SUNSUPER SUPERANNUATION FUND

A.B.N. 98 503 137 921

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2013

Sunsuper Superannuation Fund's registered office
and principal place of business is:

30 Little Cribb Street
MILTON QLD 4064

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FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2013

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TRUSTEE'S STATEMENT

In the opinion of the directors of Sunsuper Pty Ltd (A.C.N. 010 720 840), being the Trustee of Sunsuper Superannuation Fund ("the Fund"):

(i) The attached financial statements are properly drawn up so as to present fairly the net assets of Sunsuper Superannuation Fund and of the Group as at 30 June 2013 and the changes in net assets for the year then ended; and

(ii) The attached financial statements have been drawn up in accordance with Accounting Standards in Australia.

This statement is made in accordance with a resolution of the directors of the trustee company, Sunsuper Pty Ltd.

Graham Heilbronn	Peter Annand
Director	Director

Brisbane

11 September 2013

Deloitte.

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Report by the Independent Approved Auditor to the members of Sunsuper Superannuation Fund A.B.N. 98 503 137 921

I have audited the financial statements of Sunsuper Superannuation Fund for the year ended 30 June 2013 as set out on pages 6 to 51 attached.

Trustee's responsibility for the financial statements

The superannuation entity's trustee is responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards and the requirements of the *Superannuation Industry (Supervision) Act 1993* (SIS Act) and the *Superannuation Industry (Supervision) Regulations 1994* (SIS Regulations). The trustee is also responsible for such internal control as the trustee determines is necessary to enable the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

My responsibility is to express an opinion on the financial statements based on my audit. I have conducted an independent audit of the financial statements in order to express an opinion on them to the members of Sunsuper Superannuation Fund.

My audit has been conducted in accordance with Australian Auditing Standards. These Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the trustee's preparation and fair presentation of the financial statements 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 trustee's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the trustee, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Deloitte.

In my opinion the financial statements present fairly, in all material respects, in accordance with Australian Accounting Standards, the net assets of Sunsuper Superannuation Fund as at 30 June 2013 and the changes in net assets for the year ended 30 June 2013.

DELOITTE TOUCHE TOHMATSU

S C Woodhouse
Partner
Chartered Accountants
11 September 2013

SUNSUPER SUPERANNUATION FUND
A.B.N. 98 503 137 921

STATEMENT OF NET ASSETS
AS AT 30 JUNE 2013

	NOTES	Consolidated 2013 $ 000	Consolidated 2012 $ 000	Fund 2013 $ 000	Fund 2012 $ 000
Investments					
Cash and cash equivalents		3,182,743	3,240,339	3,129,964	3,213,298
Fixed interest securities		2,976,149	2,583,707	2,997,197	2,596,625
Australian equities		5,800,346	4,606,124	5,800,346	4,606,124
International equities		5,538,406	4,305,813	5,551,182	4,333,502
Property	9	1,963,456	1,416,026	1,963,456	1,428,056
Alternative assets	2(c)	4,659,267	3,486,721	4,691,887	3,533,013
Total investments		24,120,367	19,638,730	24,134,032	19,710,618
Other assets					
Cash at bank		65,749	52,361	38,757	35,244
Contributions receivable		173,047	180,826	173,047	180,826
Other financial assets	8	61,943	51,997	60,215	50,387
Plant and equipment	10	14,921	16,627	3,695	4,108
Intangible assets	11	2,795	6,339	-	1,002
Deferred tax asset	18	64,643	213,551	59,408	181,812
Total other assets		383,098	521,701	335,122	453,379
Total assets		24,503,465	20,160,431	24,469,154	20,163,997
Liabilities					
Benefits payable		148,763	130,369	148,763	130,369
Other payables	12	30,380	32,866	28,141	29,285
Provision for employee benefits	13	7,141	6,119	2,511	2,063
Current tax liabilities	18	319,348	264,873	300,481	276,076
Deferred tax liabilities	18	71,689	27,033	63,114	27,033
Total liabilities		577,321	461,260	543,010	464,826
Net assets available to pay benefits		23,926,144	19,699,171	23,926,144	19,699,171

The above Statement of Net Assets should be read in conjunction with the accompanying notes.

SUNSUPER SUPERANNUATION FUND
A.B.N. 98 503 137 921

STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 30 JUNE 2013

	NOTES	Consolidated 2013 $ 000	Consolidated 2012 $ 000	Fund 2013 $ 000	Fund 2012 $ 000
Revenue from ordinary activities					
Net investment revenue					
Interest	14	213,211	207,526	207,459	202,595
Dividends & distributions		586,697	568,154	542,589	548,164
Rental and other investment income		68,748	57,259	68,541	56,307
Changes in net market value of investments	15	2,440,652	(802,621)	2,418,197	(776,080)
Less: Direct investment expenses	16	(68,281)	(65,767)	(62,763)	(61,938)
		3,241,027	(35,449)	3,174,023	(30,952)
Contribution revenue					
Employer contributions		2,282,404	2,210,927	2,282,404	2,210,927
Member contributions		232,158	214,862	232,158	214,862
Transfers from other funds		725,317	624,500	725,317	624,500
		3,239,879	3,050,289	3,239,879	3,050,289
Other revenue					
Group life insurance rebate		8,400	8,245	8,400	8,245
Group life insurance proceeds		166,786	164,141	166,786	164,141
Other income		324	723	218	616
		175,510	173,109	175,404	173,002
Total revenue from ordinary activities		6,656,416	3,187,949	6,589,306	3,192,339
Expenditure from ordinary activities					
Direct member expenses					
Group life insurance premiums		188,353	181,320	188,353	181,320
Other member and sub-plan specific expenses		125	84	291	186
		188,478	181,404	188,644	181,506
Indirect member expenses charged to general reserve					
Fund administration expense		104,620	94,051	116,898	107,787
Depreciation expense		4,784	5,195	846	967
Amortisation expense		3,544	3,566	1,002	1,062
Anti-detriment payments	2(o)	2,646	2,826	2,646	2,826
		115,594	105,638	121,392	112,642
Benefits paid and payable		1,590,939	1,327,464	1,590,939	1,327,464
Total expenditure from ordinary activities		1,895,011	1,614,506	1,900,975	1,621,612
Total revenue less expenditure before income tax		4,761,405	1,573,443	4,688,331	1,570,727
Income tax expense	18	534,432	252,851	461,358	250,135
Total revenue less expenditure after income tax		4,226,973	1,320,592	4,226,973	1,320,592
Net assets available to pay benefits at the beginning of the year		19,699,171	18,378,579	19,699,171	18,378,579
Net assets available to pay benefits at the end of the year		23,926,144	19,699,171	23,926,144	19,699,171

The above Statement of Changes in Net Assets should be read in conjunction with the accompanying notes.

1. BASIS OF PREPARATION

Statement of compliance

The financial statements are general purpose financial statements of Sunsuper Superannuation Fund ('the Fund') and of the consolidated entity, comprising Sunsuper Superannuation Fund and its controlled entities ('the Group') which have been prepared in accordance with the Corporations Act 2001, Australian Accounting Standards, including AAS25 *Financial Reporting by Superannuation Funds* ('AAS25') as amended by AASB 2005-13 (December 2005), Accounting Interpretations, the Superannuation Industry (Supervision) Act 1993 and provisions of the Trust Deed dated 1 October 1987 and amendments thereto. Accounting Standards include Australian equivalents to International Financial Reporting Standards ('A-IFRS') to the extent they are not inconsistent with AAS 25. AAS 25 provides specific measurement requirements for assets, liabilities and accrued benefits.

The financial statements were authorised for issue by the directors on 11 September 2013.

Critical accounting judgments and key sources of estimation uncertainty

In the application of the Group's accounting policies, management is required to make judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The valuation of property and alternative assets includes assumptions which may be subject to estimation uncertainty. These include the identification of appropriate comparables, estimated future profits, risk free rate, risk premium, estimated future cash flows and future economic and regulatory conditions.

Judgments made by management in the application of Accounting Standards that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the next year are disclosed, where applicable, in the relevant notes to the financial statements.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. Note 2(b) outlines policies applied in relation to the valuation of investments.

Application of new and revised Accounting Standards

In the current year, the Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for the current annual reporting period.

New and revised Standards and Interpretations have not resulted in any changes to the Group's accounting policies or disclosures and consequently have not affected the amounts reported for the current or prior year.

Standards and Interpretations in issue not yet adopted

A number of Australian Accounting Standards and Interpretations are in issue but are not effective for the current year end. The reported results and position of the Group will not change on adoption of some of these pronouncements as they do not result in any changes to the Group's existing accounting policies. Adoption will, however, result in changes to information currently disclosed in the financial statements. The Group does not intend to adopt any of these pronouncements before their effective dates.

1. BASIS OF PREPARATION (Cont.)

At the date of authorisation of the financial statements, the Standards and Interpretations which were in issue but not yet effective, and are relevant to the Group, are listed below.

Standard/Interpretation	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 9 'Financial Instruments' (December 2009), AASB 2009-11 'Amendments to Australian Accounting Standards arising from AASB 9, AASB 2012-6 'Amendments to Australian Accounting Standards – Mandatory Effective Date of AASB9 and Transition Disclosures'	1 January 2015	30 June 2016
AASB 9 'Financial Instruments' (December 2010), AASB 2010-7 'Amendments to Australian Accounting Standards arising from AASB 9 (December 2010), AASB 2012-6 'Amendments to Australian Accounting Standards – Mandatory Effective Date of AASB9 and Transition Disclosures'	1 January 2015	30 June 2016
AASB 10 'Consolidated Financial Statements' and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and joint Arrangements standards'	1 January 2013	30 June 2014
AASB 12 'Disclosure of Interests in Other Entities' and AASB 2011-7 'Amendments arising from the consolidation and Joint Arrangements standards'	1 January 2013	30 June 2014
AASB 127 'Separate Financial Statements' (2011) and AASB 2011-7 'Amendments to Australian Accounting Standards arising from the consolidation and Joint Arrangements standards'	1 January 2013	30 June 2014
AASB 13 'Fair Value Measurement', AASB 2011-8 'Amendments to Australian Accounting Standards arising from AASB13'	1 January 2013	30 June 2014
AASB 119 'Employee Benefits' (2011) and AASB 2011-10 'Amendments to Australian Accounting Standards arising from AASB 119 (2011)'	1 January 2013	30 June 2014
AASB 2011-4 'Amendments to Australian Accounting Standards to Remove Individual Key Management Personnel Disclosure Requirements'	1 July 2013	30 June 2014
AASB 2012-2 'Amendments to Australian Accounting Standards – Disclosures – Offsetting Financial Assets and Financial Liabilities	1 January 2013	30 June 2014

1. BASIS OF PREPARATION (Cont.)

Standard/Interpretation	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 2012-3 'Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities	1 January 2014	30 June 2015
AASB 2012-10 'Amendments to Australian Accounting Standards – Transition Guidance and Other Amendments'	1 January 2013	30 June 2014
AASB 1053 'Application of Tiers of Australian Accounting Standards' and AASB 2010-2 'Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements	1 January 2013	30 June 2014
AASB 2013-5 'Amendments to Australian Accounting Standards – Investment Entities'	1 January 2014	30 June 2015

The initial application of the Standards and Interpretations issued but not yet effective is not expected to have a material impact on the financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

The accounting policies set out below have been applied in preparing the financial statements for the year ended 30 June 2013 and the comparative information presented in these financial statements for the year ended 30 June 2012.

(a) Cash and cash equivalents

Cash and cash equivalents includes deposits held at call with a bank or financial institution and highly liquid investments with short periods to maturity which are readily convertible to cash and which are subject to insignificant risk of changes in value.

(b) Valuation of investments

Investments are included in the Statement of Net Assets at net market value as at the reporting date and changes in the net market value of assets are recognised in the Statement of Changes in Net Assets in the periods in which they occur.

