

**2019**

# **ANNUAL FINANCIAL REPORT**

## **FirstChoice Investments**

Part B

### **Investments**

Colonial First State Investments Limited  
ABN 98 002 348 352  
AFS Licence 232468

**Colonial**  
**First State**



### **Your Annual Financial Report**

I am pleased to present the reports for the financial year ended 30 June 2019 for Colonial First State FirstChoice Investments.

This statement is the final component of the reporting information for the 2018–2019 financial year.

Part A contains the first half of this booklet.

If you have any questions about the Annual Financial Report, please call Investor Services on 13 13 36 Monday to Friday, 8am to 7pm, Sydney time.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Michael Venter', with a stylized flourish at the end.

Michael Venter  
Acting Chief Operating Officer  
Colonial First State

# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

## **ANNUAL REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Responsible Entity of the Funds**

**COLONIAL FIRST STATE INVESTMENTS LIMITED**

**ABN: 98 002 348 352**

**Registered Address:**

Ground Floor Tower 1, 201 Sussex Street  
SYDNEY NSW 2000

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

Represented by:

**ARSN**

Colonial First State Investment Fund 14	604 605 049
Colonial First State - FirstChoice Investments - Australian Share Fund Number 3	100 131 717
Colonial First State - FirstChoice Investments - Australian Share Fund Number 10	100 132 625
Colonial First State - FirstChoice Investments - Australian Share Fund Number 1	100 133 015
Colonial First State - FirstChoice Investments - Australian Share Fund 24	117 953 894
Colonial First State - FirstChoice Investments - Australian Share Fund 14	108 230 833
Colonial First State - FirstChoice Investments - Australian Share Fund 16	108 230 771
Colonial First State - FirstChoice Investments - Australian Share Fund 13	103 333 115
Colonial First State - FirstChoice Investments - Australian Share Fund Number 8	100 132 269
Colonial First State - FirstChoice Investments - Australian Share Fund 12	102 587 057
Colonial First State - FirstChoice Investments - Australian Share Fund 17	108 230 735
Colonial First State - FirstChoice Investments - Australian Share Fund 11	157 875 762
Colonial First State - FirstChoice Investments - Australian Shares 34	610 729 774
Colonial First State - FirstChoice Investments - Australian Share Fund Number 4	100 131 440
Colonial First State - FirstChoice Investments - Australian Share Fund 26	132 950 979
Colonial First State - FirstChoice Investments - Australian Share Fund Number 9	100 132 447
Colonial First State - FirstChoice Investments - Australian Share Fund 15	108 230 780
Colonial First State - FirstChoice Investments - Australian Share Fund Number 7	100 132 152
Colonial First State - FirstChoice Investments - Small Companies Fund 8	113 918 219
Colonial First State - FirstChoice Investments - Small Companies Fund 7	113 918 111
Colonial First State - FirstChoice Investments - Small Companies Fund 5	108 230 824
Colonial First State - FirstChoice Investments - Small Companies Fund 4	108 230 842
Colonial First State - FirstChoice Investments - Small Companies Fund 12	604 596 910
Colonial First State - FirstChoice Investments - Small Companies Fund 10	132 950 497
Colonial First State - FirstChoice Investments - Global Share Fund 19	113 918 380
Colonial First State - FirstChoice Investments - Global Share Fund 11	108 230 413
Colonial First State - FirstChoice Investments - Global Share 55	624 507 339
Colonial First State - FirstChoice Investments - Global Share Fund Number 4	100 129 708
Colonial First State - FirstChoice Investments - Global Share Fund 20	129 252 811
Colonial First State - FirstChoice Investments - Specialist Fund 26	149 309 615
Colonial First State - FirstChoice Investments - Specialist 41	610 729 425
Colonial First State - FirstChoice Investments - Global Share Fund Number 6	100 129 851
Colonial First State - FirstChoice Investments - Global Share Fund Number 5	100 130 292
Colonial First State - FirstChoice Investments - Specialist Fund 4	102 587 191
Colonial First State - FirstChoice Investments - Specialist Fund 11	117 953 769
Colonial First State - FirstChoice Investments - Global Share Fund 22	132 952 571
Colonial First State - FirstChoice Investments - Global Share Fund 23	132 950 700
Colonial First State - FirstChoice Investments - Global Share Fund Number 1	100 130 318
Colonial First State - FirstChoice Investments - Global Share Fund Number 7	100 129 940
Colonial First State - FirstChoice Investments - Emerging Markets Fund 9	624 507 142
Colonial First State - FirstChoice Investments - Asian Share Fund 4	140 776 389
Colonial First State - FirstChoice Investments - Specialist Fund 9	117 952 762
Colonial First State - FirstChoice Investments - Specialist Fund 10	123 798 694
Colonial First State - FirstChoice Investments - Specialist 42	610 729 505
Colonial First State - FirstChoice Investments - Global Share Fund Number 3	100 131 119
Colonial First State - FirstChoice Investments - Property Securities Fund 8	110 772 766
Colonial First State - FirstChoice Investments - Property Securities Fund Number 2	100 134 012
Colonial First State - FirstChoice Investments - Property Securities Fund No 3	100 134 487

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

Represented by:

**ARSN**

Colonial First State - FirstChoice Investments - Property Securities Fund Number 1	100 133 908
Colonial First State - FirstChoice Investments - Australian Infrastructure Fund 1	113 917 874
Colonial First State - FirstChoice Investments - Global Listed Property Fund 5	149 310 547
Colonial First State - FirstChoice Investments - Property Securities Fund 9	110 772 926
Colonial First State - FirstChoice Investments - Global Infrastructure Fund 3	129 259 454
Colonial First State - FirstChoice Investments - Global Listed Infrastructure 7	610 729 836
Colonial First State - FirstChoice Investments - Specialist Fund 6	108 688 900
Colonial First State - FirstChoice Investments - Specialist Fund 13	123 800 528
Colonial First State - FirstChoice Investments - Specialist Fund 14	123 800 617
Colonial First State - FirstChoice Investments - Specialist Fund Number 1	100 130 167
Colonial First State - FirstChoice Investments - Global Share Fund 25	149 310 378
Colonial First State - FirstChoice Investments - Emerging Markets Fund 5	140 776 585
Colonial First State - FirstChoice Investments - Specialist Fund 15	113 918 719
Colonial First State – FirstChoice Investments – Alternatives 1	168 562 070
Colonial First State - FirstChoice Investments - Specialist Fund 19	113 917 758
Colonial First State - FirstChoice Investments - Property Securities Fund 11	123 986 694

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

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# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

The Directors of Colonial First State Investments Limited, the Responsible Entity of the Funds as listed below, present their report together with the Financial Report of the Funds for the reporting period as stated below.

### Reporting Period

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

### Date of Constitutions and Date of Registration of the Funds

The Funds in this Financial Report and their dates of Constitution and Registration with the Australian Securities & Investments Commission (ASIC) are as follows:

Name of Fund	Also referred to in this report as	Date of Constitution	Date of Registration
Colonial First State Investment Fund 14	Bennelong ex-20 Australian Equities	26/02/2015	12/03/2015
Colonial First State - FirstChoice Investments - Australian Share Fund Number 3	BlackRock Advantage Australian Equity (formerly BlackRock Scientific Australian Equity)	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Australian Share Fund Number 10	Pendal Australian Share (formerly BT Core Australian Share)	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Australian Share Fund Number 1	Colonial First State Imputation	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Australian Share Fund 24	Fidelity Australian Equities	17/01/2006	24/01/2006
Colonial First State - FirstChoice Investments - Australian Share Fund 14	Investors Mutual Australian Share	25/02/2004	11/03/2004
Colonial First State - FirstChoice Investments - Australian Share Fund 16	Ironbark Karara Australian Share	25/02/2004	11/03/2004
Colonial First State - FirstChoice Investments - Australian Share Fund 13	Lazard Select Australian Equity	17/12/2002	16/01/2003
Colonial First State - FirstChoice Investments - Australian Share Fund Number 8	Maple-Brown Abbott Australian Share	3/04/2002	16/04/2002

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Date of Constitutions and Date of Registration of the Funds (continued)

Name of Fund	Also referred to in this report as	Date of Constitution	Date of Registration
Colonial First State - FirstChoice Investments - Australian Share Fund 12	Nikko AM Australian Share Concentrated	2/10/2002	4/11/2002
Colonial First State - FirstChoice Investments - Australian Share Fund 17	Perennial Value Australian Share	25/02/2004	11/03/2004
Colonial First State - FirstChoice Investments - Australian Share Fund 11	Perpetual Australian Share	16/04/2012	2/05/2012
Colonial First State - FirstChoice Investments - Australian Shares 34	Perpetual Ethical SRI Share	8/02/2016	26/02/2016
Colonial First State - FirstChoice Investments - Australian Share Fund Number 4	Perpetual Industrial Share	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Australian Share Fund 26	Realindex Australian Share	25/08/2008	8/09/2008
Colonial First State - FirstChoice Investments - Australian Share Fund Number 9	Schroder Australian Equity	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Australian Share Fund 15	Solaris Core Australian Equity	25/02/2004	11/03/2004
Colonial First State - FirstChoice Investments - Australian Share Fund Number 7	T. Rowe Price Australian Equity	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Small Companies Fund 8	Ausbil Australian Emerging Leaders	19/04/2005	4/05/2005
Colonial First State - FirstChoice Investments - Small Companies Fund 7	Celeste Australian Small Companies	19/04/2005	4/05/2005
Colonial First State - FirstChoice Investments - Small Companies Fund 5	Colonial First State Developing Companies	25/02/2004	11/03/2004



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Date of Constitutions and Date of Registration of the Funds (continued)

Name of Fund	Also referred to in this report as	Date of Constitution	Date of Registration
Colonial First State - FirstChoice Investments - Small Companies Fund 4	Colonial First State Future Leaders	25/02/2004	11/03/2004
Colonial First State - FirstChoice Investments - Small Companies Fund 12	OC Premium Small Companies	26/02/2015	12/03/2015
Colonial First State - FirstChoice Investments - Small Companies Fund 10	Realindex Australian Small Companies	25/08/2008	8/09/2008
Colonial First State - FirstChoice Investments - Global Share Fund 19	Acadian Sustainable Global Equity Fund	19/04/2005	4/05/2005
Colonial First State - FirstChoice Investments - Global Share Fund 11	Altrinsic Global Equity	25/02/2004	11/03/2004
Colonial First State - FirstChoice Investments - Global Share 55	Antipodes Global	6/02/2018	5/03/2018
Colonial First State - FirstChoice Investments - Global Share Fund Number 4	Pendal Core Global Share (formerly BT Core Global Share)	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Global Share Fund 20	Grant Samuel Epoch Global Equity Shareholder Yield	20/12/2007	25/01/2008
Colonial First State - FirstChoice Investments - Specialist Fund 26	Magellan Global Share	10/02/2011	24/02/2011
Colonial First State - FirstChoice Investments - Specialist 41	Magellan Global Share - Hedged	8/02/2016	26/02/2016
Colonial First State - FirstChoice Investments - Global Share Fund Number 6	MFS Global Equity	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Global Share Fund Number 5	Perpetual Global Share	3/04/2002	16/04/2002

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Date of Constitutions and Date of Registration of the Funds (continued)

Name of Fund	Also referred to in this report as	Date of Constitution	Date of Registration
Colonial First State - FirstChoice Investments - Specialist Fund 4	Platinum International	2/10/2002	4/11/2002
Colonial First State - FirstChoice Investments - Specialist Fund 11	PM Capital Global Companies	17/01/2006	24/01/2006
Colonial First State - FirstChoice Investments - Global Share Fund 22	Realindex Global Share	25/08/2008	8/09/2008
Colonial First State - FirstChoice Investments - Global Share Fund 23	Realindex Global Share - Hedged	25/05/2008	8/09/2008
Colonial First State - FirstChoice Investments - Global Share Fund Number 1	Stewart Investors Worldwide Leaders	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Global Share Fund Number 7	T. Rowe Price Global Equity	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Emerging Markets Fund 9	Pendal Global Emerging Market Opportunities (formerly BT Global Emerging Market Opportunities)	6/02/2018	5/03/2018
Colonial First State - FirstChoice Investments - Asian Share Fund 4	Platinum Asia	16/10/2009	3/12/2009
Colonial First State - FirstChoice Investments - Specialist Fund 9	Acadian Australian Equity Long Short	17/01/2006	24/01/2006
Colonial First State - FirstChoice Investments - Specialist Fund 10	Acadian Global Equity Long Short	2/02/2007	16/02/2007
Colonial First State - FirstChoice Investments - Specialist 42	Bennelong Kardinia Absolute Return	8/02/2016	26/02/2016
Colonial First State - FirstChoice Investments - Global Share Fund Number 3	Janus Henderson Global Natural Resources	3/04/2002	16/04/2002

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Date of Constitutions and Date of Registration of the Funds (continued)

Name of Fund	Also referred to in this report as	Date of Constitution	Date of Registration
Colonial First State - FirstChoice Investments - Property Securities Fund 8	APN AREIT	30/08/2004	9/09/2004
Colonial First State - FirstChoice Investments - Property Securities Fund Number 2	Pendal Property Investment (formerly BT Property Investment)	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Property Securities Fund No 3	Colonial First State Property Securities	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Property Securities Fund Number 1	Ironbark Property Securities	3/04/2002	16/04/2002
Colonial First State - FirstChoice Investments - Australian Infrastructure Fund 1	Legg Mason Martin Currie Real Income	19/04/2005	4/05/2005
Colonial First State - FirstChoice Investments - Global Listed Property Fund 5	AMP Capital Global Property Securities	10/02/2011	24/02/2011
Colonial First State - FirstChoice Investments - Property Securities Fund 9	Colonial First State Global Property Securities	30/08/2004	9/09/2004
Colonial First State - FirstChoice Investments - Global Infrastructure Fund 3	Colonial First State Global Listed Infrastructure Securities	20/12/2007	25/01/2008
Colonial First State - FirstChoice Investments - Global Listed Infrastructure 7	Magellan Infrastructure	8/02/2016	26/02/2016
Colonial First State - FirstChoice Investments - Specialist Fund 6	Acadian Geared Australian Equity	7/04/2004	22/04/2004
Colonial First State - FirstChoice Investments - Specialist Fund 13	Acadian Geared Global Equity	2/02/2007	16/02/2007
Colonial First State - FirstChoice Investments - Specialist Fund 14	Colonial First State Geared Global Property Securities	2/02/2007	16/02/2007
Colonial First State - FirstChoice Investments - Specialist Fund Number 1	Colonial First State Geared Share	3/04/2002	16/04/2002

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Date of Constitutions and Date of Registration of the Funds (continued)

Name of Fund	Also referred to in this report as	Date of Constitution	Date of Registration
Colonial First State - FirstChoice Investments - Global Share Fund 25	Baillie Gifford Long Term Global Growth (formerly Zurich Investments Global Thematic Share)	10/02/2011	24/02/2011
Colonial First State - FirstChoice Investments - Emerging Markets Fund 5	Stewart Investors Global Emerging Markets Leaders	16/10/2009	3/12/2009
Colonial First State - FirstChoice Investments - Specialist Fund 15	Generation Global Share	19/04/2005	4/05/2005
Colonial First State – FirstChoice Investments – Alternatives 1	FirstChoice Alternatives *	28/02/2014	28/03/2014
Colonial First State - FirstChoice Investments - Specialist Fund 19	Acadian Defensive Income *	19/04/2005	4/05/2005
Colonial First State - FirstChoice Investments - Property Securities Fund 11	SG Hiscock Property Securities *	14/02/2007	23/02/2007

\* The Fund was closed to further applications from new members on 3 June 2019

### Principal Activities

The principal activities of the Funds are to invest in accordance with the investment objectives and guidelines as set out in the current Product Disclosure Statements and their Constitutions.

Please refer to the current Product Disclosure Statements for more information.

### Rounding of amounts to the nearest thousand dollars

Amounts in the Directors' Report have been rounded to the nearest thousand dollars in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, unless otherwise indicated.

### Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations

#### Income

The results of the operations for the Funds for the current and previous reporting periods are tabled below:

Name of Fund	Operating profit/(loss) Attributable to unitholders	
	Period ended 30/06/2019 \$'000	Period ended 30/06/2018 \$'000
Bennelong ex-20 Australian Equities ^	(1,236,860)	2,522,566
BlackRock Advantage Australian Equity ^	600,093	831,637
Pendal Australian Share	1,104	2,228
Colonial First State Imputation	4,475	9,425
Fidelity Australian Equities	3,607	5,249
Investors Mutual Australian Share	2,955	1,782
Ironbark Karara Australian Share ^	236,392	720,371
Lazard Select Australian Equity	1,653	3,890
Maple-Brown Abbott Australian Share	1,595	1,993
Nikko AM Australian Share Concentrated	181	1,186
Perennial Value Australian Share	1,021	2,099
Perpetual Australian Share ^	206,137	463,311
Perpetual Ethical SRI Share ^	(39,107)	33,931
Perpetual Industrial Share	3,081	5,745
Realindex Australian Share	1,915	1,722
Schroder Australian Equity	2,332	3,950
Solaris Core Australian Equity	779	1,473
T. Rowe Price Australian Equity	374	2,598
Ausbil Australian Emerging Leaders ^	(651,849)	1,883,002
Celeste Australian Small Companies ^	(265,602)	816,872
Colonial First State Developing Companies ^	(976,043)	1,743,818
Colonial First State Future Leaders ^	(585,151)	2,687,122
OC Premium Small Companies ^	27,023	388,111
Realindex Australian Small Companies ^	25,467	693,491
Acadian Sustainable Global Equity Fund ^	487,342	911,687
Altrinsic Global Equity	974	719
Antipodes Global ^	51,433	(15,925)
Pendal Core Global Share ^	61,805	311,564
Grant Samuel Epoch Global Equity Shareholder Yield ^	356,154	138,190
Magellan Global Share	14,697	11,619
Magellan Global Share - Hedged ^	73,504	31,730
MFS Global Equity	3,581	1,933
Perpetual Global Share ^	738,213	1,053,549
Platinum International	(212)	17,219
PM Capital Global Companies ^	(12,926)	1,201,378
Realindex Global Share ^	520,631	887,071
Realindex Global Share - Hedged ^	51,100	289,713
Stewart Investors Worldwide Leaders ^	289,590	372,144
T. Rowe Price Global Equity	1,568	2,270
Pendal Global Emerging Market Opportunities ^	4,864	(279)

^ Amounts are rounded to nearest dollar.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Income (continued)

The results of the operations for the Funds for the current and previous reporting periods are tabled below:

Name of Fund	Operating profit/(loss) Attributable to unitholders	
	Period ended 30/06/2019 \$'000	Period ended 30/06/2018 \$'000
Platinum Asia	(255)	1,795
Acadian Australian Equity Long Short ^	429,528	620,342
Acadian Global Equity Long Short ^	107,290	500,524
Bennelong Kardinia Absolute Return ^	5,889	7,089
Janus Henderson Global Natural Resources	(714)	3,647
APN AREIT ^	304,632	339,834
Pendal Property Investment	2,732	1,397
Colonial First State Property Securities	2,091	1,156
Ironbark Property Securities ^	1,281,112	1,313,246
Legg Mason Martin Currie Real Income ^	436,819	76,235
AMP Capital Global Property Securities ^	165,397	106,239
Colonial First State Global Property Securities	739	1,082
Colonial First State Global Listed Infrastructure Securities ^	813,848	33,303
Magellan Infrastructure ^	996,765	257,336
Acadian Geared Australian Equity	2,038	4,826
Acadian Geared Global Equity	(183)	3,042
Colonial First State Geared Global Property Securities ^	216,893	403,017
Colonial First State Geared Share	15,606	26,533
Baillie Gifford Long Term Global Growth ^	181,997	189,023
Stewart Investors Global Emerging Markets Leaders ^	152,345	154,957
Generation Global Share	2,242	2,140
FirstChoice Alternatives ^	9,857	(1,384)
Acadian Defensive Income ^	11,404	17,302
SG Hiscock Property Securities ^	33,621	137,659

^ Amounts are rounded to nearest dollar.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders

The total amount distributed to unitholders for the current and previous reporting period are as follows:

Name of Fund	Period ended 30/06/2019 \$'000	Period ended 30/06/2018 \$'000
Bennelong ex-20 Australian Equities ^	903,119	791,639
BlackRock Advantage Australian Equity ^	196,588	178,031
Pendal Australian Share	836	2,211
Colonial First State Imputation	1,496	1,266
Fidelity Australian Equities	3,165	2,879
Investors Mutual Australian Share	6,387	3,537
Ironbark Karara Australian Share ^	189,910	112,498
Lazard Select Australian Equity	1,164	1,044
Maple-Brown Abbott Australian Share	1,793	614
Nikko AM Australian Share Concentrated	494	613
Perennial Value Australian Share	1,647	2,193
Perpetual Australian Share ^	217,975	353,487
Perpetual Ethical SRI Share ^	31,924	42,069
Perpetual Industrial Share	7,308	2,896
Realindex Australian Share	2,290	1,472
Schroder Australian Equity	3,514	3,316
Solaris Core Australian Equity	288	259
T. Rowe Price Australian Equity	493	3,161
Ausbil Australian Emerging Leaders ^	524,026	1,177,927
Celeste Australian Small Companies ^	142,413	83,471
Colonial First State Developing Companies ^	826,096	492,075
Colonial First State Future Leaders ^	144,339	221,882
OC Premium Small Companies ^	280,796	242,572
Realindex Australian Small Companies ^	346,021	481,477
Acadian Sustainable Global Equity Fund ^	-	-
Altrinsic Global Equity	23	26
Antipodes Global ^	37,085	-
Pendal Core Global Share ^	210,684	552,312
Grant Samuel Epoch Global Equity Shareholder Yield ^	143,245	601,010
Magellan Global Share	5,688	6,783
Magellan Global Share - Hedged ^	7,619	30,387
MFS Global Equity	5,959	2,202
Perpetual Global Share ^	1,135,814	797,142
Platinum International	14,588	19,498
PM Capital Global Companies ^	5,274	163,905
Realindex Global Share ^	640,283	678,823
Realindex Global Share - Hedged ^	44,610	702,357
Stewart Investors Worldwide Leaders ^	330,080	345,426
T. Rowe Price Global Equity	17	26
Pendal Global Emerging Market Opportunities ^	706	74
Platinum Asia	235	2,274
Acadian Australian Equity Long Short ^	143,104	125,960

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders (continued)

The total amount distributed to unitholders for the current and previous reporting period are as follows:

Name of Fund	Period ended 30/06/2019 \$'000	Period ended 30/06/2018 \$'000
Acadian Global Equity Long Short ^	2,210	10,267
Bennelong Kardinia Absolute Return ^	220	434
Janus Henderson Global Natural Resources	251	2,096
APN AREIT ^	117,310	131,046
Pendal Property Investment	2,043	1,353
Colonial First State Property Securities	210	400
Ironbark Property Securities ^	181,195	241,813
Legg Mason Martin Currie Real Income ^	62,455	46,300
AMP Capital Global Property Securities ^	21,715	17,305
Colonial First State Global Property Securities	104	242
Colonial First State Global Listed Infrastructure Securities ^	89,265	277,533
Magellan Infrastructure ^	267,456	162,784
Acadian Geared Australian Equity	1,992	1,697
Acadian Geared Global Equity	785	1,419
Colonial First State Geared Global Property Securities ^	56,162	100,831
Colonial First State Geared Share	6,702	4,994
Baillie Gifford Long Term Global Growth ^	302,265	263,700
Stewart Investors Global Emerging Markets Leaders ^	11,653	104,414
Generation Global Share	2,479	2,457
FirstChoice Alternatives ^	6,953	3,058
Acadian Defensive Income ^	13,589	23,445
SG Hiscock Property Securities ^	93,922	118,654

^ Amounts are rounded to nearest dollar.

Details of the income distributions for the reporting periods ended 30 June 2019 and 30 June 2018 are disclosed in the "Distributions to Unitholders" note to the financial statements.



**DIRECTORS' REPORT  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Review of Operations (continued)**

**Exit Prices**

The exit price is the price at which unitholders realise an entitlement in a fund and is calculated by deducting a predetermined cost of selling (commonly known as the "sell spread"), if applicable, from the net asset value per unit ("NAV unit price") of a fund. NAV unit price is calculated by taking the total fair value of all of the Funds' assets on a particular day, adjusting for any liabilities and then dividing the net fund value by the total number of units held by unitholders on that day.

The following unit prices represent the ex-distribution exit unit prices as at 30 June 2019, together with comparative unit prices as at 30 June 2018:

<b>Name of Fund</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>
Bennelong ex-20 Australian Equities	1.2632	1.5289
BlackRock Advantage Australian Equity	1.4464	1.3560
Pendal Australian Share	1.4348	1.4094
Colonial First State Imputation	1.1737	1.1090
Fidelity Australian Equities	1.1097	1.0992
Investors Mutual Australian Share	1.4536	1.5920
Ironbark Karara Australian Share	1.4422	1.4298
Lazard Select Australian Equity	1.2635	1.2501
Maple-Brown Abbott Australian Share	1.1396	1.1497
Nikko AM Australian Share Concentrated	1.3443	1.3677
Perennial Value Australian Share	1.3923	1.4216
Perpetual Australian Share	1.2154	1.2129
Perpetual Ethical SRI Share	1.0193	1.0796
Perpetual Industrial Share	1.4392	1.4967
Realindex Australian Share	1.4033	1.4331
Schroder Australian Equity	1.2289	1.2736
Solaris Core Australian Equity	1.8129	1.7233
T. Rowe Price Australian Equity	0.9576	0.9602
Ausbil Australian Emerging Leaders	0.7947	0.9010
Celeste Australian Small Companies	1.6004	1.7179
Colonial First State Developing Companies	0.9973	1.2519
Colonial First State Future Leaders	1.2183	1.3033
OC Premium Small Companies	1.1240	1.2453
Realindex Australian Small Companies	1.3747	1.4568
Acadian Sustainable Global Equity Fund	1.8558	1.7361
Altrinsic Global Equity	1.4875	1.3668
Antipodes Global	0.9858	0.9887
Pendal Core Global Share	1.1846	1.2596
Grant Samuel Epoch Global Equity Shareholder Yield	1.0727	1.0132
Magellan Global Share	1.9446	1.7490
Magellan Global Share - Hedged	1.3335	1.1976
MFS Global Equity	0.9354	1.0565
Perpetual Global Share	1.1064	1.1693
Platinum International	1.5279	1.7397
PM Capital Global Companies	1.4488	1.4446
Realindex Global Share	1.2032	1.2231
Realindex Global Share - Hedged	1.2980	1.2927
Stewart Investors Worldwide Leaders	1.2632	1.2806

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Exit Prices (continued)

Name of Fund	30/06/2019 \$	30/06/2018 \$
T. Rowe Price Global Equity	1.6475	1.4690
Pendal Global Emerging Market Opportunities	1.0274	0.9646
Platinum Asia	1.1195	1.1628
Acadian Australian Equity Long Short	1.3194	1.2299
Acadian Global Equity Long Short	1.6718	1.6127
Bennelong Kardinia Absolute Return	0.9606	1.0131
Janus Henderson Global Natural Resources	0.8433	0.8881
APN AREIT	0.8960	0.8484
Pendal Property Investment	0.8541	0.8105
Colonial First State Property Securities	0.7458	0.6408
Ironbark Property Securities	1.0058	0.8906
Legg Mason Martin Currie Real Income	0.7707	0.6774
AMP Capital Global Property Securities	1.2974	1.2047
Colonial First State Global Property Securities	1.6072	1.5429
Colonial First State Global Listed Infrastructure Securities	0.9378	0.8414
Magellan Infrastructure	1.2297	1.1050
Acadian Geared Australian Equity	0.6865	0.6795
Acadian Geared Global Equity	0.6913	0.7311
Colonial First State Geared Global Property Securities	0.2119	0.2024
Colonial First State Geared Share	1.5378	1.4167
Baillie Gifford Long Term Global Growth	0.7250	0.8314
Stewart Investors Global Emerging Markets Leaders	1.2066	1.1008
Generation Global Share	1.1879	1.2224
FirstChoice Alternatives	1.0184	1.0169
Acadian Defensive Income	0.9822	0.9819
SG Hiscock Property Securities	0.4880	0.5091

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Responsible Entity and Directors

The Responsible Entity of the Funds is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (ABN 48 123 123 124).

The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

### Scheme Information

The Funds are registered managed investment schemes domiciled in Australia and have their principal place of business at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

### Unit Pricing Adjustments Policy

There are a number of factors used to calculate unit prices. The key factors include asset valuations, liabilities, debtors, the number of units on issue and where relevant, transaction costs. When the factors used to calculate the unit price are incorrect an adjustment to the unit price may be required. The Responsible Entity uses a variance of 0.30% (0.05% for a cash investment option) in the unit price before correcting the unit price.

If a unit pricing error is greater than these tolerance levels the Responsible Entity will:

- compensate unitholders' accounts balance if they have transacted on the incorrect unit price or make other adjustments as the Responsible Entity may consider appropriate, or
- where unitholders' accounts are closed the Responsible Entity will send them a payment if the amount of the adjustment is more than \$20.

These tolerance levels are consistent with regulatory practice guidelines and industry standards. In some cases the Responsible Entity may compensate where the unit pricing error is less than the tolerance levels.

### Significant Changes in the State of Affairs

In the opinion of the Directors, there were no significant changes in the state of affairs of the Funds that occurred during the reporting period.

**DIRECTORS' REPORT  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Matters Subsequent to the End of the Reporting Period**

No matters or circumstances have arisen since the end of the current reporting period that have significantly affected, or may significantly affect:

- (i) the operations of the Funds in future financial periods, or
- (ii) the results of those operations in future financial periods, or
- (iii) the state of affairs of the Funds in future financial periods.

**Indemnification and Insurance Premiums for Officers and Auditor**

No insurance premiums are paid for out of the assets of the Funds in relation to insurance cover provided to Colonial First State Investments Limited or the auditor of the Funds. So long as the officers of Colonial First State Investments Limited act in accordance with the Constitutions and the Corporations Act 2001, the officers remain indemnified out of the assets of the Funds against losses incurred while acting on behalf of the Funds. The auditor of the Funds is in no way indemnified out of the assets of the Funds.

The Commonwealth Bank of Australia (CBA) has paid insurance premiums for the benefit of the Directors and Officers of the Responsible Entity, a wholly owned subsidiary of CBA. 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 insurance contracts.

**Likely Developments and Expected Results of Operations**

The Funds are expected to continue to operate within the terms of their Constitutions, and will continue to invest in accordance with their investment objectives and guidelines.

The results of the Funds' operations will be affected by a number of factors, including the performance of investment markets in which the Funds invest. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

At the time of preparing this report the Responsible Entity is not aware of any likely developments which would impact upon the future operations of the Funds.

**Fees Paid to and Received by the Responsible Entity or its Associates**

Fees paid or payable to the Responsible Entity and its associates out of the Funds' assets during the reporting period are disclosed in the Statements of Comprehensive Income.

No fees were paid to the Directors of the Responsible Entity during the reporting period out of the Funds' assets.

**Interests in the Funds**

The units issued and redeemed in the Funds during the period and the number of units on issue at the end of the financial period are set out in "Changes in Net Assets Attributable to Unitholders" note to the financial statements. The value of the Funds' assets at the end of the financial period are set out in the Balance Sheets.

Any interests in the Funds held by the Responsible Entity or its associates at the end of the reporting period are disclosed in the "Related Parties Disclosures" note to the financial statements.

**Environmental Regulation**

The Funds' operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Funds.

**DIRECTORS' REPORT  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Single Financial Report**

The Funds are of the kind referred to in ASIC Corporation Instrument 2015/839 dated 1 October 2015 issued by ASIC and in accordance with that ASIC Corporation Instrument, funds with a common Responsible Entity can include the financial statements in adjacent columns in a single financial report.

Proceeds from redeeming units in a fund can be applied to acquire units in other funds included in this financial report.

**Auditor's Independence Declaration**

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out in the following page.

Signed in accordance with a resolution of the Directors of Colonial First State Investments Limited.



Penelope James  
Director  
Sydney  
23 August 2019



## *Auditor's Independence Declaration*

As lead auditor for the audit of Colonial First State - FirstChoice Investments for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'CJ Cummins', with a horizontal line extending to the right.

CJ Cummins  
Partner  
PricewaterhouseCoopers

Sydney  
23 August 2019

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**PricewaterhouseCoopers, ABN 52 780 433 757**

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# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Bennelong ex-20 Australian Equities		BlackRock Advantage Australian Equity		Pendal Australian Share	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$	\$	\$	\$'000	\$'000
Interest income	3	309	388	169	180	-	1
Distribution income		103,552	420,260	450,579	653,227	791	2,094
Net gains/(losses) on financial instruments at fair value through profit or loss		(1,316,141)	2,098,570	204,431	236,199	461	294
Other income		-	-	2	-	-	-
Responsible Entity fees rebate	8(c)	-	25,637	-	-	-	-
<b>Total investment income/(loss)</b>		<b>(1,212,280)</b>	<b>2,544,855</b>	<b>655,181</b>	<b>889,606</b>	<b>1,252</b>	<b>2,389</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	21,110	19,337	53,113	55,979	143	155
Expenses recharged	8(d)	3,402	2,894	1,946	1,955	5	5
Other expenses		68	58	29	35	-	1
<b>Total operating expenses</b>		<b>24,580</b>	<b>22,289</b>	<b>55,088</b>	<b>57,969</b>	<b>148</b>	<b>161</b>
<b>Profit/(Loss) for the period</b>		<b>(1,236,860)</b>	<b>2,522,566</b>	<b>600,093</b>	<b>831,637</b>	<b>1,104</b>	<b>2,228</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(1,236,860)</b>	<b>2,522,566</b>	<b>600,093</b>	<b>831,637</b>	<b>1,104</b>	<b>2,228</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Colonial First State Imputation		Fidelity Australian Equities		Investors Mutual Australian Share	
	Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
<b>Investment Income</b>							
Interest income	3	1	1	1	1	1	1
Distribution income		3,967	4,224	1,952	1,615	3,807	2,594
Net gains/(losses) on financial instruments at fair value through profit or loss		1,001	5,694	2,031	4,007	(571)	(519)
Other income		-	-	-	-	-	1
<b>Total investment income/(loss)</b>		<b>4,969</b>	<b>9,919</b>	<b>3,984</b>	<b>5,623</b>	<b>3,237</b>	<b>2,077</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	478	478	364	361	269	282
Expenses recharged	8(d)	16	16	13	12	13	13
Other expenses		-	-	-	1	-	-
<b>Total operating expenses</b>		<b>494</b>	<b>494</b>	<b>377</b>	<b>374</b>	<b>282</b>	<b>295</b>
<b>Profit/(Loss) for the period</b>		<b>4,475</b>	<b>9,425</b>	<b>3,607</b>	<b>5,249</b>	<b>2,955</b>	<b>1,782</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>4,475</b>	<b>9,425</b>	<b>3,607</b>	<b>5,249</b>	<b>2,955</b>	<b>1,782</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.



**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

		<b>Ironbark Karara Australian Share</b>		<b>Lazard Select Australian Equity</b>		<b>Maple-Brown Abbott Australian Share</b>	
	<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Interest income	3	204	191	1	1	1	1
Distribution income		246,743	168,414	1,522	1,448	2,799	1,987
Net gains/(losses) on financial instruments at fair value through profit or loss		46,516	609,857	489	2,829	(1,056)	162
Other income		1	1	1	-	-	-
<b>Total investment income/(loss)</b>		<b>293,464</b>	<b>778,463</b>	<b>2,013</b>	<b>4,278</b>	<b>1,744</b>	<b>2,150</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	55,017	56,115	347	375	141	149
Expenses recharged	8(d)	2,019	1,932	13	13	7	7
Other expenses		36	45	-	-	1	1
<b>Total operating expenses</b>		<b>57,072</b>	<b>58,092</b>	<b>360</b>	<b>388</b>	<b>149</b>	<b>157</b>
<b>Profit/(Loss) for the period</b>		<b>236,392</b>	<b>720,371</b>	<b>1,653</b>	<b>3,890</b>	<b>1,595</b>	<b>1,993</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>236,392</b>	<b>720,371</b>	<b>1,653</b>	<b>3,890</b>	<b>1,595</b>	<b>1,993</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Nikko AM Australian Share Concentrated		Perennial Value Australian Share		Perpetual Australian Share	
	Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Investment Income</b>							
Interest income	3	-	-	1	1	142	153
Distribution income		620	555	1,738	2,333	345,550	458,860
Net gains/(losses) on financial instruments at fair value through profit or loss		(314)	775	(474)	36	(106,978)	42,207
Other income		1	1	1	-	2	1
<b>Total investment income/(loss)</b>		<b>307</b>	<b>1,331</b>	<b>1,266</b>	<b>2,370</b>	<b>238,716</b>	<b>501,221</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	122	140	236	262	31,061	36,262
Expenses recharged	8(d)	4	5	9	9	1,518	1,645
Other expenses		-	-	-	-	-	3
<b>Total operating expenses</b>		<b>126</b>	<b>145</b>	<b>245</b>	<b>271</b>	<b>32,579</b>	<b>37,910</b>
<b>Profit/(Loss) for the period</b>		<b>181</b>	<b>1,186</b>	<b>1,021</b>	<b>2,099</b>	<b>206,137</b>	<b>463,311</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>181</b>	<b>1,186</b>	<b>1,021</b>	<b>2,099</b>	<b>206,137</b>	<b>463,311</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Perpetual Ethical SRI Share		Perpetual Industrial Share		Realindex Australian Share	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$	\$'000	\$'000	\$'000	\$'000
Interest income	3	35	33	3	3	1	1
Distribution income		35,955	29,642	4,868	8,254	1,661	1,160
Net gains/(losses) on financial instruments at fair value through profit or loss		(73,160)	5,873	(1,073)	(1,707)	443	758
<b>Total investment income/(loss)</b>		<b>(37,170)</b>	<b>35,548</b>	<b>3,798</b>	<b>6,550</b>	<b>2,105</b>	<b>1,919</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	1,578	1,322	683	770	184	191
Expenses recharged	8(d)	348	273	33	35	6	6
Other expenses		11	22	1	-	-	-
<b>Total operating expenses</b>		<b>1,937</b>	<b>1,617</b>	<b>717</b>	<b>805</b>	<b>190</b>	<b>197</b>
<b>Profit/(Loss) for the period</b>		<b>(39,107)</b>	<b>33,931</b>	<b>3,081</b>	<b>5,745</b>	<b>1,915</b>	<b>1,722</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(39,107)</b>	<b>33,931</b>	<b>3,081</b>	<b>5,745</b>	<b>1,915</b>	<b>1,722</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Schroder Australian Equity		Solaris Core Australian Equity		T. Rowe Price Australian Equity	
	Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
<b>Investment Income</b>							
Interest income	3	1	1	-	-	1	1
Distribution income		2,980	2,479	383	325	651	3,112
Net gains/(losses) on financial instruments at fair value through profit or loss		(353)	1,782	484	1,238	(87)	(299)
<b>Total investment income/(loss)</b>		<b>2,628</b>	<b>4,262</b>	<b>867</b>	<b>1,563</b>	<b>565</b>	<b>2,814</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	284	301	85	87	184	209
Expenses recharged	8(d)	10	10	3	3	6	7
Other expenses		2	1	-	-	1	-
<b>Total operating expenses</b>		<b>296</b>	<b>312</b>	<b>88</b>	<b>90</b>	<b>191</b>	<b>216</b>
<b>Profit/(Loss) for the period</b>		<b>2,332</b>	<b>3,950</b>	<b>779</b>	<b>1,473</b>	<b>374</b>	<b>2,598</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>2,332</b>	<b>3,950</b>	<b>779</b>	<b>1,473</b>	<b>374</b>	<b>2,598</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Ausbil Australian Emerging Leaders		Celeste Australian Small Companies		Colonial First State Developing Companies	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$	\$	\$	\$	\$
Interest income	3	296	326	145	164	317	270
Distribution income		210,523	856,286	210,717	180,657	503,419	175,202
Net gains/(losses) on financial instruments at fair value through profit or loss		(788,218)	1,114,171	(438,611)	678,976	(1,498,064)	1,547,446
Other income		1	-	1	1	-	-
Responsible Entity fees rebate	8(c)	-	-	-	-	20,994	23,722
<b>Total investment income/(loss)</b>		<b>(577,398)</b>	<b>1,970,783</b>	<b>(227,748)</b>	<b>859,798</b>	<b>(973,334)</b>	<b>1,746,640</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	71,550	84,600	36,178	41,152	-	-
Expenses recharged	8(d)	2,850	3,122	1,635	1,730	2,656	2,755
Other expenses		51	59	41	44	53	67
<b>Total operating expenses</b>		<b>74,451</b>	<b>87,781</b>	<b>37,854</b>	<b>42,926</b>	<b>2,709</b>	<b>2,822</b>
<b>Profit/(Loss) for the period</b>		<b>(651,849)</b>	<b>1,883,002</b>	<b>(265,602)</b>	<b>816,872</b>	<b>(976,043)</b>	<b>1,743,818</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(651,849)</b>	<b>1,883,002</b>	<b>(265,602)</b>	<b>816,872</b>	<b>(976,043)</b>	<b>1,743,818</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Colonial First State Future Leaders		OC Premium Small Companies		Realindex Australian Small Companies	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$	\$	\$	\$	\$
Interest income	3	247	234	147	109	235	38
Distribution income		938,268	1,192,845	203,831	196,244	297,290	452,934
Net gains/(losses) on financial instruments at fair value through profit or loss		(1,521,249)	1,495,990	(175,606)	191,914	(227,854)	285,133
Other income		-	1	1	-	1	1
Responsible Entity fees rebate	8(c)	776	1,031	2,065	2,313	-	-
<b>Total investment income/(loss)</b>		<b>(581,958)</b>	<b>2,690,101</b>	<b>30,438</b>	<b>390,580</b>	<b>69,672</b>	<b>738,106</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	-	-	2,581	1,872	42,846	43,297
Expenses recharged	8(d)	3,146	2,932	801	567	1,307	1,266
Other expenses		47	47	33	30	52	52
<b>Total operating expenses</b>		<b>3,193</b>	<b>2,979</b>	<b>3,415</b>	<b>2,469</b>	<b>44,205</b>	<b>44,615</b>
<b>Profit/(Loss) for the period</b>		<b>(585,151)</b>	<b>2,687,122</b>	<b>27,023</b>	<b>388,111</b>	<b>25,467</b>	<b>693,491</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(585,151)</b>	<b>2,687,122</b>	<b>27,023</b>	<b>388,111</b>	<b>25,467</b>	<b>693,491</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Acadian Sustainable Global Equity Fund		Altrinsic Global Equity		Antipodes Global	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	5/03/2018 - 30/06/2018
<b>Investment Income</b>		\$	\$	\$'000	\$'000	\$	\$
Interest income	3	225	223	-	-	97	(4)
Distribution income		36,370	46,589	109	107	40,918	-
Net gains/(losses) on financial instruments at fair value through profit or loss		512,218	926,660	952	698	16,392	(14,870)
Other income		1	2	-	-	-	-
<b>Total investment income/(loss)</b>		<b>548,814</b>	<b>973,474</b>	<b>1,061</b>	<b>805</b>	<b>57,407</b>	<b>(14,874)</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	59,136	59,554	83	83	2,959	1,051
Responsible Entity's performance fees	8(c)	-	-	-	-	2,389	-
Expenses recharged	8(d)	2,298	2,189	3	3	596	-
Other expenses		38	44	1	-	30	-
<b>Total operating expenses</b>		<b>61,472</b>	<b>61,787</b>	<b>87</b>	<b>86</b>	<b>5,974</b>	<b>1,051</b>
<b>Profit/(Loss) for the period</b>		<b>487,342</b>	<b>911,687</b>	<b>974</b>	<b>719</b>	<b>51,433</b>	<b>(15,925)</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>487,342</b>	<b>911,687</b>	<b>974</b>	<b>719</b>	<b>51,433</b>	<b>(15,925)</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Pendal Core Global Share		Grant Samuel Epoch Global Equity Shareholder Yield		Magellan Global Share	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$	\$	\$	\$'000	\$'000
Interest income	3	82	82	122	147	3	2
Distribution income		174,463	273,743	121,944	233,042	1,296	4,270
Net gains/(losses) on financial instruments at fair value through profit or loss		(94,693)	56,557	264,924	(63,033)	13,808	8,005
Other income		1	-	2	1	1	-
Responsible Entity fees rebate	8(c)	-	-	-	-	298	-
<b>Total investment income/(loss)</b>		<b>79,853</b>	<b>330,382</b>	<b>386,992</b>	<b>170,157</b>	<b>15,406</b>	<b>12,277</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	17,262	18,037	29,659	30,801	683	634
Expenses recharged	8(d)	762	755	1,148	1,138	26	23
Other expenses		24	26	31	28	-	1
<b>Total operating expenses</b>		<b>18,048</b>	<b>18,818</b>	<b>30,838</b>	<b>31,967</b>	<b>709</b>	<b>658</b>
<b>Profit/(Loss) for the period</b>		<b>61,805</b>	<b>311,564</b>	<b>356,154</b>	<b>138,190</b>	<b>14,697</b>	<b>11,619</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>61,805</b>	<b>311,564</b>	<b>356,154</b>	<b>138,190</b>	<b>14,697</b>	<b>11,619</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.



