

PostSuper Pty Ltd

ACN 064 225 841

Annual Financial Report

30 June 2012

PostSuper Pty Ltd

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PostSuper Pty Ltd

Directors' Report

The Directors present their report together with the financial report of PostSuper Pty Ltd ("the Company") for the year ended 30 June 2012 and the auditor's report thereon.

Directors

The Directors of the Company at any time during or since the end of the financial year are:

Independent Director

Leonard John Early

Directors appointed by Unions

James Craig Metcher

Louise Persse

Dan Dwyer (appointed 19 October 2011)

Cameron George Thiele (ceased 18 October 2011)

Directors appointed by Post

James John Marshall

Alison Harrop (appointed 31 May 2012)

Michael Tenace (appointed 31 May 2012)

Paul Joseph Urquhart (ceased 30 May 2012)

Judith Anne Welsh (ceased 30 May 2012))

Principal activities

The principal activity of the Company during the course of the financial year was acting as the Trustee of the Australia Post Superannuation Scheme (the "Scheme").

The Company's RSE Licence number is L0002714.

There were no significant changes in the nature of the activities of the Company during the year.

Results of operations

The Company did not earn a profit or incur a loss during the year because fees received for acting in its capacity as trustee were equal to the expenses incurred.

Dividends

No dividends have been paid or declared since the commencement of the year and the Directors do not recommend the declaration of a dividend.

State of affairs

In the opinion of the Directors there were no significant changes in the state of affairs of the Company that occurred during the financial year under review not otherwise disclosed in this report or the financial report.

Indemnification and insurance of officers

The Company, as trustee, is covered by Trustee Liability Insurance for losses arising from any claims for wrongful acts by Directors, Officers and Employees of the trustee and participating employers against the Scheme incurred in carrying out their duties on behalf of members of the Scheme. The insurance does not extend to cover, among other things, fines or penalties imposed by law or from claims resulting from intentionally or recklessly failing to exercise due care and diligence and/or dishonest conduct.

The insurance was taken out as a prudent measure because legislative requirements have placed increased responsibilities on the company, as trustee, in operating the Scheme.

PostSuper Pty Ltd

Directors' report

Events subsequent to balance date

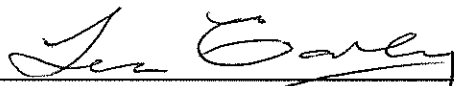
There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of Directors, to affect significantly the operations of the Company, the results of those operations or the state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

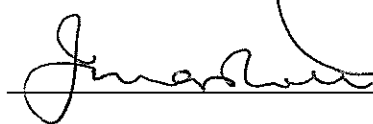
Directors' benefits

Since the incorporation of the Company on 9 June 1994, no Director of the Company has received or become entitled to receive any benefit (other than a benefit included in the aggregate amount of remuneration received or due and receivable by Directors shown in the financial report) by reason of a contract made by the Company or a related body corporate with a Director or with a firm of which a Director is a member, or with an entity in which a Director has a substantial interest.

Dated at Melbourne this¹⁷..... day of September..... 2012.

Signed in accordance with a resolution of the Directors:





PostSuper Pty Ltd
Statement of comprehensive income

For the year ended 30 June 2012

<i>AUD</i>	<i>Note</i>	2012	2011
Revenue			
Trustee fees		515,310	489,847
Total revenue		<u>515,310</u>	<u>489,847</u>
Expenses			
Directors fees		320,310	310,785
Trustee liability insurance		195,000	179,062
Total expenses		<u>515,310</u>	<u>489,847</u>
Profit before tax		-	-
Income tax expense		-	-
Total comprehensive income after tax		<u>-</u>	<u>-</u>

The Statement of comprehensive income is to be read in conjunction with the notes to the financial statements set out on pages 8 to 10.

PostSuper Pty Ltd
Statement of changes in equity

For the year ended 30 June 2012

	Contributed equity	Contributed equity	Retained earnings	Retained earnings	Total equity	Total equity
	30 June 2012	30 June 2011	30 June 2012	30 June 2011	30 June 2012	30 June 2011
<i>AUD</i>						
Opening balance	2	2	-	-	2	2
Total comprehensive income for the period	-	-	-	-	-	-
Net income recognised directly in equity	-	-	-	-	-	-
Transactions with equity holders	-	-	-	-	-	-
Closing balance	2	2	-	-	2	2

The Statement of changes in equity is to be read in conjunction with the notes to the financial statements set out on pages 8 to 10.