Net market values have been determined as follows:

(i) listed securities, foreign securities quoted on a recognised stock exchange and government and other fixed interest securities are stated at the most recent market quotations available as at the reporting date in the relevant market;

(ii) unit trusts, pooled superannuation trusts and managed fund investments are stated at the redemption price quoted by the fund managers as at the reporting date;

2. SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(iii) unlisted securities, including hedge funds and the underlying investments within vehicles that invest in private capital, infrastructure and property, are valued as at the reporting date based on multiples of earnings, discounted cash flow, market equivalents and other market accepted methodologies from:

- independent external valuers;
- the Fund's investment managers using valuation models that typically follow industry guidelines or standards set by the constituent documents of the investment;
- recent third party arm's length transactions of similar securities; or
- cost (less any diminution in value) in cases where investments have been held for a short time and the Trustee is satisfied that significant diminution in value has not occurred;

(iv) insurance policies are based on actuarial assessments of the amount receivable from the insurer as at the reporting date in respect of the policies;

(v) term deposits and other unmarketable loans are stated at the principal plus accrued interest as at the reporting date; and

(vi) direct property investments are included in the financial statements on the basis of independent valuations carried out on at least an annual basis. The valuation of direct property investments are primarily based on discounted cash flow, capitalisation and direct comparison methodologies.

Estimated costs of realisation have been deducted in determining net market value. Net market value is considered a reasonable approximation of net fair value.

Investment income receivable is reported as part of the underlying investment asset class to which the income relates.

(c) Alternative assets

Alternative assets include investments in private capital, hedge funds, infrastructure and opportunistic property and are valued in accordance with Note 2(b)(iii).

(d) Derivative financial instruments

The Fund may, through appointed investment managers, enter into a variety of derivative financial instruments to manage its exposure to equity market, interest rate and foreign exchange rate risk, including options, futures, forward foreign exchange contracts, interest rate swaps and cross currency swaps. The net market value impact of each instrument is included within the related investment classification throughout the financial statements. Further details of derivative financial instruments are disclosed in Note 19 to the financial statements.

(e) Foreign currency

All foreign currency transactions during the financial year are brought to account using the exchange rate in effect at the date of the transaction. Foreign currency monetary items at reporting date are translated at the exchange rate existing at reporting date.

Exchange differences are recognised in the Statement of Changes in Net Assets in the period in which they arise except exchange differences on transactions entered into in order to hedge certain foreign currency risks.

2. SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(f) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

(i) where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or

(ii) for receivables and payables which are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

(g) Benefits payable

Benefits payable include estimates of member benefits (inclusive of group life insurance proceeds) expected to be paid in respect of valid requests that were submitted to the Fund prior to year end but where the benefit had not been paid by that date.

(h) Operating leases

The Trustee, on behalf of the Fund, has entered into operating leases under which the lessor effectively retains most of the risks and benefits associated with ownership of the leased asset. Operating lease payments are charged to the Statement of Changes in Net Assets in the periods in which they are incurred, as this represents the pattern of benefits derived from the leased assets.

Incentives received from entering into operating leases are recognised as liabilities. The aggregated benefits of incentives are recognised as a reduction of rental expense when the operating lease payment is incurred, as this represents the pattern of benefits derived from the leased asset.

(i) Receivables

Receivables are recognised at the amounts expected to be recovered, which approximate net fair value.

(j) Plant and equipment

Plant and equipment is recorded at cost less accumulated depreciation and impairment. The Trustee has determined that the carrying amounts approximate net market value.

(k) Income tax

The Fund is a complying superannuation fund within the provisions of the Income Tax Assessment Act 1997 as amended. Accordingly, the concessional tax rate of 15% has been applied.

<u>Current tax</u>

Current tax is calculated by reference to the amount of income taxes payable or recoverable in respect of the taxable profit or tax loss for the period. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by the reporting date. Current tax for current and prior periods is recognised as a liability (or asset) to the extent that it is unpaid (or refundable).

<u>Deferred tax</u>

Deferred tax is accounted for using the comprehensive balance sheet liability method in respect of temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax base of those items. Temporary differences are differences between the tax base of an asset or liability and its carrying amount in the Statement of Net Assets. The tax base of an asset or liability is the amount attributed to that asset or liability for tax purposes.

2. SIGNIFICANT ACCOUNTING POLICIES (Cont.)

In principle, deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that sufficient taxable amounts will be available against which deductible temporary differences or unused tax losses and tax offsets can be utilised. However, deferred tax assets and liabilities are not recognised if the temporary differences giving rise to them arise from the initial recognition of assets and liabilities (other than as a result of a business combination) which affects neither taxable income nor accounting profit.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period(s) when the asset and liability giving rise to them are realised or settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the reporting date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Fund expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the Fund intends to settle its current tax assets and liabilities on a net basis.

Current and deferred tax for the period

Current and deferred tax is recognised as an expense or benefit in the Statement of Changes in Net Assets.

(l) Intangible assets

Intangible assets comprise capitalised software development costs. The amount capitalised comprises all directly attributable costs, including costs of materials, services, direct labour and an appropriate proportion of overheads. Other development expenditure is recognised in the Statement of Changes in Net Assets as an expense when the expenditure is incurred. Software development costs are stated at cost less accumulated amortisation. Amortisation of software development costs commences after the software development is complete and the software has been put into production. Amortisation is calculated using the straight-line method to allocate the cost over the period of the expected benefit (four years).

(m) Other payables

Other payables represent liabilities for goods and services provided to the Fund prior to the end of the financial year and which are unpaid. Amounts are unsecured. Other creditors are subject to normal trade credit terms.

(n) Revenue recognition

Revenue is measured at the fair value of consideration received or receivable which is equivalent to net market value. Revenue is recognised to the extent that it is probable that economic benefits will flow to the Fund and the amount of revenue can be reliably measured. The following recognition criteria relates to the different items of revenue the Fund receives:

2. SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Investment revenue

Dividend revenue

Revenue from dividends is recognised on the date the shares are quoted ex-dividend and if not received at balance sheet date, the balance is reflected in the Statement of Net Assets as part of the underlying investment category.

Interest revenue

Revenue on money market and fixed interest securities is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of financial asset to that asset's net carrying amount. If interest is not received at balance date, it is reflected in the Statement of Net Assets as part of the underlying investment category.

Changes in net market value of investments

Changes in the net market value of investments are recognised as revenue and are determined as the difference between the net market value at year end or consideration received (if sold during the year) and the net market value as at the prior year end or cost (if the investment was acquired during the period).

Rent

Rent from property is recognised in accordance with the rental agreement on an accruals basis.

Distributions from unit trusts

Distributions from unit trusts are recognised as investment income on the date the unit value is quoted ex-distribution. If distributions from unit trusts are not received at the balance sheet date, the amount is reflected in the Statement of Net Assets as part of the underlying investment category.

Contribution revenue

Employer contributions

Employer contributions are brought to account when control of the asset has been attained and include contributions received up to and including the quarterly superannuation guarantee deadline (28 July each year) which relate to the period to the reporting date.

Member contributions

Member contributions, which include co-contributions received from the Australian Government, are brought to account on a cash basis as this is the only point at which measurement is reliable.

Transfers from other Funds

Transfers from other funds are brought to account on a cash basis as this is the only point at which measurement is reliable.

2. SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Other revenue

Group life insurance rebate

The group life insurance rebate is recognised when the rebate amount is made available for the benefit of the Fund.

Group life insurance proceeds

Group life insurance proceeds are recognised on an accruals basis whereby an estimate of outstanding insurance claims as at reporting date is brought to account. Group life insurance proceeds received and receivable by the Fund are included when paid or accrued to members as part of benefits paid and payable.

(o) Anti-detriment payments

Anti-detriment payments are paid to ensure that the level of death benefits received by financial dependants from a complying superannuation fund is not reduced as a result of the tax on taxable contributions. These amounts are fully recovered from the Australian Tax Office. Anti-detriment payments are brought to account on a cash basis. The recovery from the Australian Tax Office is brought to account as a reduction to the current taxation liabilities of the Fund.

(p) Employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave, long service leave, and sick leave when it is probable that settlement will be required and they are capable of being measured reliably.

Liabilities recognised in respect of employee benefits expected to be settled within 12 months are measured at their nominal values using the remuneration rate expected to apply at the time of settlement. Liabilities recognised in respect of employee benefits which are not expected to be settled within 12 months are measured as the present value of the estimated future cash outflows to be made in respect of services provided by employees up to the reporting date.

(q) Principles of consolidation

The consolidated financial statements are prepared by combining the financial statements of all the entities that comprise the Group, being the Fund (the parent entity) and its controlled entities as defined in Accounting Standard AASB 127 *Consolidated and Separate Financial Statements*. A list of controlled entities appears in Note 20 to the financial statements. Consistent accounting policies are employed in the preparation and presentation of the consolidated financial statements.

The consolidated financial statements include the information and results of each subsidiary from the date on which the Fund obtains control and until such time as the Fund ceases to control such entity.

In preparing the consolidated financial statements, all intercompany balances and transactions, and unrealised profits arising within the consolidated entity are eliminated in full.

(r) Rounding

Due to the size of the Fund's assets, the financial statements and notes to the financial statements have been rounded to the nearest $1,000, except where otherwise indicated.

3. NATURE OF THE FUND

The Fund was established under a Trust Deed dated 1 October 1987. It is a regulated superannuation fund registered by the Australian Prudential Regulation Authority (APRA) as a registrable superannuation entity (RSE). The RSE registration number is R1000337.

The Fund has both accumulation and defined benefit members and is defined, under AAS 25 *Financial Reporting by Superannuation Plans*, as a defined benefit plan. The financial statements of the Fund are therefore prepared in accordance with the defined benefit plan reporting format as illustrated in AAS 25 (Financial report for a Defined Benefit Superannuation Plan which elects to prepare a Statement of Net Assets and a Statement of Changes in Net Assets).

The purpose of the Fund is to provide superannuation and insurance benefits for members and their dependants.

Sunsuper Pty Ltd (ACN 010 720 840) is the Trustee of the Fund and is responsible for managing the Fund, ensuring that it operates the Fund in the best interests of all members and complies with all relevant legal requirements.

The Fund is administered by Precision Administration Services Pty Ltd, a 100% owned entity of the Fund.

The custodially held investment assets of the Fund are held by State Street Australia Limited.

The principal place of business of the Fund is 30 Little Cribb Street, Milton, Qld.

	2013	**2012**
Number of members of the Fund at 30 June	1,139,935	1,162,621

The Fund recognises a member with a zero balance as a member of the Fund.

4. VESTED BENEFITS

Vested benefits are benefits which are not conditional upon continued membership of the Fund (or any factor other than resignation from the Fund) and include benefits which members were entitled to receive had they terminated their fund membership as at the reporting date.

	Fund	
	2013	**2012**
	$ 000	**$ 000**
Vested benefits - accumulation members	23,626,060	19,377,375
Vested benefits - defined benefit members	99,114	115,099
Total vested benefits	23,725,174	19,492,474
Net assets available to meet vested benefits of:		
Accumulation members	23,823,400	19,581,523
Defined benefit members	102,744	117,648
Total net assets available to meet vested benefits	23,926,144	19,699,171

5. LIABILITY FOR ACCRUED BENEFITS

The liability for accrued benefits is the Fund's present obligation to pay benefits to members and beneficiaries. For accumulation members, it is calculated as the difference between the carrying amounts of assets and liabilities (excluding defined benefit assets and liabilities) as at the reporting date.

The liability for accrued benefits for defined benefit members is actuarially measured as part of an actuarial investigation. The liability is determined as the present value of expected future payments which arise from membership of the Fund up to the date of measurement. The present value is determined by reference to expected future salary levels and by application of a current market based risk adjusted discount rate and appropriate actuarial assumptions.

Within the Fund, there is more than one defined benefit sub-plan. The reports on the latest actuarial investigations of each sub-plan of the Fund contain details of the accrued benefit liability at that date. The reports also give details of the basis used to calculate the accrued benefit liability. Summaries of the actuarial reports are appended. For sub-plans with the same actuarial investigation date, the accrued benefit liability has been aggregated. Comparative actuarial data is not included for sub-plans where the previous actuarial dates preceded the date when the defined benefit plans transferred to the Fund.