**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

		Magellan Global Share - Hedged		MFS Global Equity		Perpetual Global Share	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$	\$'000	\$'000	\$	\$
Interest income	3	26	6	1	1	215	256
Distribution income		2,000	21,396	2,829	1,032	604,554	1,307,799
Net gains/(losses) on financial instruments at fair value through profit or loss		72,839	11,235	959	1,113	187,849	(199,808)
Other income		1	-	-	-	-	2
Responsible Entity fees rebate	8(c)	15	-	-	-	-	-
<b>Total investment income/(loss)</b>		<b>74,881</b>	<b>32,637</b>	<b>3,789</b>	<b>2,146</b>	<b>792,618</b>	<b>1,108,249</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	1,183	685	199	205	51,815	52,275
Responsible Entity's performance fees	8(c)	-	105	-	-	-	-
Expenses recharged	8(d)	175	100	8	8	2,541	2,377
Other expenses		19	17	1	-	49	48
<b>Total operating expenses</b>		<b>1,377</b>	<b>907</b>	<b>208</b>	<b>213</b>	<b>54,405</b>	<b>54,700</b>
<b>Profit/(Loss) for the period</b>		<b>73,504</b>	<b>31,730</b>	<b>3,581</b>	<b>1,933</b>	<b>738,213</b>	<b>1,053,549</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>73,504</b>	<b>31,730</b>	<b>3,581</b>	<b>1,933</b>	<b>738,213</b>	<b>1,053,549</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Platinum International		PM Capital Global Companies		Realindex Global Share	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		<b>\$'000</b>	<b>\$'000</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Interest income	3	4	4	268	346	237	258
Distribution income		9,671	15,251	-	-	598,804	500,948
Net gains/(losses) on financial instruments at fair value through profit or loss		(9,069)	2,882	4,421	1,039,003	3,165	465,341
Other income		-	-	-	1	1	1
Responsible Entity fees rebate	8(c)	-	-	32,493	204,499	-	-
<b>Total investment income/(loss)</b>		<b>606</b>	<b>18,137</b>	<b>37,182</b>	<b>1,243,849</b>	<b>602,207</b>	<b>966,548</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	780	878	47,773	40,073	79,082	77,149
Expenses recharged	8(d)	38	40	2,289	2,340	2,446	2,270
Other expenses		-	-	46	58	48	58
<b>Total operating expenses</b>		<b>818</b>	<b>918</b>	<b>50,108</b>	<b>42,471</b>	<b>81,576</b>	<b>79,477</b>
<b>Profit/(Loss) for the period</b>		<b>(212)</b>	<b>17,219</b>	<b>(12,926)</b>	<b>1,201,378</b>	<b>520,631</b>	<b>887,071</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(212)</b>	<b>17,219</b>	<b>(12,926)</b>	<b>1,201,378</b>	<b>520,631</b>	<b>887,071</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

		<b>Realindex Global Share - Hedged</b>		<b>Stewart Investors Worldwide Leaders</b>		<b>T. Rowe Price Global Equity</b>	
	<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>
Interest income	3	-	97	133	106	-	-
Distribution income		71,494	522,524	18,687	9,491	1,189	777
Net gains/(losses) on financial instruments at fair value through profit or loss		9,395	(198,194)	302,553	392,782	482	1,586
Other income		1	1	1	1	-	-
<b>Total investment income/(loss)</b>		<b>80,890</b>	<b>324,428</b>	<b>321,374</b>	<b>402,380</b>	<b>1,671</b>	<b>2,363</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	28,852	33,680	30,633	29,192	98	89
Expenses recharged	8(d)	903	1,000	1,117	1,009	4	3
Other expenses		35	35	34	35	1	1
<b>Total operating expenses</b>		<b>29,790</b>	<b>34,715</b>	<b>31,784</b>	<b>30,236</b>	<b>103</b>	<b>93</b>
<b>Profit/(Loss) for the period</b>		<b>51,100</b>	<b>289,713</b>	<b>289,590</b>	<b>372,144</b>	<b>1,568</b>	<b>2,270</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>51,100</b>	<b>289,713</b>	<b>289,590</b>	<b>372,144</b>	<b>1,568</b>	<b>2,270</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Pendal Global Emerging Market Opportunities		Platinum Asia		Acadian Australian Equity Long Short	
	Note	1/07/2018 - 30/06/2019	5/03/2018 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$	\$'000	\$'000	\$	\$
Interest income	3	1	-	-	-	118	133
Distribution income		1,044	77	444	1,854	172,363	161,638
Net gains/(losses) on financial instruments at fair value through profit or loss		3,932	(353)	(607)	46	286,447	491,552
Other income		1	-	1	-	1	1
<b>Total investment income/(loss)</b>		<b>4,978</b>	<b>(276)</b>	<b>(162)</b>	<b>1,900</b>	<b>458,929</b>	<b>653,324</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	97	3	89	101	28,086	31,573
Expenses recharged	8(d)	13	-	4	4	1,269	1,358
Other expenses		4	-	-	-	46	51
<b>Total operating expenses</b>		<b>114</b>	<b>3</b>	<b>93</b>	<b>105</b>	<b>29,401</b>	<b>32,982</b>
<b>Profit/(Loss) for the period</b>		<b>4,864</b>	<b>(279)</b>	<b>(255)</b>	<b>1,795</b>	<b>429,528</b>	<b>620,342</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>4,864</b>	<b>(279)</b>	<b>(255)</b>	<b>1,795</b>	<b>429,528</b>	<b>620,342</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

		<b>Acadian Global Equity Long Short</b>		<b>Bennelong Kardinia Absolute Return</b>		<b>Janus Henderson Global Natural Resources</b>	
	<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>
Interest income	3	252	34	(4)	5	-	1
Distribution income		11,059	29,121	6,180	447	396	363
Net gains/(losses) on financial instruments at fair value through profit or loss		105,393	491,332	3,007	7,753	(964)	3,463
Other income		-	1	1	-	-	-
Responsible Entity fees rebate	8(c)	13,804	-	-	-	-	-
<b>Total investment income/(loss)</b>		<b>130,508</b>	<b>520,488</b>	<b>9,184</b>	<b>8,205</b>	<b>(568)</b>	<b>3,827</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	22,102	19,040	2,023	1,013	141	169
Responsible Entity's performance fees	8(c)	-	-	1,174	47	-	-
Expenses recharged	8(d)	1,077	884	82	43	5	6
Other expenses		39	40	16	13	-	5
<b>Total operating expenses</b>		<b>23,218</b>	<b>19,964</b>	<b>3,295</b>	<b>1,116</b>	<b>146</b>	<b>180</b>
<b>Profit/(Loss) for the period</b>		<b>107,290</b>	<b>500,524</b>	<b>5,889</b>	<b>7,089</b>	<b>(714)</b>	<b>3,647</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>107,290</b>	<b>500,524</b>	<b>5,889</b>	<b>7,089</b>	<b>(714)</b>	<b>3,647</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		APN AREIT		Pandal Property Investment		Colonial First State Property Securities	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$	\$'000	\$'000	\$'000	\$'000
Interest income	3	116	148	-	-	-	-
Distribution income		142,240	159,891	1,263	1,888	317	513
Net gains/(losses) on financial instruments at fair value through profit or loss		187,403	207,600	1,554	(405)	1,881	752
Other income		1	-	1	-	1	1
<b>Total investment income/(loss)</b>		<b>329,760</b>	<b>367,639</b>	<b>2,818</b>	<b>1,483</b>	<b>2,199</b>	<b>1,266</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	24,025	26,653	82	82	104	106
Expenses recharged	8(d)	1,063	1,115	4	4	4	4
Other expenses		40	37	-	-	-	-
<b>Total operating expenses</b>		<b>25,128</b>	<b>27,805</b>	<b>86</b>	<b>86</b>	<b>108</b>	<b>110</b>
<b>Profit/(Loss) for the period</b>		<b>304,632</b>	<b>339,834</b>	<b>2,732</b>	<b>1,397</b>	<b>2,091</b>	<b>1,156</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>304,632</b>	<b>339,834</b>	<b>2,732</b>	<b>1,397</b>	<b>2,091</b>	<b>1,156</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

		Ironbark Property Securities		Legg Mason Martin Currie Real Income		AMP Capital Global Property Securities	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$	\$	\$	\$	\$
Interest income	3	233	265	77	43	63	65
Distribution income		260,818	329,245	179,122	75,060	53,335	32,411
Net gains/(losses) on financial instruments at fair value through profit or loss		1,099,788	1,068,742	276,299	12,602	128,819	91,041
Other income		1	-	1	-	1	1
<b>Total investment income/(loss)</b>		<b>1,360,840</b>	<b>1,398,252</b>	<b>455,499</b>	<b>87,705</b>	<b>182,218</b>	<b>123,518</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	76,861	82,106	17,988	11,032	16,163	16,633
Expenses recharged	8(d)	2,810	2,838	659	406	628	612
Other expenses		57	62	33	32	30	34
<b>Total operating expenses</b>		<b>79,728</b>	<b>85,006</b>	<b>18,680</b>	<b>11,470</b>	<b>16,821</b>	<b>17,279</b>
<b>Profit/(Loss) for the period</b>		<b>1,281,112</b>	<b>1,313,246</b>	<b>436,819</b>	<b>76,235</b>	<b>165,397</b>	<b>106,239</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>1,281,112</b>	<b>1,313,246</b>	<b>436,819</b>	<b>76,235</b>	<b>165,397</b>	<b>106,239</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Colonial First State Global Property Securities		Colonial First State Global Listed Infrastructure Securities		Magellan Infrastructure	
	Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Investment Income</b>							
Interest income	3	-	-	184	258	246	281
Distribution income		404	1,515	147,194	492,268	135,593	130,499
Net gains/(losses) on financial instruments at fair value through profit or loss		479	(278)	723,627	(399,105)	874,039	130,479
Other income		-	1	1	1	1	-
Responsible Entity fees rebate	8(c)	-	-	-	-	1,264	6,069
<b>Total investment income/(loss)</b>		<b>883</b>	<b>1,238</b>	<b>871,006</b>	<b>93,422</b>	<b>1,011,143</b>	<b>267,328</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	135	148	54,958	57,911	12,450	8,691
Expenses recharged	8(d)	5	5	2,135	2,133	1,884	1,258
Other expenses		4	3	65	75	44	43
<b>Total operating expenses</b>		<b>144</b>	<b>156</b>	<b>57,158</b>	<b>60,119</b>	<b>14,378</b>	<b>9,992</b>
<b>Profit/(Loss) for the period</b>		<b>739</b>	<b>1,082</b>	<b>813,848</b>	<b>33,303</b>	<b>996,765</b>	<b>257,336</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>739</b>	<b>1,082</b>	<b>813,848</b>	<b>33,303</b>	<b>996,765</b>	<b>257,336</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Acadian Geared Australian Equity		Acadian Geared Global Equity		Colonial First State Geared Global Property Securities	
	Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Investment Income</b>							
Interest income	3	1	1	1	-	126	146
Distribution income		2,003	1,693	710	1,605	231,617	250,495
Net gains/(losses) on financial instruments at fair value through profit or loss		499	3,656	(650)	1,678	51,341	229,743
Other income		-	-	-	1	1	1
<b>Total investment income/(loss)</b>		<b>2,503</b>	<b>5,350</b>	<b>61</b>	<b>3,284</b>	<b>283,085</b>	<b>480,385</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	456	513	240	238	65,054	76,160
Expenses recharged	8(d)	9	10	4	4	1,101	1,168
Other expenses		-	1	-	-	37	40
<b>Total operating expenses</b>		<b>465</b>	<b>524</b>	<b>244</b>	<b>242</b>	<b>66,192</b>	<b>77,368</b>
<b>Profit/(Loss) for the period</b>		<b>2,038</b>	<b>4,826</b>	<b>(183)</b>	<b>3,042</b>	<b>216,893</b>	<b>403,017</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>2,038</b>	<b>4,826</b>	<b>(183)</b>	<b>3,042</b>	<b>216,893</b>	<b>403,017</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Colonial First State Geared Share		Baillie Gifford Long Term Global Growth		Stewart Investors Global Emerging Markets Leaders	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		<b>\$'000</b>	<b>\$'000</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Interest income	3	3	3	31	56	50	47
Distribution income		13,580	12,041	435,302	208,210	49,919	138,916
Net gains/(losses) on financial instruments at fair value through profit or loss		2,968	15,417	(242,323)	(6,959)	115,214	30,101
Other income		-	-	2	-	1	-
<b>Total investment income/(loss)</b>		<b>16,551</b>	<b>27,461</b>	<b>193,012</b>	<b>201,307</b>	<b>165,184</b>	<b>169,064</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	913	898	10,580	11,823	12,330	13,576
Expenses recharged	8(d)	32	30	415	437	478	500
Other expenses		-	-	20	24	31	31
<b>Total operating expenses</b>		<b>945</b>	<b>928</b>	<b>11,015</b>	<b>12,284</b>	<b>12,839</b>	<b>14,107</b>
<b>Profit/(Loss) for the period</b>		<b>15,606</b>	<b>26,533</b>	<b>181,997</b>	<b>189,023</b>	<b>152,345</b>	<b>154,957</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>15,606</b>	<b>26,533</b>	<b>181,997</b>	<b>189,023</b>	<b>152,345</b>	<b>154,957</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		Generation Global Share		FirstChoice Alternatives		Acadian Defensive Income	
	Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Investment Income</b>							
Interest income	3	-	-	15	16	35	42
Distribution income		1,314	1,747	10,513	5,457	29,785	36,452
Net gains/(losses) on financial instruments at fair value through profit or loss		991	467	748	(5,633)	(8,500)	(6,351)
Other income		-	1	-	1	1	1
Responsible Entity fees rebate	8(c)	26	11	-	-	-	-
<b>Total investment income/(loss)</b>		<b>2,331</b>	<b>2,226</b>	<b>11,276</b>	<b>(159)</b>	<b>21,321</b>	<b>30,144</b>
<b>Expenses</b>							
Responsible Entity's management fees	8(c)	84	82	1,214	1,047	9,522	12,369
Expenses recharged	8(d)	4	4	186	150	382	456
Other expenses		1	-	19	28	13	17
<b>Total operating expenses</b>		<b>89</b>	<b>86</b>	<b>1,419</b>	<b>1,225</b>	<b>9,917</b>	<b>12,842</b>
<b>Profit/(Loss) for the period</b>		<b>2,242</b>	<b>2,140</b>	<b>9,857</b>	<b>(1,384)</b>	<b>11,404</b>	<b>17,302</b>
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>2,242</b>	<b>2,140</b>	<b>9,857</b>	<b>(1,384)</b>	<b>11,404</b>	<b>17,302</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

		SG Hiscock Property Securities	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$
Interest income	3	53	53
Distribution income		123,820	145,749
Net gains/(losses) on financial instruments at fair value through profit or loss		(78,744)	5,029
Other income		1	1
<b>Total investment income/(loss)</b>		<b>45,130</b>	<b>150,832</b>
<b>Expenses</b>			
Responsible Entity's management fees	8(c)	11,053	12,682
Expenses recharged	8(d)	433	466
Other expenses		23	25
<b>Total operating expenses</b>		<b>11,509</b>	<b>13,173</b>
<b>Profit/(Loss) for the period</b>		<b>33,621</b>	<b>137,659</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>33,621</b>	<b>137,659</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Bennelong ex-20 Australian Equities		BlackRock Advantage Australian Equity		Pandal Australian Share	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
<b>Assets</b>		\$	\$	\$	\$	\$'000	\$'000
Cash and cash equivalents		50,726	75,013	19,289	17,360	70	178
Trade and other receivables:							
- interest		22	36	16	22	-	-
- others		613	572	1,469	1,497	4	4
Financial assets held at fair value through profit or loss	5	9,749,517	11,979,106	6,387,893	6,560,883	16,988	18,110
<b>Total assets</b>		<b>9,800,878</b>	<b>12,054,727</b>	<b>6,408,667</b>	<b>6,579,762</b>	<b>17,062</b>	<b>18,292</b>
<b>Liabilities</b>							
Trade and other payables:							
Distribution payable		52,710	54,449	5,434	4,390	45	146
Responsible Entity - fee	8(c)	1,822	2,232	4,943	5,073	13	14
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>54,532</b>	<b>56,681</b>	<b>10,377</b>	<b>9,463</b>	<b>58</b>	<b>160</b>
<b>Net assets attributable to unitholders</b>		<b>9,746,346</b>	<b>11,998,046</b>	<b>6,398,290</b>	<b>6,570,299</b>	<b>17,004</b>	<b>18,132</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		9,746,678	11,997,598	6,398,243	6,569,893	17,003	18,132
Adjustment to period end accruals		(332)	448	47	406	1	-
<b>Net assets attributable to unitholders</b>		<b>9,746,346</b>	<b>11,998,046</b>	<b>6,398,290</b>	<b>6,570,299</b>	<b>17,004</b>	<b>18,132</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Colonial First State Imputation		Fidelity Australian Equities		Investors Mutual Australian Share	
	Note	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$'000	30/06/2018 \$'000
Cash and cash equivalents		175	158	280	264	644	377
Trade and other receivables:							
- others		13	14	10	11	8	9
Financial assets held at fair value through profit or loss	5	55,651	55,582	45,157	43,893	40,207	43,051
<b>Total assets</b>		<b>55,839</b>	<b>55,754</b>	<b>45,447</b>	<b>44,168</b>	<b>40,859</b>	<b>43,437</b>
<b>Liabilities</b>							
Trade and other payables:							
Distribution payable		53	-	192	206	763	345
Responsible Entity - fee	8(c)	46	46	35	34	25	26
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>99</b>	<b>46</b>	<b>227</b>	<b>240</b>	<b>788</b>	<b>371</b>
<b>Net assets attributable to unitholders</b>		<b>55,740</b>	<b>55,708</b>	<b>45,220</b>	<b>43,928</b>	<b>40,071</b>	<b>43,066</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		55,739	55,706	45,222	43,929	40,072	43,064
Adjustment to period end accruals		1	2	(2)	(1)	(1)	2
		<b>55,740</b>	<b>55,708</b>	<b>45,220</b>	<b>43,928</b>	<b>40,071</b>	<b>43,066</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Ironbark Karara Australian Share		Lazard Select Australian Equity		Maple-Brown Abbott Australian Share	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$'000	\$'000	\$'000	\$'000
Cash and cash equivalents		15,406	13,477	144	119	225	70
Trade and other receivables:							
- interest		12	1	-	-	-	-
- others		1,499	1,576	11	10	4	5
Financial assets held at fair value through profit or loss	5	6,408,628	6,980,368	39,340	43,055	21,641	23,011
<b>Total assets</b>		<b>6,425,545</b>	<b>6,995,422</b>	<b>39,495</b>	<b>43,184</b>	<b>21,870</b>	<b>23,086</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	1	-	-	1	-
Distribution payable		6,608	765	67	51	220	-
Responsible Entity - fee	8(c)	4,957	5,389	31	33	13	14
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>11,565</b>	<b>6,155</b>	<b>98</b>	<b>84</b>	<b>234</b>	<b>14</b>
<b>Net assets attributable to unitholders</b>		<b>6,413,980</b>	<b>6,989,267</b>	<b>39,397</b>	<b>43,100</b>	<b>21,636</b>	<b>23,072</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		6,413,719	6,989,257	39,396	43,097	21,635	23,072
Adjustment to period end accruals		261	10	1	3	1	-
		<b>6,413,980</b>	<b>6,989,267</b>	<b>39,397</b>	<b>43,100</b>	<b>21,636</b>	<b>23,072</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Nikko AM Australian Share Concentrated		Perennial Value Australian Share		Perpetual Australian Share	
	Note	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$	30/06/2018 \$
Cash and cash equivalents		53	66	139	208	11,789	17,078
Trade and other receivables:							
- interest		-	-	-	-	12	21
- others		3	4	7	8	794	972
Financial assets held at fair value through profit or loss	5	14,158	15,925	27,796	30,625	4,505,216	5,473,644
<b>Total assets</b>		<b>14,214</b>	<b>15,995</b>	<b>27,942</b>	<b>30,841</b>	<b>4,517,811</b>	<b>5,491,715</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	-	-	-	-	1
Distribution payable		22	34	69	177	3,579	7,320
Responsible Entity - fee	8(c)	11	12	22	24	2,652	3,241
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>33</b>	<b>46</b>	<b>91</b>	<b>201</b>	<b>6,231</b>	<b>10,562</b>
<b>Net assets attributable to unitholders</b>		<b>14,181</b>	<b>15,949</b>	<b>27,851</b>	<b>30,640</b>	<b>4,511,580</b>	<b>5,481,153</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		14,181	15,949	27,851	30,639	4,511,604	5,481,058
Adjustment to period end accruals		-	-	-	1	(24)	95
		<b>14,181</b>	<b>15,949</b>	<b>27,851</b>	<b>30,640</b>	<b>4,511,580</b>	<b>5,481,153</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Perpetual Ethical SRI Share		Perpetual Industrial Share		Realindex Australian Share	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$'000	\$'000	\$'000	\$'000
Cash and cash equivalents		2,851	5,162	1,036	209	125	85
Trade and other receivables:							
- interest		3	4	-	-	-	-
- others		52	39	18	22	5	6
Financial assets held at fair value through profit or loss	5	1,125,473	868,878	102,256	114,970	19,046	19,207
<b>Total assets</b>		<b>1,128,379</b>	<b>874,083</b>	<b>103,310</b>	<b>115,201</b>	<b>19,176</b>	<b>19,298</b>
<b>Liabilities</b>							
Trade and other payables:							
Distribution payable		851	4,192	916	-	115	67
Responsible Entity - fee	8(c)	154	124	61	68	17	17
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>1,005</b>	<b>4,316</b>	<b>977</b>	<b>68</b>	<b>132</b>	<b>84</b>
<b>Net assets attributable to unitholders</b>		<b>1,127,374</b>	<b>869,767</b>	<b>102,333</b>	<b>115,133</b>	<b>19,044</b>	<b>19,214</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		1,127,426	869,727	102,328	115,125	19,043	19,212
Adjustment to period end accruals		(52)	40	5	8	1	2
		<b>1,127,374</b>	<b>869,767</b>	<b>102,333</b>	<b>115,133</b>	<b>19,044</b>	<b>19,214</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Schroder Australian Equity		Solaris Core Australian Equity		T. Rowe Price Australian Equity	
	Note	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$'000	30/06/2018 \$'000
Cash and cash equivalents		223	289	34	33	34	374
Trade and other receivables:							
- others		8	10	2	2	5	6
Financial assets held at fair value through profit or loss	5	33,878	35,464	10,321	10,667	19,633	22,990
<b>Total assets</b>		<b>34,109</b>	<b>35,763</b>	<b>10,357</b>	<b>10,702</b>	<b>19,672</b>	<b>23,370</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	-	-	-	-	1
Distribution payable		215	259	17	7	-	329
Responsible Entity - fee	8(c)	26	28	8	8	16	19
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>241</b>	<b>287</b>	<b>25</b>	<b>15</b>	<b>16</b>	<b>349</b>
<b>Net assets attributable to unitholders</b>		<b>33,868</b>	<b>35,476</b>	<b>10,332</b>	<b>10,687</b>	<b>19,656</b>	<b>23,021</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		33,867	35,476	10,331	10,687	19,656	23,019
Adjustment to period end accruals		1	-	1	-	-	2
		<b>33,868</b>	<b>35,476</b>	<b>10,332</b>	<b>10,687</b>	<b>19,656</b>	<b>23,021</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Ausbil Australian Emerging Leaders		Celeste Australian Small Companies		Colonial First State Developing Companies	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$	\$	\$	\$
Cash and cash equivalents		96,434	275,926	23,362	24,640	59,025	37,943
Trade and other receivables:							
- interest		26	54	14	18	19	30
- others		1,875	2,364	978	1,153	-	-
Responsible Entity fee rebate	8(c)	-	-	-	-	1,665	2,143
Financial assets held at fair value through profit or loss	5	8,282,212	10,463,907	4,990,199	6,013,093	7,142,555	9,595,200
<b>Total assets</b>		<b>8,380,547</b>	<b>10,742,251</b>	<b>5,014,553</b>	<b>6,038,904</b>	<b>7,203,264</b>	<b>9,635,316</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	-	-	-	475	475
Distribution payable		74,683	245,807	10,935	11,887	47,459	23,896
Responsible Entity - fee	8(c)	6,145	8,055	3,161	3,846	-	-
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>80,828</b>	<b>253,862</b>	<b>14,096</b>	<b>15,733</b>	<b>47,934</b>	<b>24,371</b>
<b>Net assets attributable to unitholders</b>		<b>8,299,719</b>	<b>10,488,389</b>	<b>5,000,457</b>	<b>6,023,171</b>	<b>7,155,330</b>	<b>9,610,945</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		8,299,260	10,487,248	5,000,290	6,022,933	7,155,314	9,610,456
Adjustment to period end accruals		459	1,141	167	238	16	489
		<b>8,299,719</b>	<b>10,488,389</b>	<b>5,000,457</b>	<b>6,023,171</b>	<b>7,155,330</b>	<b>9,610,945</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Colonial First State Future Leaders		OC Premium Small Companies		Realindex Australian Small Companies	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$	\$	\$	\$
Cash and cash equivalents		28,493	17,559	25,917	17,943	20,806	25,827
Trade and other receivables:							
- interest		18	25	16	11	12	-
- others		32	70	87	69	1,224	1,205
Responsible Entity fee rebate	8(c)	-	1	-	-	-	-
Financial assets held at fair value through profit or loss	5	9,549,875	11,187,856	2,824,177	2,363,953	5,400,847	4,551,411
<b>Total assets</b>		<b>9,578,418</b>	<b>11,205,511</b>	<b>2,850,197</b>	<b>2,381,976</b>	<b>5,422,889</b>	<b>4,578,443</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	-	-	-	-	84
Distribution payable		4,363	-	22,531	14,634	15,725	22,561
Responsible Entity - fee	8(c)	1	-	251	210	4,886	4,140
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>4,364</b>	<b>-</b>	<b>22,782</b>	<b>14,844</b>	<b>20,611</b>	<b>26,785</b>
<b>Net assets attributable to unitholders</b>		<b>9,574,054</b>	<b>11,205,511</b>	<b>2,827,415</b>	<b>2,367,132</b>	<b>5,402,278</b>	<b>4,551,658</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		9,573,880	11,205,321	2,827,222	2,367,157	5,402,135	4,551,670
Adjustment to period end accruals		174	190	193	(25)	143	(12)
		<b>9,574,054</b>	<b>11,205,511</b>	<b>2,827,415</b>	<b>2,367,132</b>	<b>5,402,278</b>	<b>4,551,658</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Acadian Sustainable Global Equity Fund		Altrinsic Global Equity		Antipodes Global	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$'000	\$'000	\$	\$
Cash and cash equivalents		13,824	19,709	21	31	10,712	4,349
Trade and other receivables:							
- interest		18	30	-	-	10	-
- others		821	1,263	3	2	136	105
Financial assets held at fair value through profit or loss	5	7,014,819	7,494,231	10,178	10,736	2,627,958	1,429,489
<b>Total assets</b>		<b>7,029,482</b>	<b>7,515,233</b>	<b>10,202</b>	<b>10,769</b>	<b>2,638,816</b>	<b>1,433,943</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	-	-	-	-	4
Distribution payable		-	-	5	5	-	-
Responsible Entity - fee	8(c)	5,097	5,456	7	7	450	1,155
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>5,097</b>	<b>5,456</b>	<b>12</b>	<b>12</b>	<b>450</b>	<b>1,159</b>
<b>Net assets attributable to unitholders</b>		<b>7,024,385</b>	<b>7,509,777</b>	<b>10,190</b>	<b>10,757</b>	<b>2,638,366</b>	<b>1,432,784</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		7,024,346	7,509,808	10,189	10,757	2,638,214	1,432,679
Adjustment to period end accruals		39	(31)	1	-	152	105
		<b>7,024,385</b>	<b>7,509,777</b>	<b>10,190</b>	<b>10,757</b>	<b>2,638,366</b>	<b>1,432,784</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Pandal Core Global Share		Grant Samuel Epoch Global Equity Shareholder Yield		Magellan Global Share	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$	\$	\$'000	\$'000
Cash and cash equivalents		26,775	78,872	28,664	100,578	1,134	1,091
Trade and other receivables:							
- interest		6	13	11	18	-	-
- others		476	500	822	880	16	18
Financial assets held at fair value through profit or loss	5	2,468,107	2,452,337	3,741,199	3,669,331	88,535	82,132
<b>Total assets</b>		<b>2,495,364</b>	<b>2,531,722</b>	<b>3,770,696</b>	<b>3,770,807</b>	<b>89,685</b>	<b>83,241</b>
<b>Liabilities</b>							
Trade and other payables:							
Distribution payable		22,986	77,436	23,524	93,144	788	981
Responsible Entity - fee	8(c)	1,608	1,694	2,762	2,838	66	62
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>24,594</b>	<b>79,130</b>	<b>26,286</b>	<b>95,982</b>	<b>854</b>	<b>1,043</b>
<b>Net assets attributable to unitholders</b>		<b>2,470,770</b>	<b>2,452,592</b>	<b>3,744,410</b>	<b>3,674,825</b>	<b>88,831</b>	<b>82,198</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		2,470,787	2,452,469	3,744,307	3,674,967	88,830	82,193
Adjustment to period end accruals		(17)	123	103	(142)	1	5
		<b>2,470,770</b>	<b>2,452,592</b>	<b>3,744,410</b>	<b>3,674,825</b>	<b>88,831</b>	<b>82,198</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Magellan Global Share - Hedged		MFS Global Equity		Perpetual Global Share	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$'000	\$'000	\$	\$
Cash and cash equivalents		2,407	2,191	852	357	16,421	136,775
Trade and other receivables:							
- interest		2	-	-	-	18	36
- others		54	24	7	6	1,391	1,526
Financial assets held at fair value through profit or loss	5	763,092	416,353	23,970	25,910	6,879,005	8,420,602
<b>Total assets</b>		<b>765,555</b>	<b>418,568</b>	<b>24,829</b>	<b>26,273</b>	<b>6,896,835</b>	<b>8,558,939</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	2	-	1	-	-
Distribution payable		206	1,504	847	359	929	126,828
Responsible Entity - fee	8(c)	141	78	19	19	4,071	5,194
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>347</b>	<b>1,584</b>	<b>866</b>	<b>379</b>	<b>5,000</b>	<b>132,022</b>
<b>Net assets attributable to unitholders</b>		<b>765,208</b>	<b>416,984</b>	<b>23,963</b>	<b>25,894</b>	<b>6,891,835</b>	<b>8,426,917</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		765,157	416,971	23,962	25,893	6,891,605	8,426,579
Adjustment to period end accruals		51	13	1	1	230	338
		<b>765,208</b>	<b>416,984</b>	<b>23,963</b>	<b>25,894</b>	<b>6,891,835</b>	<b>8,426,917</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Platinum International		PM Capital Global Companies		Realindex Global Share	
	Note	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$	30/06/2018 \$
Cash and cash equivalents		2,036	3,324	8,205	33,518	70,258	79,402
Trade and other receivables:							
- interest		-	1	11	48	20	34
- others		21	25	1,160	-	2,133	2,184
Responsible Entity fee rebate	8(c)	-	-	-	3,626	-	-
Financial assets held at fair value through profit or loss	5	113,539	130,535	6,974,672	8,069,251	7,883,730	7,816,761
<b>Total assets</b>		<b>115,596</b>	<b>133,885</b>	<b>6,984,048</b>	<b>8,106,443</b>	<b>7,956,141</b>	<b>7,898,381</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	1	-	1,001	-	-
Distribution payable		1,819	3,241	-	13,211	56,812	68,545
Responsible Entity - fee	8(c)	71	83	3,798	-	7,214	7,192
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>1,890</b>	<b>3,325</b>	<b>3,798</b>	<b>14,212</b>	<b>64,026</b>	<b>75,737</b>
<b>Net assets attributable to unitholders</b>		<b>113,706</b>	<b>130,560</b>	<b>6,980,250</b>	<b>8,092,231</b>	<b>7,892,115</b>	<b>7,822,644</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		113,704	130,559	6,979,913	8,091,699	7,891,727	7,822,362
Adjustment to period end accruals		2	1	337	532	388	282
		<b>113,706</b>	<b>130,560</b>	<b>6,980,250</b>	<b>8,092,231</b>	<b>7,892,115</b>	<b>7,822,644</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Realindex Global Share - Hedged		Stewart Investors Worldwide Leaders		T. Rowe Price Global Equity	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$	\$	\$'000	\$'000
Cash and cash equivalents		10,991	12,542	35,421	39,449	28	42
Trade and other receivables:							
- interest		6	9	10	11	-	-
- others		733	920	830	911	4	3
Financial assets held at fair value through profit or loss	5	2,618,612	2,988,723	3,553,640	3,633,400	14,244	12,998
<b>Total assets</b>		<b>2,630,342</b>	<b>3,002,194</b>	<b>3,589,901</b>	<b>3,673,771</b>	<b>14,276</b>	<b>13,043</b>
<b>Liabilities</b>							
Trade and other payables:							
Distribution payable		3,684	4,133	38,257	34,300	-	-
Responsible Entity - fee	8(c)	2,378	2,717	2,796	2,865	10	9
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>6,062</b>	<b>6,850</b>	<b>41,053</b>	<b>37,165</b>	<b>10</b>	<b>9</b>
<b>Net assets attributable to unitholders</b>		<b>2,624,280</b>	<b>2,995,344</b>	<b>3,548,848</b>	<b>3,636,606</b>	<b>14,266</b>	<b>13,034</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		2,624,200	2,995,328	3,548,696	3,636,553	14,266	13,033
Adjustment to period end accruals		80	16	152	53	-	1
		<b>2,624,280</b>	<b>2,995,344</b>	<b>3,548,848</b>	<b>3,636,606</b>	<b>14,266</b>	<b>13,034</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Pendal Global Emerging Market Opportunities		Platinum Asia		Acadian Australian Equity Long Short	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$'000	\$'000	\$	\$
Cash and cash equivalents		274	29	88	430	18,963	15,148
Trade and other receivables:							
- interest		-	-	-	-	12	16
- others		6	-	2	3	792	875
Financial assets held at fair value through profit or loss	5	122,986	9,694	10,182	12,299	4,227,559	4,485,750
<b>Total assets</b>		<b>123,266</b>	<b>9,723</b>	<b>10,272</b>	<b>12,732</b>	<b>4,247,326</b>	<b>4,501,789</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	-	1	-	-	-
Distribution payable		23	-	49	412	8,786	5,902
Responsible Entity - fee	8(c)	23	2	7	10	2,708	2,868
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>46</b>	<b>2</b>	<b>57</b>	<b>422</b>	<b>11,494</b>	<b>8,770</b>
<b>Net assets attributable to unitholders</b>		<b>123,220</b>	<b>9,721</b>	<b>10,215</b>	<b>12,310</b>	<b>4,235,832</b>	<b>4,493,019</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		123,214	9,720	10,215	12,309	4,235,918	4,493,067
Adjustment to period end accruals		6	1	-	1	(86)	(48)
		<b>123,220</b>	<b>9,721</b>	<b>10,215</b>	<b>12,310</b>	<b>4,235,832</b>	<b>4,493,019</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Acadian Global Equity Long Short		Bennelong Kardinia Absolute Return		Janus Henderson Global Natural Resources	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$	\$	\$'000	\$'000
Cash and cash equivalents		8,344	10,393	3,128	450	60	346
Trade and other receivables:							
- interest		9	-	-	1	-	-
- others		592	530	203	33	4	4
Financial assets held at fair value through profit or loss	5	3,365,848	3,133,397	526,554	157,266	15,915	19,123
<b>Total assets</b>		<b>3,374,793</b>	<b>3,144,320</b>	<b>529,885</b>	<b>157,750</b>	<b>15,979</b>	<b>19,473</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	57	7	-	-	-
Distribution payable		-	-	4	-	30	303
Responsible Entity - fee	8(c)	1,992	1,861	1,599	99	12	15
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>1,992</b>	<b>1,918</b>	<b>1,610</b>	<b>99</b>	<b>42</b>	<b>318</b>
<b>Net assets attributable to unitholders</b>		<b>3,372,801</b>	<b>3,142,402</b>	<b>528,275</b>	<b>157,651</b>	<b>15,937</b>	<b>19,155</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		3,372,718	3,142,265	528,245	157,638	15,938	19,155
Adjustment to period end accruals		83	137	30	13	(1)	-
		<b>3,372,801</b>	<b>3,142,402</b>	<b>528,275</b>	<b>157,651</b>	<b>15,937</b>	<b>19,155</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		APN AREIT		Pendal Property Investment		Colonial First State Property Securities	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$'000	\$'000	\$'000	\$'000
Cash and cash equivalents		16,714	9,545	272	269	45	73
Trade and other receivables:							
- interest		7	16	-	-	-	-
- others		665	674	2	2	3	4
Financial assets held at fair value through profit or loss	5	3,486,950	3,516,307	14,371	13,386	12,810	12,285
<b>Total assets</b>		<b>3,504,336</b>	<b>3,526,542</b>	<b>14,645</b>	<b>13,657</b>	<b>12,858</b>	<b>12,362</b>
<b>Liabilities</b>							
Trade and other payables:							
Distribution payable		7,017	5,886	286	260	20	49
Responsible Entity - fee	8(c)	2,223	2,242	8	8	10	10
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>9,240</b>	<b>8,128</b>	<b>294</b>	<b>268</b>	<b>30</b>	<b>59</b>
<b>Net assets attributable to unitholders</b>		<b>3,495,096</b>	<b>3,518,414</b>	<b>14,351</b>	<b>13,389</b>	<b>12,828</b>	<b>12,303</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		3,495,302	3,518,238	14,351	13,389	12,828	12,303
Adjustment to period end accruals		(206)	176	-	-	-	-
		<b>3,495,096</b>	<b>3,518,414</b>	<b>14,351</b>	<b>13,389</b>	<b>12,828</b>	<b>12,303</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Ironbark Property Securities		Legg Mason Martin Currie Real Income		AMP Capital Global Property Securities	
	Note	30/06/2019	30/06/2018	30/06/2019	30/06/2018	30/06/2019	30/06/2018
		\$	\$	\$	\$	\$	\$
Cash and cash equivalents		30,771	39,504	6,595	5,281	7,804	8,167
Trade and other receivables:							
- interest		15	33	8	6	5	7
- others		2,125	2,182	609	298	460	487
Financial assets held at fair value through profit or loss	5	9,206,508	9,506,902	2,712,027	1,325,406	2,077,674	2,124,021
<b>Total assets</b>		<b>9,239,419</b>	<b>9,548,621</b>	<b>2,719,239</b>	<b>1,330,991</b>	<b>2,085,943</b>	<b>2,132,682</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	2	-	-	-	1
Distribution payable		15,730	19,165	3,633	3,419	1,852	1,560
Responsible Entity - fee	8(c)	7,098	7,378	1,966	969	1,519	1,554
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>22,828</b>	<b>26,545</b>	<b>5,599</b>	<b>4,388</b>	<b>3,371</b>	<b>3,115</b>
<b>Net assets attributable to unitholders</b>		<b>9,216,591</b>	<b>9,522,076</b>	<b>2,713,640</b>	<b>1,326,603</b>	<b>2,082,572</b>	<b>2,129,567</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		9,216,832	9,521,582	2,713,690	1,326,585	2,082,458	2,129,442
Adjustment to period end accruals		(241)	494	(50)	18	114	125
		<b>9,216,591</b>	<b>9,522,076</b>	<b>2,713,640</b>	<b>1,326,603</b>	<b>2,082,572</b>	<b>2,129,567</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Colonial First State Global Property Securities		Colonial First State Global Listed Infrastructure Securities		Magellan Infrastructure	
	Note	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$	30/06/2018 \$
Cash and cash equivalents		53	54	23,716	39,988	38,532	32,491
Trade and other receivables:							
- interest		-	-	14	34	19	24
- others		4	4	1,531	1,607	419	283
Financial assets held at fair value through profit or loss	5	15,565	16,974	7,117,084	7,260,263	7,221,311	5,035,678
<b>Total assets</b>		<b>15,622</b>	<b>17,032</b>	<b>7,142,345</b>	<b>7,301,892</b>	<b>7,260,281</b>	<b>5,068,476</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	1	-	1	-	-
Distribution payable		12	12	7,670	24,818	32,282	20,762
Responsible Entity - fee	8(c)	12	13	5,165	5,280	1,304	950
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>24</b>	<b>26</b>	<b>12,835</b>	<b>30,099</b>	<b>33,586</b>	<b>21,712</b>
<b>Net assets attributable to unitholders</b>		<b>15,598</b>	<b>17,006</b>	<b>7,129,510</b>	<b>7,271,793</b>	<b>7,226,695</b>	<b>5,046,764</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		15,597	17,005	7,128,894	7,271,845	7,226,592	5,046,215
Adjustment to period end accruals		1	1	616	(52)	103	549
		<b>15,598</b>	<b>17,006</b>	<b>7,129,510</b>	<b>7,271,793</b>	<b>7,226,695</b>	<b>5,046,764</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Acadian Geared Australian Equity		Acadian Geared Global Equity		Colonial First State Geared Global Property Securities	
	Note	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$	30/06/2018 \$
Cash and cash equivalents		339	303	108	198	23,747	26,893
Trade and other receivables:							
- interest		-	-	-	-	10	16
- others		12	14	6	7	1,747	1,965
Financial assets held at fair value through profit or loss	5	30,835	33,197	12,557	14,504	3,341,765	3,946,808
<b>Total assets</b>		<b>31,186</b>	<b>33,514</b>	<b>12,671</b>	<b>14,709</b>	<b>3,367,269</b>	<b>3,975,682</b>
<b>Liabilities</b>							
Trade and other payables:							
- others		-	-	-	1	-	-
Distribution payable		279	224	87	165	10,670	15,287
Responsible Entity - fee	8(c)	42	46	21	24	5,722	6,665
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>321</b>	<b>270</b>	<b>108</b>	<b>190</b>	<b>16,392</b>	<b>21,952</b>
<b>Net assets attributable to unitholders</b>		<b>30,865</b>	<b>33,244</b>	<b>12,563</b>	<b>14,519</b>	<b>3,350,877</b>	<b>3,953,730</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		30,864	33,242	12,561	14,518	3,350,995	3,953,580
Adjustment to period end accruals		1	2	2	1	(118)	150
		<b>30,865</b>	<b>33,244</b>	<b>12,563</b>	<b>14,519</b>	<b>3,350,877</b>	<b>3,953,730</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Colonial First State Geared Share		Baillie Gifford Long Term Global Growth		Stewart Investors Global Emerging Markets Leaders	
	Note	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$	30/06/2018 \$
Cash and cash equivalents		1,247	751	6,243	18,589	3,407	7,463
Trade and other receivables:							
- interest		-	-	3	7	3	5
- others		26	26	282	316	341	371
Financial assets held at fair value through profit or loss	5	112,200	110,231	1,239,500	1,430,021	1,564,277	1,616,644
<b>Total assets</b>		<b>113,473</b>	<b>111,008</b>	<b>1,246,028</b>	<b>1,448,933</b>	<b>1,568,028</b>	<b>1,624,483</b>
<b>Liabilities</b>							
Trade and other payables:							
Distribution payable		946	519	617	16,162	813	6,573
Responsible Entity - fee	8(c)	91	89	908	1,068	1,140	1,180
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>1,037</b>	<b>608</b>	<b>1,525</b>	<b>17,230</b>	<b>1,953</b>	<b>7,753</b>
<b>Net assets attributable to unitholders</b>		<b>112,436</b>	<b>110,400</b>	<b>1,244,503</b>	<b>1,431,703</b>	<b>1,566,075</b>	<b>1,616,730</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		112,430	110,396	1,244,476	1,431,727	1,566,008	1,616,757
Adjustment to period end accruals		6	4	27	(24)	67	(27)
		<b>112,436</b>	<b>110,400</b>	<b>1,244,503</b>	<b>1,431,703</b>	<b>1,566,075</b>	<b>1,616,730</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## BALANCE SHEETS AS AT 30 JUNE 2019

