

**Northward Capital Australian Equity Trust  
(ARSN 130 170 973)  
Financial Report  
For the period ended 30 June 2009**

<b>Contents</b>	<b>Page</b>
Directors' report	2
Auditor's independence declaration	4
Income statement	5
Balance sheet	6
Statement of changes in net assets attributable to unitholders	7
Cash flow statement	8
Notes to the financial statements	9
Directors' declaration	16
Independent auditor's report	17

## **Directors' report**

The Directors of MLC Investments Limited, the Responsible Entity of Northward Capital Australian Equity Trust ('the Scheme'), present their report together with the financial report of the Scheme for the period ended 30 June 2009 and the independent audit report thereon.

## **Directors of the Responsible Entity**

The names of the persons who were Directors of MLC Investments Limited during or since the end of the period are as follows:

<b>Name</b>	<b>Appointment / Resignation Date</b>
M H Codd	Appointed 1 February 1996
I K Crow	Appointed 29 November 2006
G Frazis	Appointed 24 November 2008 / Resigned 4 December 2008
A Hagger	Appointed 14 April 2009
J Moule	Appointed 30 July 2003
A W Rothery	Appointed 14 April 2009
M F Snowden	Appointed 25 August 2009
G J Symons	Appointed 14 April 2009
G A Tomlinson	Appointed 19 February 2001
S J Tucker	Appointed 30 July 2003
W A H Webster	Appointed 6 January 2000

The registered office of MLC Investments Limited is located at Ground Floor, MLC Building, 105-153 Miller St, North Sydney NSW 2060.

## **Principal activities**

The Scheme is an unlisted registered managed investment Scheme domiciled in Australia.

The Scheme invests and transacts in equities, in accordance with the provisions of the Constitution of the Scheme.

The Scheme did not have any employees during the period.

There have been no significant changes to the activities of the Scheme during the period.

## **Results and review of operations**

The results of the operations of the Scheme are disclosed in the Income statement. The results are affected by the performance of the investments to which the Scheme has exposure.

## **Units on issue**

Units on issue as at period end and movements during the period are shown in Note 3 to the financial statements.

The total assets of the Scheme are set out in the Balance sheet. The basis for valuation of the Scheme assets is disclosed in Note 1 to the financial statements.

## **State of affairs**

In the opinion of the Responsible Entity, there were no significant changes in the state of affairs of the Scheme that occurred during the period unless otherwise disclosed.

The Scheme commenced operations on 27 March 2008.

## **Likely developments**

Further information about likely developments in the operations of the Scheme and the expected results of those operations in future financial years has not been included in this report because disclosure of the information would be likely to result in unreasonable prejudice to the Scheme.

#### **Auditor's independence**

The Directors received a declaration of independence from the auditors of the Scheme, a copy of which is attached to the Directors' report on page 4.

#### **Events subsequent to the balance date**

There has not arisen in the interval between the end of the financial period and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Responsible Entity, to affect significantly the operations of the Scheme, the results of those operations, or the state of affairs of the Scheme, in future financial years.

#### **Interests of the Responsible Entity**

Units held by MLC Investments Limited and its related parties in the Scheme during the financial period ended 30 June 2009 are detailed in Note 8 to the financial statements.

Fees paid to the Responsible Entity during the financial period ended 30 June 2009 are detailed in Note 8 to the financial statements.

#### **Indemnities and insurance premiums for Officers or Auditors**

##### **Indemnification**

The Scheme has not indemnified or made a relevant agreement for indemnifying against a liability for any person who is or has been an officer of the Responsible Entity or an auditor of the Scheme during the period.

##### **Insurance premiums**

During the period the Responsible Entity has paid, or agreed to pay, premiums in respect of its officers for liability and legal expenses insurance contracts, and Scheme premiums in respect of such insurance contracts, for the financial period ended 30 June 2009. Such insurance contracts insure against certain liabilities (subject to specified exclusions) for persons who are or have been the officers of the Responsible Entity.

Details of the nature of the liabilities covered or the amount of the premium paid has not been included as such disclosure is prohibited under the terms of the contracts.