	Fund	
	2013 $ 000	**2012 $ 000**
Accrued benefits for accumulation members: (1)		
As at 30 June	23,823,400	19,581,523
Accrued benefits for defined benefit members:	**Latest actuarial review**	**Previous actuarial review**
Actuarial valuation date – 30 June 2010	40,941,449	57,952,642
Actuarial valuation date – 30 June 2011	16,979,216	18,085,612
Actuarial valuation date – 30 June 2012 (2)	66,228,779	79,912,864
Range of long term discount rates used in the measurement of accrued benefits	4% - 7.5%	4% - 7%

(1) Accrued benefits for accumulation members includes the Fund reserve referred to in note 22.

(2) Four defined benefit sub-plans of the Fund were found to be in an unsatisfactory financial position at the most recent actuarial valuation for each sub-plan. The range of ratios of total assets to total vested benefits at the most recent actuarial valuation was between 96.6% and 99.9%. Three of these sub-plans have returned to a satisfactory financial position as at 30 June 2013. The other sub-plan remains in an unsatisfactory financial position as at 30 June 2013. In accordance with the actuary's recommendation, the employers are paying at the recommended contribution rates which includes making additional lump sum contributions. The ratios of total assets to total vested benefits will continue to be monitored until the next investigations take place.

6. GUARANTEED BENEFITS

No guarantees have been made by the Trustee, on behalf of the Fund, in respect of any part of the liability for accrued benefits (2012: nil).

7. FUNDING ARRANGEMENTS

Contributions to the Fund are determined by the type of membership. For accumulation members, employers are expected to contribute at a minimum rate as determined by Industrial Awards or Superannuation Guarantee Legislation. The Superannuation Guarantee rate at 30 June 2013 was 9% (2012: 9%). Member contributions for accumulation members are voluntary.

The defined benefits are funded by contributions in accordance with the recommendations contained in the actuarial reports. Extracts from the actuarial reports for each defined benefit sub-plan can be found appended to the Financial Statements.

8. OTHER FINANCIAL ASSETS

	Consolidated		Fund	
	2013	**2012**	**2013**	**2012**
	$ 000	**$ 000**	**$ 000**	**$ 000**
Group life insurance proceeds receivable	57,191	48,177	57,191	48,177
Interest receivable	174	193	153	189
GST recoverable	1,142	444	1,599	751
Prepayments	3,012	2,536	583	519
Sundry debtors	424	647	689	751
	61,943	51,997	60,215	50,387

There are no significant terms or conditions applicable to the above receivables. All amounts are expected to be recoverable in whole within the next 12 months.

9. PROPERTY

Directly held investment property	478,478	469,025	478,478	469,025
Indirectly held investment property	1,484,978	947,001	1,484,978	959,031
	1,963,456	1,416,026	1,963,456	1,428,056

The reconciliation of the carrying amount of directly held investment property at the beginning and end of the periods is set out below:

Balance at beginning of financial year	469,025	449,548	469,025	449,548
Additions from subsequent expenditure	8,555	9,557	8,555	9,557
Changes in net market value	898	9,920	898	9,920
Balance at end of financial year	478,478	469,025	478,478	469,025

The carrying amount of directly held investment property represents the net market value of the property as determined by a registered independent appraiser having an appropriate recognised professional qualification and recent experience in the location and category of the property being valued. Net market values were determined using the capitalisation of net rental income and the discounted cash flow method with regard to recent market transactions for similar properties in similar locations as the Fund's investment properties.

10. PLANT AND EQUIPMENT

	Consolidated		Fund	
	2013 $ 000	2012 $ 000	2013 $ 000	2012 $ 000
Furniture and fittings	2,237	2,386	810	669
IT equipment and software	6,979	7,892	115	414
Motor vehicles	361	286	361	286
Leasehold Improvements	5,344	6,063	2,409	2,739
Total plant and equipment	14,921	16,627	3,695	4,108

Reconciliations of the carrying amounts of each class of plant and equipment at the beginning and end of the current financial year are set out below:

	Consolidated				
	Motor vehicles $ 000	Furniture and fittings $ 000	Leasehold improvement $ 000	IT equipment and software $ 000	Total $ 000
Carrying amounts at 1 July 2011	293	3,701	3,302	7,291	14,587
Additions	33	1,088	3,578	4,465	9,164
Disposals	-	(1,852)	(77)	-	(1,929)
Change in market value	(40)	(551)	(740)	(3,864)	(5,195)
Carrying amounts at 30 June 2012	286	2,386	6,063	7,892	16,627
Additions	165	365	29	2,914	3,473
Disposals	(35)	-	-	(360)	(395)
Change in market value	(55)	(514)	(748)	(3,467)	(4,784)
Carrying amounts at 30 June 2013	361	2,237	5,344	6,979	14,921

	Fund				
	Motor vehicles $ 000	Furniture and fittings $ 000	Leasehold improvement $ 000	IT equipment and software $ 000	Total $ 000
Carrying amounts at 1 July 2011	293	1,335	3,044	836	5,508
Additions	33	66	123	4	226
Disposals	-	(582)	(77)	-	(659)
Change in market value	(40)	(150)	(351)	(426)	(967)
Carrying amounts at 30 June 2012	286	669	2,739	414	4,108
Additions	165	251	29	23	468
Disposals	(35)	-	-	-	(35)
Change in market value	(55)	(110)	(359)	(322)	(846)
Carrying amounts at 30 June 2013	361	810	2,409	115	3,695

The Trustee believes that the carrying amount of plant and equipment at 30 June 2013 is not materially different to net market value.

11. INTANGIBLES

	Consolidated		Fund	
	2013 $ 000	2012 $ 000	2013 $ 000	2012 $ 000
Software development costs	14,324	14,324	4,154	4,154
Less: Accumulated amortisation	(11,529)	(7,985)	(4,154)	(3,152)
	2,795	6,339	-	1,002

The reconciliation of the carrying amount of software development costs at the beginning and end of the periods is set out below:

Carrying amounts at 1 July	6,339	9,658	1,002	2,119
Additions	-	302	-	-
Disposals	-	(55)	-	(55)
Amortisation charge	(3,544)	(3,566)	(1,002)	(1,062)
Carrying amount at 30 June	2,795	6,339	-	1,002

12. OTHER PAYABLES

Group life insurance premiums payable	14,433	17,307	14,433	17,307
Audit fees payable	210	355	67	178
Sundry creditors	15,737	15,204	13,641	11,800
	30,380	32,866	28,141	29,285

13. PROVISION FOR EMPLOYEE BENEFITS

Employee benefits and related on-cost liabilities

Provision for annual leave	3,770	3,352	1,387	1,177
Provision for long service leave				
- expected to be settled within 12 months	1,000	891	347	306
- not expected to be settled within 12 months	2,371	1,876	777	580
	3,371	2,767	1,124	886
	7,141	6,119	2,511	2,063

14. INTEREST

Bank deposits	15,729	18,325	14,606	16,612
ATO refund interest	1,094	-	1,094	-
Investments carried at net market value	196,388	189,201	191,759	185,983
	213,211	207,526	207,459	202,595

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

15. CHANGES IN NET MARKET VALUE OF INVESTMENTS

	Consolidated		Fund	
	2013 $ 000	2012 $ 000	2013 $ 000	2012 $ 000
Investments held at reporting date				
Cash and cash equivalents	(553,011)	30,101	(553,011)	30,101
Fixed interest securities	89,403	87,257	89,403	87,257
Australian Equities	644,629	(479,991)	644,629	(479,991)
International equities	996,452	(142,726)	996,452	(142,726)
Property	84,474	29,677	84,474	29,677
Alternative assets	585,782	(766)	610,235	(34,278)
	1,847,729	(476,448)	1,872,182	(509,960)
Investments realised during the reporting period				
Cash and cash equivalents	168,094	11,979	168,094	11,979
Fixed interest securities	17,678	8,598	17,678	8,598
Australian Equities	188,615	(96,055)	188,615	(96,055)
International equities	181,617	(196,224)	181,617	(196,224)
Property	2,490	(471)	2,490	(471)
Alternative assets	34,429	(54,000)	(12,479)	6,053
	592,923	(326,173)	546,015	(266,120)
Total changes in net market values	2,440,652	(802,621)	2,418,197	(776,080)

16. DIRECT INVESTMENT EXPENSES

Management fees	49,691	48,177	44,603	45,026
Custodian fees	3,381	4,635	2,951	3,957
Consultancy fees	2,469	2,383	2,469	2,383
Other direct investment expenses	12,740	10,572	12,740	10,572
	68,281	65,767	62,763	61,938

17. REMUNERATION OF AUDITORS

	Consolidated		Fund	
	2013 $	2012 $	2013 $	2012 $
Deloitte Touche Tohmatsu				
Audit of the financial statements	385,556	427,327	263,250	267,851
Regulatory audit	20,451	24,025	14,651	15,675
Other audit services	57,548	102,743	49,298	36,552
Other non-audit services - tax services	91,673	88,618	15,004	17,355
Other non-audit services - advisory services	-	211,164	-	211,164
	555,228	853,877	342,203	548,597
Ernst & Young				
Internal audit services	240,181	-	240,181	-
Other audit services	13,514	49,060	10,539	45,660
	253,695	49,060	250,720	45,660
	808,923	902,937	592,923	594,257

18. INCOME TAX

(a) Income tax recognised in profit and loss

	Consolidated		Fund	
	2013	**2012**	**2013**	**2012**
	$ 000	**$ 000**	**$ 000**	**$ 000**
Tax expense comprises:				
Current tax expense	352,576	326,032	323,139	321,486
Adjustments recognised in the current year in relation to the current tax of prior years	(12,000)	(9,368)	(20,266)	(7,158)
Deferred tax expense relating to the origination and reversal of temporary differences	193,856	(63,813)	158,485	(64,193)
Total tax expense	534,432	252,851	461,358	250,135

The prima facie income tax expense on pre-tax changes in net assets reconciles to the income tax expense in the financial statements as follows:

Increase/(decrease) in net assets for the year before income tax	4,761,405	1,573,443	4,688,331	1,570,727
Income tax expense calculated at 15% (2012: 15%)	714,211	236,016	703,250	235,609
Non-taxable group life proceeds	(25,018)	(24,621)	(25,018)	(24,621)
Non-taxable member contributions and transfers in	(137,093)	(120,134)	(137,093)	(120,134)
Tax withheld on member contributions where no TFN provided (additional 31.5%)	1,134	2,557	1,134	2,557
Non-deductible benefits paid/payable	238,641	199,120	238,641	199,120
Non-deductible other member & sub-plan expenses	36	38	2	4
Anti-detriment tax paid	(2,249)	(2,402)	(2,249)	(2,402)
Non-assessable investment income	(124,900)	68,622	(185,163)	57,799
Imputation credits and other rebates	(107,226)	(86,958)	(103,833)	(85,057)
Effect of previously unrecognised and unused tax losses and tax offsets now recognised	(3,223)	(5,451)	-	-
Net exempt pension income	(8,016)	(6,913)	(8,016)	(6,913)
Other	136	2,345	(30)	1,331
Adjustments in the current year in relation to the current tax of prior years	(12,001)	(9,368)	(20,267)	(7,158)
	534,432	252,851	461,358	250,135

The tax rate used in the above reconciliation is the superannuation tax rate of 15% payable by Australian superannuation funds on taxable profits under Australian tax law. There has been no change in the superannuation tax rate when compared with the previous reporting period.