		Generation Global Share		FirstChoice Alternatives		Acadian Defensive Income	
	Note	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$	30/06/2018 \$
Cash and cash equivalents		384	374	1,499	1,160	1,055	2,896
Trade and other receivables:							
- interest		-	-	1	1	1	5
- others		2	3	36	36	226	331
Financial assets held at fair value through profit or loss	5	13,898	13,809	583,323	611,663	946,644	1,466,359
<b>Total assets</b>		<b>14,284</b>	<b>14,186</b>	<b>584,859</b>	<b>612,860</b>	<b>947,926</b>	<b>1,469,591</b>
<b>Liabilities</b>							
Trade and other payables:							
Distribution payable		437	426	694	317	-	336
Responsible Entity - fee	8(c)	8	8	108	112	686	1,065
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>445</b>	<b>434</b>	<b>802</b>	<b>429</b>	<b>686</b>	<b>1,401</b>
<b>Net assets attributable to unitholders</b>		<b>13,839</b>	<b>13,752</b>	<b>584,057</b>	<b>612,431</b>	<b>947,240</b>	<b>1,468,190</b>
<b>Represented by:</b>							
Fair value of outstanding units based on redemption value		13,839	13,751	584,039	612,408	947,285	1,468,129
Adjustment to period end accruals		-	1	18	23	(45)	61
		<b>13,839</b>	<b>13,752</b>	<b>584,057</b>	<b>612,431</b>	<b>947,240</b>	<b>1,468,190</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**BALANCE SHEETS  
AS AT 30 JUNE 2019**

		SG Hiscock Property Securities	
	Note	30/06/2019	30/06/2018
		\$	\$
Cash and cash equivalents		15,755	15,773
Trade and other receivables:			
- interest		4	8
- others		296	339
Financial assets held at fair value through profit or loss	5	1,340,993	1,546,916
<b>Total assets</b>		<b>1,357,048</b>	<b>1,563,036</b>
<b>Liabilities</b>			
Trade and other payables:			
Distribution payable		13,055	14,180
Responsible Entity - fee	8(c)	985	1,145
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>14,040</b>	<b>15,325</b>
<b>Net assets attributable to unitholders</b>		<b>1,343,008</b>	<b>1,547,711</b>
<b>Represented by:</b>			
Fair value of outstanding units based on redemption value		1,343,168	1,547,606
Adjustment to period end accruals		(160)	105
		<b>1,343,008</b>	<b>1,547,711</b>

The above Balance Sheets should be read in conjunction with the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Bennelong ex-20 Australian Equities</b>		<b>BlackRock Advantage Australian Equity</b>		<b>Pendal Australian Share</b>	
	<b>Note</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>
		<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Opening equity at the beginning of the period</b>		11,998,046	8,134,985	6,570,299	7,073,387	18,132	18,503
Profit/(Loss) for the period		(1,236,860)	2,522,566	600,093	831,637	1,104	2,228
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(1,236,860)</b>	<b>2,522,566</b>	<b>600,093</b>	<b>831,637</b>	<b>1,104</b>	<b>2,228</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(903,119)	(791,639)	(196,588)	(178,031)	(836)	(2,211)
Application of units		3,044,650	3,076,926	88,984	71,145	402	562
Redemption of units		(3,967,088)	(1,653,239)	(822,777)	(1,370,943)	(2,519)	(2,852)
Reinvestment during the period		810,717	708,447	158,279	143,104	721	1,902
<b>Closing equity at the end of the period</b>		<b>9,746,346</b>	<b>11,998,046</b>	<b>6,398,290</b>	<b>6,570,299</b>	<b>17,004</b>	<b>18,132</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Colonial First State Imputation</b>		<b>Fidelity Australian Equities</b>		<b>Investors Mutual Australian Share</b>	
	<b>Note</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>
<b>Opening equity at the beginning of the period</b>		55,708	53,570	43,928	41,465	43,066	43,492
Profit/(Loss) for the period		4,475	9,425	3,607	5,249	2,955	1,782
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>4,475</b>	<b>9,425</b>	<b>3,607</b>	<b>5,249</b>	<b>2,955</b>	<b>1,782</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(1,496)	(1,266)	(3,165)	(2,879)	(6,387)	(3,537)
Application of units		2,169	2,619	3,061	3,046	1,197	3,917
Redemption of units		(6,323)	(9,671)	(4,914)	(5,452)	(6,020)	(5,453)
Reinvestment during the period		1,207	1,031	2,703	2,499	5,260	2,865
<b>Closing equity at the end of the period</b>		<b>55,740</b>	<b>55,708</b>	<b>45,220</b>	<b>43,928</b>	<b>40,071</b>	<b>43,066</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Ironbark Karara Australian Share</b>		<b>Lazard Select Australian Equity</b>		<b>Maple-Brown Abbott Australian Share</b>	
	<b>Note</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>
		<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Opening equity at the beginning of the period</b>		6,989,267	6,429,059	43,100	43,861	23,072	22,897
Profit/(Loss) for the period		236,392	720,371	1,653	3,890	1,595	1,993
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>236,392</b>	<b>720,371</b>	<b>1,653</b>	<b>3,890</b>	<b>1,595</b>	<b>1,993</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(189,910)	(112,498)	(1,164)	(1,044)	(1,793)	(614)
Application of units		205,797	601,288	627	840	241	870
Redemption of units		(997,738)	(745,949)	(5,778)	(5,302)	(2,948)	(2,571)
Reinvestment during the period		170,172	96,996	959	855	1,469	497
<b>Closing equity at the end of the period</b>		<b>6,413,980</b>	<b>6,989,267</b>	<b>39,397</b>	<b>43,100</b>	<b>21,636</b>	<b>23,072</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Nikko AM Australian Share Concentrated</b>		<b>Perennial Value Australian Share</b>		<b>Perpetual Australian Share</b>	
	<b>Note</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>
<b>Opening equity at the beginning of the period</b>		15,949	17,188	30,640	31,591	5,481,153	5,563,515
Profit/(Loss) for the period		181	1,186	1,021	2,099	206,137	463,311
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>181</b>	<b>1,186</b>	<b>1,021</b>	<b>2,099</b>	<b>206,137</b>	<b>463,311</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(494)	(613)	(1,647)	(2,193)	(217,975)	(353,487)
Application of units		679	308	846	1,413	191,529	262,855
Redemption of units		(2,549)	(2,639)	(4,416)	(4,096)	(1,353,510)	(785,055)
Reinvestment during the period		415	519	1,407	1,826	204,246	330,014
<b>Closing equity at the end of the period</b>		<b>14,181</b>	<b>15,949</b>	<b>27,851</b>	<b>30,640</b>	<b>4,511,580</b>	<b>5,481,153</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		Perpetual Ethical SRI Share		Perpetual Industrial Share		Realindex Australian Share	
	Note	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$'000	30/06/2018 \$'000
<b>Opening equity at the beginning of the period</b>		869,767	821,459	115,133	122,748	19,214	18,714
Profit/(Loss) for the period		(39,107)	33,931	3,081	5,745	1,915	1,722
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(39,107)</b>	<b>33,931</b>	<b>3,081</b>	<b>5,745</b>	<b>1,915</b>	<b>1,722</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(31,924)	(42,069)	(7,308)	(2,896)	(2,290)	(1,472)
Application of units		485,111	229,488	2,309	3,072	1,071	1,760
Redemption of units		(182,768)	(205,757)	(16,870)	(15,912)	(2,939)	(2,847)
Reinvestment during the period		26,295	32,715	5,988	2,376	2,073	1,337
<b>Closing equity at the end of the period</b>		<b>1,127,374</b>	<b>869,767</b>	<b>102,333</b>	<b>115,133</b>	<b>19,044</b>	<b>19,214</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Schroder Australian Equity</b>		<b>Solaris Core Australian Equity</b>		<b>T. Rowe Price Australian Equity</b>	
	<b>Note</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>
<b>Opening equity at the beginning of the period</b>		35,476	35,707	10,687	10,139	23,021	24,318
Profit/(Loss) for the period		2,332	3,950	779	1,473	374	2,598
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>2,332</b>	<b>3,950</b>	<b>779</b>	<b>1,473</b>	<b>374</b>	<b>2,598</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(3,514)	(3,316)	(288)	(259)	(493)	(3,161)
Application of units		1,055	1,354	563	815	590	726
Redemption of units		(4,420)	(4,981)	(1,638)	(1,689)	(4,263)	(4,209)
Reinvestment during the period		2,939	2,762	229	208	427	2,749
<b>Closing equity at the end of the period</b>		<b>33,868</b>	<b>35,476</b>	<b>10,332</b>	<b>10,687</b>	<b>19,656</b>	<b>23,021</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF CHANGES IN EQUITY AS AT 30 JUNE 2019

		Ausbil Australian Emerging Leaders		Celeste Australian Small Companies		Colonial First State Developing Companies	
	Note	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$	30/06/2018 \$
<b>Opening equity at the beginning of the period</b>		10,488,389	10,174,809	6,023,171	5,685,314	9,610,945	8,660,154
Profit/(Loss) for the period		(651,849)	1,883,002	(265,602)	816,872	(976,043)	1,743,818
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(651,849)</b>	<b>1,883,002</b>	<b>(265,602)</b>	<b>816,872</b>	<b>(976,043)</b>	<b>1,743,818</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(524,026)	(1,177,927)	(142,413)	(83,471)	(826,096)	(492,075)
Application of units		471,139	371,402	192,346	203,087	750,197	997,172
Redemption of units		(1,883,548)	(1,658,370)	(925,062)	(666,854)	(2,160,877)	(1,753,369)
Reinvestment during the period		399,614	895,473	118,017	68,223	757,204	455,245
<b>Closing equity at the end of the period</b>		<b>8,299,719</b>	<b>10,488,389</b>	<b>5,000,457</b>	<b>6,023,171</b>	<b>7,155,330</b>	<b>9,610,945</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## STATEMENTS OF CHANGES IN EQUITY AS AT 30 JUNE 2019

		Colonial First State Future Leaders		OC Premium Small Companies		Realindex Australian Small Companies	
	Note	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$	30/06/2018 \$
<b>Opening equity at the beginning of the period</b>		11,205,511	9,010,111	2,367,132	1,514,908	4,551,658	4,031,733
Profit/(Loss) for the period		(585,151)	2,687,122	27,023	388,111	25,467	693,491
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(585,151)</b>	<b>2,687,122</b>	<b>27,023</b>	<b>388,111</b>	<b>25,467</b>	<b>693,491</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(144,339)	(221,882)	(280,796)	(242,572)	(346,021)	(481,477)
Application of units		395,410	777,684	904,623	690,775	1,606,554	459,323
Redemption of units		(1,412,864)	(1,227,672)	(443,529)	(211,280)	(762,065)	(606,339)
Reinvestment during the period		115,487	180,148	252,962	227,190	326,685	454,927
<b>Closing equity at the end of the period</b>		<b>9,574,054</b>	<b>11,205,511</b>	<b>2,827,415</b>	<b>2,367,132</b>	<b>5,402,278</b>	<b>4,551,658</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Acadian Sustainable Global Equity Fund</b>		<b>Altrinsic Global Equity</b>		<b>Antipodes Global</b>	
	<b>Note</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>
		<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$</b>	<b>\$</b>
<b>Opening equity at the beginning of the period</b>		7,509,777	7,644,766	10,757	11,589	1,432,784	-
Profit/(Loss) for the period		487,342	911,687	974	719	51,433	(15,925)
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>487,342</b>	<b>911,687</b>	<b>974</b>	<b>719</b>	<b>51,433</b>	<b>(15,925)</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	-	-	(23)	(26)	(37,085)	-
Application of units		180,812	161,287	947	381	1,707,097	1,461,083
Redemption of units		(1,153,546)	(1,207,963)	(2,483)	(1,927)	(550,900)	(12,374)
Reinvestment during the period		-	-	18	21	35,037	-
<b>Closing equity at the end of the period</b>		<b>7,024,385</b>	<b>7,509,777</b>	<b>10,190</b>	<b>10,757</b>	<b>2,638,366</b>	<b>1,432,784</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Pendal Core Global Share</b>		<b>Grant Samuel Epoch Global Equity Shareholder Yield</b>		<b>Magellan Global Share</b>	
	<b>Note</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>
		<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Opening equity at the beginning of the period</b>		2,452,592	2,573,372	3,674,825	4,914,762	82,198	75,022
Profit/(Loss) for the period		61,805	311,564	356,154	138,190	14,697	11,619
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>61,805</b>	<b>311,564</b>	<b>356,154</b>	<b>138,190</b>	<b>14,697</b>	<b>11,619</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(210,684)	(552,312)	(143,245)	(601,010)	(5,688)	(6,783)
Application of units		178,829	254,801	144,164	604,512	5,355	6,215
Redemption of units		(195,759)	(597,214)	(401,376)	(1,863,032)	(12,529)	(9,678)
Reinvestment during the period		183,987	462,381	113,888	481,403	4,798	5,803
<b>Closing equity at the end of the period</b>		<b>2,470,770</b>	<b>2,452,592</b>	<b>3,744,410</b>	<b>3,674,825</b>	<b>88,831</b>	<b>82,198</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Magellan Global Share - Hedged</b>		<b>MFS Global Equity</b>		<b>Perpetual Global Share</b>	
	<b>Note</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>
		<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$</b>	<b>\$</b>
<b>Opening equity at the beginning of the period</b>		416,984	100,814	25,894	24,673	8,426,917	6,261,498
Profit/(Loss) for the period		73,504	31,730	3,581	1,933	738,213	1,053,549
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>73,504</b>	<b>31,730</b>	<b>3,581</b>	<b>1,933</b>	<b>738,213</b>	<b>1,053,549</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(7,619)	(30,387)	(5,959)	(2,202)	(1,135,814)	(797,142)
Application of units		353,101	348,010	1,240	2,766	336,537	1,958,696
Redemption of units		(78,107)	(62,063)	(5,792)	(3,094)	(2,460,652)	(717,758)
Reinvestment during the period		7,345	28,880	4,999	1,818	986,634	668,074
<b>Closing equity at the end of the period</b>		<b>765,208</b>	<b>416,984</b>	<b>23,963</b>	<b>25,894</b>	<b>6,891,835</b>	<b>8,426,917</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		Platinum International		PM Capital Global Companies		Realindex Global Share	
	Note	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$	30/06/2018 \$
<b>Opening equity at the beginning of the period</b>		130,560	123,551	8,092,231	7,389,097	7,822,644	6,967,200
Profit/(Loss) for the period		(212)	17,219	(12,926)	1,201,378	520,631	887,071
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>(212)</b>	<b>17,219</b>	<b>(12,926)</b>	<b>1,201,378</b>	<b>520,631</b>	<b>887,071</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(14,588)	(19,498)	(5,274)	(163,905)	(640,283)	(678,823)
Application of units		4,136	7,651	291,422	1,044,074	628,053	1,112,333
Redemption of units		(18,387)	(14,368)	(1,389,680)	(1,517,528)	(1,011,370)	(1,063,914)
Reinvestment during the period		12,197	16,005	4,477	139,115	572,440	598,777
<b>Closing equity at the end of the period</b>		<b>113,706</b>	<b>130,560</b>	<b>6,980,250</b>	<b>8,092,231</b>	<b>7,892,115</b>	<b>7,822,644</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Realindex Global Share - Hedged</b>		<b>Stewart Investors Worldwide Leaders</b>		<b>T. Rowe Price Global Equity</b>	
	<b>Note</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>
		<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Opening equity at the beginning of the period</b>		2,995,344	3,149,041	3,636,606	3,437,721	13,034	10,932
Profit/(Loss) for the period		51,100	289,713	289,590	372,144	1,568	2,270
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>51,100</b>	<b>289,713</b>	<b>289,590</b>	<b>372,144</b>	<b>1,568</b>	<b>2,270</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(44,610)	(702,357)	(330,080)	(345,426)	(17)	(26)
Application of units		228,901	372,300	258,686	644,773	1,459	897
Redemption of units		(644,654)	(679,785)	(597,227)	(779,347)	(1,792)	(1,061)
Reinvestment during the period		38,199	566,432	291,273	306,741	14	22
<b>Closing equity at the end of the period</b>		<b>2,624,280</b>	<b>2,995,344</b>	<b>3,548,848</b>	<b>3,636,606</b>	<b>14,266</b>	<b>13,034</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Pendal Global Emerging Market Opportunities</b>		<b>Platinum Asia</b>		<b>Acadian Australian Equity Long Short</b>	
	<b>Note</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>
		<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$</b>	<b>\$</b>
<b>Opening equity at the beginning of the period</b>		9,721	-	12,310	9,737	4,493,019	4,859,447
Profit/(Loss) for the period		4,864	(279)	(255)	1,795	429,528	620,342
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>4,864</b>	<b>(279)</b>	<b>(255)</b>	<b>1,795</b>	<b>429,528</b>	<b>620,342</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(706)	(74)	(235)	(2,274)	(143,104)	(125,960)
Application of units		125,797	10,000	1,249	3,667	256,665	121,980
Redemption of units		(17,134)	-	(3,040)	(2,412)	(926,015)	(1,090,995)
Reinvestment during the period		678	74	186	1,797	125,739	108,205
<b>Closing equity at the end of the period</b>		<b>123,220</b>	<b>9,721</b>	<b>10,215</b>	<b>12,310</b>	<b>4,235,832</b>	<b>4,493,019</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.



**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Acadian Global Equity Long Short</b>		<b>Bennelong Kardinia Absolute Return</b>		<b>Janus Henderson Global Natural Resources</b>	
	<b>Note</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>
		<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Opening equity at the beginning of the period</b>		3,142,402	3,021,394	157,651	145,691	19,155	19,589
Profit/(Loss) for the period		107,290	500,524	5,889	7,089	(714)	3,647
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>107,290</b>	<b>500,524</b>	<b>5,889</b>	<b>7,089</b>	<b>(714)</b>	<b>3,647</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(2,210)	(10,267)	(220)	(434)	(251)	(2,096)
Application of units		611,069	624,896	415,728	32,266	582	696
Redemption of units		(487,548)	(1,001,902)	(50,989)	(27,365)	(3,051)	(4,474)
Reinvestment during the period		1,798	7,757	216	404	216	1,793
<b>Closing equity at the end of the period</b>		<b>3,372,801</b>	<b>3,142,402</b>	<b>528,275</b>	<b>157,651</b>	<b>15,937</b>	<b>19,155</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		APN AREIT		Pandal Property Investment		Colonial First State Property Securities	
	Note	30/06/2019 \$	30/06/2018 \$	30/06/2019 \$'000	30/06/2018 \$'000	30/06/2019 \$'000	30/06/2018 \$'000
<b>Opening equity at the beginning of the period</b>		3,518,414	4,645,055	13,389	14,068	12,303	12,899
Profit/(Loss) for the period		304,632	339,834	2,732	1,397	2,091	1,156
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>304,632</b>	<b>339,834</b>	<b>2,732</b>	<b>1,397</b>	<b>2,091</b>	<b>1,156</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(117,310)	(131,046)	(2,043)	(1,353)	(210)	(400)
Application of units		319,056	1,525,632	351	591	308	319
Redemption of units		(618,652)	(2,959,947)	(1,635)	(2,314)	(1,823)	(1,973)
Reinvestment during the period		88,956	98,886	1,557	1,000	159	302
<b>Closing equity at the end of the period</b>		<b>3,495,096</b>	<b>3,518,414</b>	<b>14,351</b>	<b>13,389</b>	<b>12,828</b>	<b>12,303</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Ironbark Property Securities</b>		<b>Legg Mason Martin Currie Real Income</b>		<b>AMP Capital Global Property Securities</b>	
	<b>Note</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>	<b>30/06/2019</b>	<b>30/06/2018</b>
		\$	\$	\$	\$	\$	\$
<b>Opening equity at the beginning of the period</b>		9,522,076	10,248,133	1,326,603	1,465,363	2,129,567	2,072,660
Profit/(Loss) for the period		1,281,112	1,313,246	436,819	76,235	165,397	106,239
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>1,281,112</b>	<b>1,313,246</b>	<b>436,819</b>	<b>76,235</b>	<b>165,397</b>	<b>106,239</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(181,195)	(241,813)	(62,455)	(46,300)	(21,715)	(17,305)
Application of units		262,272	147,796	1,463,588	101,279	217,928	367,220
Redemption of units		(1,815,625)	(2,146,700)	(504,995)	(306,036)	(427,017)	(413,465)
Reinvestment during the period		147,951	201,414	54,080	36,062	18,412	14,218
<b>Closing equity at the end of the period</b>		<b>9,216,591</b>	<b>9,522,076</b>	<b>2,713,640</b>	<b>1,326,603</b>	<b>2,082,572</b>	<b>2,129,567</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Colonial First State Global Property Securities</b>		<b>Colonial First State Global Listed Infrastructure Securities</b>		<b>Magellan Infrastructure</b>	
	<b>Note</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>
<b>Opening equity at the beginning of the period</b>		17,006	18,045	7,271,793	7,019,010	5,046,764	3,525,853
Profit/(Loss) for the period		739	1,082	813,848	33,303	996,765	257,336
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>739</b>	<b>1,082</b>	<b>813,848</b>	<b>33,303</b>	<b>996,765</b>	<b>257,336</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(104)	(242)	(89,265)	(277,533)	(267,456)	(162,784)
Application of units		695	470	631,492	1,721,562	2,256,810	1,820,939
Redemption of units		(2,818)	(2,537)	(1,574,162)	(1,464,961)	(1,039,936)	(535,536)
Reinvestment during the period		80	188	75,804	240,412	233,748	140,956
<b>Closing equity at the end of the period</b>		<b>15,598</b>	<b>17,006</b>	<b>7,129,510</b>	<b>7,271,793</b>	<b>7,226,695</b>	<b>5,046,764</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Acadian Geared Australian Equity</b>		<b>Acadian Geared Global Equity</b>		<b>Colonial First State Geared Global Property Securities</b>	
	<b>Note</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>
<b>Opening equity at the beginning of the period</b>		33,244	31,950	14,519	11,440	3,953,730	4,244,423
Profit/(Loss) for the period		2,038	4,826	(183)	3,042	216,893	403,017
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>2,038</b>	<b>4,826</b>	<b>(183)</b>	<b>3,042</b>	<b>216,893</b>	<b>403,017</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(1,992)	(1,697)	(785)	(1,419)	(56,162)	(100,831)
Application of units		1,166	2,535	2,281	3,560	124,415	288,205
Redemption of units		(5,304)	(5,843)	(3,965)	(3,351)	(933,490)	(962,790)
Reinvestment during the period		1,713	1,473	696	1,247	45,491	81,706
<b>Closing equity at the end of the period</b>		<b>30,865</b>	<b>33,244</b>	<b>12,563</b>	<b>14,519</b>	<b>3,350,877</b>	<b>3,953,730</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Colonial First State Geared Share</b>		<b>Baillie Gifford Long Term Global Growth</b>		<b>Stewart Investors Global Emerging Markets Leaders</b>	
	<b>Note</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>
<b>Opening equity at the beginning of the period</b>		110,400	98,123	1,431,703	1,671,502	1,616,730	1,632,825
Profit/(Loss) for the period		15,606	26,533	181,997	189,023	152,345	154,957
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>15,606</b>	<b>26,533</b>	<b>181,997</b>	<b>189,023</b>	<b>152,345</b>	<b>154,957</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(6,702)	(4,994)	(302,265)	(263,700)	(11,653)	(104,414)
Application of units		11,187	13,121	26,770	158,072	34,588	82,714
Redemption of units		(23,811)	(26,794)	(370,003)	(567,240)	(236,674)	(246,342)
Reinvestment during the period		5,756	4,411	276,301	244,046	10,739	96,990
<b>Closing equity at the end of the period</b>		<b>112,436</b>	<b>110,400</b>	<b>1,244,503</b>	<b>1,431,703</b>	<b>1,566,075</b>	<b>1,616,730</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>Generation Global Share</b>		<b>FirstChoice Alternatives</b>		<b>Acadian Defensive Income</b>	
	<b>Note</b>	<b>30/06/2019 \$'000</b>	<b>30/06/2018 \$'000</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>
<b>Opening equity at the beginning of the period</b>		13,752	12,890	612,431	463,514	1,468,190	1,669,826
Profit/(Loss) for the period		2,242	2,140	9,857	(1,384)	11,404	17,302
Other comprehensive income for the period		-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>2,242</b>	<b>2,140</b>	<b>9,857</b>	<b>(1,384)</b>	<b>11,404</b>	<b>17,302</b>
<b>Transactions with unitholders in their capacity as owners</b>							
Distribution to unitholders	4	(2,479)	(2,457)	(6,953)	(3,058)	(13,589)	(23,445)
Application of units		810	675	128,004	283,895	21,665	109,228
Redemption of units		(2,492)	(1,497)	(165,478)	(133,277)	(553,212)	(327,159)
Reinvestment during the period		2,006	2,001	6,196	2,741	12,782	22,438
<b>Closing equity at the end of the period</b>		<b>13,839</b>	<b>13,752</b>	<b>584,057</b>	<b>612,431</b>	<b>947,240</b>	<b>1,468,190</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**STATEMENTS OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

		<b>SG Hiscock Property Securities</b>	
	<b>Note</b>	<b>30/06/2019</b>	<b>30/06/2018</b>
		\$	\$
<b>Opening equity at the beginning of the period</b>		1,547,711	1,603,527
Profit/(Loss) for the period		33,621	137,659
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>33,621</b>	<b>137,659</b>
<b>Transactions with unitholders in their capacity as owners</b>			
Distribution to unitholders	4	(93,922)	(118,654)
Application of units		65,611	155,285
Redemption of units		(280,608)	(319,052)
Reinvestment during the period		70,595	88,946
<b>Closing equity at the end of the period</b>		<b>1,343,008</b>	<b>1,547,711</b>

The above Statements of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.



**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	<b>Bennelong ex-20 Australian Equities</b>		<b>BlackRock Advantage Australian Equity</b>		<b>Pendal Australian Share</b>	
<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Cash flows from operating activities</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>
Proceeds from sale of financial instruments	3,478,000	1,101,000	876,000	1,422,000	2,543	2,948
Payments for purchase of financial instruments	(2,461,000)	(2,443,000)	(48,000)	(24,000)	(170)	(160)
Interest received	323	380	175	180	1	1
Responsible Entity fee received/ (paid)	(21,561)	6,910	(53,215)	(56,220)	(144)	(155)
Others	(3,470)	(2,952)	(1,973)	(1,990)	(5)	(7)
<b>Net cash (used in)/from operating activities</b>	<b>992,292</b>	<b>(1,337,662)</b>	<b>772,987</b>	<b>1,339,970</b>	<b>2,225</b>	<b>2,627</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	3,044,650	3,076,926	88,984	71,145	401	562
Payment for redemption of units	(3,967,088)	(1,653,401)	(822,777)	(1,381,878)	(2,519)	(2,876)
Distributions paid	(94,141)	(47,044)	(37,265)	(38,126)	(215)	(354)
<b>Net cash (used in)/from financing activities</b>	<b>(1,016,579)</b>	<b>1,376,481</b>	<b>(771,058)</b>	<b>(1,348,859)</b>	<b>(2,333)</b>	<b>(2,668)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(24,287)</b>	<b>38,819</b>	<b>1,929</b>	<b>(8,889)</b>	<b>(108)</b>	<b>(41)</b>
Add opening cash and cash equivalents brought forward	75,013	36,194	17,360	26,249	178	219
<b>Closing cash and cash equivalents carried forward</b>	<b>50,726</b>	<b>75,013</b>	<b>19,289</b>	<b>17,360</b>	<b>70</b>	<b>178</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## CASH FLOW STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Colonial First State Imputation		Fidelity Australian Equities		Investors Mutual Australian Share	
Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
<b>Cash flows from operating activities</b>						
Proceeds from sale of financial instruments	5,979	9,450	4,539	4,603	6,440	4,476
Payments for purchase of financial instruments	(1,080)	(1,610)	(1,820)	(1,480)	(360)	(2,010)
Interest received	2	1	1	1	1	1
Responsible Entity fee received/ (paid)	(478)	(476)	(363)	(359)	(270)	(281)
Others	(17)	(16)	(13)	(12)	(13)	(13)
<b>Net cash (used in)/from operating activities</b> 7(a)	<b>4,406</b>	<b>7,349</b>	<b>2,344</b>	<b>2,753</b>	<b>5,798</b>	<b>2,173</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	2,169	2,620	3,060	3,046	1,196	3,917
Payment for redemption of units	(6,322)	(9,671)	(4,914)	(5,465)	(6,019)	(5,453)
Distributions paid	(236)	(341)	(474)	(314)	(708)	(396)
<b>Net cash (used in)/from financing activities</b>	<b>(4,389)</b>	<b>(7,392)</b>	<b>(2,328)</b>	<b>(2,733)</b>	<b>(5,531)</b>	<b>(1,932)</b>
<b>Net movement in cash and cash equivalents</b>	<b>17</b>	<b>(43)</b>	<b>16</b>	<b>20</b>	<b>267</b>	<b>241</b>
Add opening cash and cash equivalents brought forward	158	201	264	244	377	136
<b>Closing cash and cash equivalents carried forward</b>	<b>175</b>	<b>158</b>	<b>280</b>	<b>264</b>	<b>644</b>	<b>377</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	<b>Ironbark Karara Australian Share</b>		<b>Lazard Select Australian Equity</b>		<b>Maple-Brown Abbott Australian Share</b>	
<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Cash flows from operating activities</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Proceeds from sale of financial instruments	983,000	676,000	5,986	5,412	3,192	2,479
Payments for purchase of financial instruments	(118,001)	(460,000)	(260)	(400)	(80)	(480)
Interest received	193	190	1	1	1	1
Responsible Entity fee received/ (paid)	(55,372)	(55,616)	(349)	(375)	(141)	(149)
Others	(2,054)	(1,982)	(14)	(12)	(7)	(8)
<b>Net cash (used in)/from operating activities</b>	<b>807,766</b>	<b>158,592</b>	<b>5,364</b>	<b>4,626</b>	<b>2,965</b>	<b>1,843</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	205,796	601,314	628	840	240	870
Payment for redemption of units	(997,738)	(745,949)	(5,778)	(5,302)	(2,947)	(2,571)
Distributions paid	(13,895)	(16,087)	(189)	(167)	(103)	(166)
<b>Net cash (used in)/from financing activities</b>	<b>(805,837)</b>	<b>(160,722)</b>	<b>(5,339)</b>	<b>(4,629)</b>	<b>(2,810)</b>	<b>(1,867)</b>
<b>Net movement in cash and cash equivalents</b>	<b>1,929</b>	<b>(2,130)</b>	<b>25</b>	<b>(3)</b>	<b>155</b>	<b>(24)</b>
Add opening cash and cash equivalents brought forward	13,477	15,607	119	122	70	94
<b>Closing cash and cash equivalents carried forward</b>	<b>15,406</b>	<b>13,477</b>	<b>144</b>	<b>119</b>	<b>225</b>	<b>70</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	<b>Nikko AM Australian Share Concentrated</b>		<b>Perennial Value Australian Share</b>		<b>Perpetual Australian Share</b>	
<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Cash flows from operating activities</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$</b>	<b>\$</b>
Proceeds from sale of financial instruments	2,568	2,744	4,293	3,843	1,337,000	784,000
Payments for purchase of financial instruments	(494)	(162)	(200)	(630)	(130,000)	(202,999)
Interest received	-	-	1	1	151	143
Responsible Entity fee received/ (paid)	(123)	(141)	(238)	(262)	(31,472)	(36,252)
Others	(4)	(5)	(8)	(10)	(1,516)	(1,647)
<b>Net cash (used in)/from operating activities</b>	<b>1,947</b>	<b>2,436</b>	<b>3,848</b>	<b>2,942</b>	<b>1,174,163</b>	<b>543,245</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	678	307	846	1,413	191,528	262,857
Payment for redemption of units	(2,548)	(2,638)	(4,416)	(4,095)	(1,353,510)	(785,055)
Distributions paid	(90)	(69)	(347)	(436)	(17,470)	(27,937)
<b>Net cash (used in)/from financing activities</b>	<b>(1,960)</b>	<b>(2,400)</b>	<b>(3,917)</b>	<b>(3,118)</b>	<b>(1,179,452)</b>	<b>(550,135)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(13)</b>	<b>36</b>	<b>(69)</b>	<b>(176)</b>	<b>(5,289)</b>	<b>(6,890)</b>
Add opening cash and cash equivalents brought forward	66	30	208	384	17,078	23,968
<b>Closing cash and cash equivalents carried forward</b>	<b>53</b>	<b>66</b>	<b>139</b>	<b>208</b>	<b>11,789</b>	<b>17,078</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## CASH FLOW STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Perpetual Ethical SRI Share	Perpetual Industrial Share	Realindex Australian Share
Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$	1/07/2018 - 30/06/2019 \$'000
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments	187,700	207,743	17,139
Payments for purchase of financial instruments	(481,500)	(220,852)	14,880
Interest received	36	30	(630)
Responsible Entity fee received/ (paid)	(1,561)	(1,291)	(770)
Others	(359)	(295)	3
<b>Net cash (used in)/from operating activities</b>	<b>(295,684)</b>	<b>(14,665)</b>	<b>15,791</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units	485,111	229,488	2,308
Payment for redemption of units	(182,768)	(205,757)	3,075
Distributions paid	(8,970)	(6,618)	(16,869)
<b>Net cash (used in)/from financing activities</b>	<b>293,373</b>	<b>17,113</b>	<b>(14,964)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(2,311)</b>	<b>2,448</b>	<b>(13,581)</b>
Add opening cash and cash equivalents brought forward	5,162	2,714	209
<b>Closing cash and cash equivalents carried forward</b>	<b>2,851</b>	<b>5,162</b>	<b>209</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	<b>Schroder Australian Equity</b>		<b>Solaris Core Australian Equity</b>		<b>T. Rowe Price Australian Equity</b>	
<b>Note</b>	<b>1/07/2018 - 30/06/2019 \$'000</b>	<b>1/07/2017 - 30/06/2018 \$'000</b>	<b>1/07/2018 - 30/06/2019 \$'000</b>	<b>1/07/2017 - 30/06/2018 \$'000</b>	<b>1/07/2018 - 30/06/2019 \$'000</b>	<b>1/07/2017 - 30/06/2018 \$'000</b>
<b>Cash flows from operating activities</b>						
Proceeds from sale of financial instruments	4,572	4,976	1,625	1,741	4,120	4,320
Payments for purchase of financial instruments	(360)	(480)	(412)	(716)	(200)	(220)
Interest received	1	1	-	-	1	1
Responsible Entity fee received/ (paid)	(285)	(301)	(85)	(87)	(186)	(209)
Others	(11)	(12)	(2)	(2)	(7)	(8)
<b>Net cash (used in)/from operating activities</b> 7(a)	<b>3,917</b>	<b>4,184</b>	<b>1,126</b>	<b>936</b>	<b>3,728</b>	<b>3,884</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	1,055	1,354	562	814	590	726
Payment for redemption of units	(4,420)	(4,981)	(1,638)	(1,689)	(4,263)	(4,235)
Distributions paid	(618)	(653)	(49)	(51)	(395)	(364)
<b>Net cash (used in)/from financing activities</b>	<b>(3,983)</b>	<b>(4,280)</b>	<b>(1,125)</b>	<b>(926)</b>	<b>(4,068)</b>	<b>(3,873)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(66)</b>	<b>(96)</b>	<b>1</b>	<b>10</b>	<b>(340)</b>	<b>11</b>
Add opening cash and cash equivalents brought forward	289	385	33	23	374	363
<b>Closing cash and cash equivalents carried forward</b>	<b>223</b>	<b>289</b>	<b>34</b>	<b>33</b>	<b>34</b>	<b>374</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## CASH FLOW STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Ausbil Australian Emerging Leaders		Celeste Australian Small Companies		Colonial First State Developing Companies	
Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Cash flows from operating activities</b>	\$	\$	\$	\$	\$	\$
Proceeds from sale of financial instruments	1,876,000	1,892,000	936,000	645,000	2,021,000	1,550,000
Payments for purchase of financial instruments	(271,999)	(224,000)	(141,000)	(122,000)	(563,000)	(782,999)
Interest received	324	360	149	159	328	276
Responsible Entity fee received/ (paid)	(72,971)	(84,795)	(36,688)	(40,994)	21,472	23,414
Others	(2,901)	(3,181)	(1,675)	(1,773)	(2,709)	(2,822)
<b>Net cash (used in)/from operating activities</b>	<b>1,528,453</b>	<b>1,580,384</b>	<b>756,786</b>	<b>480,392</b>	<b>1,477,091</b>	<b>787,869</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	471,139	371,440	192,346	203,089	750,197	999,175
Payment for redemption of units	(1,883,548)	(1,658,370)	(925,062)	(666,904)	(2,160,877)	(1,755,329)
Distributions paid	(295,536)	(632,485)	(25,348)	(9,661)	(45,329)	(51,778)
<b>Net cash (used in)/from financing activities</b>	<b>(1,707,945)</b>	<b>(1,919,415)</b>	<b>(758,064)</b>	<b>(473,476)</b>	<b>(1,456,009)</b>	<b>(807,932)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(179,492)</b>	<b>(339,031)</b>	<b>(1,278)</b>	<b>6,916</b>	<b>21,082</b>	<b>(20,063)</b>
Add opening cash and cash equivalents brought forward	275,926	614,957	24,640	17,724	37,943	58,006
<b>Closing cash and cash equivalents carried forward</b>	<b>96,434</b>	<b>275,926</b>	<b>23,362</b>	<b>24,640</b>	<b>59,025</b>	<b>37,943</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## CASH FLOW STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Colonial First State Future Leaders		OC Premium Small Companies		Realindex Australian Small Companies	
Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Cash flows from operating activities</b>	\$	\$	\$	\$	\$	\$
Proceeds from sale of financial instruments	1,321,000	1,104,000	402,000	190,000	738,000	584,000
Payments for purchase of financial instruments	(266,000)	(616,000)	(833,999)	(654,600)	(1,518,000)	(368,000)
Interest received	254	236	142	98	223	44
Responsible Entity fee received/ (paid)	816	933	(493)	522	(42,119)	(42,974)
Others	(3,193)	(2,978)	(833)	(620)	(1,442)	(1,233)
<b>Net cash (used in)/from operating activities</b>	<b>1,052,877</b>	<b>486,191</b>	<b>(433,183)</b>	<b>(464,600)</b>	<b>(823,338)</b>	<b>171,837</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	395,410	777,689	904,623	690,775	1,606,554	459,323
Payment for redemption of units	(1,412,864)	(1,227,678)	(443,529)	(211,280)	(762,065)	(606,552)
Distributions paid	(24,489)	(71,417)	(19,937)	(2,299)	(26,172)	(44,505)
<b>Net cash (used in)/from financing activities</b>	<b>(1,041,943)</b>	<b>(521,406)</b>	<b>441,157</b>	<b>477,196</b>	<b>818,317</b>	<b>(191,734)</b>
<b>Net movement in cash and cash equivalents</b>	<b>10,934</b>	<b>(35,215)</b>	<b>7,974</b>	<b>12,596</b>	<b>(5,021)</b>	<b>(19,897)</b>
Add opening cash and cash equivalents brought forward	17,559	52,774	17,943	5,347	25,827	45,724
<b>Closing cash and cash equivalents carried forward</b>	<b>28,493</b>	<b>17,559</b>	<b>25,917</b>	<b>17,943</b>	<b>20,806</b>	<b>25,827</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## CASH FLOW STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Acadian Sustainable Global Equity Fund		Altrinsic Global Equity		Antipodes Global	
Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018	1/07/2018 - 30/06/2019	5/03/2018 - 30/06/2018
<b>Cash flows from operating activities</b>	\$	\$	\$'000	\$'000	\$	\$
Proceeds from sale of financial instruments	1,158,000	1,221,000	2,472	1,893	542,032	1,487
Payments for purchase of financial instruments	(130,000)	(112,000)	(853)	(257)	(1,683,191)	(1,445,846)
Interest received	237	216	-	-	87	(4)
Responsible Entity fee received/ (paid)	(59,053)	(59,618)	(83)	(83)	(6,084)	(1)
Others	(2,335)	(2,231)	(4)	(4)	(630)	4
<b>Net cash (used in)/from operating activities</b>	<b>966,849</b>	<b>1,047,367</b>	<b>1,532</b>	<b>1,549</b>	<b>(1,147,786)</b>	<b>(1,444,360)</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	180,812	161,287	946	401	1,707,097	1,461,083
Payment for redemption of units	(1,153,546)	(1,207,963)	(2,483)	(1,927)	(550,900)	(12,374)
Distributions paid	-	-	(5)	-	(2,048)	-
<b>Net cash (used in)/from financing activities</b>	<b>(972,734)</b>	<b>(1,046,676)</b>	<b>(1,542)</b>	<b>(1,526)</b>	<b>1,154,149</b>	<b>1,448,709</b>
<b>Net movement in cash and cash equivalents</b>	<b>(5,885)</b>	<b>691</b>	<b>(10)</b>	<b>23</b>	<b>6,363</b>	<b>4,349</b>
Add opening cash and cash equivalents brought forward	19,709	19,018	31	8	4,349	-
<b>Closing cash and cash equivalents carried forward</b>	<b>13,824</b>	<b>19,709</b>	<b>21</b>	<b>31</b>	<b>10,712</b>	<b>4,349</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	<b>Pendal Core Global Share</b>		<b>Grant Samuel Epoch Global Equity Shareholder Yield</b>		<b>Magellan Global Share</b>	
<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Cash flows from operating activities</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>
Proceeds from sale of financial instruments	226,000	679,000	398,000	1,939,000	10,651	7,689
Payments for purchase of financial instruments	(162,000)	(232,000)	(83,000)	(524,000)	(1,950)	(2,620)
Interest received	89	79	129	144	3	2
Responsible Entity fee received/ (paid)	(17,324)	(18,008)	(29,677)	(31,396)	(378)	(630)
Others	(785)	(781)	(1,177)	(1,165)	(27)	(23)
<b>Net cash (used in)/from operating activities</b>	<b>45,980</b>	<b>428,290</b>	<b>284,275</b>	<b>1,382,583</b>	<b>8,299</b>	<b>4,418</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	178,829	254,801	144,164	604,512	5,354	6,265
Payment for redemption of units	(195,759)	(597,214)	(401,376)	(1,863,185)	(12,528)	(9,686)
Distributions paid	(81,147)	(22,539)	(98,977)	(69,287)	(1,082)	(688)
<b>Net cash (used in)/from financing activities</b>	<b>(98,077)</b>	<b>(364,952)</b>	<b>(356,189)</b>	<b>(1,327,960)</b>	<b>(8,256)</b>	<b>(4,109)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(52,097)</b>	<b>63,338</b>	<b>(71,914)</b>	<b>54,623</b>	<b>43</b>	<b>309</b>
Add opening cash and cash equivalents brought forward	78,872	15,534	100,578	45,955	1,091	782
<b>Closing cash and cash equivalents carried forward</b>	<b>26,775</b>	<b>78,872</b>	<b>28,664</b>	<b>100,578</b>	<b>1,134</b>	<b>1,091</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	<b>Magellan Global Share - Hedged</b>		<b>MFS Global Equity</b>		<b>Perpetual Global Share</b>	
<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Cash flows from operating activities</b>	\$	\$	\$'000	\$'000	\$	\$
Proceeds from sale of financial instruments	60,000	60,346	6,157	2,425	2,607,000	786,000
Payments for purchase of financial instruments	(331,900)	(343,359)	(430)	(1,470)	(273,000)	(1,854,999)
Interest received	24	6	1	1	233	235
Responsible Entity fee received/ (paid)	(1,135)	(741)	(200)	(205)	(52,803)	(51,074)
Others	(195)	(117)	(8)	(7)	(2,590)	(2,423)
<b>Net cash (used in)/from operating activities</b>	<b>(273,206)</b>	<b>(283,865)</b>	<b>5,520</b>	<b>744</b>	<b>2,278,840</b>	<b>(1,122,261)</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	353,101	348,010	1,239	2,766	336,537	1,958,701
Payment for redemption of units	(78,107)	(62,063)	(5,791)	(3,106)	(2,460,652)	(717,758)
Distributions paid	(1,572)	(3)	(473)	(483)	(275,079)	(17,369)
<b>Net cash (used in)/from financing activities</b>	<b>273,422</b>	<b>285,944</b>	<b>(5,025)</b>	<b>(823)</b>	<b>(2,399,194)</b>	<b>1,223,574</b>
<b>Net movement in cash and cash equivalents</b>	<b>216</b>	<b>2,079</b>	<b>495</b>	<b>(79)</b>	<b>(120,354)</b>	<b>101,313</b>
Add opening cash and cash equivalents brought forward	2,191	112	357	436	136,775	35,462
<b>Closing cash and cash equivalents carried forward</b>	<b>2,407</b>	<b>2,191</b>	<b>852</b>	<b>357</b>	<b>16,421</b>	<b>136,775</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	Platinum International		PM Capital Global Companies		Realindex Global Share	
Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>						
Proceeds from sale of financial instruments	18,868	13,950	1,311,000	1,351,000	1,064,000	997,000
Payments for purchase of financial instruments	(1,270)	(2,840)	(212,000)	(1,008,000)	(529,000)	(875,999)
Interest received	4	4	305	320	251	252
Responsible Entity fee received/ (paid)	(789)	(873)	(10,017)	158,730	(79,009)	(76,632)
Others	(38)	(40)	(2,335)	(2,397)	(2,493)	(2,327)
<b>Net cash (used in)/from operating activities</b> 7(a)	<b>16,775</b>	<b>10,201</b>	<b>1,086,953</b>	<b>499,653</b>	<b>453,749</b>	<b>42,294</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	4,136	7,673	291,422	1,044,076	628,053	1,112,333
Payment for redemption of units	(18,386)	(14,389)	(1,389,680)	(1,517,528)	(1,011,370)	(1,063,914)
Distributions paid	(3,813)	(1,783)	(14,008)	(30,473)	(79,576)	(112,614)
<b>Net cash (used in)/from financing activities</b>	<b>(18,063)</b>	<b>(8,499)</b>	<b>(1,112,266)</b>	<b>(503,925)</b>	<b>(462,893)</b>	<b>(64,195)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(1,288)</b>	<b>1,702</b>	<b>(25,313)</b>	<b>(4,272)</b>	<b>(9,144)</b>	<b>(21,901)</b>
Add opening cash and cash equivalents brought forward	3,324	1,622	33,518	37,790	79,402	101,303
<b>Closing cash and cash equivalents carried forward</b>	<b>2,036</b>	<b>3,324</b>	<b>8,205</b>	<b>33,518</b>	<b>70,258</b>	<b>79,402</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	<b>Realindex Global Share - Hedged</b>		<b>Stewart Investors Worldwide Leaders</b>		<b>T. Rowe Price Global Equity</b>	
<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Cash flows from operating activities</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>
Proceeds from sale of financial instruments	640,000	810,000	576,000	776,000	1,559	1,006
Payments for purchase of financial instruments	(189,000)	(314,000)	(175,000)	(578,000)	(1,135)	(725)
Interest received	3	101	134	104	-	-
Responsible Entity fee received/ (paid)	(29,004)	(33,913)	(30,621)	(29,111)	(98)	(88)
Others	(937)	(1,034)	(1,150)	(1,043)	(3)	(3)
<b>Net cash (used in)/from operating activities</b>	<b>421,062</b>	<b>461,154</b>	<b>369,363</b>	<b>167,950</b>	<b>323</b>	<b>190</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	228,901	372,300	258,686	644,773	1,458	897
Payment for redemption of units	(644,654)	(679,785)	(597,227)	(779,347)	(1,792)	(1,061)
Distributions paid	(6,860)	(200,736)	(34,850)	(16,865)	(3)	(23)
<b>Net cash (used in)/from financing activities</b>	<b>(422,613)</b>	<b>(508,221)</b>	<b>(373,391)</b>	<b>(151,439)</b>	<b>(337)</b>	<b>(187)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(1,551)</b>	<b>(47,067)</b>	<b>(4,028)</b>	<b>16,511</b>	<b>(14)</b>	<b>3</b>
Add opening cash and cash equivalents brought forward	12,542	59,609	39,449	22,938	42	39
<b>Closing cash and cash equivalents carried forward</b>	<b>10,991</b>	<b>12,542</b>	<b>35,421</b>	<b>39,449</b>	<b>28</b>	<b>42</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	<b>Pendal Global Emerging Market Opportunities</b>		<b>Platinum Asia</b>		<b>Acadian Australian Equity Long Short</b>	
<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>5/03/2018 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Cash flows from operating activities</b>	\$	\$	\$'000	\$'000	\$	\$
Proceeds from sale of financial instruments	7,385	-	2,780	2,456	903,001	1,105,000
Payments for purchase of financial instruments	(115,701)	(9,970)	(826)	(3,097)	(186,000)	(85,000)
Interest received	1	-	-	-	122	128
Responsible Entity fee received/ (paid)	(82)	(1)	(91)	(99)	(28,163)	(31,752)
Others	(16)	-	(2)	(3)	(1,314)	(1,408)
<b>Net cash (used in)/from operating activities</b>	<b>(108,413)</b>	<b>(9,971)</b>	<b>1,861</b>	<b>(743)</b>	<b>687,646</b>	<b>986,968</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	125,797	10,000	1,249	3,667	256,665	121,983
Payment for redemption of units	(17,134)	-	(3,040)	(2,412)	(926,015)	(1,091,045)
Distributions paid	(5)	-	(412)	(440)	(14,481)	(27,204)
<b>Net cash (used in)/from financing activities</b>	<b>108,658</b>	<b>10,000</b>	<b>(2,203)</b>	<b>815</b>	<b>(683,831)</b>	<b>(996,266)</b>
<b>Net movement in cash and cash equivalents</b>	<b>245</b>	<b>29</b>	<b>(342)</b>	<b>72</b>	<b>3,815</b>	<b>(9,298)</b>
Add opening cash and cash equivalents brought forward	29	-	430	358	15,148	24,446
<b>Closing cash and cash equivalents carried forward</b>	<b>274</b>	<b>29</b>	<b>88</b>	<b>430</b>	<b>18,963</b>	<b>15,148</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	<b>Acadian Global Equity Long Short</b>		<b>Bennelong Kardinia Absolute Return</b>		<b>Janus Henderson Global Natural Resources</b>	
<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Cash flows from operating activities</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$'000</b>	<b>\$'000</b>
Proceeds from sale of financial instruments	442,000	965,000	42,600	27,438	2,809	4,391
Payments for purchase of financial instruments	(557,999)	(560,001)	(402,701)	(31,432)	(170)	(120)
Interest received	243	42	(3)	5	1	-
Responsible Entity fee received/ (paid)	(8,229)	(18,958)	(1,867)	(1,033)	(143)	(168)
Others	(1,173)	(866)	(90)	(56)	(6)	(11)
<b>Net cash (used in)/from operating activities</b>	<b>(125,158)</b>	<b>385,217</b>	<b>(362,061)</b>	<b>(5,078)</b>	<b>2,491</b>	<b>4,092</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	611,069	625,052	415,728	32,266	582	700
Payment for redemption of units	(487,548)	(1,002,942)	(50,989)	(27,365)	(3,051)	(4,479)
Distributions paid	(412)	(6,678)	-	(246)	(308)	-
<b>Net cash (used in)/from financing activities</b>	<b>123,109</b>	<b>(384,568)</b>	<b>364,739</b>	<b>4,655</b>	<b>(2,777)</b>	<b>(3,779)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(2,049)</b>	<b>649</b>	<b>2,678</b>	<b>(423)</b>	<b>(286)</b>	<b>313</b>
Add opening cash and cash equivalents brought forward	10,393	9,744	450	873	346	33
<b>Closing cash and cash equivalents carried forward</b>	<b>8,344</b>	<b>10,393</b>	<b>3,128</b>	<b>450</b>	<b>60</b>	<b>346</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## CASH FLOW STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	APN AREIT		Pandal Property Investment		Colonial First State Property Securities	
Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
<b>Cash flows from operating activities</b>						
Proceeds from sale of financial instruments	602,000	2,898,000	2,005	2,470	1,866	2,037
Payments for purchase of financial instruments	(243,000)	(1,411,000)	(173)	(334)	(192)	(187)
Interest received	125	132	-	-	-	-
Responsible Entity fee received/ (paid)	(24,035)	(27,122)	(81)	(82)	(104)	(106)
Others	(1,102)	(1,166)	(5)	(3)	(3)	(4)
<b>Net cash (used in)/from operating activities</b> 7(a)	<b>333,988</b>	<b>1,458,844</b>	<b>1,746</b>	<b>2,051</b>	<b>1,567</b>	<b>1,740</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	319,056	1,525,782	351	591	308	319
Payment for redemption of units	(618,652)	(2,961,027)	(1,634)	(2,314)	(1,823)	(2,071)
Distributions paid	(27,223)	(28,817)	(460)	(161)	(80)	(99)
<b>Net cash (used in)/from financing activities</b>	<b>(326,819)</b>	<b>(1,464,062)</b>	<b>(1,743)</b>	<b>(1,884)</b>	<b>(1,595)</b>	<b>(1,851)</b>
<b>Net movement in cash and cash equivalents</b>	<b>7,169</b>	<b>(5,218)</b>	<b>3</b>	<b>167</b>	<b>(28)</b>	<b>(111)</b>
Add opening cash and cash equivalents brought forward	9,545	14,763	269	102	73	184
<b>Closing cash and cash equivalents carried forward</b>	<b>16,714</b>	<b>9,545</b>	<b>272</b>	<b>269</b>	<b>45</b>	<b>73</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.