#### **Rounding**

The Scheme meets the criteria set out in Class Order 98/100 issued by the Australian Securities and Investments Commission, and in accordance with that Class Order, amounts in the financial report and the Directors' report have been rounded off to the nearest thousand dollars unless otherwise stated.

Signed in accordance with a resolution of the Directors of MLC Investments Limited:



S J Tucker  
Director

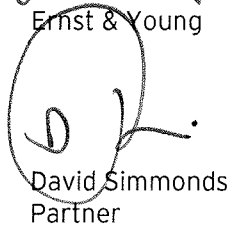
Dated at Sydney this 15th day of September 2009

## Auditor's Independence Declaration to the Directors of MLC Investments Limited

In relation to our audit of the financial report of the Northward Capital Australian Equity Trust for the financial year ended 30 June 2009, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.



Ernst & Young



David Simmonds  
Partner

15 September 2009

Northward Capital Australian Equity Trust  
Income statement  
For the period ended 30 June 2009

	Notes	For the period 27/3/2008 to 30/6/2009 \$'000
<b>Investment income</b>		
Dividend and distribution income		981
Interest income		105
Changes in fair value of investments designated as held at fair value through the Income statement		<u>(3,632)</u>
<b>Total investment income</b>		<u>(2,546)</u>
<b>Expenses</b>		
Other expenses		2
Responsible Entity's fees	8(d)	225
Investment Advisor performance fee		<u>42</u>
<b>Total operating expenses</b>		<u>269</u>
<b>Net operating profit / (loss)</b>		<u>(2,815)</u>
<b>Financing costs</b>		
Distributions	4	<u>664</u>
<b>Total financing costs</b>		<u>664</u>
<b>Change in net assets attributable to unitholders</b>	3	<u>(3,479)</u>

The above Income statement is to be read in conjunction with the accompanying notes.

Northward Capital Australian Equity Trust  
Balance sheet  
As at 30 June 2009

	Notes	2009 \$'000
<b>Assets</b>		
Cash and cash equivalents	9(b)	2,413
Receivables	6	207
Financial assets designated as held at fair value through the Income statement	5	<u>32,025</u>
<b>Total assets</b>		<u>34,645</u>
<b>Liabilities</b>		
Accounts payable and accrued expenses	7	341
Distribution payable	4	<u>312</u>
<b>Total liabilities excluding net assets attributable to unitholders</b>		<u>653</u>
<b>Net assets attributable to unitholders</b>	3	<u>33,992</u>

The above Balance sheet is to be read in conjunction with the accompanying notes.

Northward Capital Australian Equity Trust  
Statement of changes in net assets attributable to unitholders  
For the period ended 30 June 2009

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	For the period 27/3/2008 to 30/6/2009 S'000
<b>Net assets attributable to unitholders at the beginning of the financial period</b>	-
Net operating profit / (loss)	(2,815)
Distributions	(664)
Applications for units	38,455
Redemptions of units	(984)
<b>Net assets attributable to unitholders at the end of the financial period</b>	<u>33,992</u>

The above Statement of changes in net assets attributable to unitholders is to be read in conjunction with the accompanying notes.

Northward Capital Australian Equity Trust  
Cash flow statement  
For the period ended 30 June 2009

	Notes	For the period 27/3/2008 to 30/6/2009 \$'000
<b>Cash flows from operating activities</b>		
Dividends received		791
Interest received		104
Other income received		22
Responsible Entity's fees paid		<u>(247)</u>
<b>Net cash provided by/(used in) operating activities</b>	9(a)	<u>670</u>
<b>Cash flows from investing activities</b>		
Proceeds from sale of investments		13,052
Purchases of investments		<u>(48,428)</u>
<b>Net cash provided by/(used in) investing activities</b>		<u>(35,376)</u>
<b>Cash flows from financing activities</b>		
Applications received		38,452
Redemptions paid		(984)
Distributions paid		<u>(349)</u>
<b>Net cash provided by/(used in) financing activities</b>		<u>37,119</u>
<b>Net increase/ (decrease) in cash and cash equivalents</b>		2,413
Cash and cash equivalents at the beginning of the financial period		<u>-</u>
<b>Cash and cash equivalents at the end of the financial period</b>	9(b)	<u>2,413</u>

The above Cash flow statement is to be read in conjunction with the accompanying notes.