18. INCOME TAX (Cont.)

(b) Current tax liabilities

	Consolidated		Fund	
	2013	2012	2013	2012
	$ 000	$ 000	$ 000	$ 000
Current tax liabilities:				
Income tax payable	319,348	264,873	300,481	276,076
	319,348	264,873	300,481	276,076

(c) Deferred tax balances

	Consolidated		Fund	
	2013	2012	2013	2012
	$ 000	$ 000	$ 000	$ 000
Deferred tax liabilities:				
Contributions receivable	25,806	27,005	25,806	27,005
Net unrealised capital gains	45,854	-	37,285	-
Interest income receivable	29	28	23	28
	71,689	27,033	63,114	27,033
Deferred tax asset:				
Provision for employee benefits	2,306	1,960	377	309
Investment income receivable	-	5,241	-	5,241
Unrealised taxable capital losses	-	202,927	-	173,055
Net unrealised revenue losses	59,078	-	56,109	-
Other payables	3,259	3,423	2,922	3,207
	64,643	213,551	59,408	181,812

Taxable and deductible temporary differences arise from the following:

	Consolidated			Fund		
	2013	2013	2013	2013	2013	2013
	$ 000	$ 000	$ 000	$ 000	$ 000	$ 000
	Opening Balance	Charged to Income	Closing Balance	Opening Balance	Charged to Income	Closing Balance
Gross deferred tax liabilities:						
Contributions receivable	27,005	(1,199)	25,806	27,005	(1,199)	25,806
Net unrealised capital gains	-	45,854	45,854	-	37,285	37,285
Interest income receivable	28	1	29	28	(5)	23
	27,033	44,656	71,689	27,033	36,081	63,114
Gross deferred tax assets:						
Provision for employee benefits	1,960	346	2,306	309	68	377
Investment income receivable	5,241	(5,241)	-	5,241	(5,241)	-
Net unealised capital losses	202,927	(202,927)	-	173,055	(173,055)	-
Net unrealised revenue losses	-	59,078	59,078	-	56,109	56,109
Other payables	3,423	(164)	3,259	3,207	(285)	2,922
	213,551	(148,908)	64,643	181,812	(122,404)	59,408
Net deferred tax (assets)/liabilities	(186,518)	193,564	7,046	(154,779)	158,485	3,706

18. INCOME TAX (Cont.)

	Consolidated			Fund		
	2012 $ 000 Opening Balance	2012 $ 000 Charged to Income	2012 $ 000 Closing Balance	2012 $ 000 Opening Balance	2012 $ 000 Charged to Income	2012 $ 000 Closing Balance
Gross deferred tax liabilities:						
Contributions receivable	22,208	4,797	27,005	22,208	4,797	27,005
Interest income receivable	30	(2)	28	29	(1)	28
	22,238	4,795	27,033	22,237	4,796	27,033
Gross deferred tax assets:						
Contributions - s82AAT notices to be received	1,449	(1,449)	-	1,449	(1,449)	-
Provision for employee benefits	1,555	405	1,960	242	67	309
Investment income receivable	9,656	(4,415)	5,241	9,656	(4,415)	5,241
Net unrealised capital losses	128,520	74,407	202,927	99,592	73,463	173,055
Other payables	1,835	1,588	3,423	1,884	1,323	3,207
	143,015	70,536	213,551	112,823	68,989	181,812
Net deferred tax (assets)/liabilities	(120,777)	(65,741)	(186,518)	(90,586)	(64,193)	(154,779)

19. FINANCIAL INSTRUMENTS

(a) Financial instruments management

The investments of the Group, other than cash held for meeting administrative and benefit expenses and certain other cash held on term deposit with Australian banks, are managed on behalf of the Trustee by specialist sector fund managers who are required to invest the assets allocated for management in accordance with the terms of a written investment management agreement or relevant offer document. The Trustee has determined that the appointment of these managers is appropriate for the Group and is in accordance with the Trustee's investment strategy.

State Street Australia Limited acts as master custodian on behalf of the Trustee and as such provides services including physical custody and safekeeping of assets, settlement of trades, collection of dividends and accounting for investment transactions.

(b) Significant accounting policies

In respect of each class of financial asset and financial liability, details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which revenues and expenses are recognised, are disclosed in note 2 to the financial statements.

(c) Capital risk management

The RSE license of the Trustee of the Fund requires the Trustee to maintain a balance of at least $100,000 at all times in an administration reserve account. This is required to be maintained in cash or cash equivalents. The Trustee of the Fund was in compliance with this requirement throughout the year.

19. FINANCIAL INSTRUMENTS (Cont.)

(d) Categories of financial instruments

The assets and liabilities of the Group are recognised at net market value as at the reporting date. Net market value approximates fair value less an allowance for estimated costs of realisation of investments. The cost of realisation of investments is minimal and therefore net market values that are reported also approximate fair value. Changes in net market value are recognised through the Statement of Changes in Net Assets.

(e) Financial risk management objectives

The Group is exposed to a variety of financial risks as a result of its activities. These risks include market risk (including currency risk, mark-to-market interest rate risk and price risk), credit risk and liquidity risk. The Group's risk management and investment policies, approved by the Trustee, seek to manage the potential adverse effects of these risks on the Group's financial performance. These policies may include the use of certain financial derivative instruments.

It is the responsibility of the Trustee to ensure that there is an effective risk management control framework in place. Consistent with regulatory requirements the Trustee has the function of overseeing the establishment and maintenance of risk-based systems and controls for the Group. The Trustee has developed, implemented and maintains a Risk Management Strategy and Plan (RMSP) that is used in the daily operations of the Group.

The RMSP identifies the Trustee's policies and procedures, processes and controls that comprise its risk management and control systems. These systems seek to address the material risks, financial and non-financial, likely to be faced by the Group. Annually, the Trustee certifies to APRA that adequate strategies have been put in place to monitor those risks, that the Trustee has systems in place to provide reasonable assurance that the Group complies with legislative and prudential requirements and that the Trustee has satisfied itself as to the compliance with the RMSP.

(f) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group.

There are two main sources of credit risk in Sunsuper's investments:

- The risk that a borrower will default on payments due under a bond or loan that the Group holds as an asset; and
- The risk that a counterparty to a financial derivative contract will not meet payments that are due.

Credit risk associated with contributions receivable is not a source of credit risk for the Trustee. The Fund is a public offer fund and has a large number of contributing employers. From the perspective of the Trustee, liabilities only arise after contributions are actually received from the employers. Credit risk associated with other receivables is regarded as minimal.

The Trustee has adopted the policy of spreading the aggregate value of transactions concluded amongst approved counterparties with appropriate credit qualities, as a means of mitigating the risk of financial loss.

19. FINANCIAL INSTRUMENTS (Cont.)

In particular, the Trustee has appointed investment managers who are required to explicitly consider the credit quality of the underlying investments and are also required to restrict exposure to individual borrowers and counterparties. Compliance with these requirements is continuously monitored through the managers' internal compliance functions and is also independently monitored by the custodian appointed by the Trustee. In addition, the Trustee has entered into netting arrangements to restrict the maximum potential loss that can result from a failure by counterparties to derivative contracts. The Trustee receives regular reporting on breaches and where appropriate will seek compensation in respect to any breach that results in a material loss.

The majority of borrowers in respect to bonds and loans have been assessed at the time of investment as "investment grade" by a recognised ratings agency.

The Group does not have any significant credit risk exposure to any single counterparty or to any group of counterparties having similar characteristics, with the exception of the Australian banking sector. Concentration of credit risk related to the Australian banking sector at 30 June 2013 was 10.0% (2012: 9.8%) of total investments. The principal asset classes in which material credit risk can arise are in the cash, fixed interest and alternative asset portfolios. It is the opinion of the Trustee that the carrying amounts of the financial assets best represent the maximum credit risk exposure at the balance sheet date.

(g) Market risk

Market risk is the risk that the fair value of a financial asset will fluctuate because of general market changes, fundamental changes that affect specific assets, or changes in sentiment. Market risk is manifested in three main types of risk: market prices (price risk), foreign exchange (currency risk) and market interest rates (interest rate risk). The Group's policies and procedures put in place to mitigate exposure to market risk are detailed in the Trustee's investment policies and the RMSP. There has been no significant change to the nature of the Group's exposure to market risks or the manner in which it manages and measures the risk.

Interest rate risk management

The Group's activities expose it to the financial risk of changes in interest rates. In relation to the financial assets of the Group, floating rate instruments expose the Group to cash flow risk, whereas fixed interest rate instruments expose the Group to fair value interest rate risk. The Group has no direct exposure to interest rate risk for any financial liabilities but does note that changes in interest rates may affect the fair value of the Group's financial assets which in turn affect the value of members' accounts.

The following tables have been drawn up based on the expected maturities of the financial assets including interest that will be earned on those assets except where the Trustee anticipates that the cash flow will occur in a different period. The interest rate risk disclosures have been prepared on the basis of the Group's direct investments and not on a look-through basis for investments held indirectly through unit trusts or other investment vehicles.

19. FINANCIAL INSTRUMENTS (Cont.)

		Fixed Interest rate					
Consolidated	**Floating interest rate**	**3 months or less**	**3-12 months**	**1-5 years**	**Over 5 years**	**Non-interest bearing**	**Total**
30 June 2013	**\$ 000**	**\$ 000**	**\$ 000**	**\$ 000**	**\$ 000**	**\$ 000**	**\$ 000**
Financial assets							
Cash and deposits	1,069,081	1,236,774	983,751	31,859	-	2,558	3,324,023
Convertible notes	2,384	1,961	6,291	56,616	16,811	-	84,063
Fixed interest bonds	-	14,168	36,723	625,853	743,642	-	1,420,386
Indexed bonds	-	-	-	-	-	-	-
Floating rate notes	180,736	-	-	-	-	-	180,736
Zero coupon bonds	-	-	935	966	-	-	1,901
Mortgage backed securities	280,833	-	-	32,904	226,780	-	540,517
Asset backed securities	57,690	-	-	6,391	6,412	-	70,493
Loans	72,180	-	-	23,867	3,905	-	99,952
Discount securities	-	491,009	-	1,413	-	-	492,422
Derivatives	-	-	-	-	-	(553,537)	(553,537)
Listed and unlisted investments	-	-	-	-	-	17,731,119	17,731,119
Directly held real estate	-	-	-	-	-	478,477	478,477
Life insurance policies	245,995	-	-	-	-	-	245,995
Outstanding settlements	-	-	-	-	-	-	-
Receivables	-	-	-	-	-	451,273	451,273
	1,908,899	1,743,912	1,027,700	779,869	997,550	18,109,890	24,567,820
Financial liabilities							
Payables	-	-	-	-	-	330,627	330,627
	-	-	-	-	-	330,627	330,627
Net financial assets	1,908,899	1,743,912	1,027,700	779,869	997,550	17,779,263	24,237,193
30 June 2012							
Financial assets							
Cash and deposits	879,426	965,336	576,523	-	-	-	2,421,285
Convertible notes	961	-	4,404	24,563	7,598	-	37,526
Fixed interest bonds	-	17,609	100,351	484,925	582,822	-	1,185,707
Indexed bonds	-	-	-	-	-	-	-
Floating rate notes	198,385	-	-	-	-	-	198,385
Zero coupon bonds	-	-	-	-	2,688	-	2,688
Mortgage backed securities	232,087	-	-	27,065	205,244	-	464,396
Asset backed securities	32,797	-	132	9,017	7,952	-	49,898
Loans	76,594	-	-	14,507	2,296	-	93,397
Discount securities	-	685,581	35,572	9,048	-	-	730,201
Derivatives	-	-	-	-	-	134,647	134,647
Listed and unlisted investments	5,984	-	-	519	-	13,499,461	13,505,964
Directly held real estate	-	-	-	-	-	469,025	469,025
Life insurance policies	-	-	-	-	-	240,885	240,885
Outstanding settlements	-	-	-	-	-	-	-
Receivables	-	-	-	-	-	592,921	592,921
	1,426,234	1,668,526	716,982	569,644	808,600	14,936,939	20,126,925
Financial liabilities							
Payables	-	-	-	-	-	370,489	370,489
	-	-	-	-	-	370,489	370,489
Net financial assets	1,426,234	1,668,526	716,982	569,644	808,600	14,566,450	19,756,436