**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	<b>Ironbark Property Securities</b>		<b>Legg Mason Martin Currie Real Income</b>		<b>AMP Capital Global Property Securities</b>	
<b>Note</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
<b>Cash flows from operating activities</b>	\$	\$	\$	\$	\$	\$
Proceeds from sale of financial instruments	1,769,000	2,164,000	487,800	300,000	418,500	387,500
Payments for purchase of financial instruments	(108,000)	(36,000)	(1,419,000)	(74,000)	(189,999)	(313,000)
Interest received	251	263	75	42	65	63
Responsible Entity fee received/ (paid)	(77,084)	(82,316)	(17,302)	(11,092)	(16,171)	(16,619)
Others	(2,866)	(2,900)	(691)	(438)	(657)	(645)
<b>Net cash (used in)/from operating activities</b>	<b>1,581,301</b>	<b>2,043,047</b>	<b>(949,118)</b>	<b>214,512</b>	<b>211,738</b>	<b>57,299</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	262,270	147,800	1,463,588	101,279	217,927	367,221
Payment for redemption of units	(1,815,625)	(2,146,700)	(504,995)	(306,036)	(427,017)	(413,465)
Distributions paid	(36,679)	(51,246)	(8,161)	(6,819)	(3,011)	(13,463)
<b>Net cash (used in)/from financing activities</b>	<b>(1,590,034)</b>	<b>(2,050,146)</b>	<b>950,432</b>	<b>(211,576)</b>	<b>(212,101)</b>	<b>(59,707)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(8,733)</b>	<b>(7,099)</b>	<b>1,314</b>	<b>2,936</b>	<b>(363)</b>	<b>(2,408)</b>
Add opening cash and cash equivalents brought forward	39,504	46,603	5,281	2,345	8,167	10,575
<b>Closing cash and cash equivalents carried forward</b>	<b>30,771</b>	<b>39,504</b>	<b>6,595</b>	<b>5,281</b>	<b>7,804</b>	<b>8,167</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## CASH FLOW STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Colonial First State Global Property Securities		Colonial First State Global Listed Infrastructure Securities		Magellan Infrastructure	
Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>						
Proceeds from sale of financial instruments	2,789	2,437	1,462,000	1,122,000	833,000	387,000
Payments for purchase of financial instruments	(497)	(149)	(448,000)	(1,269,000)	(2,009,001)	(1,651,999)
Interest received	-	-	204	224	251	257
Responsible Entity fee received/ (paid)	(136)	(149)	(54,997)	(57,843)	(10,968)	(2,394)
Others	(10)	(7)	(2,199)	(2,216)	(1,927)	(1,307)
<b>Net cash (used in)/from operating activities</b> 7(a)	<b>2,146</b>	<b>2,132</b>	<b>957,008</b>	<b>(206,835)</b>	<b>(1,188,645)</b>	<b>(1,268,443)</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	695	470	631,491	1,721,590	2,256,810	1,820,939
Payment for redemption of units	(2,818)	(2,560)	(1,574,162)	(1,466,059)	(1,039,936)	(535,536)
Distributions paid	(24)	(105)	(30,609)	(65,970)	(22,188)	(5,209)
<b>Net cash (used in)/from financing activities</b>	<b>(2,147)</b>	<b>(2,195)</b>	<b>(973,280)</b>	<b>189,561</b>	<b>1,194,686</b>	<b>1,280,194</b>
<b>Net movement in cash and cash equivalents</b>	<b>(1)</b>	<b>(63)</b>	<b>(16,272)</b>	<b>(17,274)</b>	<b>6,041</b>	<b>11,751</b>
Add opening cash and cash equivalents brought forward	54	117	39,988	57,262	32,491	20,740
<b>Closing cash and cash equivalents carried forward</b>	<b>53</b>	<b>54</b>	<b>23,716</b>	<b>39,988</b>	<b>38,532</b>	<b>32,491</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## CASH FLOW STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Acadian Geared Australian Equity		Acadian Geared Global Equity		Colonial First State Geared Global Property Securities	
Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>						
Proceeds from sale of financial instruments	5,463	5,725	3,874	3,026	967,000	963,000
Payments for purchase of financial instruments	(600)	(1,700)	(1,867)	(2,810)	(78,999)	(190,000)
Interest received	1	1	1	-	132	163
Responsible Entity fee received/ (paid)	(458)	(512)	(242)	(233)	(65,779)	(76,907)
Others	(9)	(9)	(5)	(4)	(1,137)	(1,207)
<b>Net cash (used in)/from operating activities</b> 7(a)	<b>4,397</b>	<b>3,505</b>	<b>1,761</b>	<b>(21)</b>	<b>821,217</b>	<b>695,049</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	1,166	2,556	2,281	3,563	124,415	288,205
Payment for redemption of units	(5,303)	(5,849)	(3,964)	(3,349)	(933,490)	(970,466)
Distributions paid	(224)	(260)	(168)	(162)	(15,288)	(209,259)
<b>Net cash (used in)/from financing activities</b>	<b>(4,361)</b>	<b>(3,553)</b>	<b>(1,851)</b>	<b>52</b>	<b>(824,363)</b>	<b>(891,520)</b>
<b>Net movement in cash and cash equivalents</b>	<b>36</b>	<b>(48)</b>	<b>(90)</b>	<b>31</b>	<b>(3,146)</b>	<b>(196,471)</b>
Add opening cash and cash equivalents brought forward	303	351	198	167	26,893	223,364
<b>Closing cash and cash equivalents carried forward</b>	<b>339</b>	<b>303</b>	<b>108</b>	<b>198</b>	<b>23,747</b>	<b>26,893</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## CASH FLOW STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Colonial First State Geared Share		Baillie Gifford Long Term Global Growth		Stewart Investors Global Emerging Markets Leaders	
Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>						
Proceeds from sale of financial instruments	21,729	23,892	386,500	582,000	234,500	243,000
Payments for purchase of financial instruments	(7,150)	(8,670)	(3,000)	(135,999)	(17,000)	(60,000)
Interest received	3	3	35	60	52	50
Responsible Entity fee received/ (paid)	(911)	(890)	(10,706)	(12,039)	(12,340)	(13,571)
Others	(32)	(31)	(433)	(461)	(508)	(531)
<b>Net cash (used in)/from operating activities</b> 7(a)	<b>13,639</b>	<b>14,304</b>	<b>372,396</b>	<b>433,561</b>	<b>204,704</b>	<b>168,948</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	11,187	13,151	26,770	158,072	34,588	82,716
Payment for redemption of units	(23,811)	(26,801)	(370,003)	(567,240)	(236,674)	(246,342)
Distributions paid	(519)	(907)	(41,509)	(87,162)	(6,674)	(4,031)
<b>Net cash (used in)/from financing activities</b>	<b>(13,143)</b>	<b>(14,557)</b>	<b>(384,742)</b>	<b>(496,330)</b>	<b>(208,760)</b>	<b>(167,657)</b>
<b>Net movement in cash and cash equivalents</b>	<b>496</b>	<b>(253)</b>	<b>(12,346)</b>	<b>(62,769)</b>	<b>(4,056)</b>	<b>1,291</b>
Add opening cash and cash equivalents brought forward	751	1,004	18,589	81,358	7,463	6,172
<b>Closing cash and cash equivalents carried forward</b>	<b>1,247</b>	<b>751</b>	<b>6,243</b>	<b>18,589</b>	<b>3,407</b>	<b>7,463</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## CASH FLOW STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Generation Global Share		FirstChoice Alternatives		Acadian Defensive Income	
Note	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>						
Proceeds from sale of financial instruments	2,790	1,817	151,600	134,515	554,000	325,000
Payments for purchase of financial instruments	(575)	(484)	(111,999)	(283,183)	(13,000)	(95,000)
Interest received	-	-	15	16	39	48
Responsible Entity fee received/ (paid)	(58)	(71)	(1,218)	(1,031)	(9,796)	(12,450)
Others	(4)	(4)	(205)	(177)	(394)	(472)
<b>Net cash (used in)/from operating activities</b> 7(a)	<b>2,153</b>	<b>1,258</b>	<b>38,193</b>	<b>(149,860)</b>	<b>530,849</b>	<b>217,126</b>
<b>Cash flows from financing activities</b>						
Receipts from issue of units	810	674	128,004	283,895	21,665	109,228
Payment for redemption of units	(2,491)	(1,497)	(165,478)	(133,277)	(553,212)	(327,159)
Distributions paid	(462)	(321)	(380)	(3,814)	(1,143)	(1,173)
<b>Net cash (used in)/from financing activities</b>	<b>(2,143)</b>	<b>(1,144)</b>	<b>(37,854)</b>	<b>146,804</b>	<b>(532,690)</b>	<b>(219,104)</b>
<b>Net movement in cash and cash equivalents</b>	<b>10</b>	<b>114</b>	<b>339</b>	<b>(3,056)</b>	<b>(1,841)</b>	<b>(1,978)</b>
Add opening cash and cash equivalents brought forward	374	260	1,160	4,216	2,896	4,874
<b>Closing cash and cash equivalents carried forward</b>	<b>384</b>	<b>374</b>	<b>1,499</b>	<b>1,160</b>	<b>1,055</b>	<b>2,896</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**CASH FLOW STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

		SG Hiscock Property Securities	
	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Cash flows from operating activities</b>		\$	\$
Proceeds from sale of financial instruments		284,000	314,000
Payments for purchase of financial instruments		(33,001)	(108,000)
Interest received		57	52
Responsible Entity fee received/ (paid)		(11,170)	(12,718)
Others		(455)	(490)
<b>Net cash (used in)/from operating activities</b>	7(a)	<b>239,431</b>	<b>192,844</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units		65,611	155,285
Payment for redemption of units		(280,608)	(319,052)
Distributions paid		(24,452)	(47,885)
<b>Net cash (used in)/from financing activities</b>		<b>(239,449)</b>	<b>(211,652)</b>
<b>Net movement in cash and cash equivalents</b>		(18)	(18,808)
Add opening cash and cash equivalents brought forward		15,773	34,581
<b>Closing cash and cash equivalents carried forward</b>		<b>15,755</b>	<b>15,773</b>

The above Cash Flow Statements should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

#### (a) Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Accounting Standards Board and the Corporations Act 2001 in Australia. The Funds are for-profit unit trusts for the purpose of preparing these financial statements.

The Balance Sheets are presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and do not distinguish between current and non-current. All balances are expected to be recovered or settled within twelve months, except for financial assets at fair value through profit or loss and net assets attributable to unitholders.

The Funds manage financial assets at fair value through profit or loss based on the economic circumstances at any given point in time, as well as to meet any liquidity requirements. As such, it is expected that a portion of the portfolio will be realised within 12 months, however, an estimate of that amount cannot be determined as at balance date.

The financial report was authorised for issue by the Directors of the Responsible Entity on 23 August 2019. The Directors of the Responsible Entity have the power to amend and reissue the financial statements.

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

Both the functional and presentation currency of the Funds are Australian dollars.

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

The Funds are registered schemes of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 relating to the "rounding off" of amounts in the Directors' Report and the Financial Report. Amounts in the Directors' Report and the Financial Report have been rounded to the nearest thousand dollars, unless otherwise indicated.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (a) Basis of Preparation (continued)

##### (i) Compliance with International Financial Reporting Standards

The Financial Report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").

##### (ii) New and Amended Standards adopted by the Funds

AASB 9 Financial Instruments became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139.

Classification and measurement of debt securities is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Funds without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Funds have elected to restate the comparative period presented to comply with AASB 9. The Funds' investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (b) Investments in Financial Assets and Liabilities Held at Fair Value through Profit or Loss

##### (i) Classification

###### Assets

The Funds classify their investments based on their business models for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Funds' portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Funds' documented investment strategy. The Funds' policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Funds' business model objective. Consequently, the debt securities are measured at fair value through profit or loss.

Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

##### (ii) Recognition/Derecognition

The Funds recognise financial assets and financial liabilities on the date they become party to the contractual agreement (trade date) and recognise changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Funds have transferred substantially all of the risks and rewards of ownership.

##### (iii) Measurement

At initial recognition, the Funds measure financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statements of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the statements of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see "Financial Assets and Liabilities at Fair Value through Profit or Loss" note to the financial statements.

##### (iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Balance Sheets when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to the "Offsetting Financial Assets and Financial Liabilities" note to the financial statements for further information.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (c) Investment Income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statements of comprehensive income within dividend income and distribution income when the Funds' right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in the "Financial assets and liabilities at fair value through profit or loss" note to the financial statements.

#### (d) Due from/to Brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and consequently measured at amortised cost.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Funds shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Funds shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (e) Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheets comprise cash at bank, deposits at call with financial institutions and short-term bank deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statements, cash and cash equivalents are as defined above, net of outstanding bank overdrafts.

Derivative cash accounts comprise of margin accounts and cash held as collateral for derivative transactions and short sales. The cash is held by the broker and is only available to meet margin calls.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (f) Receivables

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 1(c) above. Amounts are generally received within 30 days of being recorded as receivables.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Funds will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

#### (g) Payables

Payables include liabilities and accrued expenses owing by the Funds which are unpaid as at the end of the reporting period. As the Funds have a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the balance sheets as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

#### (h) Taxation

Under current legislation, the Funds are not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

#### (i) Distributions to Unitholders

Distributions are payable as set out in the Funds' Product Disclosure Statements. Such distributions are determined by the Responsible Entity of the Funds. Distributable income includes capital gains arising from the disposal of financial assets and liabilities held at fair value through profit or loss. Unrealised gains and losses on financial assets and liabilities held at fair value through profit or loss that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any realised capital gains.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (j) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Funds at any time for cash based on the redemption price, which is equal to a proportionate share of the Funds' net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Funds. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Funds' liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Funds, and it is not a contract settled in the Funds' own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Funds' units have been classified as equity as they satisfied all the above criteria.

#### (k) Terms and Conditions on Units

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

- have their units redeemed;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the fund.

The rights, obligations and restrictions attached to each unit within each fund are identical in all respects.

#### (l) Applications and Redemptions

Applications received for units in the Funds are recorded net of any entry fees payable (where applicable) prior to the issue of units in the Funds. Redemptions from the Funds are recorded gross of any exit fees payable (where applicable) after the cancellation of units redeemed.

#### (m) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST.

Reduced input tax credits (RITC) recoverable by the Funds from the Australian Taxation Office are recognised as receivables in the Balance Sheets.

Cash flows are included in the Cash Flow Statements on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (n) Expense Recognition

All expenses, including responsible entity's fees and custodian fees, are recognised in profit or loss on an accruals basis.

Dividend expenses on shares sold short are recognised when the Funds have an obligation to pay the dividend. This is generally when the dividend is declared by the Company whose shares have been sold short.

#### (o) Use of Estimates

The Responsible Entity makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

For the majority of the Funds' financial instruments, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

The Funds invest in managed investment schemes which are also managed by the Responsible Entity. For the majority of the financial instruments of these managed investment schemes, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### (p) Unit Prices

Unit prices are determined in accordance with the Funds' Constitutions and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities held at fair value through profit or loss for unit pricing purposes are valued on a "last sale" price basis.

#### (q) Investment Entity

The Responsible Entity has determined that the Funds are investment entities under the definition in AASB 10 as they meet the following criteria:

- (a) the Funds have obtained funds from unitholders for the purpose of providing them with investment management services;
- (b) the Funds' business purpose, which it communicated directly to unitholders, is investing solely for returns from capital appreciation and investment income; and
- (c) the performance of investments made by the Funds are measured and evaluated on a fair value basis.

The Funds also meet all of the typical characteristics of investment entities.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (r) Transactions in Foreign Currencies

The Funds contained in this Financial Report mainly transact in Australian currency.

Transactions in foreign currencies are initially recorded in the functional currency at the exchange rates ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the Balance Sheets date.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in a previous financial report, are recognised in the profit or loss in the period in which they arise.

Items included in the Funds' Financial Statements are measured using the currency of the primary economic environment in which it operates ("the functional currency"). This is the Australian dollar, which reflects the currency of the economy in which the Funds compete for funds and is regulated. The Australian dollar is also the Funds' presentation currency.

The Funds do not isolate that portion of gains or losses on securities and derivative financial instruments that are measured at fair value through profit and loss and which is due to changes in foreign exchange rates from that which is due to changes in the market price of securities. Such fluctuations are included with the net gains or losses on financial instruments at fair value through profit and loss.

#### (s) New Application of Accounting Standards

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Funds.

#### (t) Structured Entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. Structured entities are generally created to achieve a narrow and well defined objective with restrictions around their ongoing activities. Depending on the Funds' power over the activities of the entity and their exposure to and ability to influence its own returns, they may control the entity. However, the Funds apply the Investment Entity Exemption available under AASB10 and therefore do not consolidate its controlled entities (Note 1(q)). In other cases they may have exposure to such an entity but not control it.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Funds. Such interests include holdings of units in unlisted trusts, including managed investment schemes. The nature and extent of the Funds' interests in structured entities are titled "managed investment schemes" and are summarised in Note 1(b), "Financial Assets Held at Fair Value through Profit or Loss" and "Related Parties Disclosures" notes where appropriate. The total size of the structured entities that the Funds have exposure to is the net assets of the "managed investment schemes", which is determined based on the percentage interest held and carrying value disclosed in the "Related Parties Disclosures" note.

# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **2. AUDITOR'S REMUNERATION**

The auditor's remuneration in respect of auditing the financial reports is fully paid by the Responsible Entity.

The Responsible Entity may recharge a portion of the auditor's remuneration to the Funds. See the note under "Management Expenses Recharged" in the "Related Parties Disclosures" note to the Financial Statements.

Other services provided by the auditor are the audit of the compliance plan of the Funds and tax compliance services. The auditor's non-audit remuneration is also fully paid by the Responsible Entity.

### **3. INTEREST INCOME**

Interest income of the Funds is derived mainly from interest earned on bank accounts which are measured at amortised cost.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS

The Responsible Entity adopts the policy of distributing as a minimum the net income for tax purposes. The amounts shown as "Distribution payable" in the Balance Sheets represent the components of the distributions for the reporting period which had not been paid at balance date.

#### Quarterly and half-yearly distributing Funds:

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

<b>Bennelong ex-20 Australian Equities</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$</b>	<b>cpu</b>	<b>\$</b>
- 30 September	0.10	8,421	0.20	13,573
- 31 December	1.20	92,209	0.80	55,040
- 31 March	3.20	254,592	2.70	187,410
- 30 June	7.48	547,897	7.11	535,616
<b>Distributions to unitholders</b>		<b>903,119</b>		<b>791,639</b>

<b>BlackRock Advantage Australian Equity</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$</b>	<b>cpu</b>	<b>\$</b>
- 30 September	1.50	71,971	1.00	53,878
- 31 December	1.00	47,567	1.10	56,727
- 31 March	1.00	46,208	0.90	45,199
- 30 June	0.70	30,842	0.46	22,227
<b>Distributions to unitholders</b>		<b>196,588</b>		<b>178,031</b>

<b>Pendal Australian Share</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$'000</b>	<b>cpu</b>	<b>\$'000</b>
- 30 September	1.50	188	1.30	163
- 31 December	1.00	122	2.60	321
- 31 March	1.60	193	5.80	708
- 30 June	2.86	333	8.31	1,019
<b>Distributions to unitholders</b>		<b>836</b>		<b>2,211</b>



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Colonial First State Imputation				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$'000	cpu	\$'000
- 30 September	1.00	497	0.80	434
- 31 December	0.40	197	0.90	473
- 31 March	1.10	527	0.70	359
- 30 June	0.58	275	-	-
<b>Distributions to unitholders</b>		<b>1,496</b>		<b>1,266</b>

Fidelity Australian Equities				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$'000	cpu	\$'000
- 30 September	0.90	355	0.70	276
- 31 December	1.30	519	1.10	428
- 31 March	2.50	986	1.60	621
- 30 June	3.28	1,305	4.01	1,554
<b>Distributions to unitholders</b>		<b>3,165</b>		<b>2,879</b>

Investors Mutual Australian Share				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$'000	cpu	\$'000
- 30 September	1.00	265	0.90	237
- 31 December	3.10	810	2.00	528
- 31 March	3.90	1,007	3.50	908
- 30 June	17.13	4,305	7.14	1,864
<b>Distributions to unitholders</b>		<b>6,387</b>		<b>3,537</b>

Ironbark Karara Australian Share				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	0.80	37,814	1.00	48,807
- 31 December	1.20	55,298	1.00	47,703
- 31 March	0.70	32,016	0.20	9,638
- 30 June	1.47	64,782	0.13	6,350
<b>Distributions to unitholders</b>		<b>189,910</b>		<b>112,498</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

<b>Lazard Select Australian Equity</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$'000</b>	<b>cpu</b>	<b>\$'000</b>
- 30 September	0.70	233	0.70	256
- 31 December	0.80	264	0.60	218
- 31 March	0.90	289	0.80	282
- 30 June	1.22	378	0.84	288
<b>Distributions to unitholders</b>		<b>1,164</b>		<b>1,044</b>

<b>Maple-Brown Abbott Australian Share</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$'000</b>	<b>cpu</b>	<b>\$'000</b>
- 30 September	1.30	255	1.20	248
- 31 December	0.90	173	1.10	224
- 31 March	0.80	151	0.70	142
- 30 June	6.70	1,214	-	-
<b>Distributions to unitholders</b>		<b>1,793</b>		<b>614</b>

<b>Nikko AM Australian Share Concentrated</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$'000</b>	<b>cpu</b>	<b>\$'000</b>
- 30 September	0.90	102	1.00	125
- 31 December	1.20	133	1.00	122
- 31 March	1.10	119	1.20	143
- 30 June	1.34	140	1.94	223
<b>Distributions to unitholders</b>		<b>494</b>		<b>613</b>

<b>Perennial Value Australian Share</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$'000</b>	<b>cpu</b>	<b>\$'000</b>
- 30 September	1.70	353	1.70	361
- 31 December	1.90	391	1.20	254
- 31 March	2.10	422	2.30	484
- 30 June	2.44	481	5.23	1,094
<b>Distributions to unitholders</b>		<b>1,647</b>		<b>2,193</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Perpetual Australian Share				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	1.30	55,378	1.20	55,889
- 31 December	0.90	37,461	1.30	60,717
- 31 March	1.90	70,453	2.40	107,852
- 30 June	1.49	54,683	2.92	129,029
<b>Distributions to unitholders</b>		<b>217,975</b>		<b>353,487</b>

Perpetual Ethical SRI Share				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	0.80	6,472	0.70	5,963
- 31 December	0.90	11,113	0.80	7,244
- 31 March	0.80	9,490	1.30	11,330
- 30 June	0.44	4,849	2.21	17,532
<b>Distributions to unitholders</b>		<b>31,924</b>		<b>42,069</b>

Perpetual Industrial Share				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$'000	cpu	\$'000
- 30 September	1.60	1,194	1.70	1,387
- 31 December	1.00	729	0.90	719
- 31 March	0.50	355	1.00	790
- 30 June	7.37	5,030	-	-
<b>Distributions to unitholders</b>		<b>7,308</b>		<b>2,896</b>

Realindex Australian Share				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$'000	cpu	\$'000
- 30 September	1.60	212	1.30	167
- 31 December	2.40	310	1.70	222
- 31 March	4.30	549	2.80	362
- 30 June	9.54	1,219	5.57	721
<b>Distributions to unitholders</b>		<b>2,290</b>		<b>1,472</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

<b>Schroder Australian Equity</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$'000</b>	<b>cpu</b>	<b>\$'000</b>
- 30 September	1.80	488	1.50	408
- 31 December	2.10	566	2.30	627
- 31 March	4.20	1,127	2.70	731
- 30 June	5.00	1,333	5.77	1,550
<b>Distributions to unitholders</b>		<b>3,514</b>		<b>3,316</b>

<b>Solaris Core Australian Equity</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$'000</b>	<b>cpu</b>	<b>\$'000</b>
- 30 September	0.80	48	1.10	70
- 31 December	1.20	70	1.20	77
- 31 March	1.60	92	1.20	75
- 30 June	1.39	78	0.60	37
<b>Distributions to unitholders</b>		<b>288</b>		<b>259</b>

<b>T. Rowe Price Australian Equity</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$'000</b>	<b>cpu</b>	<b>\$'000</b>
- 30 September	-	-	-	-
- 31 December	2.20	493	2.80	634
- 31 March	-	-	-	-
- 30 June	-	-	11.65	2,527
<b>Distributions to unitholders</b>		<b>493</b>		<b>3,161</b>

<b>Ausbil Australian Emerging Leaders</b>				
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>cpu</b>	<b>\$</b>	<b>cpu</b>	<b>\$</b>
- 30 September	-	-	-	-
- 31 December	1.90	209,613	1.40	154,978
- 31 March	-	-	-	-
- 30 June	3.10	314,413	9.49	1,022,949
<b>Distributions to unitholders</b>		<b>524,026</b>		<b>1,177,927</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Celeste Australian Small Companies				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	-	-	-	-
- 31 December	2.30	75,067	0.50	17,798
- 31 March	-	-	-	-
- 30 June	2.18	67,346	1.89	65,673
<b>Distributions to unitholders</b>		<b>142,413</b>		<b>83,471</b>

Colonial First State Developing Companies				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	0.20	15,065	0.40	31,106
- 31 December	1.80	130,405	0.80	61,822
- 31 March	1.70	119,775	1.00	73,446
- 30 June	8.42	560,851	4.38	325,701
<b>Distributions to unitholders</b>		<b>826,096</b>		<b>492,075</b>

Colonial First State Future Leaders				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	0.40	33,491	0.40	34,396
- 31 December	1.00	80,870	0.60	51,316
- 31 March	0.10	8,015	1.60	136,169
- 30 June	0.28	21,963	-	1
<b>Distributions to unitholders</b>		<b>144,339</b>		<b>221,882</b>

OC Premium Small Companies				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	-	-	-	-
- 31 December	2.50	50,707	0.80	11,742
- 31 March	-	-	-	-
- 30 June	9.87	230,089	13.36	230,830
<b>Distributions to unitholders</b>		<b>280,796</b>		<b>242,572</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Realindex Australian Small Companies				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	-	-	-	-
- 31 December	2.40	71,392	2.70	76,218
- 31 March	-	-	-	-
- 30 June	7.34	274,629	14.16	405,259
<b>Distributions to unitholders</b>		<b>346,021</b>		<b>481,477</b>

Acadian Sustainable Global Equity Fund				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 31 December	-	-	-	-
- 30 June	-	-	-	-
<b>Distributions to unitholders</b>		<b>-</b>		<b>-</b>

Altrinsic Global Equity				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$'000	cpu	\$'000
- 31 December	-	-	-	-
- 30 June	0.34	23	0.33	26
<b>Distributions to unitholders</b>		<b>23</b>		<b>26</b>

Antipodes Global				
Period ended:	1/07/2018 - 30/06/2019		5/03/2018 - 30/06/2018	
	cpu	\$	cpu	\$
- 31 December	1.80	37,085	-	-
- 30 June	-	-	-	-
<b>Distributions to unitholders</b>		<b>37,085</b>		<b>-</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Pandal Core Global Share				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 31 December	1.50	29,687	4.30	73,612
- 30 June	9.27	180,997	29.39	478,700
<b>Distributions to unitholders</b>		<b>210,684</b>		<b>552,312</b>

Grant Samuel Epoch Global Equity Shareholder Yield				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 31 December	0.90	31,451	4.30	136,327
- 30 June	3.28	111,794	14.25	464,683
<b>Distributions to unitholders</b>		<b>143,245</b>		<b>601,010</b>

Magellan Global Share				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$'000	cpu	\$'000
- 31 December	1.50	679	-	-
- 30 June	11.51	5,009	15.53	6,783
<b>Distributions to unitholders</b>		<b>5,688</b>		<b>6,783</b>

Magellan Global Share - Hedged				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 31 December	0.40	1,810	0.20	531
- 30 June	1.02	5,809	9.20	29,856
<b>Distributions to unitholders</b>		<b>7,619</b>		<b>30,387</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

MFS Global Equity			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$'000	cpu \$'000
- 31 December	3.20	706	0.60 139
- 30 June	25.12	5,253	9.01 2,063
<b>Distributions to unitholders</b>		<b>5,959</b>	<b>2,202</b>

Perpetual Global Share			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	0.60	41,477	0.20 13,607
- 30 June	16.41	1,094,337	11.79 783,535
<b>Distributions to unitholders</b>		<b>1,135,814</b>	<b>797,142</b>

Platinum International			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$'000	cpu \$'000
- 31 December	4.90	3,493	2.10 1,420
- 30 June	16.23	11,095	27.17 18,078
<b>Distributions to unitholders</b>		<b>14,588</b>	<b>19,498</b>

PM Capital Global Companies			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	0.10	5,274	1.10 63,610
- 30 June	-	-	1.81 100,295
<b>Distributions to unitholders</b>		<b>5,274</b>	<b>163,905</b>



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Realindex Global Share				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 31 December	1.50	93,351	1.40	85,127
- 30 June	8.89	546,932	9.95	593,696
<b>Distributions to unitholders</b>		<b>640,283</b>		<b>678,823</b>

Realindex Global Share - Hedged				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 31 December	0.90	20,339	2.20	46,875
- 30 June	1.21	24,271	31.22	655,482
<b>Distributions to unitholders</b>		<b>44,610</b>		<b>702,357</b>

Stewart Investors Worldwide Leaders				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 31 December	0.20	5,645	1.50	38,810
- 30 June	12.56	324,435	11.67	306,616
<b>Distributions to unitholders</b>		<b>330,080</b>		<b>345,426</b>

T. Rowe Price Global Equity				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$'000	cpu	\$'000
- 31 December	0.20	17	0.30	26
- 30 June	-	-	-	-
<b>Distributions to unitholders</b>		<b>17</b>		<b>26</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Pendal Global Emerging Market Opportunities			
Period ended:	1/07/2018 - 30/06/2019		5/03/2018 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	0.50	109	-
- 30 June	0.50	597	0.74 74
<b>Distributions to unitholders</b>		<b>706</b>	<b>74</b>

Platinum Asia			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$'000	cpu \$'000
- 31 December	-	-	2.80 261
- 30 June	2.62	235	21.86 2,013
<b>Distributions to unitholders</b>		<b>235</b>	<b>2,274</b>

Acadian Australian Equity Long Short			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	2.20	73,797	2.00 77,828
- 30 June	2.19	69,307	1.33 48,132
<b>Distributions to unitholders</b>		<b>143,104</b>	<b>125,960</b>

Acadian Global Equity Long Short			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	0.10	2,210	0.50 10,267
- 30 June	-	-	-
<b>Distributions to unitholders</b>		<b>2,210</b>	<b>10,267</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

<b>Bennelong Kardinia Absolute Return</b>			
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>
	<b>cpu</b>	<b>\$</b>	<b>cpu \$</b>
- 30 September	-	-	0.10 145
- 31 December	-	-	0.20 288
- 31 March	-	-	- -
- 30 June	0.04	220	- 1
<b>Distributions to unitholders</b>		<b>220</b>	<b>434</b>

<b>Janus Henderson Global Natural Resources</b>			
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>
	<b>cpu</b>	<b>\$'000</b>	<b>cpu \$'000</b>
- 31 December	0.20	40	- -
- 30 June	1.13	211	10.72 2,096
<b>Distributions to unitholders</b>		<b>251</b>	<b>2,096</b>

<b>Pendal Property Investment</b>			
Period ended:	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>
	<b>cpu</b>	<b>\$'000</b>	<b>cpu \$'000</b>
- 30 September	0.90	147	0.40 67
- 31 December	1.10	174	1.20 196
- 31 March	3.20	502	0.60 97
- 30 June	7.76	1,220	6.36 993
<b>Distributions to unitholders</b>		<b>2,043</b>	<b>1,353</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Colonial First State Property Securities				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$'000	cpu	\$'000
- 30 September	0.40	74	0.20	41
- 31 December	0.30	55	0.40	80
- 31 March	-	-	0.40	78
- 30 June	0.47	81	1.06	201
<b>Distributions to unitholders</b>		<b>210</b>		<b>400</b>

Ironbark Property Securities				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	0.30	30,829	0.30	36,246
- 31 December	0.50	48,446	0.50	57,209
- 31 March	0.20	19,136	0.30	32,998
- 30 June	0.91	82,784	1.09	115,360
<b>Distributions to unitholders</b>		<b>181,195</b>		<b>241,813</b>

Legg Mason Martin Currie Real Income				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	0.30	5,813	0.10	2,102
- 31 December	0.40	15,513	1.30	26,026
- 31 March	0.20	7,698	0.10	2,073
- 30 June	0.96	33,431	0.83	16,099
<b>Distributions to unitholders</b>		<b>62,455</b>		<b>46,300</b>

AMP Capital Global Property Securities				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 31 December	0.50	7,990	0.50	8,848
- 30 June	0.86	13,725	0.48	8,457
<b>Distributions to unitholders</b>		<b>21,715</b>		<b>17,305</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Colonial First State Global Property Securities			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$'000	cpu \$'000
- 31 December	0.50	52	1.60 185
- 30 June	0.54	52	0.52 57
<b>Distributions to unitholders</b>		<b>104</b>	<b>242</b>

Colonial First State Global Listed Infrastructure Securities			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	0.50	38,640	1.10 90,775
- 30 June	0.67	50,625	2.21 186,758
<b>Distributions to unitholders</b>		<b>89,265</b>	<b>277,533</b>

Magellan Infrastructure			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	0.20	11,738	0.20 7,641
- 30 June	4.49	255,718	3.49 155,143
<b>Distributions to unitholders</b>		<b>267,456</b>	<b>162,784</b>

Acadian Geared Australian Equity			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$'000	cpu \$'000
- 30 September	-	-	- -
- 31 December	-	-	- -
- 31 March	-	-	- -
- 30 June	4.69	1,992	3.63 1,697
<b>Distributions to unitholders</b>		<b>1,992</b>	<b>1,697</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Acadian Geared Global Equity			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$'000	cpu \$'000
- 31 December	0.10	20	0.30 57
- 30 June	4.45	765	7.47 1,362
<b>Distributions to unitholders</b>		<b>785</b>	<b>1,419</b>

Colonial First State Geared Global Property Securities			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	-	-	0.10 20,140
- 30 June	0.36	56,162	0.42 80,691
<b>Distributions to unitholders</b>		<b>56,162</b>	<b>100,831</b>

Colonial First State Geared Share			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$'000	cpu \$'000
- 30 September	-	-	- -
- 31 December	-	-	0.30 244
- 31 March	-	-	0.40 322
- 30 June	9.66	6,702	5.89 4,428
<b>Distributions to unitholders</b>		<b>6,702</b>	<b>4,994</b>

Baillie Gifford Long Term Global Growth			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	19.20	293,060	2.20 33,049
- 30 June	0.54	9,205	15.75 230,651
<b>Distributions to unitholders</b>		<b>302,265</b>	<b>263,700</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

Stewart Investors Global Emerging Markets Leaders			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	0.10	1,333	1.10 16,263
- 30 June	0.80	10,320	6.32 88,151
<b>Distributions to unitholders</b>		<b>11,653</b>	<b>104,414</b>

Generation Global Share			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$'000	cpu \$'000
- 31 December	2.20	235	1.80 181
- 30 June	22.16	2,244	23.37 2,276
<b>Distributions to unitholders</b>		<b>2,479</b>	<b>2,457</b>

FirstChoice Alternatives			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 31 December	0.10	592	- -
- 30 June	1.12	6,361	0.51 3,058
<b>Distributions to unitholders</b>		<b>6,953</b>	<b>3,058</b>

Acadian Defensive Income			
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018
	cpu	\$	cpu \$
- 30 September	0.20	2,554	0.20 3,150
- 31 December	0.40	5,033	0.40 6,302
- 31 March	0.50	6,003	0.40 6,553
- 30 June	-	(1)	0.50 7,440
<b>Distributions to unitholders</b>		<b>13,589</b>	<b>23,445</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 4. DISTRIBUTIONS TO UNITHOLDERS (continued)

SG Hiscock Property Securities				
Period ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	0.60	17,167	0.40	12,590
- 31 December	0.30	8,299	0.50	15,188
- 31 March	0.60	16,086	1.20	35,824
- 30 June	1.96	52,370	1.86	55,052
<b>Distributions to unitholders</b>		<b>93,922</b>		<b>118,654</b>

### Monthly distributing Funds:

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

APN AREIT				
Distribution Periods ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 31 July	0.20	8,116	0.25	14,326
- 31 August	0.20	8,176	0.20	11,471
- 30 September	0.20	8,172	0.20	11,584
- 31 October	0.20	8,099	0.20	8,722
- 30 November	0.20	8,131	0.20	8,659
- 31 December	0.20	8,154	0.20	8,865
- 31 January	0.20	8,087	0.20	8,733
- 28 February	0.20	7,981	0.20	8,659
- 31 March	0.20	7,802	0.20	8,562
- 30 April	0.20	7,738	0.20	8,511
- 31 May	0.20	7,781	0.20	8,616
- 30 June	0.75	29,073	0.59	24,338
<b>Distributions to unitholders</b>		<b>117,310</b>		<b>131,046</b>



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

#### (a) Fair Value Measurements

The Funds measure and recognise the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss
- Derivative financial instruments

The Funds have no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Other than the financial assets and liabilities classified as fair value through profit or loss, all other financial assets and liabilities of the fund are recognised initially at fair value and are subsequently measured at amortised cost.

