034	4,485
Motor vehicle costs		252	322
Total expenses		<u>291,952</u>	<u>267,173</u>
Profit / (loss) before income tax		(1,907)	(1,703)
Income tax expense	5	44	333
Profit / (loss) for the year		<u>(1,951)</u>	<u>(2,036)</u>
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year, net of tax		<u>(1,951)</u>	<u>(2,036)</u>

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

AustralianSuper Pty Ltd
Balance sheet
As at 30 June 2015

	Notes	2015 \$'000	2014 \$'000
ASSETS			
Current assets			
Cash and cash equivalents	4	22,879	1,904
Trade and other receivables	6	8,648	41,341
Total current assets		<u>31,527</u>	<u>43,245</u>
Non-current assets			
Property, plant and equipment	7	3,493	4,894
Intangible assets	8	9,802	291
Deferred tax assets	5	1,301	63
Total non-current assets		<u>14,596</u>	<u>5,248</u>
Total assets		<u>46,123</u>	<u>48,493</u>
LIABILITIES			
Current liabilities			
Trade and other payables	9	32,282	20,927
Provisions	10	3,501	2,860
Total current liabilities		<u>35,783</u>	<u>23,787</u>
Non-current liabilities			
Trade and other payables	9	9,599	23,814
Provisions	10	3,789	3,271
Deferred tax liabilities	5	1,369	87
Total non-current liabilities		<u>14,757</u>	<u>27,172</u>
Total liabilities		<u>50,540</u>	<u>50,959</u>
Net liabilities		<u>(4,417)</u>	<u>(2,466)</u>
EQUITY			
Contributed equity	11	-	-
Accumulated losses		(4,417)	(2,466)
Total equity		<u>(4,417)</u>	<u>(2,466)</u>

The above balance sheet should be read in conjunction with the accompanying notes.

AustralianSuper Pty Ltd
Statement of changes in equity
For the year ended 30 June 2015

Attributable to owners of AustralianSuper Pty Ltd				
	Notes	Contributed Equity \$'000	Retained Equity \$'000	Total Equity \$'000
Balance at 30 June 2013	11	-	(430)	(430)
Total comprehensive income for the year		-	(2,036)	(2,036)
Balance at 30 June 2014	11	-	(2,466)	(2,466)
Total comprehensive income for the year		-	(1,951)	(1,951)
Balance at 30 June 2015	11	-	(4,417)	(4,417)

The above statement of changes in equity should be read in conjunction with the accompanying notes.

AustralianSuper Pty Ltd
Statement of cash flows
For the year ended 30 June 2015

	Notes	2015 \$'000	2014 \$'000
Cash flows from operating activities			
Trustee services fee receipt		288,587	233,292
Payments to suppliers and employees		(268,106)	(234,770)
		20,481	(1,478)
Other income		123	148
Interest received		371	285
Net cash inflow / (outflow) from operating activities	16	20,975	(1,045)
Net cash inflow / (outflow) from investing activities		-	-
Net cash inflow / (outflow) from financing activities		-	-
Net increase / (decrease) in cash and cash equivalents		20,975	(1,045)
Cash and cash equivalents at the beginning of the financial year		1,904	2,949
Cash and cash equivalents at end of year		22,879	1,904

The above statement of cash flows should be read in conjunction with the accompanying notes.

1 Corporate information

These financial statements are the financial statements of AustralianSuper Pty Ltd (the "Company") and are presented in the Australian currency.

The Company is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is Level 33, 50 Lonsdale Street, Melbourne, Victoria.

The Company is the trustee of AustralianSuper (the 'Fund'). During the year, the principal activities of the Company consisted of providing trustee services to the Fund. It is also the holder of the Australian Financial Services licence and the APRA licence.

The financial statements were authorised for issue by the directors on 26 October 2015. The directors have the power to amend and reissue the financial statements.

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. Unless otherwise stated, these policies are consistent with those applied in the previous year.

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board and the *Corporations Act 2001*. AustralianSuper Pty Ltd is a for-profit entity for the purpose of preparing the financial statements.

The financial statements of the AustralianSuper Pty Ltd also comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

These financial statements have been prepared under the historical cost convention.

(b) Cash and cash equivalents

Cash and cash equivalents include deposits held at call with financial institutions.