19. FINANCIAL INSTRUMENTS (Cont.)

		Fixed Interest rate					
Fund	**Floating interest rate**	**3 months or less**	**3-12 months**	**1-5 years**	**Over 5 years**	**Non-interest bearing**	**Total**
30 June 2013	**$ 000**	**$ 000**	**$ 000**	**$ 000**	**$ 000**	**$ 000**	**$ 000**
Financial assets							
Cash and deposits	1,040,296	1,236,774	983,751	31,859	-	2,558	3,295,238
Convertible notes	2,384	1,961	6,291	56,616	16,811	-	84,063
Fixed interest bonds	-	14,168	36,723	625,853	743,642	-	1,420,386
Indexed bonds	-	-	-	-	-	-	-
Floating rate notes	180,736	-	-	-	-	-	180,736
Zero coupon bonds	-	-	935	966	-	-	1,901
Mortgage backed securities	280,833	-	-	32,904	226,780	-	540,517
Asset backed securities	57,690	-	-	6,391	6,412	-	70,493
Loans	72,880	-	-	23,867	3,905	-	100,652
Discount securities	-	491,009	-	1,413	-	-	492,422
Derivatives	-	-	-	-	-	(553,537)	(553,537)
Listed and unlisted investments	-	-	-	-	-	17,745,877	17,745,877
Directly held real estate	-	-	-	-	-	478,477	478,477
Life insurance policies	245,995	-	-	-	-	-	245,995
Outstanding settlements	-	-	-	-	-	-	-
Receivables	-	-	-	-	-	449,545	449,545
	1,880,814	1,743,912	1,027,700	779,869	997,550	18,122,920	24,552,765
Financial liabilities							
Payables	-	-	-	-	-	325,352	325,352
	-	-	-	-	-	325,352	325,352
Net financial assets	1,880,814	1,743,912	1,027,700	779,869	997,550	17,797,568	24,227,413
30 June 2012							
Financial assets							
Cash and deposits	878,409	965,336	576,523	-	-	-	2,420,268
Convertible notes	961	-	4,404	24,563	7,598	-	37,526
Fixed interest bonds	-	17,609	100,351	484,925	582,822	-	1,185,707
Indexed bonds	-	-	-	-	-	-	-
Floating rate notes	198,385	-	-	-	-	-	198,385
Zero coupon bonds	-	-	-	-	2,688	-	2,688
Mortgage backed securities	232,087	-	-	27,065	205,244		464,396
Asset backed securities	32,797	-	132	9,017	7,952	-	49,898
Loans	131,275	-	-	14,507	2,296	-	148,078
Discount securities	-	685,581	35,572	9,048	-	-	730,201
Derivatives	-	-	-	-	-	134,647	134,647
Listed and unlisted investments	5,984	-	-	519	-	13,564,029	13,570,532
Directly held real estate	-	-	-	-	-	469,025	469,025
Life insurance policies	-	-	-	-	-	240,885	240,885
Outstanding settlements	-	-	-	-	-	-	-
Receivables	-	-	-	-	-	527,850	527,850
	1,479,898	1,668,526	716,982	569,644	808,600	14,936,436	20,180,086
Financial liabilities							
Payables	-	-	-	-	-	364,148	364,148
	-	-	-	-	-	364,148	364,148
Net financial assets	1,479,898	1,668,526	716,982	569,644	808,600	14,572,288	19,815,938

19. FINANCIAL INSTRUMENTS (Cont.)

Interest rate sensitivity

The sensitivity analyses below have been determined based on the exposure to interest rates at the reporting date and the stipulated change taking place at the beginning of the financial year and held constant throughout the reporting period. A 100 basis point increase or decrease is used when reporting interest rate risk internally to the Trustee and represents management's assessment of the possible change in interest rates.

The following table illustrates the effect on total revenue less expenditure after income tax and net assets available to pay benefits from possible changes in market risk that were reasonably possible based on the risk the Group was exposed to at reporting date. Liability for accrued benefits would also change by a similar amount as net assets available to pay benefits.

	Change in Variable		Effect on total revenue less expenditure after income tax and net assets available to pay benefits			
			Consolidated		Fund	
	2013	2012	2013	2012	2013	2012
			$ 000	$ 000	$ 000	$ 000
Interest rate	+ 100 bps	+ 100 bps	(109,269)	(82,528)	(109,307)	(82,151)
Interest rate	- 100 bps	- 100 bps	109,269	82,528	109,307	82,151

Foreign currency risk management

Foreign currency risk is the risk that the net market value of a financial asset will fluctuate because of changes in foreign exchange rates.

The Group undertakes certain transactions denominated in foreign currencies and is therefore exposed to the effects of exchange rate fluctuations. Exchange rate exposures are managed within approved policy parameters. This exchange rate exposure is managed in line with the Trustee's investment policies and the RMSP. The Group's overall strategy in foreign currency risk management remains unchanged from 2012.

It is the policy of the Trustee to enter into forward foreign exchange contracts and cross currency swaps to cover the change in asset values that may arise from currency translation. The contracts are entered into on a rolling basis throughout the year and, consequently, there is no specific cover for foreign currency payments and receipts.

The Group's exposure to foreign exchange rate movements on its investments was as follows:

Consolidated	INVESTMENTS DENOMINATED IN FOREIGN CURRENCY							
	USD A$ 000	EUR A$ 000	CNY A$ 000	GBP A$ 000	JPY A$ 000	OTHER A$ 000	AUD A$ 000	TOTAL A$ 000
30 June 2013								
Gross investment amounts denominated in foreign currency	6,715,622	1,290,717	375,789	661,496	481,670	2,024,428	13,118,271	24,667,993
Less: Amount effectively hedged	5,163,954	732,014	-	391,252	211,702	209,496	(6,160,792)	547,626
Net exposure	1,551,668	558,703	375,789	270,244	269,968	1,814,932	19,279,063	24,120,367
30 June 2012								
Gross investment amounts denominated in foreign currency	5,649,152	882,789	19,940	526,984	435,741	1,067,580	10,808,515	19,390,701
Less: Amount effectively	3,679,277	635,007	-	311,008	159,736	81,971	(5,115,028)	(248,029)
Net exposure	1,969,875	247,782	19,940	215,976	276,005	985,609	15,923,543	19,638,730

19. FINANCIAL INSTRUMENTS (Cont.)

The Fund's exposure to foreign exchange rate movements on its investments was as follows:

Fund	INVESTMENTS DENOMINATED IN FOREIGN CURRENCY							
	USD A$ 000	EUR A$ 000	CNY A$ 000	GBP A$ 000	JPY A$ 000	OTHER A$ 000	AUD A$ 000	TOTAL A$ 000
30 June 2013								
Gross investment amounts denominated in foreign currency	6,715,622	1,290,717	375,789	661,496	481,670	2,024,428	13,131,936	24,681,658
Less: Amount effectively	5,163,954	732,014	-	391,252	211,702	209,496	(6,160,792)	547,626
Net exposure	1,551,668	558,703	375,789	270,244	269,968	1,814,932	19,292,728	24,134,032
30 June 2012								
Gross investment amounts denominated in foreign currency	5,649,152	882,789	19,940	526,984	435,741	1,067,580	10,880,403	19,462,589
Less: Amount effectively	3,679,277	635,007	-	311,008	159,736	81,971	(5,115,028)	(248,029)
Net exposure	1,969,875	247,782	19,940	215,976	276,005	985,609	15,995,431	19,710,618

Foreign currency sensitivity

The following table details the Group's sensitivity to a 20% (2012: 20%) increase and decrease in the Australian Dollar against the relevant foreign currencies. A 20% increase or decrease is management's assessment of the possible change in foreign exchange rates and is used when reporting foreign currency risk internally to the Trustee to give guidance on the potential effects of changes in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 20% (2012: 20%) change in foreign currency rates. Liability for accrued benefits would also change by a similar amount as net assets available to pay benefits.

Consolidated and Fund effect on total revenue less expenditure after income tax and net assets available to pay benefits	**2013 $ 000**	**2012 $ 000**
Effect of 20% (2012: 20%) increase in AUD relative to foreign currency exchange rates		
USD impact	(219,820)	(279,066)
EUR impact	(79,150)	(35,102)
CNY impact	(53,237)	(2,825)
GBP impact	(38,285)	(30,597)
JPY impact	(38,245)	(39,101)
Other currencies impact	(257,115)	(139,628)
Effect of 20% (2012: 20%) decrease in AUD relative to foreign currency exchange rates		
USD impact	329,729	418,598
EUR impact	118,724	52,654
CNY impact	79,855	4,237
GBP impact	57,427	45,895
JPY impact	57,368	58,651
Other currencies impact	385,673	209,442

19. FINANCIAL INSTRUMENTS (Cont.)

Price risk

Price risk is the risk that the total value of investments will fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market. The Group has investments in a variety of assets which are exposed to price risk.

As the majority of the Group's financial instruments are carried at net market value with changes in net market value recognised in the Statement of Changes in Net Assets, all changes in market conditions will directly affect net investment income.

Price risk is mitigated by the Group's investment managers by constructing diversified portfolios of instruments traded on various markets.

The following table illustrates the effect on total revenue less expenditure after income tax and net assets available to pay benefits from specified changes in market prices that were reasonably possible based on management's assessment of the risk the Group was exposed to at the reporting date. For a negative change in the variable, there would be an equal and opposite impact on the net assets available to pay benefits, and the balances below would be negative. Liability for accrued benefits would also change by a similar amount as net assets available to pay benefits.

			Effect on total revenue less expenditure after income tax and net assets available to pay benefits			
	Change in Variable		Consolidated		Fund	
	2013	2012	2013	2012	2013	2012
	+/-	+/-	$ 000	$ 000	$ 000	$ 000
Australian equities	20%	20%	1,023,314	810,380	1,023,314	810,380
International equities	20%	20%	995,602	771,687	997,902	776,671
Property	10%	15%	171,076	182,827	171,076	184,451
Alternative assets	10%	10%	415,292	311,639	418,165	310,774
Cash and fixed interest securities	5%	10%	4,869	9,639	4,869	9,693

(h) Liquidity risk

The value of the liabilities to members is determined by the value of the assets.

The Trustee manages liquidity to ensure that the Group will always have sufficient liquidity to meet its liabilities. The Fund allows members to withdraw benefits and it is therefore exposed to the liquidity risk of meeting members' withdrawals within the timeframes permitted under relevant law. In some circumstances, the Trustee has the discretion to delay redemptions.

The Group is also exposed to liquidity risk of meeting the capital commitments disclosed in note 21.

The Group's liquidity risk is managed in accordance with the Group's investment strategy. The Fund principally manages liquidity risk by maintaining adequate banking facilities, continuous monitoring of forecast and actual cash flows, matching the maturity profiles of financial assets and liabilities and through regular scenario testing designed to control the minimum exposure to liquid asset classes at any one point in time. The Fund also has a high level of net inward cash flows (through new contributions) which provide additional capacity to manage liquidity risk.

19. FINANCIAL INSTRUMENTS (Cont.)

The following table summarises the maturity profile of the Fund's financial liabilities. The table has been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Group can be required to pay.