PostSuper Pty Ltd
Statement of financial position

For the year ended 30 June 2012

<i>AUD</i>	<i>Note</i>	2012	2011
Current assets			
Cash		2	2
Receivables		33,577	29,719
Total assets		<u>33,579</u>	<u>29,721</u>
Liabilities			
Sundry creditors		14,565	14,129
Accrued expenses		19,012	15,590
Total liabilities		<u>33,577</u>	<u>29,719</u>
Net assets		<u>2</u>	<u>2</u>
Equity			
Contributed equity	5	2	2
Total equity		<u>2</u>	<u>2</u>

The Statement of financial position is to be read in conjunction with the notes to the financial statements set out on pages 8 to 10.

PostSuper Pty Ltd

Notes to the financial statements

1. Reporting entity

PostSuper Pty Ltd (the "Company") is a company domiciled in Australia. The address of the Company's registered office is Level 18, 111 Bourke Street, Melbourne, Victoria. The Company acts solely as Trustee for the Australia Post Superannuation Scheme ("the Scheme").

2. Basis of preparation

(a) Statement of compliance

In the opinion of the Directors, the Company is not a reporting entity. The financial report of the Company has been drawn up as a special purpose financial report and for the purpose of fulfilling the requirements of the Corporations Act 2001.

The special purpose financial report has been prepared in accordance with the requirements of the recognition and measurement aspects of all applicable Australian Accounting Standards ("AASB") adopted by the Australian Accounting Standards Board ("AASB") and Australian Interpretations.

The financial report does not include the disclosure requirements of the following pronouncements:

- AASB 7 *Financial Instruments: Disclosures*;
- AASB 107 *Cash Flow Statements*;
- AASB 114 *Segment Reporting*;
- AASB 124 *Related Party Disclosures*; and
- AASB 132 *Financial Instruments: Presentation*.

The financial report was approved by the Board of Directors on _____

(b) Functional and presentation currency

This financial report is presented in Australian dollars.

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in this financial report.

(a) Financial instruments

(i) Non-derivative financial instruments

Non-derivative financial instruments comprise trade and other receivables, cash and trade and other payables.

A financial instrument is recognised if the Company becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the Company's contractual rights to the cash flows from the financial asset expire. Financial liabilities are derecognised if the Company's obligations specified in the contract expire or are discharged or cancelled.

PostSuper Pty Ltd

Notes to the financial statements

3. Significant accounting policies (continued)

(b) Revenue

The Company received fee revenue for trustee services provided to the Scheme. Revenue is measured at the fair value of fees received or receivable and is recognised in the Statement of comprehensive income when the control and the benefits from the revenue have transferred to the Company.

(c) Expenses

The Company incurred expenses directly attributable to its capacity as acting as Trustee for the Scheme. Amounts are expensed as incurred.

(d) Goods and services tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the Australian Taxation Office (ATO) is included as a current asset or liability in the Statement of financial position.

(e) New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2011, and have not been applied in preparing these financial statements. None of these is expected to have a significant effect on the financial statements of the Company, except for AASB 9 Financial Instruments, which becomes mandatory for the Company's 2016 financial statements and could change the classification and measurement of financial assets. The Company does not plan to adopt this standard early and the extent of the impact has not been determined.

PostSuper Pty Ltd
Notes to the financial statements

3. Significant accounting policies (continued)

(f) Net profit

The expenses incurred by the Company are recovered from the Scheme by way of trustee fees. Accordingly, there was no profit or loss recorded for the financial year.

4. Right of indemnity

The Company acts solely as Trustee for the Australia Post Superannuation Scheme and it is liable for the liabilities of the Scheme. The Company is entitled to be indemnified from the assets of the Scheme to satisfy these liabilities. The directors have assessed the recoverable amounts of the underlying assets of the Scheme and concluded that the Scheme has an excess of assets over liabilities and accordingly, the Company has not recorded a net liability relating to the Scheme in its Statement of financial position. Details of assets and liabilities of the Scheme as at 30 June 2012 are as follows:

<i>In thousands of AUD</i>	2012	2011
Investments	6,103,272	6,026,739
Other assets		
Sundry debtors	183,517	234,564
Cash	66,078	53,223
Deferred tax assets	82,615	85,307
Total assets	<u>6,435,482</u>	<u>6,399,833</u>
Less:		
Liabilities		
Sundry creditors	22,637	26,939
Benefits payable	40,612	87,575
Derivative financial liabilities	102,597	67,168
Current tax liabilities	38,543	119,196
Total liabilities	<u>204,389</u>	<u>300,878</u>
Net Scheme assets available to pay member benefits	<u>6,231,093</u>	<u>6,098,955</u>
5. Contributed equity		
Issued and paid up capital	2012	2011
2 (2011: 2) Ordinary shares, fully paid	<u>2</u>	<u>2</u>

PostSuper Pty Ltd

Notes to the financial statements

6. Remuneration of Directors

The Directors of the Company at any time during the financial year, and up to the date of this report are:

Independent Director

Leonard John Early

Directors appointed by Unions

James Craig Metcher

Louise Persse

Dan Dwyer (appointed 19 October 2011)

Cameron George Thiele (ceased 18 October 2011)

Directors appointed by Post

James John Marshall

Alison Harrop (appointed 31 May 2012)

Michael Tenace (appointed 31 May 2012)

Paul Joseph Urquhart (resigned 30 May 2012)

Judith Anne Welsh (ceased 30 May 2012)

The Trustee has compensated the Directors of PostSuper Pty Ltd as follows:

Compensation bands

	2012	2011
\$0	4	4
\$1-\$10,000	0	1*
\$10,001-\$20,000	1*	0
\$20,001-\$30,000	0	2
\$30,001 - \$40,000	2*	1*
\$40,001 - \$50,000	1*	1*
\$60,001 - \$70,000	1	1
\$120,001 - \$130,000	1	1

*Includes directors fees paid directly to the union organisations that they represent.

PostSuper Pty Ltd

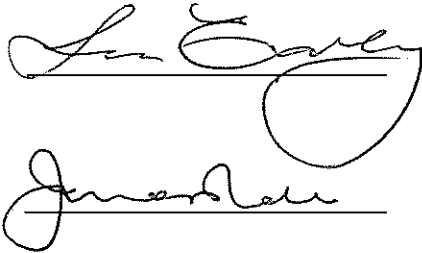
Directors' declaration

In the opinion of the directors of PostSuper Pty Ltd:

- (a) the Company is not a reporting entity;
- (b) the financial statements and notes thereto, set out on pages 5 to 10 are drawn up in accordance with the basis of accounting described in the Notes to the financial statements so as to present fairly the financial position of the Company as at 30 June 2012 and its performance as represented by the results of its operations, for the financial year ended on that date; and
- (c) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Dated at Melbourne this 17 day of September 2012.

Signed in accordance with a resolution of the directors.



Two handwritten signatures are present, each written over a horizontal line. The top signature is written in cursive and appears to be 'Ian Early'. The bottom signature is also in cursive and appears to be 'James Blair'.

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

We have audited the accompanying financial report, being a special purpose financial report of PostSuper Pty Ltd (the company) which comprises of statement of financial position as at 30 June 2012, and the statement of comprehensive income and the statement of changes in equity for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' responsibility for the financial report

The directors of the company are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 3 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members.

The directors' responsibility also includes such internal controls as the directors determine are necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's 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, the auditor considers internal controls relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal 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 complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written Auditor's Independence Declaration. We confirm that the Auditor's Independence Declaration would be in the same terms if given to the directors as at the time of this auditor's report.

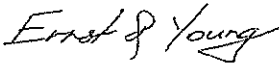
Opinion

In our opinion the financial report of PostSuper Pty Ltd is in accordance with the *Corporations Act 2001*, including:

- a. giving a true and fair view of the company's financial position as at 30 June 2012 and of its performance for the year ended on that date; and
- b. complying with Australian Accounting Standards to the extent described in Note 3, and the *Corporations Regulations 2001*.

Basis of accounting

Without modifying our opinion, we draw attention to Note 3 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the director's financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.

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Ernst & Young

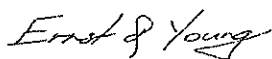
A handwritten signature of Martin Walsh, underlined.

Martin Walsh
Partner
Melbourne

17 September 2012

Auditor's Independence Declaration to the Directors of PostSuper Pty Ltd

In relation to our audit of the financial report of PostSuper Pty Ltd for the financial year ended 30 June 2012, 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.

A stylized signature of the Ernst & Young logo in a cursive script.

Ernst & Young

A handwritten signature in black ink, appearing to read 'Martin Walsh'.

Martin Walsh
Partner

17 September 2012