**Note 1. Summary of significant accounting policies**

The principal accounting policies applied in the preparation of these financial statements are set out below.

The financial report of the Scheme for the financial period ended 30 June 2009 was authorised for issue in accordance with a resolution of the Directors of the Responsible Entity on 15 September 2009.

**(a) Basis of preparation**

The Scheme's financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001* in Australia.

It has been prepared on the basis of historical costs and except where stated, does not take into account changing money values or current valuations of assets.

The accounting policies have been consistently applied throughout the period.

**(b) Statement of compliance**

The financial report complies with Australian Accounting Standards as issued by the Australian Accounting Standards Board and International Financial Reporting Standards ('IFRS') as issued by the International Accounting Standards Board.

**(c) Unit prices**

The unit price for the units of the Scheme is calculated at the close of business on each business day. The unit price is released on the following business day.

The exit price is determined by the value of the assets of the Scheme less its liabilities excluding net assets attributable to unitholders, divided by the number of units on issue and adjusted for an allowance for transaction costs where applicable.

**(d) Terms and conditions on units**

Each unit issued confers upon the unitholder of the Scheme an equal interest in the Scheme, and is of equal value. A unit does not confer any interest in any particular asset or investment of the Scheme. Unitholders have various rights under the Constitution and the *Corporations Act 2001*, including the right to:

- (i) have their units redeemed;
- (ii) receive income distributions;
- (iii) attend and vote at meetings of unitholders; and
- (iv) participate in the termination and winding up of the Scheme.

The rights, obligations and restrictions attached to any unit of the Scheme are identical in all respects.

**(e) Valuation of financial assets and liabilities held at fair value**

The Scheme has classified its investments as designated at fair value through the Income statement. Securities designated as at fair value through the Income statement are initially recognised at fair value, typically represented by cost excluding transaction costs, which are expensed as incurred. Investments are valued at their fair value as at reporting date. Gains and losses arising from changes in the fair value of the financial assets designated as held at fair value through the Income statement are included in the Income statement in the period in which they arise. The following represent the basis of valuation for financial reporting purposes:

- i. Securities that are listed or traded on an exchange are fair valued based on quoted "bid" prices on securities.
- ii. In the absence of quoted values, securities are valued using appropriate valuation techniques as reasonably determined by the Responsible Entity.

**Note 1. Summary of significant accounting policies (continued)**

**(f) Cash and cash equivalents**

Cash and cash equivalents include deposits held at call in a bank or financial institution.

**(g) Receivables**

Receivables may include amounts for interest and other income. Amounts are generally received within 30 days of being recorded as receivable.

**(h) Accounts payable and accrued expenses**

Payables include liabilities and accrued expenses owing by the Scheme which are unpaid as at balance date.

**(i) Income and expenses**

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

Expenses are brought to account on an accrual basis.

The Responsible Entity is entitled to be reimbursed, under the Scheme's Constitution, for certain expenses incurred in administering the Scheme. The basis on which the expenses are to be reimbursed is defined in the Scheme's Constitution. The amount reimbursed is disclosed in the Responsible Entity fees and has been calculated in accordance with the Scheme's Constitution.

**(j) Transfers to/from net assets attributable to unitholders**

Unrealised gains and losses arising on movements in the fair value of assets, accrued dividends and interest not yet payable to the Scheme are transferred to net assets attributable to unitholders. They are included in the determination of distributable income when assessable for taxation purposes. The taxable portion of realised capital gains is included in distributable income (net of any realised capital losses) by transfer from net assets attributable to unitholders.

**(k) Taxation**

Under current legislation the Scheme is not subject to income tax as unitholders are presently entitled to the taxable income which is distributed each year.

The unit price is based upon fair values of underlying assets and thus may include a share of unrealised capital gains. Should such a gain be realised, that portion of the gain that is subject to capital gains tax will be distributed.

Net realised capital losses are not distributed to unitholders, but are retained to be offset against any future realised capital gains. Where realised assessable capital gains exceed realised capital losses, the excess is distributed to unitholders as assessable income for taxation purposes.