#### (b) Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Level 1 for quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 for inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 for inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### (i) Fair Value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Funds value their investments in accordance with policies set out in Note 1 to the financial statements. For the majority of these investments, the Funds rely on information provided by independent pricing services for the valuation of their investments.

The quoted market price used for financial assets held by the Funds is the current bid price; the appropriate quoted market price for financial liabilities is the current asking price. When the Funds hold derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid and asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

#### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Funds would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Funds hold. Valuations are therefore adjusted, to allow for additional factors including liquidity risk and counterparty risk.

#### (c) Recognised Fair Value Measurements

The Funds' financial assets held at fair value through profit or loss are unlisted managed investment schemes which are also managed by the Responsible Entity. These Funds are priced daily and offer daily applications and redemptions. The fair value of these investments are classified as Level 2.

#### (d) Transfers between Levels

There are no material transfers between levels for the Funds during the current and previous reporting periods.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Funds' Constitutions, each unit represents a right to an individual share in the Funds and does not extend to a right to the underlying assets of the Funds. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the respective Fund.

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

##### Bennelong ex-20 Australian Equities

	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	7,847,209	11,998,046	6,358,117	8,134,985
Applications	2,205,223	3,044,650	2,153,787	3,076,926
Redemptions	(2,976,289)	(3,967,088)	(1,137,568)	(1,653,239)
Units issued upon reinvestment of distributions	639,720	810,717	472,873	708,447
Change in net assets attributable to unitholders from operations		(2,139,979)		1,730,927
	<b>7,715,863</b>	<b>9,746,346</b>	<b>7,847,209</b>	<b>11,998,046</b>

##### BlackRock Advantage Australian Equity

	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	4,845,054	6,570,299	5,755,648	7,073,387
Applications	68,177	88,984	55,031	71,145
Redemptions	(609,507)	(822,777)	(1,077,863)	(1,370,943)
Units issued upon reinvestment of distributions	119,840	158,279	112,238	143,104
Change in net assets attributable to unitholders from operations		403,505		653,606
	<b>4,423,564</b>	<b>6,398,290</b>	<b>4,845,054</b>	<b>6,570,299</b>

##### Pendal Australian Share

	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	12,865	18,132	13,105	18,503
Applications	292	402	382	562
Redemptions	(1,828)	(2,519)	(1,958)	(2,852)
Units issued upon reinvestment of distributions	521	721	1,336	1,902
Change in net assets attributable to unitholders from operations		268		17
	<b>11,850</b>	<b>17,004</b>	<b>12,865</b>	<b>18,132</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Colonial First State Imputation				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	50,232	55,708	56,241	53,570
Applications	1,957	2,169	2,652	2,619
Redemptions	(5,803)	(6,323)	(9,709)	(9,671)
Units issued upon reinvestment of distributions	1,105	1,207	1,048	1,031
Change in net assets attributable to unitholders from operations		2,979		8,159
	<b>47,491</b>	<b>55,740</b>	<b>50,232</b>	<b>55,708</b>

Fidelity Australian Equities				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	39,964	43,928	39,885	41,465
Applications	2,874	3,061	2,822	3,046
Redemptions	(4,605)	(4,914)	(5,055)	(5,452)
Units issued upon reinvestment of distributions	2,519	2,703	2,312	2,499
Change in net assets attributable to unitholders from operations		442		2,370
	<b>40,752</b>	<b>45,220</b>	<b>39,964</b>	<b>43,928</b>

Investors Mutual Australian Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	27,051	43,066	26,206	43,492
Applications	761	1,197	2,371	3,917
Redemptions	(3,805)	(6,020)	(3,306)	(5,453)
Units issued upon reinvestment of distributions	3,562	5,260	1,780	2,865
Change in net assets attributable to unitholders from operations		(3,432)		(1,755)
	<b>27,569</b>	<b>40,071</b>	<b>27,051</b>	<b>43,066</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Ironbark Karara Australian Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	4,888,276	6,989,267	4,929,946	6,429,059
Applications	146,661	205,797	439,332	601,288
Redemptions	(711,315)	(997,738)	(553,432)	(745,949)
Units issued upon reinvestment of distributions	123,555	170,172	72,430	96,996
Change in net assets attributable to unitholders from operations		46,482		607,873
	<b>4,447,177</b>	<b>6,413,980</b>	<b>4,888,276</b>	<b>6,989,267</b>

Lazard Select Australian Equity				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	34,475	43,100	37,403	43,861
Applications	500	627	683	840
Redemptions	(4,567)	(5,778)	(4,309)	(5,302)
Units issued upon reinvestment of distributions	773	959	698	855
Change in net assets attributable to unitholders from operations		489		2,846
	<b>31,181</b>	<b>39,397</b>	<b>34,475</b>	<b>43,100</b>

Maple-Brown Abbott Australian Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	20,068	23,072	21,149	22,897
Applications	211	241	767	870
Redemptions	(2,595)	(2,948)	(2,298)	(2,571)
Units issued upon reinvestment of distributions	1,301	1,469	450	497
Change in net assets attributable to unitholders from operations		(198)		1,379
	<b>18,985</b>	<b>21,636</b>	<b>20,068</b>	<b>23,072</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Nikko AM Australian Share Concentrated				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	11,661	15,949	13,005	17,188
Applications	507	679	227	308
Redemptions	(1,944)	(2,549)	(1,955)	(2,639)
Units issued upon reinvestment of distributions	326	415	384	519
Change in net assets attributable to unitholders from operations		(313)		573
	<b>10,550</b>	<b>14,181</b>	<b>11,661</b>	<b>15,949</b>

Perennial Value Australian Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	21,553	30,640	22,135	31,591
Applications	611	846	970	1,413
Redemptions	(3,209)	(4,416)	(2,835)	(4,096)
Units issued upon reinvestment of distributions	1,049	1,407	1,283	1,826
Change in net assets attributable to unitholders from operations		(626)		(94)
	<b>20,004</b>	<b>27,851</b>	<b>21,553</b>	<b>30,640</b>

Perpetual Australian Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	4,518,969	5,481,153	4,668,423	5,563,515
Applications	159,199	191,529	214,849	262,855
Redemptions	(1,138,899)	(1,353,510)	(637,686)	(785,055)
Units issued upon reinvestment of distributions	172,763	204,246	273,383	330,014
Change in net assets attributable to unitholders from operations		(11,838)		109,824
	<b>3,712,032</b>	<b>4,511,580</b>	<b>4,518,969</b>	<b>5,481,153</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Perpetual Ethical SRI Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	805,601	869,767	758,276	821,459
Applications	453,188	485,111	208,592	229,488
Redemptions	(179,351)	(182,768)	(191,514)	(205,757)
Units issued upon reinvestment of distributions	26,641	26,295	30,247	32,715
Change in net assets attributable to unitholders from operations		(71,031)		(8,138)
	<b>1,106,079</b>	<b>1,127,374</b>	<b>805,601</b>	<b>869,767</b>

Perpetual Industrial Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	76,919	115,133	84,024	122,748
Applications	1,578	2,309	2,068	3,072
Redemptions	(11,558)	(16,870)	(10,800)	(15,912)
Units issued upon reinvestment of distributions	4,162	5,988	1,627	2,376
Change in net assets attributable to unitholders from operations		(4,227)		2,849
	<b>71,101</b>	<b>102,333</b>	<b>76,919</b>	<b>115,133</b>

Realindex Australian Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	13,405	19,214	13,224	18,714
Applications	760	1,071	1,211	1,760
Redemptions	(2,091)	(2,939)	(1,964)	(2,847)
Units issued upon reinvestment of distributions	1,496	2,073	934	1,337
Change in net assets attributable to unitholders from operations		(375)		250
	<b>13,570</b>	<b>19,044</b>	<b>13,405</b>	<b>19,214</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Schroder Australian Equity				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	27,855	35,476	28,518	35,707
Applications	851	1,055	1,041	1,354
Redemptions	(3,584)	(4,420)	(3,873)	(4,981)
Units issued upon reinvestment of distributions	2,437	2,939	2,169	2,762
Change in net assets attributable to unitholders from operations		(1,182)		634
	<b>27,559</b>	<b>33,868</b>	<b>27,855</b>	<b>35,476</b>

Solaris Core Australian Equity				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	6,201	10,687	6,626	10,139
Applications	328	563	501	815
Redemptions	(966)	(1,638)	(1,055)	(1,689)
Units issued upon reinvestment of distributions	135	229	129	208
Change in net assets attributable to unitholders from operations		491		1,214
	<b>5,698</b>	<b>10,332</b>	<b>6,201</b>	<b>10,687</b>

T. Rowe Price Australian Equity				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	23,972	23,021	24,561	24,318
Applications	645	590	702	726
Redemptions	(4,601)	(4,263)	(4,107)	(4,209)
Units issued upon reinvestment of distributions	509	427	2,816	2,749
Change in net assets attributable to unitholders from operations		(119)		(563)
	<b>20,525</b>	<b>19,656</b>	<b>23,972</b>	<b>23,021</b>



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

<b>Ausbil Australian Emerging Leaders</b>				
	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>No.</b>	<b>\$</b>	<b>No.</b>	<b>\$</b>
Opening balance	11,639,565	10,488,389	12,038,513	10,174,809
Applications	561,014	471,139	389,025	371,402
Redemptions	(2,281,085)	(1,883,548)	(1,775,003)	(1,658,370)
Units issued upon reinvestment of distributions	523,768	399,614	987,030	895,473
Change in net assets attributable to unitholders from operations		(1,175,875)		705,075
	<b>10,443,262</b>	<b>8,299,719</b>	<b>11,639,565</b>	<b>10,488,389</b>

<b>Celeste Australian Small Companies</b>				
	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>No.</b>	<b>\$</b>	<b>No.</b>	<b>\$</b>
Opening balance	3,505,986	6,023,171	3,754,056	5,685,314
Applications	123,970	192,346	123,644	203,087
Redemptions	(584,158)	(925,062)	(411,811)	(666,854)
Units issued upon reinvestment of distributions	78,602	118,017	40,097	68,223
Change in net assets attributable to unitholders from operations		(408,015)		733,401
	<b>3,124,400</b>	<b>5,000,457</b>	<b>3,505,986</b>	<b>6,023,171</b>

<b>Colonial First State Developing Companies</b>				
	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>No.</b>	<b>\$</b>	<b>No.</b>	<b>\$</b>
Opening balance	7,676,696	9,610,945	7,930,246	8,660,154
Applications	635,318	750,197	818,288	997,172
Redemptions	(1,872,093)	(2,160,877)	(1,437,396)	(1,753,369)
Units issued upon reinvestment of distributions	734,765	757,204	365,558	455,245
Change in net assets attributable to unitholders from operations		(1,802,139)		1,251,743
	<b>7,174,686</b>	<b>7,155,330</b>	<b>7,676,696</b>	<b>9,610,945</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Colonial First State Future Leaders				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	8,597,653	11,205,511	8,858,880	9,010,111
Applications	321,470	395,410	652,716	777,684
Redemptions	(1,158,149)	(1,412,864)	(1,068,357)	(1,227,672)
Units issued upon reinvestment of distributions	97,419	115,487	154,414	180,148
Change in net assets attributable to unitholders from operations		(729,490)		2,465,240
	<b>7,858,393</b>	<b>9,574,054</b>	<b>8,597,653</b>	<b>11,205,511</b>

OC Premium Small Companies				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	1,900,873	2,367,132	1,338,056	1,514,908
Applications	751,528	904,623	548,258	690,775
Redemptions	(361,608)	(443,529)	(167,375)	(211,280)
Units issued upon reinvestment of distributions	224,529	252,962	181,934	227,190
Change in net assets attributable to unitholders from operations		(253,773)		145,539
	<b>2,515,322</b>	<b>2,827,415</b>	<b>1,900,873</b>	<b>2,367,132</b>

Realindex Australian Small Companies				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	3,124,430	4,551,658	2,917,021	4,031,733
Applications	1,106,868	1,606,554	300,620	459,323
Redemptions	(542,030)	(762,065)	(403,274)	(606,339)
Units issued upon reinvestment of distributions	240,415	326,685	310,063	454,927
Change in net assets attributable to unitholders from operations		(320,554)		212,014
	<b>3,929,683</b>	<b>5,402,278</b>	<b>3,124,430</b>	<b>4,551,658</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Acadian Sustainable Global Equity Fund				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	4,325,677	7,509,777	4,982,291	7,644,766
Applications	101,368	180,812	100,975	161,287
Redemptions	(641,968)	(1,153,546)	(757,589)	(1,207,963)
Units issued upon reinvestment of distributions	-	-	-	-
Change in net assets attributable to unitholders from operations		487,342		911,687
	<b>3,785,077</b>	<b>7,024,385</b>	<b>4,325,677</b>	<b>7,509,777</b>

Altrinsic Global Equity				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	7,870	10,757	9,036	11,589
Applications	671	947	292	381
Redemptions	(1,704)	(2,483)	(1,473)	(1,927)
Units issued upon reinvestment of distributions	12	18	15	21
Change in net assets attributable to unitholders from operations		951		693
	<b>6,849</b>	<b>10,190</b>	<b>7,870</b>	<b>10,757</b>

Antipodes Global				
	1/07/2018 - 30/06/2019		5/03/2018 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	1,449,053	1,432,784	-	-
Applications	1,760,782	1,707,097	1,461,492	1,461,083
Redemptions	(571,172)	(550,900)	(12,439)	(12,374)
Units issued upon reinvestment of distributions	37,553	35,037	-	-
Change in net assets attributable to unitholders from operations		14,348		(15,925)
	<b>2,676,216</b>	<b>2,638,366</b>	<b>1,449,053</b>	<b>1,432,784</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Pandal Core Global Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	1,947,022	2,452,592	1,822,803	2,573,372
Applications	139,824	178,829	167,509	254,801
Redemptions	(157,108)	(195,759)	(401,807)	(597,214)
Units issued upon reinvestment of distributions	156,018	183,987	358,517	462,381
Change in net assets attributable to unitholders from operations		(148,879)		(240,748)
	<b>2,085,756</b>	<b>2,470,770</b>	<b>1,947,022</b>	<b>2,452,592</b>

Grant Samuel Epoch Global Equity Shareholder Yield				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	3,627,089	3,674,825	4,276,065	4,914,762
Applications	136,884	144,164	515,957	604,512
Redemptions	(381,070)	(401,376)	(1,624,439)	(1,863,032)
Units issued upon reinvestment of distributions	107,641	113,888	459,506	481,403
Change in net assets attributable to unitholders from operations		212,909		(462,820)
	<b>3,490,544</b>	<b>3,744,410</b>	<b>3,627,089</b>	<b>3,674,825</b>

Magellan Global Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	46,994	82,198	45,620	75,022
Applications	2,846	5,355	3,561	6,215
Redemptions	(6,655)	(12,529)	(5,501)	(9,678)
Units issued upon reinvestment of distributions	2,495	4,798	3,314	5,803
Change in net assets attributable to unitholders from operations		9,009		4,836
	<b>45,680</b>	<b>88,831</b>	<b>46,994</b>	<b>82,198</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Magellan Global Share - Hedged				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	348,172	416,984	87,836	100,814
Applications	282,563	353,101	285,210	348,010
Redemptions	(62,610)	(78,107)	(48,941)	(62,063)
Units issued upon reinvestment of distributions	5,671	7,345	24,067	28,880
Change in net assets attributable to unitholders from operations		65,885		1,343
	<b>573,796</b>	<b>765,208</b>	<b>348,172</b>	<b>416,984</b>

MFS Global Equity				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	24,508	25,894	23,082	24,673
Applications	1,139	1,240	2,511	2,766
Redemptions	(5,330)	(5,792)	(2,797)	(3,094)
Units issued upon reinvestment of distributions	5,300	4,999	1,712	1,818
Change in net assets attributable to unitholders from operations		(2,378)		(269)
	<b>25,617</b>	<b>23,963</b>	<b>24,508</b>	<b>25,894</b>

Perpetual Global Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	7,206,516	8,426,917	5,527,450	6,261,498
Applications	289,882	336,537	1,692,534	1,958,696
Redemptions	(2,158,304)	(2,460,652)	(583,476)	(717,758)
Units issued upon reinvestment of distributions	890,761	986,634	570,008	668,074
Change in net assets attributable to unitholders from operations		(397,601)		256,407
	<b>6,228,855</b>	<b>6,891,835</b>	<b>7,206,516</b>	<b>8,426,917</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Platinum International				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	75,046	130,560	69,392	123,551
Applications	2,475	4,136	3,853	7,651
Redemptions	(11,064)	(18,387)	(7,297)	(14,368)
Units issued upon reinvestment of distributions	7,961	12,197	9,098	16,005
Change in net assets attributable to unitholders from operations		(14,800)		(2,279)
	<b>74,418</b>	<b>113,706</b>	<b>75,046</b>	<b>130,560</b>

PM Capital Global Companies				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	5,601,342	8,092,231	5,847,996	7,389,097
Applications	205,167	291,422	741,211	1,044,074
Redemptions	(992,316)	(1,389,680)	(1,085,094)	(1,517,528)
Units issued upon reinvestment of distributions	3,527	4,477	97,229	139,115
Change in net assets attributable to unitholders from operations		(18,200)		1,037,473
	<b>4,817,720</b>	<b>6,980,250</b>	<b>5,601,342</b>	<b>8,092,231</b>

Realindex Global Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	6,395,521	7,822,644	5,879,450	6,967,200
Applications	501,446	628,053	859,347	1,112,333
Redemptions	(815,674)	(1,011,370)	(828,781)	(1,063,914)
Units issued upon reinvestment of distributions	477,656	572,440	485,505	598,777
Change in net assets attributable to unitholders from operations		(119,652)		208,248
	<b>6,558,949</b>	<b>7,892,115</b>	<b>6,395,521</b>	<b>7,822,644</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Realindex Global Share - Hedged				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	2,317,110	2,995,344	2,120,443	3,149,041
Applications	175,951	228,901	237,574	372,300
Redemptions	(501,675)	(644,654)	(456,831)	(679,785)
Units issued upon reinvestment of distributions	30,340	38,199	415,924	566,432
Change in net assets attributable to unitholders from operations		6,490		(412,644)
	<b>2,021,726</b>	<b>2,624,280</b>	<b>2,317,110</b>	<b>2,995,344</b>

Stewart Investors Worldwide Leaders				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	2,839,726	3,636,606	2,718,042	3,437,721
Applications	197,061	258,686	488,275	644,773
Redemptions	(457,705)	(597,227)	(604,851)	(779,347)
Units issued upon reinvestment of distributions	230,209	291,273	238,260	306,741
Change in net assets attributable to unitholders from operations		(40,490)		26,718
	<b>2,809,291</b>	<b>3,548,848</b>	<b>2,839,726</b>	<b>3,636,606</b>

T. Rowe Price Global Equity				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	8,872	13,034	8,999	10,932
Applications	952	1,459	653	897
Redemptions	(1,176)	(1,792)	(796)	(1,061)
Units issued upon reinvestment of distributions	10	14	16	22
Change in net assets attributable to unitholders from operations		1,551		2,244
	<b>8,658</b>	<b>14,266</b>	<b>8,872</b>	<b>13,034</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

<b>Pendal Global Emerging Market Opportunities</b>				
	<b>1/07/2018 - 30/06/2019</b>		<b>5/03/2018 - 30/06/2018</b>	
	<b>No.</b>	<b>\$</b>	<b>No.</b>	<b>\$</b>
Opening balance	10,077	9,721	-	-
Applications	126,913	125,797	10,000	10,000
Redemptions	(17,733)	(17,134)	-	-
Units issued upon reinvestment of distributions	671	678	77	74
Change in net assets attributable to unitholders from operations		4,158		(353)
	<b>119,928</b>	<b>123,220</b>	<b>10,077</b>	<b>9,721</b>

<b>Platinum Asia</b>				
	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>No.'000</b>	<b>\$'000</b>	<b>No.'000</b>	<b>\$'000</b>
Opening balance	10,586	12,310	8,061	9,737
Applications	1,115	1,249	2,733	3,667
Redemptions	(2,742)	(3,040)	(1,723)	(2,412)
Units issued upon reinvestment of distributions	166	186	1,515	1,797
Change in net assets attributable to unitholders from operations		(490)		(479)
	<b>9,125</b>	<b>10,215</b>	<b>10,586</b>	<b>12,310</b>

<b>Acadian Australian Equity Long Short</b>				
	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>No.</b>	<b>\$</b>	<b>No.</b>	<b>\$</b>
Opening balance	3,653,197	4,493,019	4,395,430	4,859,447
Applications	208,583	256,665	103,077	121,980
Redemptions	(756,456)	(926,015)	(935,911)	(1,090,995)
Units issued upon reinvestment of distributions	105,164	125,739	90,601	108,205
Change in net assets attributable to unitholders from operations		286,424		494,382
	<b>3,210,488</b>	<b>4,235,832</b>	<b>3,653,197</b>	<b>4,493,019</b>



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Acadian Global Equity Long Short				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	1,948,450	3,142,402	2,203,377	3,021,394
Applications	363,415	611,069	400,442	624,896
Redemptions	(295,617)	(487,548)	(660,435)	(1,001,902)
Units issued upon reinvestment of distributions	1,169	1,798	5,066	7,757
Change in net assets attributable to unitholders from operations		105,080		490,257
	<b>2,017,417</b>	<b>3,372,801</b>	<b>1,948,450</b>	<b>3,142,402</b>

Bennelong Kardinia Absolute Return				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	155,600	157,651	150,626	145,691
Applications	448,080	415,728	32,453	32,266
Redemptions	(53,992)	(50,989)	(27,892)	(27,365)
Units issued upon reinvestment of distributions	224	216	413	404
Change in net assets attributable to unitholders from operations		5,669		6,655
	<b>549,912</b>	<b>528,275</b>	<b>155,600</b>	<b>157,651</b>

Janus Henderson Global Natural Resources				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	21,568	19,155	23,615	19,589
Applications	694	582	752	696
Redemptions	(3,624)	(3,051)	(4,813)	(4,474)
Units issued upon reinvestment of distributions	260	216	2,014	1,793
Change in net assets attributable to unitholders from operations		(965)		1,551
	<b>18,898</b>	<b>15,937</b>	<b>21,568</b>	<b>19,155</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

<b>APN AREIT</b>				
	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>No.</b>	<b>\$</b>	<b>No.</b>	<b>\$</b>
Opening balance	4,146,910	3,518,414	5,806,086	4,645,055
Applications	375,361	319,056	1,881,594	1,525,632
Redemptions	(723,852)	(618,652)	(3,661,842)	(2,959,947)
Units issued upon reinvestment of distributions	102,588	88,956	121,072	98,886
Change in net assets attributable to unitholders from operations		187,322		208,788
	<b>3,901,007</b>	<b>3,495,096</b>	<b>4,146,910</b>	<b>3,518,414</b>

<b>Pendal Property Investment</b>				
	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>No.'000</b>	<b>\$'000</b>	<b>No.'000</b>	<b>\$'000</b>
Opening balance	16,519	13,389	17,400	14,068
Applications	404	351	704	591
Redemptions	(1,937)	(1,635)	(2,805)	(2,314)
Units issued upon reinvestment of distributions	1,817	1,557	1,220	1,000
Change in net assets attributable to unitholders from operations		689		44
	<b>16,803</b>	<b>14,351</b>	<b>16,519</b>	<b>13,389</b>

<b>Colonial First State Property Securities</b>				
	<b>1/07/2018 - 30/06/2019</b>		<b>1/07/2017 - 30/06/2018</b>	
	<b>No.'000</b>	<b>\$'000</b>	<b>No.'000</b>	<b>\$'000</b>
Opening balance	19,200	12,303	21,406	12,899
Applications	466	308	510	319
Redemptions	(2,696)	(1,823)	(3,194)	(1,973)
Units issued upon reinvestment of distributions	231	159	478	302
Change in net assets attributable to unitholders from operations		1,881		756
	<b>17,201</b>	<b>12,828</b>	<b>19,200</b>	<b>12,303</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Ironbark Property Securities				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	10,691,199	9,522,076	12,868,445	10,248,133
Applications	281,753	262,272	175,162	147,796
Redemptions	(1,964,306)	(1,815,625)	(2,585,536)	(2,146,700)
Units issued upon reinvestment of distributions	155,037	147,951	233,128	201,414
Change in net assets attributable to unitholders from operations		1,099,917		1,071,433
	<b>9,163,683</b>	<b>9,216,591</b>	<b>10,691,199</b>	<b>9,522,076</b>

Legg Mason Martin Currie Real Income				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	1,958,348	1,326,603	2,212,010	1,465,363
Applications	2,174,473	1,463,588	151,384	101,279
Redemptions	(685,476)	(504,995)	(457,660)	(306,036)
Units issued upon reinvestment of distributions	73,727	54,080	52,614	36,062
Change in net assets attributable to unitholders from operations		374,364		29,935
	<b>3,521,072</b>	<b>2,713,640</b>	<b>1,958,348</b>	<b>1,326,603</b>

AMP Capital Global Property Securities				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	1,767,612	2,129,567	1,799,313	2,072,660
Applications	174,401	217,928	312,630	367,220
Redemptions	(351,592)	(427,017)	(356,084)	(413,465)
Units issued upon reinvestment of distributions	14,680	18,412	11,753	14,218
Change in net assets attributable to unitholders from operations		143,682		88,934
	<b>1,605,101</b>	<b>2,082,572</b>	<b>1,767,612</b>	<b>2,129,567</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Colonial First State Global Property Securities				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	11,022	17,006	12,288	18,045
Applications	450	695	314	470
Redemptions	(1,818)	(2,818)	(1,703)	(2,537)
Units issued upon reinvestment of distributions	52	80	123	188
Change in net assets attributable to unitholders from operations		635		840
	<b>9,706</b>	<b>15,598</b>	<b>11,022</b>	<b>17,006</b>

Colonial First State Global Listed Infrastructure Securities				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	8,642,554	7,271,793	8,087,422	7,019,010
Applications	722,360	631,492	1,969,164	1,721,562
Redemptions	(1,847,898)	(1,574,162)	(1,694,187)	(1,464,961)
Units issued upon reinvestment of distributions	84,705	75,804	280,155	240,412
Change in net assets attributable to unitholders from operations		724,583		(244,230)
	<b>7,601,721</b>	<b>7,129,510</b>	<b>8,642,554</b>	<b>7,271,793</b>

Magellan Infrastructure				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	4,566,710	5,046,764	3,280,044	3,525,853
Applications	2,007,477	2,256,810	1,645,476	1,820,939
Redemptions	(888,221)	(1,039,936)	(485,978)	(535,536)
Units issued upon reinvestment of distributions	190,745	233,748	127,168	140,956
Change in net assets attributable to unitholders from operations		729,309		94,552
	<b>5,876,711</b>	<b>7,226,695</b>	<b>4,566,710</b>	<b>5,046,764</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Acadian Geared Australian Equity				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	48,923	33,244	51,641	31,950
Applications	1,884	1,166	3,766	2,535
Redemptions	(8,333)	(5,304)	(8,643)	(5,843)
Units issued upon reinvestment of distributions	2,484	1,713	2,159	1,473
Change in net assets attributable to unitholders from operations		46		3,129
	<b>44,958</b>	<b>30,865</b>	<b>48,923</b>	<b>33,244</b>

Acadian Geared Global Equity				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	19,858	14,519	17,797	11,440
Applications	3,193	2,281	4,947	3,560
Redemptions	(5,888)	(3,965)	(4,584)	(3,351)
Units issued upon reinvestment of distributions	1,007	696	1,698	1,247
Change in net assets attributable to unitholders from operations		(968)		1,623
	<b>18,170</b>	<b>12,563</b>	<b>19,858</b>	<b>14,519</b>

Colonial First State Geared Global Property Securities				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	19,533,500	3,953,730	22,688,127	4,244,423
Applications	627,745	124,415	1,514,639	288,205
Redemptions	(4,560,781)	(933,490)	(5,069,188)	(962,790)
Units issued upon reinvestment of distributions	213,574	45,491	399,922	81,706
Change in net assets attributable to unitholders from operations		160,731		302,186
	<b>15,814,038</b>	<b>3,350,877</b>	<b>19,533,500</b>	<b>3,953,730</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Colonial First State Geared Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	77,925	110,400	85,639	98,123
Applications	8,342	11,187	10,523	13,121
Redemptions	(16,883)	(23,811)	(21,382)	(26,794)
Units issued upon reinvestment of distributions	3,727	5,756	3,145	4,411
Change in net assets attributable to unitholders from operations		8,904		21,539
	<b>73,111</b>	<b>112,436</b>	<b>77,925</b>	<b>110,400</b>

Baillie Gifford Long Term Global Growth				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	1,722,067	1,431,703	1,887,928	1,671,502
Applications	34,312	26,770	171,021	158,072
Redemptions	(475,895)	(370,003)	(625,970)	(567,240)
Units issued upon reinvestment of distributions	436,034	276,301	289,088	244,046
Change in net assets attributable to unitholders from operations		(120,268)		(74,677)
	<b>1,716,518</b>	<b>1,244,503</b>	<b>1,722,067</b>	<b>1,431,703</b>

Stewart Investors Global Emerging Markets Leaders				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	1,468,711	1,616,730	1,523,682	1,632,825
Applications	29,956	34,588	72,406	82,714
Redemptions	(209,791)	(236,674)	(214,905)	(246,342)
Units issued upon reinvestment of distributions	8,992	10,739	87,528	96,990
Change in net assets attributable to unitholders from operations		140,692		50,543
	<b>1,297,868</b>	<b>1,566,075</b>	<b>1,468,711</b>	<b>1,616,730</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

Generation Global Share				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.'000	\$'000	No.'000	\$'000
Opening balance	11,248	13,752	10,231	12,890
Applications	611	810	496	675
Redemptions	(1,898)	(2,492)	(1,101)	(1,497)
Units issued upon reinvestment of distributions	1,686	2,006	1,622	2,001
Change in net assets attributable to unitholders from operations		(237)		(317)
	<b>11,647</b>	<b>13,839</b>	<b>11,248</b>	<b>13,752</b>

FirstChoice Alternatives				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	602,230	612,431	454,199	463,514
Applications	127,249	128,004	275,588	283,895
Redemptions	(162,083)	(165,478)	(130,250)	(133,277)
Units issued upon reinvestment of distributions	6,091	6,196	2,693	2,741
Change in net assets attributable to unitholders from operations		2,904		(4,442)
	<b>573,487</b>	<b>584,057</b>	<b>602,230</b>	<b>612,431</b>

Acadian Defensive Income				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	1,495,192	1,468,190	1,693,603	1,669,826
Applications	22,115	21,665	109,938	109,228
Redemptions	(565,939)	(553,212)	(331,104)	(327,159)
Units issued upon reinvestment of distributions	13,084	12,782	22,755	22,438
Change in net assets attributable to unitholders from operations		(2,185)		(6,143)
	<b>964,452</b>	<b>947,240</b>	<b>1,495,192</b>	<b>1,468,190</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

#### (a) Movements in Number of Units and Net Assets Attributable to Unitholders (continued)

SG Hiscock Property Securities				
	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	No.	\$	No.	\$
Opening balance	3,039,887	1,547,711	3,184,054	1,603,527
Applications	131,360	65,611	302,130	155,285
Redemptions	(561,940)	(280,608)	(621,627)	(319,052)
Units issued upon reinvestment of distributions	143,087	70,595	175,330	88,946
Change in net assets attributable to unitholders from operations		(60,301)		19,005
	<b>2,752,394</b>	<b>1,343,008</b>	<b>3,039,887</b>	<b>1,547,711</b>

#### (b) Capital Risk Management

The Funds consider their net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Funds are subject to daily applications and redemptions at the discretion of unitholders. Net assets attributable to unitholders are representative of the expected cash outflows on redemption.

Daily applications and redemptions are reviewed relative to the liquidity of the Funds' underlying assets on a daily basis by the responsible entity. Under the terms of the Funds' Constitutions, the Responsible Entity has the discretion to reject an application for units and to defer or adjust a redemption of units if the exercise of such discretion is in the best interests of unitholders.



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities

<b>Bennelong ex-20 Australian Equities</b>		
	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
	<b>\$</b>	<b>\$</b>
Net profit/(loss) attributable to unitholders	(1,236,860)	2,522,566
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	3,478,000	1,101,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(2,461,000)	(2,443,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	1,316,141	(2,098,570)
Distribution or Dividend income reinvested	(103,552)	(420,260)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(27)	(122)
Change in payables and other liabilities	(410)	724
<b>Net Cash From/(Used In) Operating Activities</b>	<b>992,292</b>	<b>(1,337,662)</b>

<b>BlackRock Advantage Australian Equity</b>		
	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
	<b>\$</b>	<b>\$</b>
Net profit/(loss) attributable to unitholders	600,093	831,637
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	876,000	1,422,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(48,000)	(24,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(204,431)	(236,199)
Distribution or Dividend income reinvested	(450,579)	(653,227)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	34	148
Change in payables and other liabilities	(130)	(389)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>772,987</b>	<b>1,339,970</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Pandal Australian Share		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	1,104	2,228
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,543	2,948
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(170)	(160)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(461)	(294)
Distribution or Dividend income reinvested	(791)	(2,094)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	1	(1)
Change in payables and other liabilities	(1)	-
<b>Net Cash From/(Used In) Operating Activities</b>	<b>2,225</b>	<b>2,627</b>

Colonial First State Imputation		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	4,475	9,425
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	5,979	9,450
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(1,080)	(1,610)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(1,001)	(5,694)
Distribution or Dividend income reinvested	(3,967)	(4,224)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	-	-
Change in payables and other liabilities	-	2
<b>Net Cash From/(Used In) Operating Activities</b>	<b>4,406</b>	<b>7,349</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

<b>Fidelity Australian Equities</b>		
	<b>1/07/2018 - 30/06/2019 \$'000</b>	<b>1/07/2017 - 30/06/2018 \$'000</b>
Net profit/(loss) attributable to unitholders	3,607	5,249
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	4,539	4,603
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(1,820)	(1,480)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(2,031)	(4,007)
Distribution or Dividend income reinvested	(1,952)	(1,615)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	-	1
Change in payables and other liabilities	1	2
<b>Net Cash From/(Used In) Operating Activities</b>	<b>2,344</b>	<b>2,753</b>

<b>Investors Mutual Australian Share</b>		
	<b>1/07/2018 - 30/06/2019 \$'000</b>	<b>1/07/2017 - 30/06/2018 \$'000</b>
Net profit/(loss) attributable to unitholders	2,955	1,782
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	6,440	4,476
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(360)	(2,010)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	571	519
Distribution or Dividend income reinvested	(3,807)	(2,594)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	-	-
Change in payables and other liabilities	(1)	-
<b>Net Cash From/(Used In) Operating Activities</b>	<b>5,798</b>	<b>2,173</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Ironbark Karara Australian Share		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	236,392	720,371
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	983,000	676,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(118,001)	(460,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(46,516)	(609,857)
Distribution or Dividend income reinvested	(246,743)	(168,414)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	66	72
Change in payables and other liabilities	(432)	420
<b>Net Cash From/(Used In) Operating Activities</b>	<b>807,766</b>	<b>158,592</b>

Lazard Select Australian Equity		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	1,653	3,890
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	5,986	5,412
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(260)	(400)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(489)	(2,829)
Distribution or Dividend income reinvested	(1,522)	(1,448)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(1)	1
Change in payables and other liabilities	(3)	-
<b>Net Cash From/(Used In) Operating Activities</b>	<b>5,364</b>	<b>4,626</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Maple-Brown Abbott Australian Share		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	1,595	1,993
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	3,192	2,479
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(80)	(480)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	1,056	(162)
Distribution or Dividend income reinvested	(2,799)	(1,987)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	2	-
Change in payables and other liabilities	(1)	-
<b>Net Cash From/(Used In) Operating Activities</b>	<b>2,965</b>	<b>1,843</b>

Nikko AM Australian Share Concentrated		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	181	1,186
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,568	2,744
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(494)	(162)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	314	(775)
Distribution or Dividend income reinvested	(620)	(555)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(1)	(1)
Change in payables and other liabilities	(1)	(1)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,947</b>	<b>2,436</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Perennial Value Australian Share		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	1,021	2,099
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	4,293	3,843
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(200)	(630)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	474	(36)
Distribution or Dividend income reinvested	(1,738)	(2,333)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	-	-
Change in payables and other liabilities	(2)	(1)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>3,848</b>	<b>2,942</b>

Perpetual Australian Share		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	206,137	463,311
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,337,000	784,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(130,000)	(202,999)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	106,978	(42,207)
Distribution or Dividend income reinvested	(345,550)	(458,860)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	187	17
Change in payables and other liabilities	(589)	(17)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,174,163</b>	<b>543,245</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Perpetual Ethical SRI Share		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	(39,107)	33,931
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	187,700	207,743
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(481,500)	(220,852)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	73,160	(5,873)
Distribution or Dividend income reinvested	(35,955)	(29,642)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(12)	(8)
Change in payables and other liabilities	30	36
<b>Net Cash From/(Used In) Operating Activities</b>	<b>(295,684)</b>	<b>(14,665)</b>

Perpetual Industrial Share		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	3,081	5,745
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	17,139	14,880
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(630)	(770)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	1,073	1,707
Distribution or Dividend income reinvested	(4,868)	(8,254)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	3	2
Change in payables and other liabilities	(7)	(5)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>15,791</b>	<b>13,305</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Realindex Australian Share		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	1,915	1,722
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,896	2,525
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(630)	(1,120)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(443)	(758)
Distribution or Dividend income reinvested	(1,661)	(1,160)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(1)	-
Change in payables and other liabilities	-	-
<b>Net Cash From/(Used In) Operating Activities</b>	<b>2,076</b>	<b>1,209</b>

Schroder Australian Equity		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	2,332	3,950
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	4,572	4,976
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(360)	(480)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	353	(1,782)
Distribution or Dividend income reinvested	(2,980)	(2,479)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	1	(1)
Change in payables and other liabilities	(1)	-
<b>Net Cash From/(Used In) Operating Activities</b>	<b>3,917</b>	<b>4,184</b>



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

<b>Solaris Core Australian Equity</b>		
	<b>1/07/2018 - 30/06/2019 \$'000</b>	<b>1/07/2017 - 30/06/2018 \$'000</b>
Net profit/(loss) attributable to unitholders	779	1,473
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,625	1,741
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(412)	(716)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(484)	(1,238)
Distribution or Dividend income reinvested	(383)	(325)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	1	1
Change in payables and other liabilities	-	-
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,126</b>	<b>936</b>

<b>T. Rowe Price Australian Equity</b>		
	<b>1/07/2018 - 30/06/2019 \$'000</b>	<b>1/07/2017 - 30/06/2018 \$'000</b>
Net profit/(loss) attributable to unitholders	374	2,598
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	4,120	4,320
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(200)	(220)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	87	299
Distribution or Dividend income reinvested	(651)	(3,112)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	1	-
Change in payables and other liabilities	(3)	(1)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>3,728</b>	<b>3,884</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Ausbil Australian Emerging Leaders		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	(651,849)	1,883,002
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,876,000	1,892,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(271,999)	(224,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	788,218	(1,114,171)
Distribution or Dividend income reinvested	(210,523)	(856,286)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	516	14
Change in payables and other liabilities	(1,910)	(175)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,528,453</b>	<b>1,580,384</b>

Celeste Australian Small Companies		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	(265,602)	816,872
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	936,000	645,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(141,000)	(122,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	438,611	(678,976)
Distribution or Dividend income reinvested	(210,717)	(180,657)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	179	(65)
Change in payables and other liabilities	(685)	218
<b>Net Cash From/(Used In) Operating Activities</b>	<b>756,786</b>	<b>480,392</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Colonial First State Developing Companies		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	(976,043)	1,743,818
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,021,000	1,550,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(563,000)	(782,999)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	1,498,064	(1,547,446)
Distribution or Dividend income reinvested	(503,419)	(175,202)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	489	(252)
Change in payables and other liabilities	-	(50)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,477,091</b>	<b>787,869</b>

Colonial First State Future Leaders		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	(585,151)	2,687,122
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,321,000	1,104,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(266,000)	(616,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	1,521,249	(1,495,990)
Distribution or Dividend income reinvested	(938,268)	(1,192,845)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	46	(27)
Change in payables and other liabilities	1	(69)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,052,877</b>	<b>486,191</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

OC Premium Small Companies		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	27,023	388,111
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	402,000	190,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(833,999)	(654,600)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	175,606	(191,914)
Distribution or Dividend income reinvested	(203,831)	(196,244)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(23)	(40)
Change in payables and other liabilities	41	87
<b>Net Cash From/(Used In) Operating Activities</b>	<b>(433,183)</b>	<b>(464,600)</b>

Realindex Australian Small Companies		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	25,467	693,491
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	738,000	584,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(1,518,000)	(368,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	227,854	(285,133)
Distribution or Dividend income reinvested	(297,290)	(452,934)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(31)	(97)
Change in payables and other liabilities	662	510
<b>Net Cash From/(Used In) Operating Activities</b>	<b>(823,338)</b>	<b>171,837</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Acadian Sustainable Global Equity Fund		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	487,342	911,687
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,158,000	1,221,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(130,000)	(112,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(512,218)	(926,660)
Distribution or Dividend income reinvested	(36,370)	(46,589)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	454	28
Change in payables and other liabilities	(359)	(99)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>966,849</b>	<b>1,047,367</b>

Altrinsic Global Equity		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	974	719
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,472	1,893
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(853)	(257)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(952)	(698)
Distribution or Dividend income reinvested	(109)	(107)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	-	-
Change in payables and other liabilities	-	(1)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,532</b>	<b>1,549</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

<b>Antipodes Global</b>		
	<b>1/07/2018 - 30/06/2019</b>	<b>5/03/2018 - 30/06/2018</b>
	<b>\$</b>	<b>\$</b>
Net profit/(loss) attributable to unitholders	51,433	(15,925)
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	542,032	1,487
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(1,683,191)	(1,445,846)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(16,392)	14,870
Distribution or Dividend income reinvested	(40,918)	-
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(41)	(105)
Change in payables and other liabilities	(709)	1,159
<b>Net Cash From/(Used In) Operating Activities</b>	<b>(1,147,786)</b>	<b>(1,444,360)</b>

<b>Pendal Core Global Share</b>		
	<b>1/07/2018 - 30/06/2019</b>	<b>1/07/2017 - 30/06/2018</b>
	<b>\$</b>	<b>\$</b>
Net profit/(loss) attributable to unitholders	61,805	311,564
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	226,000	679,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(162,000)	(232,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	94,693	(56,557)
Distribution or Dividend income reinvested	(174,463)	(273,743)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	31	(14)
Change in payables and other liabilities	(86)	40
<b>Net Cash From/(Used In) Operating Activities</b>	<b>45,980</b>	<b>428,290</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Grant Samuel Epoch Global Equity Shareholder Yield		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	356,154	138,190
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	398,000	1,939,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(83,000)	(524,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(264,924)	63,033
Distribution or Dividend income reinvested	(121,944)	(233,042)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	65	207
Change in payables and other liabilities	(76)	(805)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>284,275</b>	<b>1,382,583</b>

Magellan Global Share		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	14,697	11,619
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	10,651	7,689
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(1,950)	(2,620)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(13,808)	(8,005)
Distribution or Dividend income reinvested	(1,296)	(4,270)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	-	(1)
Change in payables and other liabilities	5	6
<b>Net Cash From/(Used In) Operating Activities</b>	<b>8,299</b>	<b>4,418</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Magellan Global Share - Hedged		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	73,504	31,730
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	60,000	60,346
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(331,900)	(343,359)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(72,839)	(11,235)
Distribution or Dividend income reinvested	(2,000)	(21,396)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(32)	(10)
Change in payables and other liabilities	61	59
<b>Net Cash From/(Used In) Operating Activities</b>	<b>(273,206)</b>	<b>(283,865)</b>

MFS Global Equity		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	3,581	1,933
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	6,157	2,425
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(430)	(1,470)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(959)	(1,113)
Distribution or Dividend income reinvested	(2,829)	(1,032)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	1	-
Change in payables and other liabilities	(1)	1
<b>Net Cash From/(Used In) Operating Activities</b>	<b>5,520</b>	<b>744</b>