(c) Income recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the Company and the income can be reliably measured.

(d) Trade and other receivables and accounts payable

Trade and other receivables are carried at nominal amounts due which approximate net market value.

Accounts payable are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Company. Payables are normally settled on 30 day terms.

2 Summary of significant accounting policies (continued)

(e) Property, plant and equipment

Property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the asset. Depreciation is calculated using the diminishing value method to allocate the cost or revalued amounts, net of their residual values over their estimated useful lives or in the case of leasehold improvements, over the lease term. The useful lives are as follows:

- | | |
|---------------------------------|------------|
| • Leasehold improvements | lease term |
| • Computer equipment | 3 years |
| • Office equipment | 3-5 years |
| • Office furniture and fittings | 10 years |
| • Motor vehicles | 8 years |

Any gain or loss on disposal of an item of property, plant and equipment (calculated as the difference between the net proceeds from disposal and the carrying amount of the item) is recognised in profit and loss.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

(f) Intangibles

Costs incurred in developing products and systems and costs incurred in acquiring software and licences that will contribute to future period financial benefits through income generation and / or cost reduction are capitalised. Software development costs include only those costs directly attributable to the development phase and are only recognised following completion of technical feasibility and where the Company has an intention and ability to use the asset. Amortisation is calculated on a straight-line basis over a period of 3 years.

(g) Employee benefits

Short term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, and annual leave are recognised in respect of the employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liability for annual leave is recognised in the provision for employee benefits. All other short term benefit obligations are presented as payables.

Other long term employee benefits

The liability for long service leave and annual leave which is not expected to be settled within 12 months after the end of the period in which the employees render the related service is recognised in the provision for employee benefits. This is measured as the present value of the expected future payments to be made in respect of services provided by the employees up to the end of reporting period using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the end of the reporting period on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting date, regardless of when the actual settlement is expected to occur.

2 Summary of significant accounting policies (continued)

(h) Income tax

Tax expense in the statement of comprehensive income for the year comprises current and deferred tax.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to tax payable in respect of previous years.

Deferred tax is provided for temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the amount used for tax purposes. The amount of deferred tax provided is based on the expected manner of realisation of assets or settlement of the liability.

(i) Goods and Services Tax (GST)

Income, expenses and assets, with the exception of receivables and payables are recognised net of the amount of GST to the extent that the GST is recoverable from the taxation authority. Where GST is not recoverable, it is recognised as part of the cost of acquisition of the asset or as a part of the expense item as applicable. Receivables and payables are stated net of GST. The net amount of GST recoverable from the taxation authority is included as part of receivables in the balance sheet.

(j) Leases

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease.

(k) New accounting standards and interpretations

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 30 June 2015 and have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements.

3 Trustee liabilities and right of indemnity

The Company acts as the trustee of AustralianSuper. Assets are held in trust on behalf of members and other beneficiaries and liabilities have been incurred on behalf of AustralianSuper in the Company's capacity as trustee.

The Company has a right of indemnity for liabilities incurred in performing its fiduciary duties as a trustee. The assets of AustralianSuper, which lie behind the right of indemnity, are not directly available to meet any liabilities of the Company acting in its own right.

4 Financial risk management

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities to meet obligations when due. At the end of the reporting period the Company held cash and cash equivalents of \$22,879,000 (2014: \$1,904,000). Under the terms of the Trust Deed of AustralianSuper, the Company is indemnified out of the assets of the Fund for the costs incurred by the Company in running the Fund.

The Company monitors cash and cash equivalents on the basis of expected cash flows.

5 Income tax

(a) Income tax expense

	2015 \$'000	2014 \$'000
Income tax expense		
Deferred tax expense	44	333
Total income tax expense	44	333

(b) Numerical reconciliation between tax expense and profit before income tax

	2015 \$'000	2014 \$'000
Profit before income tax	(1,907)	(1,703)
Tax at the Australian Tax rate of 30%	(572)	(511)
Adjusted for tax effect of the following items:		
Increase in income tax expense due to		
Non-deductible entertainment expense	44	36
Accrued expense not yet deductible	140	96
Provision for annual leave and long service leave	432	131
Amortisation of intangible assets	123	209
Recognition of deferred tax liability (intangible assets)	1,282	88
Restatement of tax loss deferred tax asset	-	284
Decrease in tax expense due to		
Deductible intangible assets	(1,405)	-
Income tax expense on profit	44	333