**(l) Goods and services tax**

Responsible Entity fees and other expenses are recognised net of the amount of goods and services tax ('GST') recoverable from the Australian Taxation Office ('ATO') as a reduced input tax credit ('RITC').

Creditors and accruals are stated with the amount of GST included.

The net amount of GST recoverable from the ATO is included in receivables in the Balance sheet.

Cash flows are included in the Cash flow statement on a gross basis.

**(m) Derecognition of financial instruments**

The derecognition of financial instruments takes place when the Scheme no longer controls the contractual rights that comprise the financial instrument, which is normally the case when the instrument is sold, or all the cash flows attributable to the instrument are passed through to an independent third party.

**Note 1. Summary of significant accounting policies (continued)**

**(n) Capital management**

The Responsible Entity manages its net assets attributable to unitholders as capital, not withstanding net assets attributable to unitholders are classified as a liability. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Scheme is subject to daily applications and redemptions at the discretion of unitholders.

The Responsible Entity monitors the level of daily applications and redemptions relative to the liquid assets in the Scheme.

**(o) Application of accounting standards**

Australian Accounting Standards that have recently been issued or amended but are not yet effective have not been adopted for the reporting period 30 June 2009.

Application of these standards will not affect any of the amounts recognised in the financial statements, but will result in changes to disclosures.

**Note 2. Auditor's remuneration**

	For the period 27/3/2008 to 30/6/2009 \$
<b>Auditor of the Scheme:</b>	
Ernst & Young audit and review of financial reports	5,205
Other Ernst & Young services	<u>1,550</u>
	<u>6,755</u>

Audit fees for the Scheme have been paid by MLC Investments Limited.

**Note 3. Net assets attributable to unitholders**

**Movements in number of units on issue and net assets attributable to unitholders during the period:**

	\$'000	No. '000
<b>Net assets attributable to unitholders</b>		
<b>Balance at 27 March 2008</b>	-	-
Applications	38,455	45,938
Redemptions	(984)	(1,338)
Change in net assets attributable to unitholders	<u>(3,479)</u>	-
<b>Balance at 30 June 2009</b>	<u>33,992</u>	<u>44,600</u>

**Note 4. Distributions**

Distributions paid during the period in the Scheme were as follows:

	\$'000	c/unit
June 2008	7	0.07
December 2008	345	0.90
June 2009 - payable	<u>312</u>	<u>0.70</u>
	<u>664</u>	<u>1.67</u>

**Note 5. Investments**

	30 June 2009 \$'000
<b>Listed equities</b>	
Shares and units listed on a stock exchange	32,025
	32,025

**Note 6. Receivables**

	30 June 2009 \$'000
Trade receivables	3
Other receivables	197
Amounts owing from Responsible Entity	7
	207

**Note 7. Accounts payable and accrued expenses**

	30 June 2009 \$'000
Trade payables	284
Investment Advisor performance fee	42
Other payables	15
	341

**Note 8. Related parties**

**(a) Responsible Entity**

The Responsible Entity of the Scheme is MLC Investments Limited ABN 30 002 641 661, whose immediate and ultimate holding companies are MLC Holdings Limited ABN 32 003 113 068 and National Australia Bank Limited ABN 12 004 044 937 respectively.

The Responsible Entity is incorporated and domiciled in Australia.

**(b) Key management personnel**

**Directors**

The names of persons who were Directors of MLC Investments Limited at any time during the financial year were as follows:

Name	Appointment / Resignation Date
M H Codd	Appointed 1 February 1996
I K Crow	Appointed 29 November 2006
G Frazis	Appointed 24 November 2008 / Resigned 4 December 2008
A Hagger	Appointed 14 April 2009
J Moule	Appointed 30 July 2003
A W Rothery	Appointed 14 April 2009
M F Snowden	Appointed 25 August 2009
G J Symons	Appointed 14 April 2009
G A Tomlinson	Appointed 19 February 2001
S J Tucker	Appointed 30 July 2003
W A H Webster	Appointed 6 January 2000

In addition to the Directors noted above, the Responsible Entity is considered to be a Key Management Personnel of the Scheme.