Consolidated	**3 months or less**	**3-12 months**	**1-5 years**	**Over 5 years**	**Total**
30 June 2013	**$ 000**	**$ 000**	**$ 000**	**$ 000**	**$ 000**
Vested benefits:					
Accumulation members	23,626,060	-	-	-	23,626,060
Defined benefit members	99,114	-	-	-	99,114
Other:					
Benefits payable	148,763	-	-	-	148,763
Other payables	30,380	-	-	-	30,380
Other financial liabilities	4,770	-	-	-	4,770
Net derivative liabilities:					
Futures	16,675	15	-	-	16,690
Options	9,477	1,495	-	-	10,972
Forward foreign exchange contracts					
- Outflow	304,121	319,421	-	-	623,542
- Inflow	(26,967)	(5,035)	-	-	(32,002)
	277,154	314,386	-	-	591,540
Cross -currency swaps					
- Outflow	-	6	801,846	208	802,060
- Inflow	-	-	(710,174)	-	(710,174)
	-	6	91,672	208	91,886
	24,212,393	315,902	91,672	208	24,620,175
30 June 2012					
Vested benefits:					
Accumulation members	19,377,375	-	-	-	19,377,375
Defined benefit members	115,099	-	-	-	115,099
Other:					
Benefits payable	130,369	-	-	-	130,369
Other payables	32,866	-	-	-	32,866
Other financial liabilities	4,243	-	-	-	4,243
Net derivative liabilities:					
Futures	16,306	-	-	-	16,306
Options	7,294	1,325	-	-	8,619
Forward foreign exchange contracts					
- Outflow	23,797	15,785	-	9,355	48,937
- Inflow	(4,163)	(5,964)	-	-	(10,127)
	19,634	9,821	-	9,355	38,810
Cross -currency swaps					
- Outflow	-	13	204,061	157,279	361,353
- Inflow	-	-	(201,719)	(150,082)	(351,801)
	-	13	2,342	7,197	9,552
	19,703,186	11,159	2,342	16,552	19,733,239

19. FINANCIAL INSTRUMENTS (Cont.)

Fund	**3 months or less**	**3-12 months**	**1-5 years**	**Over 5 years**	**Total**
30 June 2013	**$ 000**	**$ 000**	**$ 000**	**$ 000**	**$ 000**
Vested benefits:					
Accumulation members	23,626,060	-	-	-	23,626,060
Defined benefit members	99,114	-	-	-	99,114
Other:					
Benefits payable	148,763	-	-	-	148,763
Other payables	30,380	-	-	-	30,380
Other financial liabilities	1,734	-	-	-	1,734
Net derivative liabilities:					
Futures	16,675	15	-	-	16,690
Options	9,477	1,495	-	-	10,972
Forward foreign exchange contracts					
- Outflow	304,121	319,421	-	-	623,542
- Inflow	(26,967)	(5,035)	-	-	(32,002)
	277,154	314,386	-	-	591,540
Cross -currency swaps					
- Outflow	-	6	801,846	208	802,060
- Inflow	-	-	(710,174)	-	(710,174)
	-	6	91,672	208	91,886
	24,209,357	315,902	91,672	208	24,617,139
30 June 2012					
Vested benefits:					
Accumulation members	19,377,375	-	-	-	19,377,375
Defined benefit members	115,099	-	-	-	115,099
Other:					
Benefits payable	130,369	-	-	-	130,369
Other payables	29,285	-	-	-	29,285
Other financial liabilities	1,483	-	-	-	1,483
Net derivative liabilities:					
Futures	16,306	-	-	-	16,306
Options	7,294	1,325	-	-	8,619
Forward foreign exchange contracts					
- Outflow	23,797	15,785	-	9,355	48,937
- Inflow	(4,163)	(5,964)	-	-	(10,127)
	19,634	9,821	-	9,355	38,810
Cross -currency swaps					
- Outflow	-	13	204,061	157,279	361,353
- Inflow	-	-	(201,719)	(150,082)	(351,801)
	-	13	2,342	7,197	9,552
	19,696,845	11,159	2,342	16,552	19,726,898

19. FINANCIAL INSTRUMENTS (Cont.)

(i) Fair value hierarchy

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value (net market value), grouped into Levels 1 to 3 based on the degree to which the major inputs to the fair value are observable.

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Consolidated	**Level 1**	**Level 2**	**Level 3**	**Total**
30 June 2013	**$ 000**	**$ 000**	**$ 000**	**$ 000**
Cash and cash equivalents	2,588,026	594,717	-	3,182,743
Fixed interest securities	370,203	2,517,219	88,727	2,976,149
Australian equities	5,125,722	673,728	896	5,800,346
International equities	4,698,480	761,126	78,800	5,538,406
Property	2,646	91,323	1,869,487	1,963,456
Alternative assets	209,675	1,649,398	2,800,194	4,659,267
Total	12,994,752	6,287,511	4,838,104	24,120,367
30 June 2012				
Cash and cash equivalents	2,589,565	650,774	-	3,240,339
Fixed interest securities	328,683	2,189,928	65,096	2,583,707
Australian equities	4,115,313	490,217	594	4,606,124
International equities	3,386,971	845,733	73,109	4,305,813
Property	1,786	58,591	1,355,649	1,416,026
Alternative assets	106,550	1,056,437	2,323,734	3,486,721
Total	10,528,868	5,291,680	3,818,182	19,638,730

19. FINANCIAL INSTRUMENTS (Cont.)

Fund	Level 1	Level 2	Level 3	Total
30 June 2013	**$ 000**	**$ 000**	**$ 000**	**$ 000**
Cash and cash equivalents	2,552,941	577,023	-	3,129,964
Fixed interest securities	370,202	2,538,268	88,727	2,997,197
Australian equities	5,125,722	673,728	896	5,800,346
International equities	4,038,267	1,434,115	78,800	5,551,182
Property	2,646	91,323	1,869,487	1,963,456
Alternative assets	125,240	1,743,347	2,823,300	4,691,887
Total	12,215,018	7,057,804	4,861,210	24,134,032
30 June 2012				
Cash and cash equivalents	2,562,005	651,293	-	3,213,298
Fixed interest securities	328,684	2,201,678	66,263	2,596,625
Australian equities	4,115,313	490,217	594	4,606,124
International equities	2,943,823	1,314,754	74,925	4,333,502
Property	1,786	58,591	1,367,679	1,428,056
Alternative assets	60,199	1,134,753	2,338,061	3,533,013
Total	10,011,810	5,851,286	3,847,522	19,710,618

There were no transfers between level 1 and 2 in the period.

Reconciliation of level 3 fair value measurements of financial assets

Consolidated 30 June 2013	Fixed interest securities $ 000	Australian equities $ 000	Internationa l equities $ 000	Property $ 000	Alternative assets $ 000	Total $ 000
Opening balance at 1 July 2012	65,096	594	73,109	1,355,649	2,323,734	3,818,182
Changes in net market value of investments in statement of changes in net assets	12,590	60	3,381	79,409	298,078	393,518
Purchases	31,333	242	116	540,072	646,997	1,218,760
Redemptions	(20,292)	-	(13)	(105,643)	(503,522)	(629,470)
Transfers to/(from) level 3	-	-	2,207	-	34,907	37,114
Closing balance at 30 June 2013	88,727	896	78,800	1,869,487	2,800,194	4,838,104
Changes in net market value of investments in statement of changes in net assets on assets held at the reporting date	12,546	60	3,382	79,381	301,876	397,245
30 June 2012						
Opening balance at 1 July 2011	74,042	-	104,410	1,183,065	2,007,051	3,368,568
Changes in net market value of investments in statement of changes in net assets	(11,186)	179	(52,356)	73,666	(21,053)	(10,750)
Purchases	15,136	-	22,651	101,379	423,328	562,494
Redemptions	(7,816)	-	(1,596)	(2,461)	(85,592)	(97,465)
Transfers to/(from) level 3	(5,080)	415	-	-	-	(4,665)
Closing balance at 30 June 2012	65,096	594	73,109	1,355,649	2,323,734	3,818,182
Changes in net market value of investments in statement of changes in net assets on assets held at the reporting date	(10,501)	179	(52,356)	73,666	(20,943)	(9,955)

19. FINANCIAL INSTRUMENTS (Cont.)

Fund 30 June 2013	Fixed interest securities $ 000	Australian equities $ 000	International equities $ 000	Property $ 000	Alternative assets $ 000	Total $ 000
Opening balance at 1 July 2012	66,263	594	74,925	1,367,679	2,338,061	3,847,522
Changes in net market value of investments in statement of changes in net assets	11,424	60	1,567	78,758	325,838	417,647
Purchases	31,333	242	116	529,569	665,314	1,226,574
Redemptions	(20,293)	-	(15)	(106,519)	(505,913)	(632,740)
Transfers to/(from) level 3	-	-	2,207	-	-	2,207
Closing balance at 30 June 2013	88,727	896	78,800	1,869,487	2,823,300	4,861,210
Changes in net market value of investments in statement of changes in net assets on assets held at the reporting date	11,380	60	1,568	78,730	330,176	421,914
30 June 2012						
Opening balance at 1 July 2011	75,177	-	107,057	1,184,384	1,997,238	3,363,856
Changes in net market value of investments in statement of changes in net assets	2,381	179	3,554	32,629	(4,594)	34,149
Purchases	575	-	-	158,757	441,560	600,892
Redemptions	(6,790)	-	(35,686)	(8,091)	(96,143)	(146,710)
Transfers to/(from) level 3	(5,080)	415	-	-	-	(4,665)
Closing balance at 30 June 2012	66,263	594	74,925	1,367,679	2,338,061	3,847,522
Changes in net market value of investments in statement of changes in net assets on assets held at the reporting date	3,067	179	3,554	32,629	(3,173)	36,256

The pricing for the majority of the Group's investments is sourced from independent pricing sources, the relevant investment manager or reliable brokers' quotes.

Investments for which values are based on quoted market prices in active liquid markets, e.g. recognised stock exchanges, and therefore classified within level 1, include active listed equities and exchange traded derivatives.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. The observable inputs include prices and/or those derived from prices. The level 2 instruments include fixed interest securities, over-the-counter derivatives and investments in unlisted unit trusts within which the underlying securities are primarily valued by applying quoted market prices in active markets. As level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

Investments classified within level 3 have significant unobservable inputs, as they are infrequently traded. Level 3 instruments include certain unlisted investment vehicles such as unit trusts and partnerships as well as direct property. As observable prices are not available for these securities, the Group has typically received valuations from investment managers, or from independent valuers appointed by them, who have used generally accepted valuation techniques to derive fair value.

Where a valuation model technique is used, the underlying investment manager or external independent valuer considers liquidity, credit and market risk factors, and adjusts the model as deemed necessary. As part of this process valuers generally consider several alternative valuation assumptions in their model which determine valuation ranges around the valuer's best estimate of fair value.

19. FINANCIAL INSTRUMENTS (Cont.)

The following table illustrates how the valuation ranges around fair value provided to the Group could affect total revenue less expenditure after income tax and net assets available to pay benefits if other reasonably possible alternative valuation assumptions were used as at the reporting date.

	Effect on total revenue less expenditure after income tax and net assets available to pay benefits			
	2013		2012	
	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Consolidated	$ 000	$ 000	$ 000	$ 000
Property	16,728	(15,570)	11,300	(16,517)
Alternative assets	22,885	(22,406)	23,486	(27,831)
Fund				
Property	10,399	(9,211)	11,300	(16,517)
Alternative assets	22,885	(22,406)	19,663	(22,092)

20. CONTROLLED ENTITIES

Name of entity	Country of incorporation	Ownership interest 2013	Ownership interest 2012
Parent entity			
Sunsuper Superannuation Fund	Australia		
Controlled Entities			
Sunsuper Financial Services Pty Ltd	Australia	100%	100%
Sunsuper Pooled Superannuation Trust	Australia	100%	100%
Sunsuper Holdings Pty Ltd	Australia	100%	100%
Sunsuper Investments A Pty Ltd	Australia	100%	100%
Colonial First State Private Capital Pty Ltd	Australia	100%	100%
H-G Capital Pty Ltd	Australia	100%	100%
Precision Administration Services Pty Ltd	Australia	100%	100%
Sunsuper Infrastructure Trust 3 (1)	Australia	100%	na

(1) Sunsuper Infrastructure Trust 3 was established on 26 November 2012.

21. COMMITMENTS FOR EXPENDITURE

Operating leases

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

	Consolidated		Fund	
	2013 $ 000	2012 $ 000	2013 $ 000	2012 $ 000
Not longer than 1 year	4,878	4,614	2,061	1,891
1 - 5 years	11,168	14,245	6,262	6,521
Over 5 years	5,147	6,677	5,147	6,677
Commitments not recognised in the financial statements	21,193	25,536	13,470	15,089
Minimum lease payments included in expenses in the Statement of Changes in	4,719	4,531	1,996	1,760

Other commitments

Other expenditure contracted for at the reporting date but not recognised as liabilities is payable as follows:

	Consolidated 2013 $ 000	Consolidated 2012 $ 000	Fund 2013 $ 000	Fund 2012 $ 000
Software support and maintenance				
Not longer than 1 year	2,270	2,452	-	-
1 - 5 years	-	-	-	-
Commitments not recognised in the financial statements	2,270	2,452	-	-
Investments				
No longer than 1 year				
- Property	122,849	215,747	59,056	76,285
- Alternative Assets [1]	1,088,847	902,661	463,602	496,019
Commitments not recognised in the financial statements	1,211,696	1,118,408	522,658	572,304

(1) Investment commitments can be called upon at any time by the underlying investment manager depending on their requirements to fund new investments.