(c) Deferred tax asset

	2015 \$'000	2014 \$'000
Carried forward tax losses	1,301	63
Deferred tax asset	1,301	63

5 Income tax (continued)

(d) Deferred tax liability

	2015	2014
	\$'000	\$'000
Intangible assets	1,369	87
Deferred tax liability	1,369	87

6 Trade and other receivables

	2015	2014
	\$'000	\$'000
Trade receivables	3,961	17,191
Other receivables	2,111	2,571
Prepayments	2,576	21,579
	8,648	41,341

7 Property, plant and equipment

	Leasehold improvements	Computer equipment	Office furniture, fittings and equipment	Motor vehicles	Low value asset pool	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 July 2013						
Cost	5,376	1,592	1,066	1,230	34	9,298
Accumulated depreciation	(3,024)	(833)	(466)	(374)	(21)	(4,718)
Net book amount	2,352	759	600	856	13	4,580
Year ended 30 June 2014						
Opening net book amount	2,352	759	600	856	13	4,580
Additions	2,785	206	121	303	-	3,415
Disposals / Trade-ins	-	-	-	(346)	-	(346)
Depreciation charge	(1,910)	(353)	(311)	(176)	(5)	(2,755)
Closing net book amount	3,227	612	410	637	8	4,894
At 1 July 2014						
Cost	8,161	1,798	1,187	994	34	12,174
Accumulated depreciation	(4,934)	(1,186)	(777)	(357)	(26)	(7,280)
Net book amount	3,227	612	410	637	8	4,894
Year ended 30 June 2015						
Opening net book amount	3,227	612	410	637	8	4,894
Additions	333	241	561	359	-	1,494
Disposals / Trade-ins	-	-	-	(271)	-	(271)
Depreciation charge	(1,752)	(308)	(373)	(188)	(3)	(2,624)
Closing net book amount	1,808	545	598	537	5	3,493
At 30 June 2015						
Cost	8,494	2,039	1,748	946	34	13,261
Accumulated depreciation	(6,686)	(1,494)	(1,150)	(409)	(29)	(9,768)
Net book amount	1,808	545	598	537	5	3,493

8 Intangible assets

	Software development costs \$'000
At 1 July 2013	
Cost	5,190
Accumulated amortisation	<u>(3,169)</u>
Net book amount	<u>2,021</u>
Year ended 30 June 2014	
Opening net book amount	2,021
Additions	-
Amortisation	<u>(1,730)</u>
Closing net book amount	<u>291</u>
At 1 July 2014	
Cost	5,190
Accumulated amortisation	<u>(4,899)</u>
Net book amount	<u>291</u>
Year ended 30 June 2015	
Opening net book amount	291
Additions	9,920
Amortisation	<u>(409)</u>
Closing net book amount	<u>9,802</u>
At 30 June 2015	
Cost	15,110
Accumulated amortisation	<u>(5,308)</u>
Net book amount	<u>9,802</u>

Software includes capitalised development costs being an internally generated intangible asset.

Amortisation of \$409,000 (2014: \$1,730,000) is included in depreciation and amortisation expense in the statement of comprehensive income.

9 Trade and other payables

	2015 \$'000	2014 \$'000
Current		
Trade payables	1,927	2,340
Other payables	30,355	18,587
Non current		
Expenses prepaid by the Fund	<u>9,599</u>	<u>23,814</u>
	<u>41,881</u>	<u>44,741</u>

10 Provisions

	2015 \$'000	2014 \$'000
Current		
Employee benefits	3,387	2,326
Service error provision (a)	114	534
Non current		
Employee benefits	3,789	3,271
	7,290	6,131

(a) Service error provision

This provision is made up of penalty fees received from Superpartners in respect of their work targets achieved. This provision is then used to pay for certain out of contract charges.