Key management personnel are paid by a related party of the Responsible Entity. Payments made from the Scheme to the Responsible Entity do not include any amounts directly attributable to Directors as key management personnel remuneration.

**(c) Other related party transactions with the Scheme**

From time to time the Directors of MLC Investments Limited, or their Director related entities, may invest or withdraw from the Scheme. These investments or withdrawals are on the same terms and conditions as those entered into by other Scheme investors.

No Director has entered into a material contract with the Scheme and there were no material contracts involving Directors' interests existing at period end.

**Note 8. Related parties (continued)**

**(d) Responsible Entity's remuneration**

The Responsible Entity fees have been calculated in accordance with the Scheme's Constitution. Total fees paid and payable are as follows:

	For the period 27/3/2008 to 30/6/2009 \$
MLC Investments Limited	244,589

**(e) Interests of the Responsible Entity and its related parties**

The interest of MLC Investments Limited and its related parties in the Scheme at period end is set out below:

Unitholder	Number of units held	Interest held in the Scheme	Fair value of investment	Distributions paid/payable by the Scheme
	No.	%	\$	\$
<b>30 June 2009</b>				
MLC Investment Trust	766,048	1.72	586,076	8,923
MasterKey Custom	5,508,654	12.40	4,214,478	64,849
MLC Limited	3,559,489	8.01	2,723,240	27,443
NabCapital Investment Trust	9,975,062	22.45	7,631,571	166,584

**(f) Amounts (payable) to/receivable from the Responsible Entity**

The aggregate amounts of debts receivable from the Responsible Entity by the Scheme at balance date is shown in the table below:

	For the period 27/3/2008 to 30/6/2009 \$
MLC Investments Limited	7,314

**(g) Expense reimbursement**

The Responsible Entity is entitled, under the Scheme's Constitution, to be reimbursed for certain expenses incurred in administering the Scheme.

**(h) Related party investments**

From time to time the Scheme may invest in money market securities issued or guaranteed by National Australia Bank Limited. These investments are in the normal course of business and on normal commercial terms and conditions in accordance with the provisions of the Scheme's Constitution. Details of these investments held by the Scheme are set out below:

	Number of shares held	Interest held in the company	Fair value of investment	Distributions received/receivable by the Scheme
	No.	%	\$	\$
National Australia Bank Limited	31,569	0.00	708,408	52,624

**Note 9. Notes to the Cash flow statements**

For the period  
27/3/2008 to  
30/6/2009  
\$'000

**(a) Reconciliation of operating profit to net cash flows from operating activities**

Net operating profit/(loss)	(2,815)
Changes in the fair value of investments	3,632
(Increase)/decrease in other receivables	(204)
Increase/(decrease) in other payables	<u>57</u>
<b>Net cash provided by/(used in) operating activities</b>	<b><u>670</u></b>

**(b) Components of cash**

For the purposes of the Cash flow statement, cash includes cash on hand and at bank, and short term deposits at call. Cash at the end of the financial period as shown in the Cash flow statement is reconciled to the related items in the Balance sheet as follows:

Cash at bank	631
Cash on deposit - domestic	<u>1,782</u>
	<b><u>2,413</u></b>

**(c) Non-cash financing and investing activities**

Distributions to unitholders reinvested	<u>3</u>
	<b><u>3</u></b>

**Note 10. Segment information**

**(a) Business segment**

The Scheme has only one business segment, specifically equity management.

**(b) Geographical segment**

The Scheme operates from one geographic location being Australia, from where their investing activities are managed.

**Note 11. Financial risk management**

**(a) Financial risk management objectives, policies and processes**

The Schemes' activities expose them to a variety of financial risks: market risk (equity price risk), liquidity and cash flow risk. The Schemes' overall risk management programme is aligned to the investment strategy of the Scheme as detailed in its Constitution and Product Disclosure Statement. It focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Schemes' financial performance. Risk management monitoring is performed internally and reported on a quarterly basis to the WMA Risk & Compliance Committee.

**(i) Equity and Other Price Risk**

Equity and other price risk is the risk that the fair value of equities and unit prices decrease as a result of changes in market prices, whether those changes are caused by factors specific to the individual stock or factors affecting all instruments in the market.