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Perpetual Global Share		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	738,213	1,053,549
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,607,000	786,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(273,000)	(1,854,999)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(187,849)	199,808
Distribution or Dividend income reinvested	(604,554)	(1,307,799)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	153	(440)
Change in payables and other liabilities	(1,123)	1,620
<b>Net Cash From/(Used In) Operating Activities</b>	<b>2,278,840</b>	<b>(1,122,261)</b>

Platinum International		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	(212)	17,219
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	18,868	13,950
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(1,270)	(2,840)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	9,069	(2,882)
Distribution or Dividend income reinvested	(9,671)	(15,251)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	4	(2)
Change in payables and other liabilities	(13)	7
<b>Net Cash From/(Used In) Operating Activities</b>	<b>16,775</b>	<b>10,201</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

PM Capital Global Companies		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	(12,926)	1,201,378
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,311,000	1,351,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(212,000)	(1,008,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(4,421)	(1,039,003)
Distribution or Dividend income reinvested	-	-
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	2,503	(2,659)
Change in payables and other liabilities	2,797	(3,063)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,086,953</b>	<b>499,653</b>

Realindex Global Share		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	520,631	887,071
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,064,000	997,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(529,000)	(875,999)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(3,165)	(465,341)
Distribution or Dividend income reinvested	(598,804)	(500,948)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	65	(244)
Change in payables and other liabilities	22	755
<b>Net Cash From/(Used In) Operating Activities</b>	<b>453,749</b>	<b>42,294</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Realindex Global Share - Hedged		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	51,100	289,713
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	640,000	810,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(189,000)	(314,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(9,395)	198,194
Distribution or Dividend income reinvested	(71,494)	(522,524)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	190	(10)
Change in payables and other liabilities	(339)	(219)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>421,062</b>	<b>461,154</b>

Stewart Investors Worldwide Leaders		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	289,590	372,144
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	576,000	776,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(175,000)	(578,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(302,553)	(392,782)
Distribution or Dividend income reinvested	(18,687)	(9,491)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	82	(108)
Change in payables and other liabilities	(69)	187
<b>Net Cash From/(Used In) Operating Activities</b>	<b>369,363</b>	<b>167,950</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

T. Rowe Price Global Equity		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	1,568	2,270
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,559	1,006
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(1,135)	(725)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(482)	(1,586)
Distribution or Dividend income reinvested	(1,189)	(777)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	1	1
Change in payables and other liabilities	1	1
<b>Net Cash From/(Used In) Operating Activities</b>	<b>323</b>	<b>190</b>

Pandal Global Emerging Market Opportunities		
	1/07/2018 - 30/06/2019 \$	5/03/2018 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	4,864	(279)
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	7,385	-
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(115,701)	(9,970)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(3,932)	353
Distribution or Dividend income reinvested	(1,044)	(77)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(6)	-
Change in payables and other liabilities	21	2
<b>Net Cash From/(Used In) Operating Activities</b>	<b>(108,413)</b>	<b>(9,971)</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Platinum Asia		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	(255)	1,795
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,780	2,456
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(826)	(3,097)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	607	(46)
Distribution or Dividend income reinvested	(444)	(1,854)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	1	1
Change in payables and other liabilities	(2)	2
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,861</b>	<b>(743)</b>

Acadian Australian Equity Long Short		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	429,528	620,342
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	903,001	1,105,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(186,000)	(85,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(286,447)	(491,552)
Distribution or Dividend income reinvested	(172,363)	(161,638)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	87	62
Change in payables and other liabilities	(160)	(246)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>687,646</b>	<b>986,968</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Acadian Global Equity Long Short		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	107,290	500,524
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	442,000	965,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(557,999)	(560,001)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(105,393)	(491,332)
Distribution or Dividend income reinvested	(11,059)	(29,121)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(71)	21
Change in payables and other liabilities	74	126
<b>Net Cash From/(Used In) Operating Activities</b>	<b>(125,158)</b>	<b>385,217</b>

Bennelong Kardinia Absolute Return		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	5,889	7,089
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	42,600	27,438
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(402,701)	(31,432)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(3,007)	(7,753)
Distribution or Dividend income reinvested	(6,180)	(447)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(169)	14
Change in payables and other liabilities	1,507	13
<b>Net Cash From/(Used In) Operating Activities</b>	<b>(362,061)</b>	<b>(5,078)</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Janus Henderson Global Natural Resources		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	(714)	3,647
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,809	4,391
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(170)	(120)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	964	(3,463)
Distribution or Dividend income reinvested	(396)	(363)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	1	-
Change in payables and other liabilities	(3)	-
<b>Net Cash From/(Used In) Operating Activities</b>	<b>2,491</b>	<b>4,092</b>

APN AREIT		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	304,632	339,834
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	602,000	2,898,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(243,000)	(1,411,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(187,403)	(207,600)
Distribution or Dividend income reinvested	(142,240)	(159,891)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	18	223
Change in payables and other liabilities	(19)	(722)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>333,988</b>	<b>1,458,844</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

<b>Pendal Property Investment</b>		
	<b>1/07/2018 - 30/06/2019 \$'000</b>	<b>1/07/2017 - 30/06/2018 \$'000</b>
Net profit/(loss) attributable to unitholders	2,732	1,397
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,005	2,470
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(173)	(334)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(1,554)	405
Distribution or Dividend income reinvested	(1,263)	(1,888)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(2)	1
Change in payables and other liabilities	1	-
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,746</b>	<b>2,051</b>

<b>Colonial First State Property Securities</b>		
	<b>1/07/2018 - 30/06/2019 \$'000</b>	<b>1/07/2017 - 30/06/2018 \$'000</b>
Net profit/(loss) attributable to unitholders	2,091	1,156
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,866	2,037
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(192)	(187)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(1,881)	(752)
Distribution or Dividend income reinvested	(317)	(513)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	-	(1)
Change in payables and other liabilities	-	-
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,567</b>	<b>1,740</b>



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Ironbark Property Securities		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	1,281,112	1,313,246
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,769,000	2,164,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(108,000)	(36,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(1,099,788)	(1,068,742)
Distribution or Dividend income reinvested	(260,818)	(329,245)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	75	346
Change in payables and other liabilities	(280)	(558)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,581,301</b>	<b>2,043,047</b>

Legg Mason Martin Currie Real Income		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	436,819	76,235
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	487,800	300,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(1,419,000)	(74,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(276,299)	(12,602)
Distribution or Dividend income reinvested	(179,122)	(75,060)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(313)	34
Change in payables and other liabilities	997	(95)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>(949,118)</b>	<b>214,512</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

AMP Capital Global Property Securities		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	165,397	106,239
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	418,500	387,500
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(189,999)	(313,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(128,819)	(91,041)
Distribution or Dividend income reinvested	(53,335)	(32,411)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	29	(21)
Change in payables and other liabilities	(35)	33
<b>Net Cash From/(Used In) Operating Activities</b>	<b>211,738</b>	<b>57,299</b>

Colonial First State Global Property Securities		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	739	1,082
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,789	2,437
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(497)	(149)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(479)	278
Distribution or Dividend income reinvested	(404)	(1,515)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(1)	-
Change in payables and other liabilities	(1)	(1)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>2,146</b>	<b>2,132</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Colonial First State Global Listed Infrastructure Securities		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	813,848	33,303
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,462,000	1,122,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(448,000)	(1,269,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(723,627)	399,105
Distribution or Dividend income reinvested	(147,194)	(492,268)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	96	(140)
Change in payables and other liabilities	(115)	165
<b>Net Cash From/(Used In) Operating Activities</b>	<b>957,008</b>	<b>(206,835)</b>

Magellan Infrastructure		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	996,765	257,336
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	833,000	387,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(2,009,001)	(1,651,999)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(874,039)	(130,479)
Distribution or Dividend income reinvested	(135,593)	(130,499)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	(131)	(108)
Change in payables and other liabilities	354	306
<b>Net Cash From/(Used In) Operating Activities</b>	<b>(1,188,645)</b>	<b>(1,268,443)</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Acadian Geared Australian Equity		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	2,038	4,826
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	5,463	5,725
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(600)	(1,700)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(499)	(3,656)
Distribution or Dividend income reinvested	(2,003)	(1,693)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	2	1
Change in payables and other liabilities	(4)	2
<b>Net Cash From/(Used In) Operating Activities</b>	<b>4,397</b>	<b>3,505</b>

Acadian Geared Global Equity		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	(183)	3,042
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	3,874	3,026
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(1,867)	(2,810)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	650	(1,678)
Distribution or Dividend income reinvested	(710)	(1,605)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	-	(2)
Change in payables and other liabilities	(3)	6
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,761</b>	<b>(21)</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Colonial First State Geared Global Property Securities		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	216,893	403,017
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	967,000	963,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(78,999)	(190,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(51,341)	(229,743)
Distribution or Dividend income reinvested	(231,617)	(250,495)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	224	346
Change in payables and other liabilities	(943)	(1,076)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>821,217</b>	<b>695,049</b>

Colonial First State Geared Share		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	15,606	26,533
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	21,729	23,892
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(7,150)	(8,670)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(2,968)	(15,417)
Distribution or Dividend income reinvested	(13,580)	(12,041)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	-	(2)
Change in payables and other liabilities	2	9
<b>Net Cash From/(Used In) Operating Activities</b>	<b>13,639</b>	<b>14,304</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Baillie Gifford Long Term Global Growth		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	181,997	189,023
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	386,500	582,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(3,000)	(135,999)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	242,323	6,959
Distribution or Dividend income reinvested	(435,302)	(208,210)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	38	80
Change in payables and other liabilities	(160)	(292)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>372,396</b>	<b>433,561</b>

Stewart Investors Global Emerging Markets Leaders		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	152,345	154,957
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	234,500	243,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(17,000)	(60,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(115,214)	(30,101)
Distribution or Dividend income reinvested	(49,919)	(138,916)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	32	17
Change in payables and other liabilities	(40)	(9)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>204,704</b>	<b>168,948</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Generation Global Share		
	1/07/2018 - 30/06/2019 \$'000	1/07/2017 - 30/06/2018 \$'000
Net profit/(loss) attributable to unitholders	2,242	2,140
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	2,790	1,817
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(575)	(484)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(991)	(467)
Distribution or Dividend income reinvested	(1,314)	(1,747)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	1	(2)
Change in payables and other liabilities	-	1
<b>Net Cash From/(Used In) Operating Activities</b>	<b>2,153</b>	<b>1,258</b>

FirstChoice Alternatives		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	9,857	(1,384)
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	151,600	134,515
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(111,999)	(283,183)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(748)	5,633
Distribution or Dividend income reinvested	(10,513)	(5,457)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	-	(6)
Change in payables and other liabilities	(4)	22
<b>Net Cash From/(Used In) Operating Activities</b>	<b>38,193</b>	<b>(149,860)</b>

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS (continued)

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities (continued)

Acadian Defensive Income		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	11,404	17,302
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	554,000	325,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(13,000)	(95,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	8,500	6,351
Distribution or Dividend income reinvested	(29,785)	(36,452)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	109	72
Change in payables and other liabilities	(379)	(147)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>530,849</b>	<b>217,126</b>

SG Hiscock Property Securities		
	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	33,621	137,659
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	284,000	314,000
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(33,001)	(108,000)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	78,744	(5,029)
Distribution or Dividend income reinvested	(123,820)	(145,749)
Net foreign exchange gain/(loss)	-	-
Change in receivables and other assets	47	33
Change in payables and other liabilities	(160)	(70)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>239,431</b>	<b>192,844</b>



## COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

### NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

#### 7. CASH AND CASH EQUIVALENTS (continued)

##### (b) Non-cash Financing Activities Carried Out During the Reporting Periods on Normal Commercial Terms and Conditions include:

- Reinvestment of unitholders distributions as disclosed under "Units issued upon reinvestment of distributions" in part (a) of the "Changes in Net Assets Attributable to Unitholders" note to the financial statements.
- Participation in dividend reinvestment plans as disclosed under "Distribution or Dividend Income Reinvested" in part (a) of the "Cash and Cash Equivalents" note to the financial statements.

##### (c) Terms and Conditions on Cash

Cash at bank and in hand, cash held as collateral and deposits at call with financial institutions, earn interest at floating rate as determined by the financial institutions.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES

#### (a) Responsible Entity

The Responsible Entity of the Funds is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (the Bank).

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

#### (b) Details of Key Management Personnel

##### (i) Key Management Personnel

The Directors of Colonial First State Investments Limited are considered to be Key Management Personnel. The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or Resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

##### (ii) Compensation of Key Management Personnel

No amounts are paid by the Funds directly to the Directors of the Responsible Entity of the Funds.

Directors are employed as executives of the Commonwealth Bank of Australia, and in that capacity, part of their role is to act as a director of the Responsible Entity. Consequently, no compensation as defined in AASB 124: Related Parties is paid by the Funds to the Directors as Key Management Personnel.

#### (c) Responsible Entity's Management Fees

Under the terms of the Constitutions, the Responsible Entity is entitled to receive monthly management fees which are expressed as a percentage of the total assets of each fund (i.e. excluding liabilities). Management fees are paid directly by the Funds. The table below shows the current fee rates charged.

Where monies are invested into other funds managed by the Responsible Entity the management fees are calculated after rebating fees charged in the underlying funds. As a consequence, the amounts shown in the Statements of Comprehensive Income reflect only the amount of fees charged directly to the respective Funds.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

The management fees rate charged for the current and comparative reporting periods are as follows:

Name of Fund:	Period Ended 30/06/2019 Management Fees %	Period Ended 30/06/2018 Management Fees %
Bennelong ex-20 Australian Equities	1.30	1.30
BlackRock Advantage Australian Equity	1.85	1.85
Pendal Australian Share	1.85	1.85
Colonial First State Imputation	1.85	1.85
Fidelity Australian Equities	1.90	1.90
Investors Mutual Australian Share	1.85	1.85
Ironbark Karara Australian Share	1.85	1.85
Lazard Select Australian Equity	1.85	1.85
Maple-Brown Abbott Australian Share	1.85	1.85
Nikko AM Australian Share Concentrated	1.85	1.85
Perennial Value Australian Share	1.85	1.85
Perpetual Australian Share	1.85	1.85
Perpetual Ethical SRI Share	1.50	1.50
Perpetual Industrial Share	1.85	1.85
Realindex Australian Share	1.45	1.45
Schroder Australian Equity	1.85	1.85
Solaris Core Australian Equity	1.85	1.85
T. Rowe Price Australian Equity	1.85	1.85
Ausbil Australian Emerging Leaders	1.90	1.90
Celeste Australian Small Companies	1.70	1.70
Colonial First State Developing Companies	2.00	2.00
Colonial First State Future Leaders	2.00	2.00
OC Premium Small Companies	1.45	1.45
Realindex Australian Small Companies	1.65	1.65
Acadian Sustainable Global Equity Fund	2.00	2.00
Altrinsic Global Equity	2.00	2.00
Antipodes Global	1.65	1.65
Pendal Core Global Share	2.00	2.00
Grant Samuel Epoch Global Equity Shareholder Yield	2.10	2.10
Magellan Global Share	2.35	2.35
Magellan Global Share - Hedged	1.75	1.75
MFS Global Equity	2.00	2.00
Perpetual Global Share	2.00	2.00
Platinum International**	2.35	2.35
PM Capital Global Companies	1.80	1.80
Realindex Global Share	1.56	1.56
Realindex Global Share - Hedged	1.56	1.56
Stewart Investors Worldwide Leaders	2.00	2.00

\*\* The management fee rate for the previous period was changed from 2.45% to 2.35% on 18/09/2017.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

The management fees rate charged for the current and comparative reporting periods are as follows:

Name of Fund:	Period Ended 30/06/2019 Management Fees %	Period Ended 30/06/2018 Management Fees %
T. Rowe Price Global Equity	2.00	2.00
Pendal Global Emerging Market Opportunities	1.75	1.75
Platinum Asia**	2.65	2.65
Acadian Australian Equity Long Short	1.80	1.80
Acadian Global Equity Long Short	1.90	1.90
Bennelong Kardinia Absolute Return	1.75	1.75
Janus Henderson Global Natural Resources	2.00	2.00
APN AREIT	1.65	1.65
Pendal Property Investment	1.65	1.65
Colonial First State Property Securities	1.65	1.65
Ironbark Property Securities	1.65	1.65
Legg Mason Martin Currie Real Income	1.80	1.80
AMP Capital Global Property Securities	2.00	2.00
Colonial First State Global Property Securities	1.85	1.85
Colonial First State Global Listed Infrastructure Securities	2.00	2.00
Magellan Infrastructure	1.50	1.50
Acadian Geared Australian Equity	1.65	1.65
Acadian Geared Global Equity	2.00	2.00
Colonial First State Geared Global Property Securities	1.85	1.85
Colonial First State Geared Share	1.90	1.90
Baillie Gifford Long Term Global Growth	2.00	2.00
Stewart Investors Global Emerging Markets Leaders	2.15	2.15
Generation Global Share	1.80	1.80
FirstChoice Alternatives***	1.50	1.50
Acadian Defensive Income	1.40	1.40
SG Hiscock Property Securities	1.75	1.75

\*\* The management fee rate for the previous period was changed from 2.75% to 2.65% on 01/05/2018.

\*\*\* The management fee rate for the previous period was changed from 1.70% to 1.50% on 01/05/2018.

In addition to the management fee stated above a performance fee may also be payable for certain funds. Performance fees are payable if the Funds' performance outperform a specified benchmark. The performance fee is normally in the region of 10-25% as a percentage of the total assets of each fund. Performance fees charged for the reporting periods are disclosed below. Refer to the Product Disclosure Statement for more details.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

The Responsible Entity's management fees charged/(refunded) for the reporting periods are as follows:

Name of Fund:	Period Ended 30/06/2019 \$	Period Ended 30/06/2018 \$
Bennelong ex-20 Australian Equities	21,110	(6,300)
BlackRock Advantage Australian Equity	53,113	55,979
Pendal Australian Share	142,869	155,184
Colonial First State Imputation	477,870	478,280
Fidelity Australian Equities	364,161	360,728
Investors Mutual Australian Share	269,229	281,873
Ironbark Karara Australian Share	55,017	56,115
Lazard Select Australian Equity	346,960	374,705
Maple-Brown Abbott Australian Share	141,051	149,421
Nikko AM Australian Share Concentrated	122,000	140,275
Perennial Value Australian Share	235,834	261,912
Perpetual Australian Share	31,061	36,262
Perpetual Ethical SRI Share	1,578	1,322
Perpetual Industrial Share	683,234	770,120
Realindex Australian Share	184,428	190,790
Schroder Australian Equity	284,456	301,098
Solaris Core Australian Equity	84,551	87,063
T. Rowe Price Australian Equity	183,781	209,240
Ausbil Australian Emerging Leaders	71,550	84,600
Celeste Australian Small Companies	36,178	41,152
Colonial First State Developing Companies	(20,994)	(23,722)
Colonial First State Future Leaders	(776)	(1,031)
OC Premium Small Companies	516	(441)
Realindex Australian Small Companies	42,846	43,297
Acadian Sustainable Global Equity Fund	59,136	59,554
Altrinsic Global Equity	82,869	83,048
Antipodes Global	2,959	1,051
Pendal Core Global Share	17,262	18,037
Grant Samuel Epoch Global Equity Shareholder Yield	29,659	30,801
Magellan Global Share	384,435	633,961
Magellan Global Share - Hedged	1,168	685
MFS Global Equity	199,199	205,094
Perpetual Global Share	51,815	52,275
Platinum International	779,922	877,936
PM Capital Global Companies	15,280	(164,426)
Realindex Global Share	79,082	77,149
Realindex Global Share - Hedged	28,852	33,680
Stewart Investors Worldwide Leaders	30,633	29,192
T. Rowe Price Global Equity	98,339	89,164
Pendal Global Emerging Market Opportunities	97	3
Platinum Asia	88,789	100,586

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

The Responsible Entity's management fees charged/(refunded) for the reporting periods are as follows:

Name of Fund:	Period Ended 30/06/2019 \$	Period Ended 30/06/2018 \$
Acadian Australian Equity Long Short	28,086	31,573
Acadian Global Equity Long Short	8,298	19,040
Bennelong Kardinia Absolute Return	2,023	1,013
Janus Henderson Global Natural Resources	140,836	168,909
APN AREIT	24,025	26,653
Pendal Property Investment	81,639	81,917
Colonial First State Property Securities	104,076	105,908
Ironbark Property Securities	76,861	82,106
Legg Mason Martin Currie Real Income	17,988	11,032
AMP Capital Global Property Securities	16,163	16,633
Colonial First State Global Property Securities	135,292	147,903
Colonial First State Global Listed Infrastructure Securities	54,958	57,911
Magellan Infrastructure	11,186	2,622
Acadian Geared Australian Equity	455,539	513,487
Acadian Geared Global Equity	239,752	237,637
Colonial First State Geared Global Property Securities	65,054	76,160
Colonial First State Geared Share	913,091	898,340
Baillie Gifford Long Term Global Growth	10,580	11,823
Stewart Investors Global Emerging Markets Leaders	12,330	13,576
Generation Global Share	58,185	70,592
FirstChoice Alternatives	1,214	1,047
Acadian Defensive Income	9,522	12,369
SG Hiscock Property Securities	11,053	12,682

The Responsible Entity's performance fees charged/(refunded) for the reporting periods are as follows:

Name of Fund:	Period Ended 30/06/2019 \$	Period Ended 30/06/2018 \$
Antipodes Global	2,389	-
Magellan Global Share - Hedged	-	105
Bennelong Kardinia Absolute Return	1,174	47

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods are as follows:

Name of Fund:	Period Ended 30/06/2019 \$	Period Ended 30/06/2018 \$
Bennelong ex-20 Australian Equities	1,822	2,232
BlackRock Advantage Australian Equity	4,943	5,073
Pendal Australian Share	13,190	14,236
Colonial First State Imputation	45,648	45,564
Fidelity Australian Equities	35,229	34,230
Investors Mutual Australian Share	24,694	25,906
Ironbark Karara Australian Share	4,957	5,389
Lazard Select Australian Equity	30,514	33,330
Maple-Brown Abbott Australian Share	13,098	13,647
Nikko AM Australian Share Concentrated	10,959	12,366
Perennial Value Australian Share	21,500	23,916
Perpetual Australian Share	2,652	3,241
Perpetual Ethical SRI Share	154	124
Perpetual Industrial Share	61,043	67,774
Realindex Australian Share	17,399	17,495
Schroder Australian Equity	26,398	27,694
Solaris Core Australian Equity	7,999	8,264
T. Rowe Price Australian Equity	16,061	19,364
Ausbil Australian Emerging Leaders	6,145	8,055
Celeste Australian Small Companies	3,161	3,846
Colonial First State Developing Companies	(1,665)	(2,143)
Colonial First State Future Leaders	1	(1)
OC Premium Small Companies	251	210
Realindex Australian Small Companies	4,886	4,140
Acadian Sustainable Global Equity Fund	5,097	5,456
Altrinsic Global Equity	6,944	7,341

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods are as follows:

Name of Fund:	Period Ended 30/06/2019 \$	Period Ended 30/06/2018 \$
Antipodes Global	450	1,155
Pendal Core Global Share	1,608	1,694
Grant Samuel Epoch Global Equity Shareholder Yield	2,762	2,838
Magellan Global Share	66,371	61,654
Magellan Global Share - Hedged	141	78
MFS Global Equity	18,845	19,361
Perpetual Global Share	4,071	5,194
Platinum International	70,662	83,444
PM Capital Global Companies	3,798	(3,626)
Realindex Global Share	7,214	7,192
Realindex Global Share - Hedged	2,378	2,717
Stewart Investors Worldwide Leaders	2,796	2,865
T. Rowe Price Global Equity	9,712	8,892
Pendal Global Emerging Market Opportunities	23	2
Platinum Asia	7,450	9,929
Acadian Australian Equity Long Short	2,708	2,868
Acadian Global Equity Long Short	1,992	1,861
Bennelong Kardinia Absolute Return	1,599	99
Janus Henderson Global Natural Resources	12,361	15,348
APN AREIT	2,223	2,242
Pendal Property Investment	8,173	7,642
Colonial First State Property Securities	9,928	9,566
Ironbark Property Securities	7,098	7,378
Legg Mason Martin Currie Real Income	1,966	969
AMP Capital Global Property Securities	1,519	1,554
Colonial First State Global Property Securities	12,033	13,108
Colonial First State Global Listed Infrastructure Securities	5,165	5,280
Magellan Infrastructure	1,304	950
Acadian Geared Australian Equity	42,265	46,264
Acadian Geared Global Equity	20,607	23,998
Colonial First State Geared Global Property Securities	5,722	6,665
Colonial First State Geared Share	91,307	88,884
Baillie Gifford Long Term Global Growth	908	1,068
Stewart Investors Global Emerging Markets Leaders	1,140	1,180
Generation Global Share	8,166	8,076
FirstChoice Alternatives	108	112
Acadian Defensive Income	686	1,065
SG Hiscock Property Securities	985	1,145



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (d) Management Expenses Recharged

The Responsible Entity is responsible for paying the custody fees on behalf of the Funds. The amount paid is based on the overall arrangement in place with the custodian. The Responsible Entity recharges the custody fees to the Funds. The amount recharged is disclosed as "Custody Fees" in the "Statements of Comprehensive Income".

The Responsible Entity is also responsible for paying certain expenses (such as audit fees, printing and postage) for the Funds. The amount recharged is based on the lower of the expenses paid or 0.03% of the net assets of the Funds. The amount recharged is disclosed under "Expenses Recharged" in the "Statements of Comprehensive Income".

#### (e) Bank and Deposit Accounts

The bank accounts and 11am deposit accounts for the Funds may be held with the Commonwealth Bank of Australia. Fees and expenses are negotiated on an arm's length basis. Various short term money market, fixed interest securities and foreign currency transactions are from time to time transacted through the Commonwealth Bank of Australia which receives a fee which is negotiated on an arm's length basis.

#### (f) Units Held by Related Parties

Other funds managed by the Responsible Entity or its affiliates may from time to time purchase or redeem units in the Funds. Such activity is undertaken in the ordinary course of business at entry and exit prices available to all investors at the time of the transaction.

The interests of Colonial First State Investments Limited and its associates in the Funds are tabled below:

Name of Fund:	30/06/2019 Number of Units No.'000	30/06/2018 Number of Units No.'000
Pendal Global Emerging Market Opportunities ^	-	10,077

^ Amounts are rounded to nearest unit.

#### (g) Related Party Transactions

The Funds may transact with other managed investment schemes, which are also managed by the Responsible Entity. These transactions normally consist of the sale or purchase of units in related managed investment schemes and receipt and payment of distributions on normal commercial terms and conditions.

##### (i) Terms and Conditions of Transactions with Related Parties

All related party transactions are made in arm's length transactions on normal commercial terms and conditions. Outstanding balances at period end are unsecured and settlement occurs in cash.

##### (ii) Guarantees

There have been no guarantees provided or received for any related party receivables.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities

#### (i) Related Managed Investment Schemes

The following funds held investments in the following managed investment schemes which were managed by Colonial First State Investments Limited. Distributions received are immediately reinvested into additional units.

Investment Name	Units Held at Period End No'000	Value of Investment at Period End \$'000	Interest held in Investment at Period End %	Units Acquired During Period No'000	Units Disposed During Period No'000	Distribution Received \$'000
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#### Bennelong ex-20 Australian Equities^

Units held in:

Colonial First State Investment Fund 13

- 2019	6,715,931	9,749,517	1.63	1,745,098	2,444,733	103,552
- 2018	7,415,566	11,979,106	2.79	1,944,073	739,413	420,260

^ Amounts and units are rounded to nearest dollar and unit.

#### BlackRock Advantage Australian Equity^

Units held in:

Commonwealth Australian Shares Fund 3

- 2019	4,703,551	6,387,893	10.71	389,928	673,746	450,579
- 2018	4,987,369	6,560,883	10.68	517,538	1,084,425	653,227

^ Amounts and units are rounded to nearest dollar and unit.

#### Pendal Australian Share

Units held in:

Commonwealth Australian Shares Fund 10

- 2019	11,780	16,988	4.22	704	1,852	791
- 2018	12,928	18,110	4.50	1,600	2,059	2,094

#### Colonial First State Imputation

Units held in:

Colonial First State Wholesale Imputation Fund

- 2019	23,327	55,651	4.23	2,232	2,629	3,967
- 2018	23,724	55,582	4.09	2,623	4,298	4,224

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Fidelity Australian Equities

Units held in:

##### Commonwealth Australian Share Fund 24

- 2019	36,594	45,157	2.69	3,289	3,927	1,952
- 2018	37,232	43,893	2.57	2,753	4,096	1,615

#### Investors Mutual Australian Share

Units held in:

##### Commonwealth Australian Share Fund 14

- 2019	24,300	40,207	3.52	2,532	3,815	3,807
- 2018	25,583	43,051	3.72	2,723	2,627	2,594

#### Ironbark Karara Australian Share^

Units held in:

##### Commonwealth Australian Share Fund 16

- 2019	4,129,803	6,408,628	2.00	244,987	651,425	246,743
- 2018	4,536,241	6,980,368	2.08	427,200	465,185	168,414

^ Amounts and units are rounded to nearest dollar and unit.

#### Lazard Select Australian Equity

Units held in:

##### Commonwealth Australian Share Fund 13

- 2019	30,109	39,340	8.57	1,389	4,571	1,522
- 2018	33,291	43,055	16.48	1,456	4,247	1,448

#### Maple-Brown Abbott Australian Share

Units held in:

##### Commonwealth Australian Shares Fund 8

- 2019	19,661	21,641	17.80	2,615	2,815	2,799
- 2018	19,861	23,011	18.18	2,107	2,091	1,987

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Nikko AM Australian Share Concentrated

Units held in:

##### Commonwealth Australian Share Fund 12

- 2019	9,327	14,158	13.53	752	1,733	620
- 2018	10,308	15,925	13.07	477	1,822	555

#### Perennial Value Australian Share

Units held in:

##### Commonwealth Australian Share Fund 17

- 2019	20,252	27,796	8.49	1,469	3,180	1,738
- 2018	21,963	30,625	8.56	2,115	2,715	2,333

#### Perpetual Australian Share^

Units held in:

##### Commonwealth Australian Shares Fund 11

- 2019	3,805,724	4,505,216	1.40	405,264	1,132,203	345,550
- 2018	4,532,663	5,473,644	1.55	544,353	633,124	458,860

^ Amounts and units are rounded to nearest dollar and unit.

#### Perpetual Ethical SRI Share^

Units held in:

##### Commonwealth Australian Shares Fund 34

- 2019	1,096,097	1,125,473	3.26	481,475	182,587	35,955
- 2018	797,209	868,878	2.67	229,345	194,171	29,642

^ Amounts and units are rounded to nearest dollar and unit.

#### Perpetual Industrial Share

Units held in:

##### Commonwealth Australian Shares Fund 4

- 2019	76,390	102,256	10.86	4,213	13,018	4,868
- 2018	85,195	114,970	10.97	6,623	10,803	8,254

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Realindex Australian Share

Units held in:

##### Commonwealth Australian Share Fund 26

- 2019	14,283	19,046	0.29	1,775	2,245	1,661
- 2018	14,753	19,207	0.36	1,775	1,960	1,160

#### Schroder Australian Equity

Units held in:

##### Commonwealth Australian Shares Fund 9

- 2019	23,911	33,878	4.41	2,435	3,277	2,980
- 2018	24,753	35,464	4.87	2,096	3,527	2,479

#### Solaris Core Australian Equity

Units held in:

##### Commonwealth Australian Share Fund 15

- 2019	5,459	10,321	5.01	445	918	383
- 2018	5,932	10,667	6.90	618	1,044	325

#### T. Rowe Price Australian Equity

Units held in:

##### Colonial First State Wholesale Australian Share Fund - Core

- 2019	14,645	19,633	3.30	710	3,177	651
- 2018	17,112	22,990	3.37	2,431	3,025	3,112

#### Ausbil Australian Emerging Leaders^

Units held in:

##### Commonwealth Small Companies Fund 8

- 2019	7,401,440	8,282,211	3.90	459,622	1,691,768	210,523
- 2018	8,633,586	10,463,907	4.79	884,734	1,547,140	856,286

^ Amounts and units are rounded to nearest dollar and unit.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Celeste Australian Small Companies<sup>^</sup>

Units held in:

##### Commonwealth Small Companies Fund 7

- 2019	3,034,109	4,990,199	6.07	225,087	571,589	210,717
- 2018	3,380,611	6,013,093	6.42	173,323	379,959	180,657

<sup>^</sup> Amounts and units are rounded to nearest dollar and unit.

#### Colonial First State Developing Companies<sup>^</sup>

Units held in:

##### Colonial First State Developing Companies Fund

- 2019	3,279,711	7,142,555	1.66	454,405	830,844	503,419
- 2018	3,656,150	9,595,200	1.89	385,515	624,389	175,202

<sup>^</sup> Amounts and units are rounded to nearest dollar and unit.

#### Colonial First State Future Leaders<sup>^</sup>

Units held in:

##### Colonial First State Future Leaders Fund

- 2019	2,689,954	9,549,875	1.89	328,549	345,553	938,268
- 2018	2,706,958	11,187,856	1.95	441,917	278,984	1,192,845

<sup>^</sup> Amounts and units are rounded to nearest dollar and unit.

#### OC Premium Small Companies<sup>^</sup>

Units held in:

##### Commonwealth Small Companies Fund 12

- 2019	2,331,141	2,824,177	1.15	830,009	312,133	203,831
- 2018	1,813,265	2,363,953	1.51	656,507	145,884	196,244

<sup>^</sup> Amounts and units are rounded to nearest dollar and unit.

#### Realindex Australian Small Companies<sup>^</sup>

Units held in:

##### Commonwealth Small Companies Fund 10

- 2019	4,942,210	5,400,847	0.48	1,606,989	669,540	297,290
- 2018	4,004,761	4,551,411	0.46	707,704	503,853	452,934

<sup>^</sup> Amounts and units are rounded to nearest dollar and unit.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Acadian Sustainable Global Equity Fund<sup>^</sup>

Units held in:

##### Colonial First State Wholesale Acadian Global Equity Fund

- 2019	3,678,458	7,014,819	9.76	90,447	626,019	36,370
- 2018	4,214,030	7,494,231	10.17	96,032	748,062	46,589

<sup>^</sup> Amounts and units are rounded to nearest dollar and unit.

#### Altrinsic Global Equity

Units held in:

##### Commonwealth Global Share Fund 11

- 2019	6,730	10,178	8.41	667	1,660	109
- 2018	7,723	10,736	8.57	272	1,420	107

#### Antipodes Global<sup>^</sup>

Units held in:

##### Colonial First State Investment Fund 55

- 2019	2,654,771	2,627,958	3.61	1,774,010	560,402	40,918
- 2018	1,441,163	1,429,489	4.92	1,442,660	1,498	-

<sup>^</sup> Amounts and units are rounded to nearest dollar and unit.

#### Pendal Core Global Share<sup>^</sup>

Units held in:

##### Commonwealth Global Shares Fund 8

- 2019	2,202,487	2,468,107	2.78	293,222	194,662	174,463
- 2018	2,103,927	2,452,337	2.95	422,854	570,296	273,743

<sup>^</sup> Amounts and units are rounded to nearest dollar and unit.

#### Grant Samuel Epoch Global Equity Shareholder Yield<sup>^</sup>

Units held in:

##### Commonwealth Global Share Fund 20

- 2019	2,800,299	3,741,199	1.86	157,994	306,133	121,944
- 2018	2,948,438	3,669,331	1.97	585,632	1,529,726	233,042

<sup>^</sup> Amounts and units are rounded to nearest dollar and unit.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Magellan Global Share

Units held in:

##### Commonwealth Specialist Fund 26

- 2019	35,849	88,535	3.60	1,405	4,653	1,296
- 2018	39,097	82,132	4.28	3,338	3,729	4,270

#### Magellan Global Share - Hedged^

Units held in:

##### Commonwealth Specialist Fund 41

- 2019	543,242	763,092	1.48	256,220	46,274	2,000
- 2018	333,296	416,353	1.29	293,642	46,680	21,396

^ Amounts and units are rounded to nearest dollar and unit.

#### MFS Global Equity

Units held in:

##### Commonwealth Global Shares Fund 6

- 2019	19,851	23,970	1.85	2,713	5,009	2,829
- 2018	22,147	25,910	1.89	2,153	2,073	1,032

#### Perpetual Global Share^

Units held in:

##### Commonwealth Global Shares Fund 5

- 2019	8,050,328	6,879,005	3.39	1,031,279	3,023,411	604,554
- 2018	10,042,460	8,420,602	4.06	3,650,503	834,446	1,307,799

^ Amounts and units are rounded to nearest dollar and unit.

#### Platinum International

Units held in:

##### Commonwealth Specialist Fund 4

- 2019	70,172	113,539	5.17	6,818	11,255	9,671
- 2018	74,609	130,535	6.15	10,098	7,287	15,251



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### PM Capital Global Companies^

Units held in:

##### Commonwealth Specialist Fund 11

- 2019	4,853,634	6,974,672	8.65	151,398	947,709	-
- 2018	5,649,945	8,069,251	9.02	733,007	989,694	-

^ Amounts and units are rounded to nearest dollar and unit.

#### Realindex Global Share^

Units held in:

##### Commonwealth Global Share Fund 22

- 2019	5,725,710	7,883,730	0.18	813,143	758,739	598,804
- 2018	5,671,306	7,816,761	0.20	979,995	710,838	500,948

^ Amounts and units are rounded to nearest dollar and unit.

#### Realindex Global Share - Hedged^

Units held in:

##### Commonwealth Global Share Fund 23

- 2019	2,066,781	2,618,612	0.21	206,484	508,697	71,494
- 2018	2,368,994	2,988,723	0.27	630,383	605,894	522,524

^ Amounts and units are rounded to nearest dollar and unit.

#### Stewart Investors Worldwide Leaders^

Units held in:

##### Colonial First State Wholesale Global Share Fund

- 2019	1,313,682	3,553,640	0.52	75,201	225,537	18,687
- 2018	1,464,018	3,633,400	0.52	252,274	341,655	9,491

^ Amounts and units are rounded to nearest dollar and unit.

#### T. Rowe Price Global Equity

Units held in:

##### Commonwealth Global Shares Fund 7

- 2019	10,489	14,244	5.27	1,721	1,153	1,189
- 2018	9,921	12,998	6.88	1,154	802	777

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Pendal Global Emerging Market Opportunities^

Units held in:

##### Commonwealth Emerging Markets Fund 9

- 2019	118,312	122,986	0.12	115,907	7,504	1,044
- 2018	9,909	9,694	0.05	9,909	-	77

^ Amounts and units are rounded to nearest dollar and unit.

#### Platinum Asia

Units held in:

##### Commonwealth Asian Share Fund 4

- 2019	7,519	10,182	3.89	929	2,038	444
- 2018	8,628	12,299	4.24	3,248	1,497	1,854

#### Acadian Australian Equity Long Short^

Units held in:

##### Commonwealth Specialist Fund 9

- 2019	3,172,414	4,227,559	3.94	293,011	730,568	172,363
- 2018	3,609,971	4,485,750	4.87	204,781	935,980	161,638

^ Amounts and units are rounded to nearest dollar and unit.

#### Acadian Global Equity Long Short^

Units held in:

##### Commonwealth Specialist Fund 10

- 2019	1,946,590	3,365,848	4.35	326,532	258,703	11,059
- 2018	1,878,761	3,133,397	4.29	362,833	614,185	29,121

^ Amounts and units are rounded to nearest dollar and unit.

#### Bennelong Kardinia Absolute Return^

Units held in:

##### Commonwealth Australian Share Fund 29

- 2019	564,548	526,554	0.69	453,009	46,740	6,180
- 2018	158,279	157,266	0.18	32,874	28,681	447

^ Amounts and units are rounded to nearest dollar and unit.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Janus Henderson Global Natural Resources

Units held in:

##### Colonial First State Wholesale Global Resources Fund

- 2019	10,104	15,915	3.86	367	1,783	396
- 2018	11,520	19,123	3.87	301	2,787	363

#### APN AREIT^

Units held in:

##### Commonwealth Property Securities Fund 8

- 2019	3,630,349	3,486,950	1.75	423,380	658,379	142,240
- 2018	3,865,348	3,516,307	1.78	1,808,515	3,345,586	159,891

^ Amounts and units are rounded to nearest dollar and unit.

#### Pendal Property Investment

Units held in:

##### Commonwealth Property Fund 2

- 2019	16,749	14,371	3.13	1,709	2,453	1,263
- 2018	17,493	13,386	3.06	2,831	3,087	1,888

#### Colonial First State Property Securities

Units held in:

##### Colonial First State Wholesale Property Securities Fund

- 2019	11,463	12,810	2.73	501	1,836	317
- 2018	12,798	12,285	2.75	740	2,192	513

#### Ironbark Property Securities^

Units held in:

##### Commonwealth Property Fund 6

- 2019	8,039,214	9,206,508	6.31	342,578	1,678,082	260,818
- 2018	9,374,718	9,506,902	6.76	374,161	2,286,008	329,245

^ Amounts and units are rounded to nearest dollar and unit.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Legg Mason Martin Currie Real Income^

Units held in:

##### Commonwealth Australian Infrastructure Fund 1

- 2019	3,098,044	2,712,027	3.94	2,002,528	566,018	179,122
- 2018	1,661,534	1,325,406	3.54	185,817	375,483	75,060

^ Amounts and units are rounded to nearest dollar and unit.

#### AMP Capital Global Property Securities^

Units held in:

##### Commonwealth Global Property Securities Fund 5

- 2019	1,346,952	2,077,674	0.38	162,068	287,268	53,335
- 2018	1,472,152	2,124,021	0.41	244,669	278,591	32,411

^ Amounts and units are rounded to nearest dollar and unit.

#### Colonial First State Global Property Securities

Units held in:

##### Colonial First State Wholesale Global Property Securities Fund

- 2019	8,488	15,565	3.65	504	1,556	404
- 2018	9,540	16,974	3.99	920	1,326	1,515

#### Colonial First State Global Listed Infrastructure Securities^

Units held in:

##### Colonial First State Wholesale Global Listed Infrastructure Securities Fund

- 2019	7,331,154	7,117,084	0.55	651,912	1,654,393	147,194
- 2018	8,333,635	7,260,263	0.60	1,921,680	1,226,891	492,268

^ Amounts and units are rounded to nearest dollar and unit.

#### Magellan Infrastructure^

Units held in:

##### Commonwealth Global Listed Infrastructure Fund 7

- 2019	5,792,805	7,221,311	2.66	1,910,678	707,863	135,593
- 2018	4,589,990	5,035,678	3.17	1,633,243	356,792	130,499

^ Amounts and units are rounded to nearest dollar and unit.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Acadian Geared Australian Equity

Units held in:

Colonial First State Wholesale Geared Australian Share Fund - Core

- 2019	30,542	30,835	18.36	2,658	5,832	2,003
- 2018	33,716	33,197	18.51	3,474	5,867	1,693

#### Acadian Geared Global Equity

Units held in:

Commonwealth Specialist Fund 13

- 2019	13,674	12,557	5.87	2,766	4,388	710
- 2018	15,296	14,504	6.63	4,711	3,172	1,605

#### Colonial First State Geared Global Property Securities^

Units held in:

Commonwealth Specialist Fund 14

- 2019	9,928,000	3,341,765	9.41	930,391	2,851,108	231,617
- 2018	11,848,717	3,946,808	10.20	1,331,967	2,985,064	250,495

^ Amounts and units are rounded to nearest dollar and unit.

#### Colonial First State Geared Share

Units held in:

Colonial First State Wholesale Geared Share Fund

- 2019	27,943	112,200	3.91	5,531	5,608	13,580
- 2018	28,020	110,231	4.12	5,481	6,478	12,041

#### Baillie Gifford Long Term Global Growth^

Units held in:

Commonwealth Global Share Fund 25

- 2019	1,288,730	1,239,500	2.64	466,786	340,864	435,302
- 2018	1,162,808	1,430,021	2.98	271,319	456,849	208,210

^ Amounts and units are rounded to nearest dollar and unit.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities (continued)

#### (i) Related Managed Investment Schemes (continued)

Investment Name	Units Held at Period End	Value of Investment at Period End	Interest held in Investment at Period End	Units Acquired During Period	Units Disposed During Period	Distribution Received
	No'000	\$'000	%	No'000	No'000	\$'000

#### Stewart Investors Global Emerging Markets Leaders^

Units held in:

##### Commonwealth Emerging Markets Fund 5

- 2019	1,259,990	1,564,277	2.53	54,809	198,522	49,919
- 2018	1,403,703	1,616,644	2.51	168,964	199,536	138,916

^ Amounts and units are rounded to nearest dollar and unit.