22. RESERVES

In order to comply with legislative and Trust Deed requirements, the Trustee maintains a number of reserves in the Fund for the benefit of members.

Operational Risk Financial Requirement (ORFR)

From 1 July 2013, the Trustee is required to maintain adequate financial resources to address losses arising from operational risks that may affect its business operations. The operational risk financial requirements (ORFR) is the target amount of financial resources that the Trustee determines is necessary to respond to these losses.

The ORFR will commence on 1 July 2013 and therefore has a nil balance at 30 June 2013 (2012: nil). The Trustee has assessed its operational risk requirement for the Group and has set an ORFR target amount at 0.25% to 0.30% of Fund assets.

The Trustee may call upon the ORFR to make a payment to address an operational risk that has occurred and caused one or more beneficiaries in the Fund to sustain a loss, or to be deprived of a gain, to which they otherwise would have been entitled, in relation to their benefits in the Fund.
Initial funding of the ORFR and future top-up or replenishment will be from the general reserve. The ORFR will be invested in the Balanced option.

General Reserve

The Trustee maintains a general reserve in the Fund for the benefit of members. The general reserve is maintained in order to:

- Help meet the operating expenses of the Fund;
- Assist with the management of the operational risks of the Fund, including meeting losses from events not covered by insurance, or not claimed under insurance policies, and, from 1 July 2013, not met from the ORFR;
- Support the timing differences between the levels of investment tax and the investment fees incurred and the level of investment tax and investment fees charged to members; and
- Support capital investments in assets designed to enhance the efficiency of the Fund's operations.

The Trustee does not maintain the general reserve for the purpose of smoothing investment earnings. Members' accounts are credited or debited with the actual earnings (net of investment fees and tax) of their selected investment options.

The general reserve may only be invested in:

- The Balanced option;
- Low volatility investments (e.g. cash) to fund significant short-term liabilities (e.g. taxes); and
- Any other investments approved by the Trustee.

22. RESERVES (Cont.)

A reconciliation of the movement in the general reserve is set out below:

	Fund	
	2013	**2012**
	$ 000	**$ 000**
General reserve at beginning of year	199,310	190,138
Net investment revenue	3,174,023	(30,952)
Investment earnings (net of investment fees and tax) allocated to members	(3,003,577)	23,986
Indirect member expenses charged to reserve	(121,392)	(112,642)
Administration levies charged to member accounts	88,112	71,046
Member benefit protection	(5,304)	(11,166)
Income tax expense	(461,358)	(250,135)
Tax levies charged to member accounts	322,765	315,573
Group life insurance rebate	3,400	2,845
Other	218	617
Movement in reserve	(3,113)	9,172
General reserve at end of year	196,197	199,310

Insurance Reserve

As part of the Fund's group life insurance arrangements with the insurers, the Trustee may receive group life insurance rebates. The Trustee uses any group life insurance rebates to help meet insurance offering costs or to fund insurance related enhancements. Any group life insurance rebate which is received and not yet used for these purposes is allocated to an insurance reserve. The insurance reserve is invested in cash or term deposits.

A reconciliation of the movement in the insurance reserve is set out below:

Insurance reserve at beginning of year	4,837	8,003
Group life insurance premiums - discount to member	(9,441)	(9,417)
Group life insurance rebate	5,000	5,400
Investment earnings allocated	94	292
Tax levies charged	652	559
Movement in reserve	(3,695)	(3,166)
Insurance reserve at end of year	1,142	4,837

Defined Benefit Reserves

The defined benefit sub-plans incorporate separate reserve accounts which belong to the defined benefit members of each sub-plan. The Fund reserves described above are not available to meet any funding deficits in the defined benefit sub-plans and do not include any part of the defined benefit reserves.

23. RELATED PARTIES

(a) Trustee

The Trustee of the Fund throughout the year was Sunsuper Pty Ltd (ACN 010 720 840).

(b) Key management personnel

The following is a list of the directors of Sunsuper Pty Ltd at any time during the financial year and key management personnel who had authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, during the financial year.

Name	Position	Date began holding position
William Ludwig [(1)]	Director – member representative	8 November 1988
John Battams [(2)]	Director – member representative	30 September 2005
Ron Monaghan [(2)]	Director – member representative	6 December 2007
Peter Annand	Director – employer representative	11 November 2002
Graham Heilbronn	Director – employer representative	11 October 2006
Robert Hutchinson	Director – employer representative	28 October 2010
Anthony Lally [(3)]	Chief Executive Officer	28 May 2007
Bruce Wilson [(4)]	Chief Financial Officer	14 September 2000
David Hartley	Chief Investment Officer	7 September 2005
Teifi Whatley	General Manager, Customer Experience & Insights	19 June 2000
Leanne Whicker	General Manager, People & Strategy	1 October 2007
Steven Travis	General Manager, Customer Service	15 February 2010
Craig Godfrey	General Manager, Business Growth	4 July 2011
Julian Carroll	General Manager, Information Technology	8 August 2011
Andrew Nicholson	General Manager, Product	6 August 2012

(1) Retired effective 08 July 2013

(2) Director fees are paid to the employer of the director, Queensland Council of Unions

(3) Resigned effective 26 July 2013

(4) Appointed as Acting Chief Executive Officer effective 26 July 2013

23. RELATED PARTIES (Cont.)

(c) Compensation and evaluation of key management personnel

Evaluation of the Board and key management personnel

The Board has implemented a process for the periodic review and evaluation of its performance and the performance of its committees, individual directors and key management personnel.

The Chief Executive Officer, in conjunction with the Board Remuneration and Nominations Committee, is responsible for approving the performance objectives and measures for key management personnel, and providing input into the evaluation of performance against these objectives.

Performance evaluations for the financial year ended 30 June 2013 have been conducted in accordance with the approved process. Additional information relating to evaluation and short-term incentive bonuses can be found below.

Remuneration of directors and key management personnel

Director remuneration consists of Board and committee fees, superannuation guarantee contributions and the reimbursement of reasonable expenses. The fees reflect the demands on and responsibilities of those directors. Director remuneration was paid by Sunsuper Pty Ltd (2012: paid by Sunsuper Superannuation Fund).

For directors with service before 1 January 2005, a retiring allowance is payable on resignation or termination from the Board. The retiring allowance is calculated as a multiple of the average of the director's annual fees in the three years up to 31 December 2004, adjusted for inflation after that date.

The multiple was calculated based on the number of years of service as a director up to 31 December 2004 and was capped at 10 years of service.

Key management personnel remuneration comprises salaries, superannuation guarantee contributions, short-term incentive bonuses and the reimbursement of reasonable expenses. The Chief Executive Officer, in conjunction with the Board Remuneration and Nominations Committee, is responsible for determining the remuneration of key management personnel. The Nominations and Remuneration Committee reviews the Chief Executive Officer's remuneration annually and assess achievement against the key performance indicators and eligibility to participate in the short-term incentive scheme. The Committee makes recommendations to the Board for its approval.

Director and key management personnel remuneration is reviewed at least annually. Remuneration levels are benchmarked against independent external sources. The directors and key management personnel are paid in accordance with the remuneration policy. In the case of directors, fees may be paid to the director, paid to the employer of the director or salary sacrificed as superannuation contributions.

23. RELATED PARTIES (Cont.)

Short-term incentive bonuses

The remuneration of key management personnel who are executive officers includes short-term incentive bonuses.

Objectives

The objectives of the short term incentive bonuses are to:

- focus executive officers on the achievement of results and the performance of Sunsuper against agreed targets;
- demonstrate a clear relationship between performance and remuneration;
- be fair and consistent in rewarding performance among executive officers and all employees;
- reinforce a performance culture in Sunsuper;
- protect the interests, and meet the reasonable expectations, of beneficiaries;
- support the long term financial soundness of Sunsuper; and
- support the risk management framework of the Trustee.

Key performance indicators

Key performance indicators (KPIs) are reviewed annually and targets are set, effective 1 July each year, for each executive officer. KPIs are:

- relevant and specific to each individual executive officer's position;
- aligned to areas of organisational performance as defined in the Corporate KPIs and the Strategic Plan.

Short-term incentive bonuses plan

The short-term incentive bonuses plan rewards individual executive officers for achievement of KPIs. KPIs are measured over the course of each financial year (July to June). KPI results are assessed through the Performance Development and Review process that occurs annually.

Executive officers other than the Chief Executive Officer and the Chief Investment Officer are eligible to receive an incentive payment of 10% of their annual salary if they attain their individual KPIs for the year, and may be eligible to receive an additional 15% of their annual salary if they exceed their KPI targets for the year.

The short-term incentive bonuses plan for the Chief Investment Officer is based upon investment out-performance compared to benchmarks over periods ranging from 3 to 7 years. The KPI targets are aligned to the investment objectives and are relevant to the needs of Sunsuper members. The KPI targets are reviewed annually and approved by the Board. The Chief Investment Officer may be eligible to receive 80% of annual salary if individual KPIs are attained.

Following approval by the Board that the investment KPI targets have been achieved and incentive payments will be made, a portion (1/3rd) of the incentive payment amount is deferred for 12 months.

The Chief Executive Officer is eligible to receive an incentive payment of 25% of annual salary if individual KPIs are attained for the year, and may be eligible to receive an additional 25% of annual salary if KPI targets are exceeded for the year.

23. RELATED PARTIES (Cont.)

Included in the eligibility criteria for the short term incentive plan bonus, an executive officer must be employed in a permanent or fixed term capacity by Sunsuper and be in continued employment when the incentive payment becomes due. The Board may adjust the performance based components for any individual executive officer. The performance evaluations in respect of the year ended 30 June 2013 were completed on 13 August 2013 and payments were made on 23 August 2013.

Remuneration paid and payable

The following table sets out the total remuneration paid and payable to key management personnel.

	Consolidated		Fund	
	2013	2012 (3)	2013	2012 (3)
Directors	$	$	$	$
Short-term employee benefits	445,515	427,003	423,239	405,653
Post-employment benefits (1)	68,235	93,607	64,823	88,927
Other long-term employee benefits	-	-	-	-
	513,750	520,610	488,062	494,580
Other key management personnel				
Short-term employee benefits	3,355,963	2,737,754	2,287,336	1,811,185
Post-employment benefits (1)	226,772	295,170	147,385	184,996
Other long-term employee benefits (2)	48,808	15,869	26,599	11,433
	3,631,543	3,048,793	2,461,320	2,007,614
	4,145,293	3,569,403	2,949,382	2,502,194

(1) Post-employment benefits are defined as employee benefits which are payable after the completion of employment, and comprise mainly contributions paid or payable to superannuation plans. These include salary sacrifice payments.

(2) Other long-term employee benefits represent long service leave. Other key management personnel are entitled to long service leave when a 10 year service period has been reached. Only key management personnel with 10 or more years' service have remuneration reflected in other long term employee benefits. At 30 June following when 10 years' service has been reached, the full long service leave entitlement will be included in other long-term employee benefits. Subsequent reporting periods will include any increase in this entitlement as other long term employee benefits.

(3) Remuneration paid and payable in 2012 to other key management personnel has been restated to reflect the final bonus amounts and related superannuation which was subsequently paid. The 2012 remuneration has also been restated to reflect long service leave entitlements for key management personnel based on (2) above. The 2012 financial statements allowed for estimated bonus accruals and also reported long service leave for all key management personnel based on pro-rata entitlements.