(b) Movements in provision

Movements in each class of provision during the financial year, other than employee benefits, are set out below:

	2015 \$'000	2014 \$'000
Service error provision		
Carrying amount at start of year	534	193
Additional provisions recognised	114	341
Used during the year	(534)	-
Carrying amount at end of year	114	534

11 Contributed equity

	2015 \$	2014 \$
Issued and paid up capital		
Issued capital – 6 “A” class shares of \$1 each, fully paid	6	6
Issued capital – 6 “B” class shares of \$1 each, fully paid	6	6
Total issued and paid up capital	12	12

Under the terms of the Company's constitution, the owners of the Company are not entitled to receive dividends from the Company.

12 Key management personnel

Key management personnel include persons who were Directors of the Trustee at any time during the financial year, and up to the date of this report, as follows:

Member nominated	Employer nominated	Independent
P. Bastian	L. Di Bartolomeo	T. Poole (resigned 18 June 2015)
B. Daley	J. Ingram	
S. McDine (appointed 26 August 2014)	H. Ridout	
D. Oliver	A. Terry (resigned 28 October 2014)	
G. Pinnell	G. Willis	
	I. Willox (appointed 9 December 2014)	

The following persons were Alternate Directors of the Trustee during the financial year and up to the date of this report:

Member nominated	Employer nominated
N. Apple	P. Burn (appointed 23 February 2015)
M. Boyd	R. Maddox (appointed 23 February 2015)
L. Carter (ceased 31 July 2014)	G. Stamas
B. Crofts	
L. O'Brien	
F. Jordan (appointed 9 December 2014)	
M. O'Neil	

The following persons were Directors or Alternate Directors during the prior financial year:

P. Howes (resigned 23 June 2014)

Members of the Committees of the Board who are not Directors or Alternate Directors of the Trustee are considered key management personnel of the Fund. These Committee members are, P. Burn (appointed Alternate Director on 23 February 2015), R. Maddox (appointed 15 July 2014 and appointed Alternate Director on 23 February 2015), T. Poole (ceased on the Board on 18 June 2015), M. Nicolaides and S. Weston (appointed 19 May 2015).

The other key management personnel of the Fund are I. Silk, Chief Executive Officer, M. Delaney, Deputy Chief Executive Officer and Chief Investment Officer, S. Blackmore, Group Executive Member Experience and Advice, A. Cavanagh, Group Executive Corporate Services, J. Foley, Group Executive Strategy, People and Performance, P. Schroder, Group Executive Membership, G. Williams, Group Executive Engagement, Advocacy and Brand.

12 Key management personnel (continued)

Key management personnel compensation

	2015 \$'000	2014 \$'000
Short term benefits	4,635	4,046
Post employment benefits (superannuation)	347	266
Long term benefits (long service leave)	152	123
Total key management personnel compensation	5,134	4,435

13 Auditor's remuneration

	2015 \$'000	2014 \$'000
Amounts paid / payable to KPMG for:		
Audit of the financial statements for Company and Fund	568	494
Other assurance services	186	190
Tax compliance services	350	673
Other services	2,384	402
	3,488	1,759

Other services provided by KPMG relate to the provision of internal control assessment services including developing process, risk and controls documentation across various departments at the Fund and Trustee.

14 Commitments

Lease commitments for minimum lease payments in relation to non-cancellable operating leases are payable as follows:

	2015 \$'000	2014 \$'000
Within one year	6,494	5,192
Later than one year but not later than five years	8,221	10,654
Later than five years	0	0
	14,715	15,846

15 Related parties

The Company is owned by the Australian Industry Group and ACTU Super Shareholding Pty Ltd. ACTU Super Shareholding Pty Ltd holds the shares on behalf of the Australian Council of Trade Unions. Under the terms of the Company's constitution, the owners of the Company are not entitled to receive dividends from the Company.

15 Related parties (continued)

The Company paid the Australian Industry Group \$192,000 (2014: \$202,000) and the Australian Council of Trade Unions \$199,000 (2014: \$196,000) for advertising related opportunities and general marketing for AustralianSuper.

The Company is the trustee of AustralianSuper. Under the terms of the Trust Deed, the Company is entitled to receive trustee services fees, calculated by reference to the costs incurred by the Company in running the Fund.