#### Generation Global Share

Units held in:

##### Commonwealth Specialist Fund 15

- 2019	8,281	13,898	2.01	1,125	1,636	1,314
- 2018	8,792	13,809	2.21	1,400	1,089	1,747

#### FirstChoice Alternatives^

Units held in:

##### Colonial First State – FirstChoice Wholesale Investments – Alternatives 1

- 2019	571,381	583,323	0.34	121,122	147,477	10,513
- 2018	597,736	611,663	0.30	278,127	130,291	5,457

^ Amounts and units are rounded to nearest dollar and unit.

#### Acadian Defensive Income^

Units held in:

##### Commonwealth Specialist Fund 19

- 2019	979,050	946,644	0.53	44,125	571,041	29,785
- 2018	1,505,966	1,466,359	0.58	133,483	331,431	36,452

^ Amounts and units are rounded to nearest dollar and unit.

#### SG Hiscock Property Securities^

Units held in:

##### Commonwealth Property Securities Fund 11

- 2019	2,777,533	1,340,993	3.97	317,653	564,985	123,820
- 2018	3,024,865	1,546,916	3.79	491,711	602,144	145,749

^ Amounts and units are rounded to nearest dollar and unit.

# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **8. RELATED PARTIES DISCLOSURES (continued)**

#### **(h) Investing Activities (continued)**

##### **(ii) Related Listed Securities**

The Funds did not invest in any related listed securities.

##### **(iii) Other related Financial Instruments**

The Funds did not invest in derivatives, money market and fixed interest securities issued by the Commonwealth Bank of Australia and its associates.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT

Investing activities of the Funds may expose them to a variety of financial risks: market risk (including price risk, foreign exchange risk and interest rate risk), credit risk and liquidity risk.

The overall risk management programme focuses on ensuring compliance with its Product Disclosure Statement/Information Memorandum and seeks to maximise the returns derived for the level of risk to which the Funds are exposed. The Funds may use derivative financial instruments to alter certain risk exposures. Financial risk management is carried out by the respective investment management departments (Investment Managers) and regularly monitored by the Investment Review Services Department of the Responsible Entity.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk.

#### (a) Market Risk

##### (i) Price Risk

Financial assets are either directly or indirectly exposed to price risk. This arises from investments held for which prices in the future are uncertain. They are classified on the balance sheet at fair value through profit or loss. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

An Investment Manager may mitigate price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement/Information Memorandum or Constitutions and monitored by the Investment Review Services Department of the Responsible Entity.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements summarises the impact of an increase/decrease of the Australian and global indexes on the Funds' net assets attributable to unitholders at the end of the reporting periods. The analysis is based on the assumptions that the relevant indexes increased or decreased as tabled with all other variables held constant and that fair values of the Funds move according to the historical correlation with the indexes.

##### (ii) Foreign Exchange Risk

The Funds contained in this Financial Report do not hold monetary or non-monetary assets denominated in currencies other than the Australian dollars and therefore are not exposed to foreign exchange risk.

The Funds may hold both monetary and non-monetary assets denominated in currencies other than the Australian dollar. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk not foreign exchange risk. Foreign exchange risk arises as the value of monetary securities denominated in other currencies fluctuates due to changes in exchange rates. The risk is measured using sensitivity analysis.



# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **9. FINANCIAL RISK MANAGEMENT (continued)**

#### **(a) Market Risk (continued)**

##### **(iii) Interest Rate Risk**

The exposure to interest rate risk of the Funds contained in this Financial Report is limited to its cash and cash equivalents or bank overdraft, which earns/(charges) a floating rate of interest.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements, summarises the impact of an increase/decrease of interest rates on the Funds' operating profit and net assets attributable to unitholders through changes in fair value or changes in future cash flows. The analysis is based on the assumption that interest rates increase or decrease by a "predetermined basis points" from the year end rates with all other variables held constant. The impact mainly arises from changes in the fair value of debt securities. The "predetermined basis points" are disclosed in the table below.

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis

The following tables summarise the sensitivity of the Funds' operating profit or loss and net assets attributable to unitholders to interest rate risk, foreign exchange risk and other price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates, historical correlation of the Funds' investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of and/or correlation between the performance of the economies, markets and securities in which the Funds invest. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

Certain funds may not be subject to all these risks and are denoted with "-" in the tables below.

Bennelong ex-20 Australian Equities						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 254)	254	-	-	( 1,949,903)	1,949,903
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 375)	375	-	-	( 2,395,821)	2,395,821

BlackRock Advantage Australian Equity						
30/06/2019	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	( 96)	96	-	-	( 1,277,579)	1,277,579
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	( 87)	87	-	-	( 1,312,177)	1,312,177

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Pandal Australian Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	-	-	-	-	( 3,398)	3,398
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 1)	1	-	-	( 3,622)	3,622

Colonial First State Imputation						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	( 1)	1	-	-	( 11,130)	11,130
30/06/2018	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 1)	1	-	-	( 11,116)	11,116

Fidelity Australian Equities						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	( 1)	1	-	-	( 9,031)	9,031
30/06/2018	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 1)	1	-	-	( 8,779)	8,779

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Investors Mutual Australian Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	( 3 )	3	-	-	( 8,041 )	8,041
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 2 )	2	-	-	( 8,610 )	8,610

Ironbark Karara Australian Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 77 )	77	-	-	( 1,281,726 )	1,281,726
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 67 )	67	-	-	( 1,396,074 )	1,396,074

Lazard Select Australian Equity						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	( 1 )	1	-	-	( 7,868 )	7,868
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 1 )	1	-	-	( 8,611 )	8,611

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Maple-Brown Abbott Australian Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	( 1 )	1	-	-	( 4,328 )	4,328
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	-	-	-	-	( 4,602 )	4,602

Nikko AM Australian Share Concentrated						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	-	-	-	-	( 2,832)	2,832
30/06/2018	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	-	-	-	-	( 3,185)	3,185

Perennial Value Australian Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	( 1 )	1	-	-	( 5,559 )	5,559
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 1 )	1	-	-	( 6,125 )	6,125

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Perpetual Australian Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 59)	59	-	-	( 901,043)	901,043
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 85)	85	-	-	( 1,094,729)	1,094,729

Perpetual Ethical SRI Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 14)	14	-	-	( 225,095)	225,095
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 26)	26	-	-	( 173,776)	173,776

Perpetual Industrial Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2019	( 5)	5	-	-	( 20,451)	20,451
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2018	( 1)	1	-	-	( 22,994)	22,994

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Realindex Australian Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	( 1)	1	-	-	( 3,809)	3,809
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	-	-	-	-	( 3,841)	3,841
30/06/2018						

Schroder Australian Equity						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	( 1)	1	-	-	( 6,776)	6,776
30/06/2018	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 1)	1	-	-	( 7,093)	7,093

Solaris Core Australian Equity						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	-	-	-	-	( 2,064)	2,064
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	-	-	-	-	( 2,133)	2,133

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

T. Rowe Price Australian Equity						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2019	-	-	-	-	( 3,927)	3,927
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
30/06/2018	( 2)	2	-	-	( 4,598)	4,598

Ausbil Australian Emerging Leaders						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-25.00%	25.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 482)	482	-	-	( 2,070,553)	2,070,553
	-50 basis points	50 basis points	-10.00%	10.00%	-30.00%	30.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 1,380)	1,380	-	-	( 3,139,172)	3,139,172

Celeste Australian Small Companies						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 117)	117	-	-	( 998,040)	998,040
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 123)	123	-	-	( 1,202,619)	1,202,619



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Colonial First State Developing Companies						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-25.00%	25.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 295)	295	-	-	( 1,785,639)	1,785,639
	-50 basis points	50 basis points	-10.00%	10.00%	-30.00%	30.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 190)	190	-	-	( 2,878,560)	2,878,560

Colonial First State Future Leaders						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-25.00%	25.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 142)	142	-	-	( 2,387,469)	2,387,469
	-50 basis points	50 basis points	-10.00%	10.00%	-30.00%	30.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 88)	88	-	-	( 3,356,357)	3,356,357

OC Premium Small Companies						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	30/06/2019	( 130)	130	-	-	( 564,835)
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 90)	90	-	-	( 472,791)	472,791

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Realindex Australian Small Companies						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 104)	104	-	-	( 1,080,169)	1,080,169
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 129)	129	-	-	( 910,282)	910,282

Acadian Sustainable Global Equity Fund						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	30/06/2019	( 69)	69	-	-	( 1,052,223)
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 99)	99	-	-	( 1,498,846)	1,498,846

Altrinsic Global Equity						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2019	-	-	-	-	( 1,527)	1,527
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2018	-	-	-	-	( 2,147)	2,147

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Antipodes Global						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 54)	54	-	-	( 394,194)	394,194
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 22)	22	-	-	( 285,898)	285,898

Pandal Core Global Share						
30/06/2019	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	( 134)	134	-	-	( 370,216)	370,216
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	( 394)	394	-	-	( 490,467)	490,467

Grant Samuel Epoch Global Equity Shareholder Yield						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	30/06/2019	( 143)	143	-	-	( 561,180)
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	( 503)	503	-	-	( 733,866)	733,866

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Magellan Global Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-15.00% \$'000	15.00% \$'000
30/06/2019	( 6 )	6	-	-	( 13,280 )	13,280
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 5 )	5	-	-	( 16,426 )	16,426

Magellan Global Share - Hedged						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 12)	12	-	-	( 114,464)	114,464
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 11)	11	-	-	( 83,271)	83,271

MFS Global Equity						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-15.00% \$'000	15.00% \$'000
30/06/2019	( 4 )	4	-	-	( 3,596 )	3,596
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 2 )	2	-	-	( 5,182 )	5,182

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Perpetual Global Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 82)	82	-	-	( 1,031,851)	1,031,851
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	30/06/2018	( 684)	684	-	-	( 1,684,120)

Platinum International						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2019	( 10)	10	-	-	( 17,031)	17,031
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	( 17)	17	-	-	( 26,107)	26,107

PM Capital Global Companies						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	30/06/2019	( 41)	41	-	-	( 1,046,201)
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	30/06/2018	( 168)	168	-	-	( 1,613,850)

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Realindex Global Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 351)	351	-	-	( 1,182,560)	1,182,560
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 397)	397	-	-	( 1,563,352)	1,563,352

Realindex Global Share - Hedged						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 55)	55	-	-	( 392,792)	392,792
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 63)	63	-	-	( 597,745)	597,745

Stewart Investors Worldwide Leaders						
30/06/2019	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	( 177)	177	-	-	( 533,046)	533,046
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	( 197)	197	-	-	( 726,680)	726,680

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

T. Rowe Price Global Equity						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-15.00% \$'000	15.00% \$'000
30/06/2019	-	-	-	-	( 2,137)	2,137
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	-	-	-	-	( 2,600)	2,600

Pental Global Emerging Market Opportunities						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 1)	1	-	-	( 18,448)	18,448
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	-	-	-	-	( 1,939)	1,939

Platinum Asia						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-25.00% \$'000	25.00% \$'000
30/06/2019	-	-	-	-	( 2,546)	2,546
30/06/2018	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 2)	2	-	-	( 2,460)	2,460

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Acadian Australian Equity Long Short						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 95)	95	-	-	( 845,512)	845,512
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 76)	76	-	-	( 897,150)	897,150

Acadian Global Equity Long Short						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	30/06/2019	( 42)	42	-	-	( 504,877)
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	( 52)	52	-	-	( 626,679)	626,679

Bennelong Kardinia Absolute Return						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 16)	16	-	-	( 78,983)	78,983
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 2)	2	-	-	( 31,453)	31,453



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Janus Henderson Global Natural Resources						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-15.00% \$'000	15.00% \$'000
30/06/2019	-	-	-	-	( 2,387)	2,387
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-20.00% \$'000	20.00% \$'000
	( 2)	2	-	-	( 3,825)	3,825

APN AREIT						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 84)	84	-	-	( 523,043)	523,043
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 48)	48	-	-	( 527,446)	527,446

Pandal Property Investment						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-15.00% \$'000	15.00% \$'000
30/06/2019	( 1)	1	-	-	( 2,156)	2,156
30/06/2018	-50 basis points \$'000	50 basis points \$'000	-10.00% \$'000	10.00% \$'000	-15.00% \$'000	15.00% \$'000
	( 1)	1	-	-	( 2,008)	2,008

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Colonial First State Property Securities						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2019	-	-	-	-	( 1,922)	1,922
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2018	-	-	-	-	( 1,843)	1,843

Ironbark Property Securities						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	30/06/2019	( 154)	154	-	-	( 1,380,976)
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 198)	198	-	-	( 1,426,035)	1,426,035

Legg Mason Martin Currie Real Income						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	30/06/2019	( 33)	33	-	-	( 406,804)
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 26)	26	-	-	( 198,811)	198,811

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

AMP Capital Global Property Securities						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 39)	39	-	-	( 311,651)	311,651
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 41)	41	-	-	( 318,603)	318,603

Colonial First State Global Property Securities						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	30/06/2019	-	-	-	-	( 2,335)
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2018	-	-	-	-	( 2,546)	2,546

Colonial First State Global Listed Infrastructure Securities						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	30/06/2019	( 119)	119	-	-	( 1,067,563)
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	30/06/2018	( 200)	200	-	-	( 1,089,039)

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Magellan Infrastructure						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 193)	193	-	-	( 1,083,197)	1,083,197
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 162)	162	-	-	( 755,352)	755,352

Acadian Geared Australian Equity						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2019	( 2)	2	-	-	( 6,167)	6,167
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2018	( 2)	2	-	-	( 6,639)	6,639

Acadian Geared Global Equity						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2019	( 1)	1	-	-	( 1,884)	1,884
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	( 1)	1	-	-	( 2,901)	2,901

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Colonial First State Geared Global Property Securities						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2019	( 119)	119	-	-	( 501,265)	501,265
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
30/06/2018	( 134)	134	-	-	( 592,021)	592,021

Colonial First State Geared Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2019	( 6)	6	-	-	( 22,440)	22,440
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
30/06/2018	( 4)	4	-	-	( 22,046)	22,046

Baillie Gifford Long Term Global Growth						
30/06/2019	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	( 31)	31	-	-	( 185,925)	185,925
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	( 93)	93	-	-	( 286,004)	286,004

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Stewart Investors Global Emerging Markets Leaders						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-25.00%	25.00%
	\$	\$	\$	\$	\$	\$
	30/06/2019	( 17)	17	-	-	( 391,069)
	-50 basis points	50 basis points	-10.00%	10.00%	-30.00%	30.00%
	\$	\$	\$	\$	\$	\$
	30/06/2018	( 37)	37	-	-	( 484,993)

Generation Global Share						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	30/06/2019	( 2)	2	-	-	( 2,085)
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	30/06/2018	( 2)	2	-	-	( 2,762)

FirstChoice Alternatives						
	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-18.00%	18.00%
	\$	\$	\$	\$	\$	\$
	30/06/2019	( 7)	7	-	-	( 104,998)
	-50 basis points	50 basis points	-10.00%	10.00%	-20.00%	20.00%
	\$	\$	\$	\$	\$	\$
	30/06/2018	( 6)	6	-	-	( 122,333)

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis (continued)

Acadian Defensive Income						
30/06/2019	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-5.00%	5.00%
	\$	\$	\$	\$	\$	\$
	( 5)	5	-	-	( 47,332)	47,332
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-3.60%	3.60%
	\$	\$	\$	\$	\$	\$
	( 14)	14	-	-	( 52,789)	52,789

SG Hiscock Property Securities						
30/06/2019	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	( 79)	79	-	-	( 201,149)	201,149
30/06/2018	-50 basis points	50 basis points	-10.00%	10.00%	-15.00%	15.00%
	\$	\$	\$	\$	\$	\$
	( 79)	79	-	-	( 232,037)	232,037

## **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

#### **9. FINANCIAL RISK MANAGEMENT (continued)**

##### **(c) Credit risk**

The exposure to credit risk for cash and cash equivalents is low as all counterparties have a high credit rating. The Funds' investments in managed investment schemes are subject to credit risk at the point in time it renders its investment. However, as the Responsible Entity of the Funds are the same as the underlying investment, the credit risk is deemed to be insignificant.



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**11. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

Certain funds will present the fair value of their derivative assets and liabilities on a gross basis. Certain derivative financial instruments are subject to enforceable master netting arrangements, such as an International Swaps and Derivatives Association (ISDA) master netting agreement. In certain circumstances, for example, when a credit event such as a default occurs, all outstanding transactions under the ISDA agreement are terminated, the termination value is assessed and only a single net amount may be payable in settlement of all transactions.

The Funds do not invest in derivatives and are therefore not subject to master netting arrangements.

**12. STRUCTURED ENTITIES**

Certain funds have exposures to unconsolidated structured entities through trading activities. These funds typically have no other involvement with the structured entities other than the securities they hold as part of trading activities and their maximum exposure to loss is restricted to the carrying value of the asset.

Exposure to trading assets are managed in accordance with financial risk management practices as set out in "Financial Risk Management" note, which includes an indication of changes in risk measures compared to prior year.

**13. CONTINGENT LIABILITIES AND COMMITMENTS**

The Funds did not have any contingent liabilities or commitments at the end of the current and previous reporting period.

**14. EVENTS AFTER BALANCE SHEET DATE**

No significant events have occurred since balance sheet date which would impact on the financial positions of the Funds disclosed in the Balance Sheets as at 30 June 2019 or on the results and cash flows of the Funds for the reporting period ended on that date.

**COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS**

**DIRECTORS' DECLARATION  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

In the opinion of the Directors of Colonial First State Investments Limited:

- a) the financial statements and notes to the financial statements of the Funds in this Financial Report are in accordance with the Corporations Act 2001, including:
  - i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - ii) giving a true and fair view of the Funds' financial positions as at 30 June 2019 and of their performances for the reporting period ended on that date, and
- b) there are reasonable grounds to believe that the Funds will be able to pay their debts as and when they become due and payable, and
- c) the financial statements comply with International Financial Reporting Standards issued by the International Accounting Standards Board as stated in Note 1.

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



Penelope James  
Director  
Sydney  
23 August 2019



## Independent auditor's report

To the unitholders of Colonial First State - FirstChoice Investments

### Our opinion

In our opinion:

The accompanying financial report of Colonial First State - FirstChoice Investments (the Registered Schemes) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Schemes' financial positions as at 30 June 2019 and of their financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### What we have audited

The financial report comprises:

- the balance sheets as at 30 June 2019
- the statements of comprehensive income for the year then ended
- the statements of changes in equity for the year then ended
- the cash flow statements for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

The Colonial First State - FirstChoice Investments comprise the following Registered Schemes:

Colonial First State Investment Fund 14

Colonial First State - FirstChoice Investments - Australian Share Fund Number 3

Colonial First State - FirstChoice Investments - Australian Share Fund Number 10

Colonial First State - FirstChoice Investments - Australian Share Fund Number 1

Colonial First State - FirstChoice Investments - Australian Share Fund 24

Colonial First State - FirstChoice Investments - Australian Share Fund 14

Colonial First State - FirstChoice Investments - Australian Share Fund 16

Colonial First State - FirstChoice Investments - Australian Share Fund 13

Colonial First State - FirstChoice Investments - Australian Share Fund Number 8

Colonial First State - FirstChoice Investments - Australian Share Fund 12

Colonial First State - FirstChoice Investments - Australian Share Fund 17

Colonial First State - FirstChoice Investments - Australian Share Fund 11

Colonial First State - FirstChoice Investments - Australian Shares 34

Colonial First State - FirstChoice Investments - Australian Share Fund Number 4

Colonial First State - FirstChoice Investments - Australian Share Fund 26

Colonial First State - FirstChoice Investments - Australian Share Fund Number 9

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Colonial First State - FirstChoice Investments - Australian Share Fund 15
Colonial First State - FirstChoice Investments - Australian Share Fund Number 7
Colonial First State - FirstChoice Investments - Small Companies Fund 8
Colonial First State - FirstChoice Investments - Small Companies Fund 7
Colonial First State - FirstChoice Investments - Small Companies Fund 5
Colonial First State - FirstChoice Investments - Small Companies Fund 4
Colonial First State - FirstChoice Investments - Small Companies Fund 12
Colonial First State - FirstChoice Investments - Small Companies Fund 10
Colonial First State - FirstChoice Investments - Global Share Fund 19
Colonial First State - FirstChoice Investments - Global Share Fund 11
Colonial First State - FirstChoice Investments - Global Share 55
Colonial First State - FirstChoice Investments - Global Share Fund Number 4
Colonial First State - FirstChoice Investments - Global Share Fund 20
Colonial First State - FirstChoice Investments - Specialist Fund 26
Colonial First State - FirstChoice Investments - Specialist 41
Colonial First State - FirstChoice Investments - Global Share Fund Number 6
Colonial First State - FirstChoice Investments - Global Share Fund Number 5
Colonial First State - FirstChoice Investments - Specialist Fund 4
Colonial First State - FirstChoice Investments - Specialist Fund 11
Colonial First State - FirstChoice Investments - Global Share Fund 22
Colonial First State - FirstChoice Investments - Global Share Fund 23
Colonial First State - FirstChoice Investments - Global Share Fund Number 1
Colonial First State - FirstChoice Investments - Global Share Fund Number 7
Colonial First State - FirstChoice Investments - Emerging Markets Fund 9
Colonial First State - FirstChoice Investments - Asian Share Fund 4
Colonial First State - FirstChoice Investments - Specialist Fund 9
Colonial First State - FirstChoice Investments - Specialist Fund 10
Colonial First State - FirstChoice Investments - Specialist 42
Colonial First State - FirstChoice Investments - Global Share Fund Number 3
Colonial First State - FirstChoice Investments - Property Securities Fund 8
Colonial First State - FirstChoice Investments - Property Securities Fund Number 2
Colonial First State - FirstChoice Investments - Property Securities Fund No 3
Colonial First State - FirstChoice Investments - Property Securities Fund Number 1
Colonial First State - FirstChoice Investments - Australian Infrastructure Fund 1
Colonial First State - FirstChoice Investments - Global Listed Property Fund 5
Colonial First State - FirstChoice Investments - Property Securities Fund 9
Colonial First State - FirstChoice Investments - Global Infrastructure Fund 3
Colonial First State - FirstChoice Investments - Global Listed Infrastructure 7

Colonial First State - FirstChoice Investments - Specialist Fund 6
Colonial First State - FirstChoice Investments - Specialist Fund 13
Colonial First State - FirstChoice Investments - Specialist Fund 14
Colonial First State - FirstChoice Investments - Specialist Fund Number 1
Colonial First State - FirstChoice Investments - Global Share Fund 25
Colonial First State - FirstChoice Investments - Emerging Markets Fund 5
Colonial First State - FirstChoice Investments - Specialist Fund 15
Colonial First State - FirstChoice Investments - Alternatives 1
Colonial First State - FirstChoice Investments - Specialist Fund 19
Colonial First State - FirstChoice Investments - Property Securities Fund 11

### *Basis for opinion*

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

### *Independence*

We are independent of the Registered Schemes in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

### *Other information*

The directors of the Responsible Entity of the Registered Schemes (the directors) are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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### *Responsibilities of the directors for the financial report*

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Registered Schemes to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Registered Schemes or to cease operations, or have no realistic alternative but to do so.

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### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.



PricewaterhouseCoopers



CJ Cummins  
Partner

Sydney  
23 August 2019



# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - DIVERSIFIED BLENDED**

( also referred to in this Financial Report as FIRSTCHOICE DIVERSIFIED )

ARSN : 604 596 545

**FINAL FINANCIAL REPORT  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Responsible Entity of the Fund**

**COLONIAL FIRST STATE INVESTMENTS LIMITED**

**ABN: 98 002 348 352**

Ground Floor Tower 1, 201 Sussex Street  
SYDNEY NSW 2000

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - DIVERSIFIED BLENDED

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# FIRSTCHOICE DIVERSIFIED

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

The Directors of Colonial First State Investments Limited, the Responsible Entity of the Fund as stated above, present their report together with the Financial Report of the Fund for the reporting period as stated below.

The registered name of the Fund is Colonial First State - FirstChoice Investments - Diversified Blended and is referred to in this Financial Report as FirstChoice Diversified.

### Reporting Period

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

### Date of Constitution and Date of Registration of the Fund

The date of Constitution and Registration of the Fund with the Australian Securities & Investment Commission (ASIC) are as follows:

Date of Constitution	26/02/2015
Date of Registration	12/03/2015

### Termination of the Fund

The Board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution.

The Responsible Entity has realised all the assets of the Fund and a final capital repayment has been made to the unitholders.

As at 30 June 2019 the Fund has ceased operation and a final capital repayment has been paid to the unitholder.

This is the final Financial Report for the Fund.

### Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

### Review of Operations

#### Income

The result of the operation for the Fund for the current and previous reporting periods are tabled below:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Operating profit/(loss) attributable to unitholders	22,853	57,067

# FIRSTCHOICE DIVERSIFIED

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders

The total amount distributed to unitholders for the current and previous reporting period are as follows:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Amount distributed during the reporting periods	72,513	61,246

Details of the income distributions for the reporting periods ended 30 June 2019 and 30 June 2018 are disclosed in the "Distributions to Unitholders" note to the financial statements.

#### Exit Prices

There is no exit price as the units of the Fund were cancelled upon approval of termination of the Fund.

Prior to the termination of the Fund, the exit price in the comparative period was the price at which unitholders would realise an entitlement in the Fund and was calculated by deducting a predetermined cost of selling (commonly known as the "sell spread"), if applicable, from the net asset value per unit ("NAV unit price") of the Fund. NAV unit price is calculated by taking the total fair value of all of the Fund's assets on a particular day, adjusting for any liabilities and then dividing the net fund value by the total number of units held by unitholders on that day.

The unit price (the ex-distribution exit unit price) at the end of the prior reporting period was:

	30/06/2018 \$
Ex-distribution exit unit price	0.9306

### Responsible Entity and Directors

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (ABN 48 123 123 124).

The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

# **FIRSTCHOICE DIVERSIFIED**

## **DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **Scheme Information**

The Fund is a registered managed investment scheme domiciled in Australia and has its principal place of business at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

### **Unit Pricing Adjustments Policy**

There are a number of factors used to calculate unit prices. The key factors include asset valuations, liabilities, debtors, the number of units on issue and where relevant, transaction costs. When the factors used to calculate the unit price are incorrect an adjustment to the unit price may be required. The Responsible Entity uses a variance of 0.30% (0.05% for a cash investment option) in the unit price before correcting the unit price.

If a unit pricing error is greater than these tolerance levels the Responsible Entity will:

- compensate unitholders' accounts balance if they have transacted on the incorrect unit price or make other adjustments as the Responsible Entity may consider appropriate, or
- where unitholders' accounts are closed the Responsible Entity will send them a payment if the amount of the adjustment is more than \$20.

These tolerance levels are consistent with regulatory practice guidelines and industry standards. In some cases, the Responsible Entity may compensate where the unit pricing error is less than the tolerance levels.

### **Significant Changes in the State of Affairs**

The Fund was terminated as at 30 June 2019.

### **Matters Subsequent to the End of the Reporting Period**

This is the final Financial Report for the Fund.

No matters or circumstances have arisen since 30 June 2019 that have significantly affected, or may significantly affect the position of the Fund.

### **Indemnification and Insurance Premiums for Officers and Auditor**

No insurance premiums are paid for out of the assets of the Fund in relation to insurance cover provided to Colonial First State Investments Limited or the auditor of the Fund. So long as the officers of Colonial First State Investments Limited act in accordance with the Constitution and the Corporations Act 2001, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund. The auditor of the Fund is in no way indemnified out of the assets of the Fund.

The Commonwealth Bank of Australia (CBA) has paid insurance premiums for the benefit of the Directors and Officers of the Responsible Entity, a wholly owned subsidiary of CBA. 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 insurance contracts.

### **Likely Developments and Expected Results of Operations**

As at 30 June 2019 the termination process is complete and a final repayment of capital to the unitholders has been made. This is the final Financial Report for the Fund.

# **FIRSTCHOICE DIVERSIFIED**

## **DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **Fees Paid to and Received by the Responsible Entity or its Associates**

Fees paid or payable to the Responsible Entity and its associates out of the Fund's assets during the reporting period are disclosed in the Statement of Comprehensive Income.

No fees were paid to the Directors of the Responsible Entity during the reporting period out of the Fund's assets.

### **Interests in the Fund**

Prior to the termination of the Fund, the units issued and redeemed in the Fund during the period and the number of units on issue at the end of the financial period were set out in "Changes in Net Assets Attributable to Unitholders" note to the financial statements. The value of the Fund's assets at the end of the financial period is set out in the Balance Sheet. Upon approval for termination, the units of the Fund were cancelled. Each unitholder will continue to be entitled to their share of distribution or capital repayment in the same proportion as at the date of termination. A final capital repayment has been paid to the unitholders.

There are no interests in the Fund held by the Responsible Entity or its associates at the end of the previous reporting period.

### **Environmental Regulation**

The Fund's operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

### **Auditor's Independence Declaration**

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out in the following page.

Signed in accordance with a resolution of the Directors of Colonial First State Investments Limited.



Penelope James  
Director  
Sydney  
23 August 2019



## *Auditor's Independence Declaration*

As lead auditor for the audit of Colonial First State - FirstChoice Investments - Diversified Blended for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'CJ Cummins', followed by a comma.

CJ Cummins  
Partner  
PricewaterhouseCoopers

Sydney  
23 August 2019

# FIRSTCHOICE DIVERSIFIED

## STATEMENT OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>
Interest income	3	35	13
Dividend income		-	-
Distribution income		19,001	58,874
Net gains/(losses) on financial instruments at fair value through profit or loss		5,576	494
<b>Total investment income/(loss)</b>		<b>24,612</b>	<b>59,381</b>
<b>Expenses</b>			
Responsible Entity's management fees	8(c)	1,494	2,007
Responsible Entity's Expenses recharged	8(d)	247	280
Other expenses		18	27
<b>Total operating expenses</b>		<b>1,759</b>	<b>2,314</b>
<b>Profit/(Loss) for the period</b>		<b>22,853</b>	<b>57,067</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>22,853</b>	<b>57,067</b>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

# FIRSTCHOICE DIVERSIFIED

## BALANCE SHEET AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Assets</b>			
Cash and cash equivalents		-	5,192
Trade and other receivables:			
- due from brokers - receivable			
- others		-	52
Financial assets held at fair value through profit or loss	5	-	745,670
<b>Total assets</b>		<b>-</b>	<b>750,914</b>
<b>Liabilities</b>			
Trade and other payables:			
- others		-	18
Distribution payable		-	3,743
Responsible Entity - fee	8(c)	-	141
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>-</b>	<b>3,902</b>
<b>Net assets attributable to unitholders</b>		<b>-</b>	<b>747,012</b>

The above Balance Sheet should be read in conjunction with the accompanying notes.

**FIRSTCHOICE DIVERSIFIED**

**STATEMENT OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

	Note	30/06/2019 \$	30/06/2018 \$
<b>Opening equity at the beginning of the period</b>		747,012	989,477
Profit/(Loss) for the period		22,853	57,067
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>22,853</b>	<b>57,067</b>
<b>Transactions with owners in their capacity as owners</b>			
Distribution to unitholders	4	(72,513)	(61,246)
Application of units		208,903	536,162
Redemption of units		(973,015)	(830,340)
Reinvestment during the period		66,760	55,892
<b>Closing equity at the end of the period</b>		<b>-</b>	<b>747,012</b>

The above Statement of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.



**FIRSTCHOICE DIVERSIFIED**

**CASH FLOW STATEMENT  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments		972,447	835,724
Payments for purchase of financial instruments		(202,200)	(533,990)
Interest received		35	13
Responsible Entity fee received/ (paid)		(1,583)	(2,031)
Others		(283)	(292)
<b>Net cash (used in)/from operating activities</b>	7(a)	<b>768,416</b>	<b>299,424</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units		208,903	536,162
Payment for redemption of units		(973,015)	(830,340)
Distributions paid		(9,496)	(4,994)
<b>Net cash (used in)/from financing activities</b>		<b>(773,608)</b>	<b>(299,172)</b>
<b>Net movement in cash and cash equivalents</b>		(5,192)	252
Add opening cash and cash equivalents brought forward		5,192	4,940
<b>Closing cash and cash equivalents carried forward</b>		<b>-</b>	<b>5,192</b>

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Non-going Concern Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the Fund's Constitution and the requirements of the Corporations Act 2001, which includes Accounting Standards. Other mandatory professional reporting requirements have also been complied with.

The board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution. Consequently the Directors have determined that the going concern basis of preparation is no longer appropriate.

Following termination of the Fund, the Responsible Entity has:

- (i) realised all the assets of the Fund;
- (ii) prepared a final set of accounts and processed the final repayment of capital and income distribution;
- (iii) distributed to the unitholders the net income of the Fund; and
- (iv) cancelled the units held by the unitholders in accordance with the provisions of the Constitution.

The termination process was substantially completed as at 30 June 2019.

The Fund is a for-profit unit trust for the purpose of preparing the financial statements.

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

The financial information presented in this financial report for the reporting period has been prepared on the basis that the Fund is not a going concern for financial reporting purposes.

The Balance Sheet is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be settled within twelve months, except for financial assets held at fair value through profit or loss and net assets attributable to unitholders which may take longer to realise or settle within the next twelve months.

The financial report is prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Both the functional and presentational currency of the Fund are Australian dollars.

The financial report was authorised for issue by the Directors of the Responsible Entity on 23 August 2019. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(a) Non-going Concern Basis of Preparation**

**(i) New and Amended Standards adopted by the Funds**

AASB 9 Financial Instruments became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139.

Classification and measurement of debt securities is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund has elected to restate the comparative period presented to comply with AASB 9. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(b) Investments in Financial Assets and Liabilities Held at Fair Value through Profit or Loss**

**(i) Classification**

**Assets**

The Fund classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model objective. Consequently, the debt securities are measured at fair value through profit or loss.

**(ii) Recognition/Derecognition**

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all of the risks and rewards of ownership.

**(iii) Measurement**

At initial recognition, the Fund measures financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see "Financial Assets and Liabilities at Fair Value through Profit or Loss" note to the financial statements.

**(iv) Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to the "Offsetting Financial Assets and Financial Liabilities" note to the financial statements for further information.

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (c) Investment Income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income and distribution income when the Fund's right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in the "Financial assets and liabilities at fair value through profit or loss" note to the financial statements.

#### (d) Due from/to Brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and consequently measured at amortised cost.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (e) Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank, deposits at call with financial institutions and short-term bank deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statement, cash and cash equivalents are as defined above, net of outstanding bank overdrafts.

Derivative cash accounts comprise of margin accounts and cash held as collateral for derivative transactions and short sales. The cash is held by the broker and is only available to meet margin calls.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(f) Receivables**

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 1(c) above. Amounts are generally received within 30 days of being recorded as receivables.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

**(g) Payables**

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period. As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the balance sheet as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

**(h) Taxation**

Under current legislation, the Fund is not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

**(i) Distributions to Unitholders**

Distributions are payable as set out in the Fund's Product Disclosure Statement. Such distributions are determined by the Responsible Entity of the Fund. Distributable income includes capital gains arising from the disposal of financial assets and liabilities held at fair value through profit or loss. Unrealised gains and losses on financial assets and liabilities held at fair value through profit or loss that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any realised capital gains.

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (j) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Fund. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Fund's units have been classified as equity as they satisfied all the above criteria.

#### (k) Terms and Conditions on Units

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

- have their units redeemed;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Fund.

The rights, obligations and restrictions attached to each unit are identical in all respects.

#### (l) Applications and Redemptions

Prior to the termination of the Fund, applications received for units in the Fund are recorded net of any entry fees payable (where applicable) prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable (where applicable) after the cancellation of units redeemed.

Upon the termination of the Fund, the issue, switching and redemption of units ceased.

#### (m) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST.

Reduced input tax credits (RITC) recoverable by the Fund from the Australian Taxation Office are recognised as receivables in the Balance Sheet.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (n) Expense Recognition

All expenses, including responsible entity's fees and custodian fees, are recognised in profit or loss on an accruals basis.

#### (o) Use of Estimates

The Responsible Entity makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund invests in managed investment schemes which are also managed by the Responsible Entity. For the majority of the financial instruments of these managed investment schemes, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### (p) Unit Prices

Prior to the termination of the Fund, unit prices are determined in accordance with the Fund's Constitution and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities held at fair value through profit or loss for unit pricing purposes are valued on a "last sale" price basis.

Following the termination of the Fund, the units were fully cancelled and no unit prices were calculated.

#### (q) Investment Entity

Prior to termination of the Fund, the Responsible Entity has determined that the Fund is an investment entity under the definition in AASB 10 as it met the following criteria:

- (a) the Fund has obtained funds from unitholders for the purpose of providing them with investment management services;
- (b) the Fund's business purpose, which it communicated directly to unitholders, is investing solely for returns from capital appreciation and investment income; and
- (c) the performance of investments made by the Fund is measured and evaluated on a fair value basis.

Prior to the termination, the Fund had met all of the typical characteristics of investment entities.

#### (r) Transactions in Foreign Currencies

The Fund mainly transacts in Australian currency.



# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (s) New Application of Accounting Standards

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Fund.

#### (t) Structured Entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. Structured entities are generally created to achieve a narrow and well defined objective with restrictions around their ongoing activities. Depending on the Fund's power over the activities of the entity and its exposure to and ability to influence its own returns, it may control the entity. However, the Fund applies the Investment Entity Exemption available under AASB10 and therefore does not consolidate its controlled entities (Note 1(p)). In other cases it may have exposure to such an entity but not control it.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Fund. Such interests include holdings of units in unlisted trusts, including managed investment schemes. The nature and extent of the Fund's interests in structured entities are titled "managed investment schemes" and are summarised in Note 1(b), "Financial Assets Held at Fair Value through Profit or Loss" and "Related Parties Disclosures" notes where appropriate. The total size of the structured entities that the Fund has exposure to is the net assets of the "managed investment schemes", which is determined based on the percentage interest held and carrying value disclosed in the "Related Parties Disclosures" note.

### 2. AUDITOR'S REMUNERATION

The auditor's remuneration in respect of auditing the financial reports is fully paid by the Responsible Entity.

The Responsible Entity may recharge a portion of the auditor's remuneration to the Fund. See the note under "Management Expenses Recharged" in the "Related Parties Disclosures" note to the Financial Statements.

Other services provided by the auditor are the audit of the compliance plan of the Fund and tax compliance services. The auditor's non-audit remuneration is also fully paid by the Responsible Entity.

### 3. INTEREST INCOME

Interest income of the Fund is derived mainly from interest earned on bank accounts which is measured at amortised cost.

### 4. DISTRIBUTIONS TO UNITHOLDERS

The Responsible Entity adopts the policy of distributing as a minimum the net income for tax purposes. The amounts shown as "Distribution payable" in the Balance Sheet represent the components of the distributions for the reporting period which had not been paid at balance date.

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

Distribution Periods ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	0.10	936	0.20	2,036
- 31 December	0.90	8,552	1.00	10,604
- 31 March	6.50	63,025	0.90	11,198
- 30 June	-	-	4.88	37,408
<b>Distributions to unitholders</b>		<b>72,513</b>		<b>61,246</b>

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

#### (a) Fair Value Measurements

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss
- Derivative financial instruments

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Other than the financial assets and liabilities classified as fair value through profit or loss, all other financial assets and liabilities of the fund are recognised initially at fair value and are subsequently measured at amortised cost.

#### (b) Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Level 1 for quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 for inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 for inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### (i) Fair Value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the policies set out in Note 1 to the Financial Statements. For the majority of these investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The quoted market price used for financial assets held by the Fund is the current bid price, the appropriate quoted market price for financial liabilities is the current asking price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid and asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)**

**(ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)**

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, to allow for additional factors including liquidity risk and counterparty risk.

**(c) Recognised Fair Value Measurements**

The Fund's financial assets held at fair value through profit or loss were unlisted managed investment schemes which are also managed by the Responsible Entity. These Funds are priced daily and offer daily applications and redemptions. The fair value of these investments are classified as Level 2.

As at the end of this financial period the Fund has fully disposed its financial assets held at fair value through profit or loss.

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

The units of the Fund were cancelled on approval for termination of the Fund. On the date of approval of termination on 8 April 2019, the number of units cancelled were 1,035,665.

The Responsible Entity has finalised the disposal of the Fund's financial assets and returned the net cash to unitholders as return of capital. Capital repayment and distributions was paid to the unitholders in proportion of the units held immediately prior to termination. The Board of directors approved the termination of the Fund on 8 April 2019.

#### (a) Movements in Net Assets Attributable to Unitholders:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Opening balance	747,012	989,477
Applications	208,903	536,162
Redemptions	(59,559)	(830,340)
Units issued upon reinvestment of distributions	66,760	55,892
Units cancelled on termination	(913,456)	-
Change in net assets attributable to unitholders from operations	(49,660)	(4,179)
<b>Closing Balance</b>	<b>-</b>	<b>747,012</b>

#### (b) Capital Risk Management

Prior to the termination of the Fund, the Responsible Entity managed the Fund's net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders. Net assets attributable to unitholders are representative of the expected cash outflows on redemption.

As at 30 June 2019, the termination process is completed and a final repayment of capital has been paid to the unitholders.

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	22,853	57,067
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	972,447	835,724
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(202,200)	(533,990)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(5,576)	(494)
Distribution or Dividend income reinvested	(19,001)	(58,874)
Change in receivables and other assets	52	19
Change in payables and other liabilities	(159)	(28)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>768,416</b>	<b>299,424</b>

#### (b) Non-cash Financing Activities Carried Out During the Reporting Periods on Normal Commercial Terms and Conditions include:

- Reinvestment of unitholders distributions as disclosed under "Units issued upon reinvestment of distributions" in part (a) of the "Changes in Net Assets Attributable to Unitholders" note to the financial statements.
- Participation in dividend reinvestment plans as disclosed under "Distribution or Dividend Income Reinvested" in part (a) of the "Cash and Cash Equivalents" note to the financial statements.

#### (c) Terms and Conditions on Cash

Cash at bank and in hand, cash held as collateral and deposits at call with financial institutions, earn interest at floating rate as determined by the financial institutions.

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES

#### (a) Responsible Entity

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (the Bank).

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

#### (b) Details of Key Management Personnel

##### (i) Key Management Personnel

The Directors of Colonial First State Investments Limited are considered to be Key Management Personnel. The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or Resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

##### (ii) Compensation of Key Management Personnel

No amounts are paid by the Fund directly to the Directors of the Responsible Entity of the Fund.

Directors are employed as executives of the Commonwealth Bank of Australia, and in that capacity, part of their role is to act as a director of the Responsible Entity. Consequently, no compensation as defined in AASB 124: Related Parties is paid by the Fund to the Directors as Key Management Personnel.

#### (c) Responsible Entity's Management Fees

Under the terms of the Constitution, the Responsible Entity is entitled to receive monthly management fees which are expressed as a percentage of the total assets of the Fund (i.e. excluding liabilities). Management fees are paid directly by the Fund. The table below shows the current fee rates charged.

The management fees rate charged for the current and comparative reporting periods are as follows:

	1/07/2018 - 30/06/2019 %	1/07/2017 - 30/06/2018 %
Management fees rate for the reporting periods	1.13	1.13

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

The Responsible Entity's management fees charged for the reporting periods are as follows:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Management fees charged/(refunded) for the reporting periods	1,494	2,007

Fees due to/(refund from) the Responsible Entity as at the end of the reporting period.

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods	-	141

#### (d) Management Expenses Recharged

The Responsible Entity is responsible for paying the custody fees on behalf of the Fund. The amount paid is based on the overall arrangement in place with the custodian. The Responsible Entity may recharge the custody fees to the Fund. There were no such fees charged to the Fund for the current and previous reporting periods.

The Responsible Entity is also responsible for paying certain expenses (such as audit fees, printing and postage) for the Fund. The amount recharged is based on the lower of the expenses paid or 0.03% of the net assets value of the Fund, however no such expenses were recharged in the current and previous reporting periods.

#### (e) Bank and Deposit Accounts

The bank accounts and 11am deposit accounts for the Fund may be held with the Commonwealth Bank of Australia. Fees and expenses are negotiated on an arm's length basis. Various short term money market, fixed interest securities and foreign currency transactions are from time to time transacted through the Commonwealth Bank of Australia which receives a fee which is negotiated on an arm's length basis.

#### (f) Units Held by Related Parties

Other funds managed by the Responsible Entity or its affiliates may from time to time purchase or redeem units in the Fund. Such activity is undertaken in the ordinary course of business at entry and exit prices available to all investors at the time of the transaction.

There is no interest of Colonial First State Investments Limited and its associates in the Fund.

#### (g) Related Party Transactions

The Fund may transact with other managed investment schemes, which are also managed by the Responsible Entity. These transactions normally consist of the sale or purchase of units in related managed investment schemes and receipt and payment of distributions on normal commercial terms and conditions.

#### (i) Terms and Conditions of Transactions with Related Parties

All related party transactions are made in arm's length transactions on normal commercial terms and conditions. Outstanding balances at period end are unsecured and settlement occurs in cash.