23. RELATED PARTIES (Cont.)

The following table sets out the detailed remuneration paid and payable to each key management personnel :

	Short-term employee benefits			Post-employment benefits		Other long-term employee benefits
	Director Fees and Salary, including short-term leave	Incentive bonus	Non-monetary benefits - reportable fringe benefits	Superannuation contributions (including salary sacrifice superannuation payments)	Directors' retiring allowance	Long service leave
	$	$	$	$	$	$
Year ended 30 June 2013						
William Ludwig	57,474	-	-	-	6,239	-
John Battams [(1)]	80,141	-	-	9,617	-	-
Ronald Monaghan [(1)]	80,141	-	-	9,617	-	-
Peter Annand	80,141	-	-	9,617	1,248	-
Graham Heilbronn	90,144	-	-	25,000	-	-
Robert Hutchinson	57,474	-	-	6,897	-	-
Anthony Lally	575,129	211,723	-	25,000	-	-
Bruce Wilson	385,108	65,292	-	26,335	-	10,623
David Hartley	373,423	289,602	30,724	25,000	-	-
Teifi Whatley	212,098	20,394	-	23,929	-	6,760
Leanne Whicker	218,844	37,172	-	25,030	-	-
Steven Travis [(2)]	211,440	33,968	-	25,936	-	31,425
Craig Godfrey	225,353	25,228	-	25,860	-	-
Julian Carroll	220,445	31,111	-	26,249	-	-
Andrew Nicholson	172,103	16,806	-	23,433	-	-
Year ended 30 June 2012						
William Ludwig	56,347	-	-	-	7,134	-
John Battams [(1)]	86,426	-	-	9,428	-	-
Ronald Monaghan [(1)]	86,426	-	-	9,428	-	-
Peter Annand	78,569	-	-	9,428	1,427	-
Graham Heilbronn	62,887	-	-	50,000	-	-
Robert Hutchinson	56,347	-	-	6,762	-	-
Anthony Lally	536,545	211,723	-	50,000	-	-
Bruce Wilson	281,629	32,533	-	49,052	-	9,498
David Hartley	339,452	170,681	16,777	50,000	-	-
Teifi Whatley	206,579	31,016	-	26,351	-	6,371
Leanne Whicker	201,320	40,019	-	26,204	-	-
Steven Travis	208,551	29,000	-	24,484	-	-
Craig Godfrey	219,129	20,160	-	27,219	-	-
Julian Carroll	169,348	23,293	-	41,860	-	-

(1) Director fees were paid to the employer of the director, Queensland Council of Unions

(2) Long service leave for Steven Travis represents the long service leave entitlement at 30 June 2013. Steven Travis reached 10 years' service in the financial year ended 30 June 2013 and therefore the full entitlement is reflected as remuneration in 2013.

23. RELATED PARTIES (Cont.)

The following table sets out information about the short-term incentive bonuses which were paid or payable to each key management personnel in the years ended 30 June 2012 and 30 June 2013. Terms and conditions covering the payment of short-term incentive bonuses are described above.

Name	Incentive bonus inclusive of superannuation payment	Financial year the bonus was paid/will be payable	Financial year the performance relates to	% of incentive bonus that was paid/will be payable	% of incentive bonus that was forfeited
Anthony Lally	215,514	2012	2011	77%	23%
Bruce Wilson	47,904	2012	2011	60%	40%
David Hartley	306,534	2/3 paid in 2012	2011		
		1/3 paid in 2013		98%	2%
Teifi Whatley	23,919	2012	2011	45%	55%
Leanne Whicker	36,306	2012	2011	68%	32%
Steven Travis	40,404	2012	2011	80%	20%
Anthony Lally	211,723	2013	2012	73%	27%
Bruce Wilson	36,437	2013	2012	43%	57%
David Hartley	170,680	2/3 paid in 2013	2012		
		1/3 payable in 2014		52%	48%
Teifi Whatley	34,728	2013	2012	62%	38%
Leanne Whicker	44,821	2013	2012	80%	20%
Steven Travis	32,480	2013	2012	58%	42%
Craig Godfrey	22,579	2013	2012	38%	62%
Julian Carroll	26,088	2013	2012	52%	48%
Anthony Lally	211,723	2014	2013	70%	30%
Bruce Wilson	45,530	2014	2013	50%	50%
David Hartley	289,602	2/3 payable in 2014	2013		
		1/3 payable in 2015		83%	17%
Teifi Whatley	23,045	2014	2013	38%	62%
Leanne Whicker	42,004	2014	2013	70%	30%
Steven Travis	38,384	2014	2013	64%	36%
Craig Godfrey	28,508	2014	2013	46%	54%
Julian Carroll	35,155	2014	2013	58%	42%
Andrew Nicholson	18,991	2014	2013	38%	62%

In addition to the above, on 26 June 2012 Bruce Wilson was granted a bonus of $25,000 on condition that he remained in the employment of Sunsuper until 26 June 2013. The bonus was paid in the 2014 financial year.

23. RELATED PARTIES (Cont.)

(d) Directors' meetings

The following table sets out the number of directors' meetings (including meetings of committees of directors) held during the financial year and the number of meetings attended by each director (while they were a director or committee member).

	Board of Directors	**Audit, Compliance and Risk Management Committee**	**Investment Committee**	**Remuneration and Nominations Committee**	**Claims Committee (1)**
Number of meetings held in the year	10	5	5	3	12
Directors	**Number of meetings attended**				
John Battams	10	NA	5	NA	3
William Ludwig	6	NA	3	NA	1
Ron Monaghan (2) (3)	10	5	4	3	2
Peter Annand (2) (3)	10	5	5	3	2
Graham Heilbronn (3)	10	NA	4	2	2
Robert Hutchinson (2) (4)	9	4	5	1	2

(1) The Claims Committee reviews and approves the payment of insurance claims. It comprises one Director sitting in rotation supported by a management advisory committee.

(2) Member of Audit, Compliance and Risk Management Committee.

(3) Member of Remuneration and Nominations Committee.

(4) Robert Hutchinson is not a member of the Remuneration and Nominations Committee however he attended the August 2012 meeting as Graham Heilbronn was not able to attend.

23. RELATED PARTIES (Cont.)

(e) Related party transactions

Trustee and transactions between the Fund and the Trustee

For the year ended 30 June 2013, all expenses incurred by Sunsuper Pty Ltd (the Trustee) in relation to the Trustee and its directors, were paid by Sunsuper Pty Ltd and then charged to the Fund in the form of Trustee fees. For the year ended 30 June 2012 these expenses were paid directly by the Fund. All other expenses incurred by the Trustee in relation to administration of the Fund are paid by the Fund.

	2013 $	2012 $
The following is a summary of transactions between the Fund and the Trustee which are included in the Fund's Statement of Changes in Net Assets:		
• The Fund paid fees to Sunsuper Pty Ltd for the trustee services provided for the year	758,581	-
• The Fund charged Sunsuper Pty Ltd for operating expenses. These charges were determined on the basis of the Trustee's direct share of expenses incurred by the Fund	227,225	-
• The Fund paid other expenses to Sunsuper Pty Ltd	20,472	
• The Fund received superannuation contributions from Sunsuper Pty Ltd in relation to superannuation guarantee contributions and salary sacrifice contributions made in relation to Sunsuper Pty Ltd directors who are members of the Fund.		
The following balances are included in the Fund's Statement of Net Assets:		
• Net payable due to Sunsuper Pty Ltd	2,220	-

Transactions with key management personnel

Key management personnel of the Group, who are members of the Fund, contribute to the Fund on the same terms and conditions, and are entitled to the same benefits, as other members of the Fund.

There are no other transactions between the Group and key management personnel other than the compensation transactions disclosed in Note 23(c).

23. RELATED PARTIES (Cont.)

Transactions between the Fund and its subsidiaries

	2013 $	2012 $
The following is a summary of transactions between the Fund and its subsidiaries which are included in the Fund's Statement of Changes in Net Assets:		
• The Fund paid fees to Precision Administration Services Pty Ltd for the employer and member administration services provided for the year	80,798,511	80,396,195
• The Fund paid other expenses to its subsidiaries.	297,348	242,363
• The Fund charged its subsidiaries for office rental, salaries and other operating expenses. These charges were determined on the basis of the subsidiaries' direct share of expenses incurred by the Fund	2,328,029	2,010,410
• The Fund incurred audit fees on behalf of Sunsuper Financial Services Pty Ltd	8,412	7,828
• The Fund received a net repayment on a loan from Precision Administration Services Pty Ltd	6,000,000	10,000,000
• The Fund made an advance on a loan to Sunsuper Financial Services Pty Ltd	200,000	-
• The Fund charged interest on a loan to Precision Administration Services Pty Ltd	189,550	725,358
• The Fund charged interest on a loan to Sunsuper Financial Services Pty Ltd	19,669	21,731
• The Fund charged interest to Sunsuper Holdings Pty Ltd on a loan and redeemable preference shares	1,220,132	2,233,826
• The Fund made a net purchase of units in Sunsuper Pooled Superannuation Trust	691,834,000	699,761,000
• The Fund made a purchase of units in Sunsuper Investment Trust 3	54,464,176	-
• The Fund received a repayment on a loan from Sunsuper Holdings Pty Ltd	48,173,854	-
• The Fund made a payment to Sunsuper Pooled Superannuation Trust to compensate for the tax liability on assessable contributions transferred from the Fund to the Trust	328,079,482	296,928,284

- The Fund received superannuation contributions from Precision Administration Services Pty Ltd in relation to superannuation guarantee contributions, salary sacrifice contributions and member voluntary contributions made in relation to subsidiary employees who are members of the Fund.

23. RELATED PARTIES (Cont.)

The following balances are included in the Fund's Statement of Net Assets:

• Net payables due to subsidiaries	2,603,520	4,684,038
• Loans receivable from subsidiaries. The loans are included in investments in the Fund's financial statements	706,276	54,682,577
• Investments in subsidiaries. These investments represent the estimated fair value of the investments in the subsidiaries	3,704,239,548	2,425,211,724

All amounts advanced to or payable to related parties are unsecured and are subordinate to other liabilities.

The amounts outstanding will be settled in cash. No guarantees have been given or received. No expense has been recognised in the period for bad or doubtful debts in respect of the amounts owed by related parties.

The above related party transactions were conducted on an arm's length commercial basis.

Transactions and balances between the Fund and its subsidiaries were eliminated in the preparation of the consolidated financial statements of the Group.

Other related party transactions

The Board of Directors of Sunsuper Pty Ltd has equal numbers of employer and employee representatives. According to the Constitution of the Company there are six shares on issue. Each share has attached to it the right to appoint one director. The shares in the Company, and therefore the right to appoint directors are as follows:

Chamber of Commerce & Industry Queensland	3
Queensland Council of Unions	2
The Australian Workers' Union of Employees Queensland	1

The Group has entered into transactions with these bodies which include the receipt of superannuation contributions and other minor transactions such as membership subscriptions and seminar registrations. These transactions are conducted under normal terms and conditions.

23. RELATED PARTIES (Cont.)

In addition to the items referred to, below is a summary of the significant transactions that the Group and Trustee had with these related entities.

	2013	2012
Payments for marketing and advertising services	**$**	**$**
Chamber of Commerce & Industry Queensland	54,800	44,500
Queensland Council of Unions	27,500	27,500
The Australian Workers' Union of Employees Queensland	25,075	29,700
Director fees paid to employer of director (included in compensation of key management personnel (refer note 23(c))		
Queensland Teachers' Union	-	21,607
Queensland Council of Unions	176,963	151,245

Director fees paid to employer of director were paid by the Trustee, Sunsuper Pty Ltd (2012: paid by the Fund).

In addition to the employer and union bodies referred to above, the Group has entered into transactions with other entities which share a common director or key management personnel with the Group. This includes the receipt of superannuation contributions from the other entities. These transactions are conducted under normal terms and conditions.

24. CONTINGENT LIABILITIES AND ASSETS

A contingent liability for $140,000 (2012: $140,000) exists in relation to a security deposit guarantee which is in place in relation to leased premises. There were no other contingent liabilities or assets as at the reporting date (2012: Nil).

25. SUBSEQUENT EVENTS

Since 30 June 2013, there have been no matters or circumstances that have significantly affected or may significantly affect the Group or Fund.

EXTRACTS FROM ACTUARIAL REPORTS FOR DEFINED BENEFIT SUB-PLANS

NOT APPENDED