	2015	2014
Trustee services fees paid and payable by the Fund to the Trustee	\$289,550,000	\$265,037,000
Amount payable by the Fund to the Trustee at the end of the reporting period	\$3,772,000	\$16,205,000
Prepayment with the Fund	\$9,599,000	\$23,814,000

AustralianSuper has a 32.9% (2014: 32.9%) shareholding in Industry Super Holdings Pty Ltd (ISH). I. Silk and P. Burn are directors of Industry Super Australia Pty Ltd which is a subsidiary of ISH. ISH has various other subsidiaries with which the Company transacts. These transactions that relate to financial planning, seminars and other member services totalled \$8,165,000 (2014: \$7,555,000).

On 19 December 2014, the Fund sold its 28.7% shareholding in Superpartners Pty Ltd. Superpartners provide member administration and custodial services to the Fund and other institutional clients.

Superpartners Pty Ltd received \$65,987,000 up to 19 December 2014 (2014: \$156,258,000) in fees for the provision of member administration services and custodial services.

The Trustee has a shareholding of ordinary shares valued at \$0 (2014: \$0) in The New Daily Pty Ltd (formerly The Free News Pty Ltd). The New Daily Pty Ltd provides an online news publication, The New Daily, which is made available to members.

During the year the Trustee contributed \$12,500 (2014: \$1,000,000) to The New Daily for marketing purposes.

A. Terry was a director of The New Daily Pty Ltd until 28 October 2014. L. Di Bartolomeo was appointed a director of The New Daily Pty Ltd on 30 April 2015. During the year, the Trustee paid A. Terry \$7,825 (2014: \$23,800) and L. Di Bartolomeo \$4,043 for being AustralianSuper's nominee on the Board of The New Daily Pty Ltd.

The above transactions were made on normal commercial terms, under normal conditions and at market rates.

16 Reconciliation of profit after income tax to net cash inflow from operating activities

	2015	2014
	\$'000	\$'000
Profit / (loss) after tax	(1,951)	(2,036)
Depreciation and amortisation	3,034	4,485
Fixed asset movements	(1,223)	(3,068)
Intangible asset movements	(9,920)	-
Change in operating assets and liabilities		
(Increase) / decrease in receivables	32,690	(31,745)
(Increase) / decrease in deferred tax assets	(1,237)	246
Increase / (decrease) in payables	(2,860)	30,208
Increase / (decrease) in deferred tax liabilities	1,282	87
Increase / (decrease) in tax payable	-	-
Increase / (decrease) in provisions	1,160	778
Net cash (outflow) / inflow from operating activities	20,975	(1,045)

17 Subsequent events

No significant events have occurred since the end of the reporting period which would impact on the balances of the Company as disclosed in the balance sheet as at 30 June 2015 or on the results of operations of the Company for the year ended on that date.

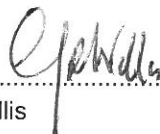
AustralianSuper Pty Ltd
Directors' Declaration
For the year ended 30 June 2015

In the directors' opinion:

- (a) the financial statements and notes set out on pages 6 to 21 are in accordance with the *Corporations Act 2001*, including:
 - i. giving a true and fair view of the Company's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
 - ii. complying with Accounting Standards and other mandatory professional reporting requirements, and the *Corporations Regulations 2001*; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
- (c) Note 2(a) confirms that the financial statements comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

Signed in accordance with a resolution of the Board of Directors of AustralianSuper Pty Ltd.


.....
H. Ridout
Director


.....
G. Willis
Director

Perth
26 October 2015



Independent auditor's report to the members of AustralianSuper Pty Ltd

Report on the financial report

We have audited the accompanying financial report of AustralianSuper Pty Ltd (the Company), which comprises the balance sheet as at 30 June 2015, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes 1 to 17 comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Directors' responsibility for the financial report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In note 2(a), the directors also state, in accordance with Australian Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements comply with International Financial Reporting Standards.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We performed the procedures to assess whether in all material respects the financial report presents fairly, in accordance with the *Corporations Act 2001* and Australian Accounting Standards, a true and fair view which is consistent with our understanding of the Company's financial position and of its performance.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Auditor's opinion

In our opinion:

(a) the financial report of AustralianSuper Pty Ltd is in accordance with the *Corporations Act 2001*, including:

(i) giving a true and fair view of the Company's financial position as at 30 June 2015 and of its performance for the year ended on that date; and

(ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

(b) the financial report also complies with International Financial Reporting Standards as disclosed in note 2(a).


KPMG



Sean Hill
Partner

Perth

26 October 2015