Changes in price as disclosed in this note are based on an analysis of the yearly change in relevant market indices over the last 10 years. These represent what is considered to be a reasonably possible change rather than extreme fluctuations that may occur from time to time. As such, actual future market movement may differ.

Category	2009			
	Change in price		Effect on net profit attributable to unitholders \$'000	
	+	-	+	-
Australian equities	28%	-14%	8,967	(4,484)
Total			8,967	(4,484)

**(ii) Liquidity and cash flow risk**

The Scheme is exposed to daily cash redemptions of redeemable units. It therefore invests the majority of its assets in investments that are traded in an active market and can be readily disposed of.

In accordance with the Scheme's policy, the Scheme's liquidity position is monitored on a daily basis, and the Responsible Entity reviews this on a quarterly basis.

The table below analyses the Scheme's financial liabilities, other than net assets attributable to unitholders, into relevant maturity groupings based on the remaining period at the Balance sheet date to the contractual maturity date.

At 30 June 2009	Less than 1 month \$'000	1 to 3 months \$'000	3 to 12 months \$'000	12 to 60 months \$'000	No stated maturity \$'000
Trade Payables	284	-	-	-	-
Investment Advisor performance fee	42	-	-	-	-
Other Liabilities	15	-	-	-	-
<b>Total financial liabilities</b>	<b>341</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Note 12. Events occurring after the Balance sheet date**

No significant events have occurred since balance date which would impact on the financial position of the Scheme disclosed in the Balance sheet as at 30 June 2009 or on the results and cash flows of the Scheme for the period ended on that date.

**Note 13. Commitments and contingent liabilities**

The Scheme had no known commitments or contingent liabilities as at 30 June 2009.

**Northward Capital Australian Equity Trust**  
**Directors' declaration**  
**For the period ended 30 June 2009**


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In the opinion of the Directors of MLC Investments Limited, the Responsible Entity of the Scheme:

- 1 the financial statements and notes set out on pages 5 to 15, are in accordance with the *Corporations Act 2001*, including:
  - (a) giving a true and fair view of the financial position of the Scheme as at 30 June 2009 and of its performance, as represented by the results of its operations and cash flows, for the period ended on that date; and
  - (b) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
- 2 In the Directors' opinion:
  - (a) the financial statements and notes are in accordance with the *Corporations Act 2001*, and
  - (b) there are reasonable grounds to believe that the Scheme will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.

Signed in accordance with a resolution of the Directors of MLC Investments Limited:



Director  
S J Tucker

Dated at Sydney this 15th day of September 2009

## Independent auditor's report to the unitholders of the Northward Capital Australian Equity Trust

We have audited the accompanying financial report of the Northward Capital Australian Equity Trust (the 'Scheme'), which comprises the balance sheet as at 30 June 2009, and the income statement, statement of changes in net assets attributable to unitholders and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

### Directors' Responsibility for the Financial Report

The directors of the Responsible Entity are responsible for the preparation and fair presentation of the financial report in accordance with the Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1 (b), the directors also state that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards as issued by the International Accounting Standards Board.

### Auditor's Responsibility

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

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

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

### Independence

In conducting our audit we have met the independence requirements of the *Corporations Act 2001*. We have given to the directors of the Responsible Entity a written Auditor's Independence Declaration, a copy of which is included in the directors' report. In addition to our audit of the financial report, we were engaged to undertake the services disclosed in the notes to the financial statements. The provision of these services has not impaired our independence.

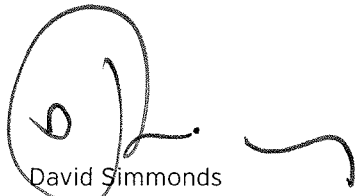
## Auditor's Opinion

In our opinion:

1. the financial report of the Scheme is in accordance with the *Corporations Act 2001*, including:
  - (i) giving a true and fair view of the financial position of the Scheme at 30 June 2009 and of its performance for the year ended on that date; and
  - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*.
2. the financial report also complies with International Financial Reporting Standards as issued by the International Accounting Standards Board.



Ernst & Young



David Simmonds  
Partner  
Sydney

15 September 2009