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (g) Related Party Transactions (continued)

##### (ii) Guarantees

There have been no guarantees provided or received for any related party receivables.

##### (h) Investing Activities

##### (i) Related Managed Investment Schemes

The fund held investments in the following managed investment schemes which were managed by Colonial First State Investments Limited. Distributions received are immediately reinvested into additional units.

Investment Name	Units Held At The End of the Period No.	Value of Investment At Period End \$	Interest held in Investment at Period End %	Units Acquired During the Period No.	Units Disposed During the Period No.	Distribution Received \$
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Units held in:

Commonwealth Multi-Manager Diversified Fund

- 2019	-	-	-	237,564	1,037,811	19,001
- 2018	800,247	745,670	0.16	615,387	869,046	58,874

##### (ii) Related Listed Securities

The Fund did not invest in any related listed securities.

##### (iii) Other related Financial Instruments

The Fund did not invest in derivatives, money market and fixed interest securities issued by the Commonwealth Bank of Australia and its associates.



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**9. FINANCIAL RISK MANAGEMENT**

Prior to the termination of the Fund, its investing activities may expose the Fund to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The overall risk management program used to focus on ensuring compliance with its Product Disclosure Statement/Information Memorandum and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. A Fund may use derivative financial instruments to alter certain risk exposures. Financial risk management is carried out by the respective investment management departments (Investment Managers) and regularly monitored by the Investment Review Services Department of the Responsible Entity.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk.

**(a) Market Risk**

**(i) Price Risk**

Prior to the termination of the Fund, financial assets are either directly or indirectly exposed to price risk. This arises from investments held for which prices in the future are uncertain. They are classified on the balance sheet at fair value through profit or loss. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Investment Manager may mitigate price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement/Information Memorandum or Constitutions and are monitored by the Investment Review Services Department of the Responsible Entity.

As at end of the current reporting date the Fund has fully disposed its investments and is not subject to any price risk.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements, summarises the impact of an increase/decrease of the Australian and global indexes on a Fund's net assets attributable to unitholders at the end of the reporting periods. The analysis is based on the assumptions that the relevant indexes increased or decreased as tabled with all other variables held constant and that the fair value of the Fund which has indirect exposures to equity securities and derivatives moved according to the historical correlation with the indexes. Any Fund which invests in various asset classes, such as a multi-sector Fund, will have a weighted average movement calculated based on the proportion of their investments in the those classes.

**(ii) Foreign Exchange Risk**

The Fund does not hold monetary or non-monetary assets denominated in currencies other than the Australian dollars and therefore is not exposed to foreign exchange risk.

**(iii) Interest Rate Risk**

The exposure to interest rate risk of the Fund is limited to its cash and cash equivalents or bank overdraft, which earns/ (charges) a floating rate of interest.

As at the end of the current reporting date the Fund is not exposed to interest rate risk.

# FIRSTCHOICE DIVERSIFIED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis

The following table summarises the sensitivity of the Fund's operating profit or loss and net assets attributable to unitholders to interest rate risk, foreign exchange risk and other price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates, historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of and/or correlation between the performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

The Fund may not be subject to all these risks and are denoted with "-" in the table below.

	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
30/06/2019	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-12.00% \$	12.00% \$
	-	-	-	-	-	-
30/06/2018	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-13.00% \$	13.00% \$
	( 26)	26	-	-	( 96,937)	96,937

#### (c) Credit risk

Prior to the termination of the Fund, the Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk primarily arises from investments in debt securities and derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

The Investment Review Services Department of the Responsible Entity regularly monitors the credit risks that arise from holding these securities.

As at the end of the current and previous reporting periods the Fund has no exposure to credit risk.

#### (d) Liquidity risk

Prior to the Fund's termination, the Fund was exposed to daily cash redemptions of redeemable units. The Fund is in the process of realising all its assets and returning to unitholders the net proceeds.

As at the end of the current reporting period the Fund has made a final return of capital to the unitholders and therefore no longer subject to any liquidity risk.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**10. DERIVATIVE FINANCIAL INSTRUMENTS**

In the normal course of business the Fund may enter into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

The Fund did not enter into transactions in any derivative financial instruments during the current and previous reporting periods.

**11. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The Fund will present the fair value of its derivative assets and liabilities on a gross basis. Certain derivative financial instruments are subject to enforceable master netting arrangements, such as an International Swaps and Derivatives Association (ISDA) master netting agreement. In certain circumstances, for example, when a credit event such as a default occurs, all outstanding transactions under the ISDA agreement are terminated, the termination value is assessed and only a single net amount may be payable in settlement of all transactions.

The Fund does not invest in derivatives and is therefore not subject to master netting arrangements.

**12. STRUCTURED ENTITIES**

The Fund has exposures to unconsolidated structured entities through trading activities. The Fund typically has no other involvement with the structured entity other than the securities it holds as part of trading activities and its maximum exposure to loss is restricted to the carrying value of the asset.

Exposure to trading assets are managed in accordance with financial risk management practices as set out in "Financial Risk Management" note, which includes an indication of changes in risk measures compared to prior year.

**13. CONTINGENT LIABILITIES AND COMMITMENTS**

The Fund did not have any contingent liabilities or commitments at the end of the current and previous reporting period.

**14. EVENTS AFTER BALANCE SHEET DATE**

No significant events have occurred since balance sheet date which would impact on the financial position of the Fund disclosed in the Balance Sheet as at 30 June 2019 or on the results and cash flows of the Fund for the reporting period ended on that date.

**FIRSTCHOICE DIVERSIFIED**

**DIRECTORS' DECLARATION  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

In the opinion of the Directors of Colonial First State Investments Limited:

- a) the financial statements and notes to the financial statements of the above mentioned Fund are in accordance with the Corporations Act 2001, including:
  - i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - ii) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its performance for the reporting period ended on that date, and
- b) as disclosed in Note 1(a) to the financial statements, the Fund is being terminated. However, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable, and
- c) the financial statements comply with International Financial Reporting Standards issued by the International Accounting Standards Board as stated in Note 1.

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



Penelope James  
Director  
Sydney  
23 August 2019



## *Independent auditor's report*

To the unitholders of Colonial First State - FirstChoice Investments - Diversified Blended

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### *Our opinion*

In our opinion:

The accompanying financial report of Colonial First State - FirstChoice Investments - Diversified Blended (the Registered Scheme) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Scheme's financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### *What we have audited*

The financial report comprises:

- the balance sheet as at 30 June 2019
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the cash flow statement for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

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### *Basis for opinion*

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

### *Independence*

We are independent of the Registered Scheme in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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### *Emphasis of matter - going concern basis of accounting no longer appropriate*

We draw attention to Note 1(a) to the financial report, the directors of the Responsible Entity of the Registered Scheme (the directors) have resolved to terminate the Fund. As a result, the financial report has been prepared on a liquidation basis and not on a going concern basis. Our opinion is not modified in respect of this matter.

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### *Other information*

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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### *Responsibilities of the directors for the financial report*

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Registered Scheme to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Registered Scheme or to cease operations, or have no realistic alternative but to do so.

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### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.



A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read "PricewaterhouseCoopers", written in a cursive style.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read "CJ Cummins", written in a cursive style.

CJ Cummins  
Partner

Sydney  
23 August 2019

# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - EMERGING MARKETS FUND 6**

**( also referred to in this Financial Report as REALINDEX EMERGING MARKETS )**

**ARSN : 134 828 381**

**FINAL FINANCIAL REPORT  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Responsible Entity of the Fund**

**COLONIAL FIRST STATE INVESTMENTS LIMITED**

**ABN: 98 002 348 352**

Ground Floor Tower 1, 201 Sussex Street  
SYDNEY NSW 2000



# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - EMERGING MARKETS FUND 6

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# REALINDEX EMERGING MARKETS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

The Directors of Colonial First State Investments Limited, the Responsible Entity of the Fund as stated above, present their report together with the Financial Report of the Fund for the reporting period as stated below.

The registered name of the Fund is Colonial First State - FirstChoice Investments - Emerging Markets Fund 6 and is referred to in this Financial Report as Realindex Emerging Markets.

### Reporting Period

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

### Date of Constitution and Date of Registration of the Fund

The date of Constitution and Registration of the Fund with the Australian Securities & Investment Commission (ASIC) are as follows:

Date of Constitution	19/12/2008
Date of Registration	16/01/2009

### Termination of the Fund

The Board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution.

The Responsible Entity has realised all the assets of the Fund and a final capital repayment has been made to the unitholders.

As at 30 June 2019 the Fund has ceased operation and a final capital repayment has been paid to the unitholder.

This is the final Financial Report for the Fund.

### Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

### Review of Operations

#### Income

The result of the operation for the Fund for the current and previous reporting periods are tabled below:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Operating profit/(loss) attributable to unitholders	30,958	46,991

# REALINDEX EMERGING MARKETS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders

The total amount distributed to unitholders for the current and previous reporting period are as follows:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Amount distributed during the reporting periods	70,742	6,157

Details of the income distributions for the reporting periods ended 30 June 2019 and 30 June 2018 are disclosed in the "Distributions to Unitholders" note to the financial statements.

#### Exit Prices

There is no exit price as the units of the Fund were cancelled upon approval of termination of the Fund.

Prior to the termination of the Fund, the exit price in the comparative period was the price at which unitholders would realise an entitlement in the Fund and was calculated by deducting a predetermined cost of selling (commonly known as the "sell spread"), if applicable, from the net asset value per unit ("NAV unit price") of the Fund. NAV unit price is calculated by taking the total fair value of all of the Fund's assets on a particular day, adjusting for any liabilities and then dividing the net fund value by the total number of units held by unitholders on that day.

The unit price (the ex-distribution exit unit price) at the end of the prior reporting period was:

	30/06/2018 \$
Ex-distribution exit unit price	0.9251

### Responsible Entity and Directors

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (ABN 48 123 123 124).

The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

# **REALINDEX EMERGING MARKETS**

## **DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **Scheme Information**

The Fund is a registered managed investment scheme domiciled in Australia and has its principal place of business at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

### **Unit Pricing Adjustments Policy**

There are a number of factors used to calculate unit prices. The key factors include asset valuations, liabilities, debtors, the number of units on issue and where relevant, transaction costs. When the factors used to calculate the unit price are incorrect an adjustment to the unit price may be required. The Responsible Entity uses a variance of 0.30% (0.05% for a cash investment option) in the unit price before correcting the unit price.

If a unit pricing error is greater than these tolerance levels the Responsible Entity will:

- compensate unitholders' accounts balance if they have transacted on the incorrect unit price or make other adjustments as the Responsible Entity may consider appropriate, or
- where unitholders' accounts are closed the Responsible Entity will send them a payment if the amount of the adjustment is more than \$20.

These tolerance levels are consistent with regulatory practice guidelines and industry standards. In some cases, the Responsible Entity may compensate where the unit pricing error is less than the tolerance levels.

### **Significant Changes in the State of Affairs**

The Fund was terminated as at 30 June 2019.

### **Matters Subsequent to the End of the Reporting Period**

This is the final Financial Report for the Fund.

No matters or circumstances have arisen since 30 June 2019 that have significantly affected, or may significantly affect the position of the Fund.

### **Indemnification and Insurance Premiums for Officers and Auditor**

No insurance premiums are paid for out of the assets of the Fund in relation to insurance cover provided to Colonial First State Investments Limited or the auditor of the Fund. So long as the officers of Colonial First State Investments Limited act in accordance with the Constitution and the Corporations Act 2001, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund. The auditor of the Fund is in no way indemnified out of the assets of the Fund.

The Commonwealth Bank of Australia (CBA) has paid insurance premiums for the benefit of the Directors and Officers of the Responsible Entity, a wholly owned subsidiary of CBA. 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 insurance contracts.

### **Likely Developments and Expected Results of Operations**

As at 30 June 2019 the termination process is complete and a final repayment of capital to the unitholders has been made. This is the final Financial Report for the Fund.

# REALINDEX EMERGING MARKETS

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Fees Paid to and Received by the Responsible Entity or its Associates

Fees paid or payable to the Responsible Entity and its associates out of the Fund's assets during the reporting period are disclosed in the Statement of Comprehensive Income.

No fees were paid to the Directors of the Responsible Entity during the reporting period out of the Fund's assets.

### Interests in the Fund

Prior to the termination of the Fund, the units issued and redeemed in the Fund during the period and the number of units on issue at the end of the financial period were set out in "Changes in Net Assets Attributable to Unitholders" note to the financial statements. The value of the Fund's assets at the end of the financial period is set out in the Balance Sheet. Upon approval for termination, the units of the Fund were cancelled. Each unitholder will continue to be entitled to their share of distribution or capital repayment in the same proportion as at the date of termination. A final capital repayment has been paid to the unitholders.

There are no interests in the Fund held by the Responsible Entity or its associates at the end of the previous reporting period.

### Environmental Regulation

The Fund's operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

### Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out in the following page.

Signed in accordance with a resolution of the Directors of Colonial First State Investments Limited.



Penelope James  
Director  
Sydney  
23 August 2019



## *Auditor's Independence Declaration*

As lead auditor for the audit of Colonial First State - FirstChoice Investments - Emerging Markets Fund 6 for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'CJ Cummins'.

CJ Cummins  
Partner  
PricewaterhouseCoopers

Sydney  
23 August 2019

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Liability limited by a scheme approved under Professional Standards Legislation.

# REALINDEX EMERGING MARKETS

## STATEMENT OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>
Interest income	3	6	18
Distribution income		10,572	43,483
Net gains/(losses) on financial instruments at fair value through profit or loss		24,881	8,887
<b>Total investment income/(loss)</b>		<b>35,459</b>	<b>52,388</b>
<b>Expenses</b>			
Responsible Entity's management fees	8(c)	4,303	5,187
Expenses recharged	8(d)	154	161
Other expenses		44	49
<b>Total operating expenses</b>		<b>4,501</b>	<b>5,397</b>
<b>Profit/(Loss) for the period</b>		<b>30,958</b>	<b>46,991</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>30,958</b>	<b>46,991</b>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

# REALINDEX EMERGING MARKETS

## BALANCE SHEET AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Assets</b>			
Cash and cash equivalents		-	1,555
Trade and other receivables:			
- interest		-	2
- others		-	158
Financial assets held at fair value through profit or loss	5	-	557,953
Others		-	-
<b>Total assets</b>		<b>-</b>	<b>559,668</b>
<b>Liabilities</b>			
Distribution payable		-	111
Responsible Entity - fee	8(c)	-	482
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>-</b>	<b>593</b>
<b>Net assets attributable to unitholders</b>		<b>-</b>	<b>559,075</b>

The above Balance Sheet should be read in conjunction with the accompanying notes.



# REALINDEX EMERGING MARKETS

## STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Opening equity at the beginning of the period</b>		559,075	446,280
Profit/(Loss) for the period		30,958	46,991
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>30,958</b>	<b>46,991</b>
<b>Transactions with owners in their capacity as owners</b>			
Distribution to unitholders	4	(70,742)	(6,157)
Application of units		92,749	236,236
Redemption of units		(679,994)	(170,322)
Reinvestment during the period		67,954	6,047
<b>Closing equity at the end of the period</b>		<b>-</b>	<b>559,075</b>

The above Statement of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

# REALINDEX EMERGING MARKETS

## CASH FLOW STATEMENT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments		665,406	148,400
Payments for purchase of financial instruments		(72,000)	(208,701)
Interest received		8	17
Responsible Entity fee received/ (paid)		(4,627)	(5,120)
Others		(198)	(210)
<b>Net cash (used in)/from operating activities</b>	7(a)	<b>588,589</b>	<b>(65,614)</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units		92,749	236,289
Payment for redemption of units		(679,994)	(170,322)
Distributions paid		(2,899)	-
<b>Net cash (used in)/from financing activities</b>		<b>(590,144)</b>	<b>65,967</b>
<b>Net movement in cash and cash equivalents</b>		<b>(1,555)</b>	<b>353</b>
Add opening cash and cash equivalents brought forward		1,555	1,202
<b>Closing cash and cash equivalents carried forward</b>		<b>-</b>	<b>1,555</b>

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Non-going Concern Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the Fund's Constitution and the requirements of the Corporations Act 2001, which includes Accounting Standards. Other mandatory professional reporting requirements have also been complied with.

The board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution. Consequently the Directors have determined that the going concern basis of preparation is no longer appropriate.

Following termination of the Fund, the Responsible Entity has:

- (i) realised all the assets of the Fund;
- (ii) prepared a final set of accounts and processed the final repayment of capital and income distribution;
- (iii) distributed to the unitholders the net income of the Fund; and
- (iv) cancelled the units held by the unitholders in accordance with the provisions of the Constitution.

The termination process was substantially completed as at 30 June 2019.

The Fund is a for-profit unit trust for the purpose of preparing the financial statements.

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

The financial information presented in this financial report for the reporting period has been prepared on the basis that the Fund is not a going concern for financial reporting purposes.

The Balance Sheet is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be settled within twelve months, except for financial assets held at fair value through profit or loss and net assets attributable to unitholders which may take longer to realise or settle within the next twelve months.

The financial report is prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Both the functional and presentational currency of the Fund are Australian dollars.

The financial report was authorised for issue by the Directors of the Responsible Entity on 23 August 2019. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (a) Non-going Concern Basis of Preparation

#### (i) New and Amended Standards adopted by the Funds

AASB 9 Financial Instruments became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139.

Classification and measurement of debt securities is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund has elected to restate the comparative period presented to comply with AASB 9. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (b) Investments in Financial Assets and Liabilities Held at Fair Value through Profit or Loss

##### (i) Classification

###### Assets

The Fund classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model objective. Consequently, the debt securities are measured at fair value through profit or loss.

##### (ii) Recognition/Derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all of the risks and rewards of ownership.

##### (iii) Measurement

At initial recognition, the Fund measures financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see "Financial Assets and Liabilities at Fair Value through Profit or Loss" note to the financial statements.

##### (iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to the "Offsetting Financial Assets and Financial Liabilities" note to the financial statements for further information.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (c) Investment Income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income and distribution income when the Fund's right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in the "Financial assets and liabilities at fair value through profit or loss" note to the financial statements.

#### (d) Due from/to Brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and consequently measured at amortised cost.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (e) Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank, deposits at call with financial institutions and short-term bank deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statement, cash and cash equivalents are as defined above, net of outstanding bank overdrafts.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (f) Receivables

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 1(c) above. Amounts are generally received within 30 days of being recorded as receivables.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

#### (g) Payables

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period. As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the balance sheet as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

#### (h) Taxation

Under current legislation, the Fund is not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

#### (i) Distributions to Unitholders

Distributions are payable as set out in the Fund's Product Disclosure Statement. Such distributions are determined by the Responsible Entity of the Fund. Distributable income includes capital gains arising from the disposal of financial assets and liabilities held at fair value through profit or loss. Unrealised gains and losses on financial assets and liabilities held at fair value through profit or loss that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any realised capital gains.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (j) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Fund. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Fund's units have been classified as equity as they satisfied all the above criteria.

#### (k) Terms and Conditions on Units

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

- have their units redeemed;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Fund.

The rights, obligations and restrictions attached to each unit are identical in all respects.

#### (l) Applications and Redemptions

Prior to the termination of the Fund, applications received for units in the Fund are recorded net of any entry fees payable (where applicable) prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable (where applicable) after the cancellation of units redeemed.

Upon the termination of the Fund, the issue, switching and redemption of units ceased.

#### (m) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST.

Reduced input tax credits (RITC) recoverable by the Fund from the Australian Taxation Office are recognised as receivables in the Balance Sheet.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.



# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (n) Expense Recognition

All expenses, including responsible entity's fees and custodian fees, are recognised in profit or loss on an accruals basis.

#### (o) Use of Estimates

The Responsible Entity makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund invests in managed investment schemes which are also managed by the Responsible Entity. For the majority of the financial instruments of these managed investment schemes, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### (p) Unit Prices

Prior to the termination of the Fund, unit prices are determined in accordance with the Fund's Constitution and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities held at fair value through profit or loss for unit pricing purposes are valued on a "last sale" price basis.

Following the termination of the Fund, the units were fully cancelled and no unit prices were calculated.

#### (q) Investment Entity

Prior to termination of the Fund, the Responsible Entity has determined that the Fund is an investment entity under the definition in AASB 10 as it met the following criteria:

- (a) the Fund has obtained funds from unitholders for the purpose of providing them with investment management services;
- (b) the Fund's business purpose, which it communicated directly to unitholders, is investing solely for returns from capital appreciation and investment income; and
- (c) the performance of investments made by the Fund is measured and evaluated on a fair value basis.

Prior to the termination, the Fund had met all of the typical characteristics of investment entities.

#### (r) Transactions in Foreign Currencies

The Fund mainly transacts in Australian currency.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (s) New Application of Accounting Standards

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Fund.

#### (t) Structured Entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. Structured entities are generally created to achieve a narrow and well defined objective with restrictions around their ongoing activities. Depending on the Fund's power over the activities of the entity and its exposure to and ability to influence its own returns, it may control the entity. However, the Fund applies the Investment Entity Exemption available under AASB10 and therefore does not consolidate its controlled entities (Note 1(p)). In other cases it may have exposure to such an entity but not control it.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Fund. Such interests include holdings of units in unlisted trusts, including managed investment schemes. The nature and extent of the Fund's interests in structured entities are titled "managed investment schemes" and are summarised in Note 1(b), "Financial Assets Held at Fair Value through Profit or Loss" and "Related Parties Disclosures" notes where appropriate. The total size of the structured entities that the Fund has exposure to is the net assets of the "managed investment schemes", which is determined based on the percentage interest held and carrying value disclosed in the "Related Parties Disclosures" note.

### 2. AUDITOR'S REMUNERATION

The auditor's remuneration in respect of auditing the financial reports is fully paid by the Responsible Entity.

The Responsible Entity may recharge a portion of the auditor's remuneration to the Fund. See the note under "Management Expenses Recharged" in the "Related Parties Disclosures" note to the Financial Statements.

Other services provided by the auditor are the audit of the compliance plan of the Fund and tax compliance services. The auditor's non-audit remuneration is also fully paid by the Responsible Entity.

### 3. INTEREST INCOME

Interest income of the Fund is derived mainly from interest earned on bank accounts which is measured at amortised cost.

### 4. DISTRIBUTIONS TO UNITHOLDERS

The Responsible Entity adopts the policy of distributing as a minimum the net income for tax purposes. The amounts shown as "Distribution payable" in the Balance Sheet represent the components of the distributions for the reporting period which had not been paid at balance date.

The Fund did not distribute for the current and previous reporting periods.

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

Distribution Periods ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	-	-	-	-
- 31 December	0.10	578	-	-
- 31 March	15.00	70,164	-	-
- 30 June	-	-	1.03	6,157
<b>Distributions to unitholders</b>		<b>70,742</b>		<b>6,157</b>

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

#### (a) Fair Value Measurements

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss
- Derivative financial instruments

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Other than the financial assets and liabilities classified as fair value through profit or loss, all other financial assets and liabilities of the fund are recognised initially at fair value and are subsequently measured at amortised cost.

#### (b) Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Level 1 for quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 for inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 for inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### (i) Fair Value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the policies set out in Note 1 to the Financial Statements. For the majority of these investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The quoted market price used for financial assets held by the Fund is the current bid price, the appropriate quoted market price for financial liabilities is the current asking price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid and asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

#### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, to allow for additional factors including liquidity risk and counterparty risk.

#### (c) Recognised Fair Value Measurements

The following table presents the Fund's assets and liabilities measured and recognised at fair value as at the end of the reporting periods.

The Fund's financial assets held at fair value through profit or loss were unlisted managed investment schemes which are also managed by the Responsible Entity. These Funds are priced daily and offer daily applications and redemptions. The fair value of these investments are classified as Level 2.

As at the end of this financial period the Fund has fully disposed its financial assets held at fair value through profit or loss.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

The units of the Fund were cancelled on approval for termination of the Fund. On the date of approval of termination on 8 April 2019, the number of units cancelled were 547,983. The Responsible Entity is in the process of realising investment assets and has returned the net cash to unitholders as final return of capital.

The Responsible Entity has finalised the disposal of the Fund's financial assets and returned the net cash to unitholders as return of capital. Capital repayment and distributions was paid to the unitholders in proportion of the units held immediately prior to termination. The Board of directors approved the termination of the Fund on 8 April 2019

#### (a) Movements in Net Assets Attributable to Unitholders:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Opening balance	559,075	446,280
Applications	92,749	236,236
Redemptions	(224,510)	(170,322)
Units issued upon reinvestment of distributions	67,954	6,047
Units cancelled on termination	(455,484)	-
Change in net assets attributable to unitholders from operations	(39,784)	40,834
<b>Closing Balance</b>	<b>-</b>	<b>559,075</b>

#### (b) Capital Risk Management

Prior to the termination of the Fund, the Responsible Entity managed the Fund's net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders. Net assets attributable to unitholders are representative of the expected cash outflows on redemption.

As at 30 June 2019, the termination process is completed and a final repayment of capital has been paid to the unitholders.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	30,958	46,991
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	665,406	148,400
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(72,000)	(208,701)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(24,881)	(8,887)
Distribution or Dividend income reinvested	(10,572)	(43,483)
Change in receivables and other assets	160	(31)
Change in payables and other liabilities	(482)	97
<b>Net Cash From/(Used In) Operating Activities</b>	<b>588,589</b>	<b>(65,614)</b>

#### (b) Non-cash Financing Activities Carried Out During the Reporting Periods on Normal Commercial Terms and Conditions include:

- Reinvestment of unitholders distributions as disclosed under "Units issued upon reinvestment of distributions" in part (a) of the "Changes in Net Assets Attributable to Unitholders" note to the financial statements.
- Participation in dividend reinvestment plans as disclosed under "Distribution or Dividend Income Reinvested" in part (a) of the "Cash and Cash Equivalents" note to the financial statements.

#### (c) Terms and Conditions on Cash

Cash at bank and in hand, cash held as collateral and deposits at call with financial institutions, earn interest at floating rate as determined by the financial institutions.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES

#### (a) Responsible Entity

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (the Bank).

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

#### (b) Details of Key Management Personnel

##### (i) Key Management Personnel

The Directors of Colonial First State Investments Limited are considered to be Key Management Personnel. The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or Resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

##### (ii) Compensation of Key Management Personnel

No amounts are paid by the Fund directly to the Directors of the Responsible Entity of the Fund.

Directors are employed as executives of the Commonwealth Bank of Australia, and in that capacity, part of their role is to act as a director of the Responsible Entity. Consequently, no compensation as defined in AASB 124: Related Parties is paid by the Fund to the Directors as Key Management Personnel.

#### (c) Responsible Entity's Management Fees

Under the terms of the Constitution, the Responsible Entity is entitled to receive monthly management fees which are expressed as a percentage of the total assets of the Fund (i.e. excluding liabilities). Management fees are paid directly by the Fund. The table below shows the current fee rates charged.

The management fees rate charged for the current and comparative reporting periods are as follows:

	1/07/2018 - 30/06/2019 %	1/07/2017 - 30/06/2018 %
Management fees rate for the reporting periods	1.70	1.70

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

The Responsible Entity's management fees charged for the reporting periods are as follows:

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Management fees charged/(refunded) for the reporting periods	4,303	5,187

Fees due to/(refund from) the Responsible Entity as at the end of the reporting period.

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods	-	482

#### (d) Management Expenses Recharged

The Responsible Entity is responsible for paying the custody fees on behalf of the Fund. The amount paid is based on the overall arrangement in place with the custodian. The Responsible Entity may recharge the custody fees to the Fund. There were no such fees charged to the Fund for the current and previous reporting periods.

The Responsible Entity is also responsible for paying certain expenses (such as audit fees, printing and postage) for the Fund. The amount recharged is based on the lower of the expenses paid or 0.03% of the net assets value of the Fund, however no such expenses were recharged in the current and previous reporting periods.

#### (e) Bank and Deposit Accounts

The bank accounts and 11am deposit accounts for the Fund may be held with the Commonwealth Bank of Australia. Fees and expenses are negotiated on an arm's length basis. Various short term money market, fixed interest securities and foreign currency transactions are from time to time transacted through the Commonwealth Bank of Australia which receives a fee which is negotiated on an arm's length basis.

#### (f) Units Held by Related Parties

Other funds managed by the Responsible Entity or its affiliates may from time to time purchase or redeem units in the Fund. Such activity is undertaken in the ordinary course of business at entry and exit prices available to all investors at the time of the transaction.

There is no interest of Colonial First State Investments Limited and its associates in the Fund.

#### (g) Related Party Transactions

The Fund may transact with other managed investment schemes, which are also managed by the Responsible Entity. These transactions normally consist of the sale or purchase of units in related managed investment schemes and receipt and payment of distributions on normal commercial terms and conditions.

#### (i) Terms and Conditions of Transactions with Related Parties

All related party transactions are made in arm's length transactions on normal commercial terms and conditions. Outstanding balances at period end are unsecured and settlement occurs in cash.

#### (ii) Guarantees

There have been no guarantees provided or received for any related party receivables.



# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities

#### (i) Related Managed Investment Schemes

The fund held investments in the following managed investment schemes which were managed by Colonial First State Investments Limited. Distributions received are immediately reinvested into additional units.

Investment Name	Units Held At The End of the Period No.	Value of Investment At Period End \$	Interest held in Investment at Period End %	Units Acquired During the Period No.	Units Disposed During the Period No.	Distribution Received \$
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Units held in:

Commonwealth Emerging Markets Fund 6

- 2019	-	-	-	94,005	746,888	10,572
- 2018	652,883	557,953	0.09	276,785	162,138	43,483

#### (ii) Related Listed Securities

The Fund did not invest in any related listed securities.

#### (iii) Other related Financial Instruments

The Fund did not invest in derivatives, money market and fixed interest securities issued by the Commonwealth Bank of Australia and its associates.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT

Prior to the termination of the Fund, its investing activities may expose the Fund to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The overall risk management program used to focus on ensuring compliance with its Product Disclosure Statement/Information Memorandum and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. A Fund may use derivative financial instruments to alter certain risk exposures. Financial risk management is carried out by the respective investment management departments (Investment Managers) and regularly monitored by the Investment Review Services Department of the Responsible Entity.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk.

#### (a) Market Risk

##### (i) Price Risk

Prior to the termination of the Fund, financial assets are either directly or indirectly exposed to price risk. This arises from investments held for which prices in the future are uncertain. They are classified on the balance sheet at fair value through profit or loss. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Investment Manager may mitigate price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement/Information Memorandum or Constitutions and are monitored by the Investment Review Services Department of the Responsible Entity.

As at end of the current reporting date the Fund has fully disposed its investments and is not subject to any price risk.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements, summarises the impact of an increase/decrease of the Australian and global indexes on a Fund's net assets attributable to unitholders at the end of the reporting periods. The analysis is based on the assumptions that the relevant indexes increased or decreased as tabled with all other variables held constant and that the fair value of the Fund which has indirect exposures to equity securities and derivatives moved according to the historical correlation with the indexes. Any Fund which invests in various asset classes, such as a multi-sector Fund, will have a weighted average movement calculated based on the proportion of their investments in the those classes.

##### (ii) Foreign Exchange Risk

The Fund does not hold monetary or non-monetary assets denominated in currencies other than the Australian dollars and therefore is not exposed to foreign exchange risk.

##### (iii) Interest Rate Risk

The exposure to interest rate risk of the Fund is limited to its cash and cash equivalents or bank overdraft, which earns/ (charges) a floating rate of interest.

As at the end of the current reporting date the Fund is not exposed to interest rate risk.

# REALINDEX EMERGING MARKETS

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis

The following table summarises the sensitivity of the Fund's operating profit or loss and net assets attributable to unitholders to interest rate risk, foreign exchange risk and other price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates, historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of and/or correlation between the performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

The Fund may not be subject to all these risks and are denoted with "-" in the table below.

	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-30.00% \$	30.00% \$
30/06/2019	-	-	-	-	-	-
30/06/2018	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-30.00% \$	30.00% \$
	( 8)	8	-	-	( 167,386)	167,386

#### (c) Credit risk

Prior to the termination of the Fund, the Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk primarily arises from investments in debt securities and derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

The Investment Review Services Department of the Responsible Entity regularly monitors the credit risks that arise from holding these securities.

As at the end of the current and previous reporting periods the Fund has no exposure to credit risk.

#### (d) Liquidity risk

Prior to the Fund's termination, the Fund was exposed to daily cash redemptions of redeemable units. The Fund is in the process of realising all its assets and returning to unitholders the net proceeds.

As at the end of the current reporting period the Fund has made a final return of capital to the unitholders and therefore no longer subject to any liquidity risk.

# **REALINDEX EMERGING MARKETS**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **10. DERIVATIVE FINANCIAL INSTRUMENTS**

In the normal course of business the Fund may enter into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

The Fund did not enter into transactions in any derivative financial instruments during the current and previous reporting periods.

### **11. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The Fund will present the fair value of its derivative assets and liabilities on a gross basis. Certain derivative financial instruments are subject to enforceable master netting arrangements, such as an International Swaps and Derivatives Association (ISDA) master netting agreement. In certain circumstances, for example, when a credit event such as a default occurs, all outstanding transactions under the ISDA agreement are terminated, the termination value is assessed and only a single net amount may be payable in settlement of all transactions.

The Fund does not invest in derivatives and is therefore not subject to master netting arrangements.

### **12. STRUCTURED ENTITIES**

The Fund has exposures to unconsolidated structured entities through trading activities. The Fund typically has no other involvement with the structured entity other than the securities it holds as part of trading activities and its maximum exposure to loss is restricted to the carrying value of the asset.

Exposure to trading assets are managed in accordance with financial risk management practices as set out in "Financial Risk Management" note, which includes an indication of changes in risk measures compared to prior year.

### **13. CONTINGENT LIABILITIES AND COMMITMENTS**

The Fund did not have any contingent liabilities or commitments at the end of the current and previous reporting period.

### **14. EVENTS AFTER BALANCE SHEET DATE**

No significant events have occurred since balance sheet date which would impact on the financial position of the Fund disclosed in the Balance Sheet as at 30 June 2019 or on the results and cash flows of the Fund for the reporting period ended on that date.

## **REALINDEX EMERGING MARKETS**

### **DIRECTORS' DECLARATION FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

In the opinion of the Directors of Colonial First State Investments Limited:

- a) the financial statements and notes to the financial statements of the above mentioned Fund are in accordance with the Corporations Act 2001, including:
  - i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - ii) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its performance for the reporting period ended on that date, and
- b) as disclosed in Note 1(a) to the financial statements, the Fund is being terminated. However, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable, and
- c) the financial statements comply with International Financial Reporting Standards issued by the International Accounting Standards Board as stated in Note 1.

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



Penelope James  
Director  
Sydney  
23 August 2019



## *Independent auditor's report*

To the unitholders of Colonial First State - FirstChoice Investments - Emerging Markets Fund 6

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### *Our opinion*

In our opinion:

The accompanying financial report of Colonial First State - FirstChoice Investments - Emerging Markets Fund 6 (the Registered Scheme) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Scheme's financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### ***What we have audited***

The financial report comprises:

- the balance sheet as at 30 June 2019
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the cash flow statement for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

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### *Basis for opinion*

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

### ***Independence***

We are independent of the Registered Scheme in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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### *Emphasis of matter - going concern basis of accounting no longer appropriate*

We draw attention to Note 1(a) to the financial report, the directors of the Responsible Entity of the Registered Scheme (the directors) have resolved to terminate the Fund. As a result, the financial report has been prepared on a liquidation basis and not on a going concern basis. Our opinion is not modified in respect of this matter.

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**PricewaterhouseCoopers, ABN 52 780 433 757**

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### *Other information*

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

---

### *Responsibilities of the directors for the financial report*

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Registered Scheme to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Registered Scheme or to cease operations, or have no realistic alternative but to do so.

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### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.



A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read "PricewaterhouseCoopers".

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read "CJ Cummins".

CJ Cummins  
Partner

Sydney  
23 August 2019



# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - GLOBAL SHARE FUND 28**

( also referred to in this Financial Report as ACADIAN GLOBAL MANAGED VOLATILITY EQUITY )

ARSN : 162 716 636

## **FINAL FINANCIAL REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Responsible Entity of the Fund**

**COLONIAL FIRST STATE INVESTMENTS LIMITED**

**ABN: 98 002 348 352**

Ground Floor Tower 1, 201 Sussex Street  
SYDNEY NSW 2000

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - GLOBAL SHARE FUND 28

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# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

The Directors of Colonial First State Investments Limited, the Responsible Entity of the Fund as stated above, present their report together with the Financial Report of the Fund for the reporting period as stated below.

The registered name of the Fund is Colonial First State - FirstChoice Investments - Global Share Fund 28 and is referred to in this Financial Report as Acadian Global Managed Volatility Equity.

### Reporting Period

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

### Date of Constitution and Date of Registration of the Fund

The date of Constitution and Registration of the Fund with the Australian Securities & Investment Commission (ASIC) are as follows:

Date of Constitution	4/03/2013
Date of Registration	20/03/2013

### Termination of the Fund

The Board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution.

The Responsible Entity has realised all the assets of the Fund and a final capital repayment has been made to the unitholders.

As at 30 June 2019 the Fund has ceased operation and a final capital repayment has been paid to the unitholder.

This is the final Financial Report for the Fund.

### Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

### Review of Operations

#### Income

The result of the operation for the Fund for the current and previous reporting periods are tabled below:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Operating profit/(loss) attributable to unitholders	20,391	52,786

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders

The Fund did not distribute any income during the reporting periods.

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Amount distributed during the reporting periods	92,121	32,765

Details of the income distributions for the reporting periods ended 30 June 2019 and 30 June 2018 are disclosed in the "Distributions to Unitholders" note to the financial statements.

#### Exit Prices

There is no exit price as the units of the Fund were cancelled upon approval of termination of the Fund.

Prior to the termination of the Fund, the exit price in the comparative period was the price at which unitholders would realise an entitlement in the Fund and was calculated by deducting a predetermined cost of selling (commonly known as the "sell spread"), if applicable, from the net asset value per unit ("NAV unit price") of the Fund. NAV unit price is calculated by taking the total fair value of all of the Fund's assets on a particular day, adjusting for any liabilities and then dividing the net fund value by the total number of units held by unitholders on that day.

The unit price (the ex-distribution exit unit price) at the end of the prior reporting period was:

	30/06/2018 \$
Ex-distribution exit unit price	1.1513

#### Responsible Entity and Directors

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (ABN 48 123 123 124).

The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

# **ACADIAN GLOBAL MANAGED VOLATILITY EQUITY**

## **DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **Scheme Information**

The Fund is a registered managed investment scheme domiciled in Australia and has its principal place of business at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

### **Unit Pricing Adjustments Policy**

There are a number of factors used to calculate unit prices. The key factors include asset valuations, liabilities, debtors, the number of units on issue and where relevant, transaction costs. When the factors used to calculate the unit price are incorrect an adjustment to the unit price may be required. The Responsible Entity uses a variance of 0.30% (0.05% for a cash investment option) in the unit price before correcting the unit price.

If a unit pricing error is greater than these tolerance levels the Responsible Entity will:

- compensate unitholders' accounts balance if they have transacted on the incorrect unit price or make other adjustments as the Responsible Entity may consider appropriate, or
- where unitholders' accounts are closed the Responsible Entity will send them a payment if the amount of the adjustment is more than \$20.

These tolerance levels are consistent with regulatory practice guidelines and industry standards. In some cases, the Responsible Entity may compensate where the unit pricing error is less than the tolerance levels.

### **Significant Changes in the State of Affairs**

The Fund was terminated as at 30 June 2019.

### **Matters Subsequent to the End of the Reporting Period**

This is the final Financial Report for the Fund.

No matters or circumstances have arisen since 30 June 2019 that have significantly affected, or may significantly affect the position of the Fund.

### **Indemnification and Insurance Premiums for Officers and Auditor**

No insurance premiums are paid for out of the assets of the Fund in relation to insurance cover provided to Colonial First State Investments Limited or the auditor of the Fund. So long as the officers of Colonial First State Investments Limited act in accordance with the Constitution and the Corporations Act 2001, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund. The auditor of the Fund is in no way indemnified out of the assets of the Fund.

The Commonwealth Bank of Australia (CBA) has paid insurance premiums for the benefit of the Directors and Officers of the Responsible Entity, a wholly owned subsidiary of CBA. 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 insurance contracts.

### **Likely Developments and Expected Results of Operations**

As at 30 June 2019 the termination process is complete and a final repayment of capital to the unitholders has been made. This is the final Financial Report for the Fund.

# **ACADIAN GLOBAL MANAGED VOLATILITY EQUITY**

## **DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **Fees Paid to and Received by the Responsible Entity or its Associates**

Fees paid or payable to the Responsible Entity and its associates out of the Fund's assets during the reporting period are disclosed in the Statement of Comprehensive Income.

No fees were paid to the Directors of the Responsible Entity during the reporting period out of the Fund's assets.

### **Interests in the Fund**

Prior to the termination of the Fund, the units issued and redeemed in the Fund during the period and the number of units on issue at the end of the financial period were set out in "Changes in Net Assets Attributable to Unitholders" note to the financial statements. The value of the Fund's assets at the end of the financial period is set out in the Balance Sheet. Upon approval for termination, the units of the Fund were cancelled. Each unitholder will continue to be entitled to their share of distribution or capital repayment in the same proportion as at the date of termination. A final capital repayment has been paid to the unitholders.

There are no interests in the Fund held by the Responsible Entity or its associates at the end of the previous reporting period.

### **Environmental Regulation**

The Fund's operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

### **Auditor's Independence Declaration**

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out in the following page.

Signed in accordance with a resolution of the Directors of Colonial First State Investments Limited.



Penelope James  
Director  
Sydney  
23 August 2019



## *Auditor's Independence Declaration*

As lead auditor for the audit of Colonial First State - FirstChoice Investments - Global Share Fund 28 for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'CJ Cummins', with a long horizontal stroke extending to the right.

CJ Cummins  
Partner  
PricewaterhouseCoopers

Sydney  
23 August 2019

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## STATEMENT OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>
Interest income	3	11	12
Distribution income		7,492	35,213
Net gains/(losses) on financial instruments at fair value through profit or loss		17,863	22,486
Other income		-	1
<b>Total investment income/(loss)</b>		<b>25,366</b>	<b>57,712</b>
<b>Expenses</b>			
Responsible Entity's management fees	8(c)	4,806	4,781
Responsible Entity's Expenses recharged	8(d)	156	131
Other expenses		13	14
<b>Total operating expenses</b>		<b>4,975</b>	<b>4,926</b>
<b>Profit/(Loss) for the period</b>		<b>20,391</b>	<b>52,786</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>20,391</b>	<b>52,786</b>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.



# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## BALANCE SHEET AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Assets</b>			
Cash and cash equivalents		-	2,465
Trade and other receivables:			
- others		-	150
Financial assets held at fair value through profit or loss	5	-	538,814
<b>Total assets</b>		-	<b>541,429</b>
<b>Liabilities</b>			
Trade and other payables:			
- others		-	1
Distribution payable		-	1,113
Responsible Entity - fee	8(c)	-	516
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		-	<b>1,630</b>
<b>Net assets attributable to unitholders</b>		-	<b>539,799</b>

The above Balance Sheet should be read in conjunction with the accompanying notes.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Opening equity at the beginning of the period</b>		539,799	279,746
Profit/(Loss) for the period		20,391	52,786
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>20,391</b>	<b>52,786</b>
<b>Transactions with owners in their capacity as owners</b>			
Distribution to unitholders	4	(92,121)	(32,765)
Application of units		60,011	249,096
Redemption of units		(615,653)	(40,518)
Reinvestment during the period		87,573	31,454
<b>Closing equity at the end of the period</b>		<b>-</b>	<b>539,799</b>

The above Statement of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## CASH FLOW STATEMENT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments		620,670	41,400
Payments for purchase of financial instruments		(56,501)	(243,300)
Interest received		11	12
Responsible Entity fee received/ (paid)		(5,172)	(4,607)
Others		(170)	(143)
<b>Net cash (used in)/from operating activities</b>	7(a)	<b>558,838</b>	<b>(206,638)</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units		60,011	249,097
Payment for redemption of units		(615,653)	(47,018)
Distributions paid		(5,661)	(1,796)
<b>Net cash (used in)/from financing activities</b>		<b>(561,303)</b>	<b>200,283</b>
<b>Net movement in cash and cash equivalents</b>		<b>(2,465)</b>	<b>(6,355)</b>
Add opening cash and cash equivalents brought forward		2,465	8,820
<b>Closing cash and cash equivalents carried forward</b>		<b>-</b>	<b>2,465</b>

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Non-going Concern Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the Fund's Constitution and the requirements of the Corporations Act 2001, which includes Accounting Standards. Other mandatory professional reporting requirements have also been complied with.

The board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution. Consequently the Directors have determined that the going concern basis of preparation is no longer appropriate.

Following termination of the Fund, the Responsible Entity has:

- (i) realised all the assets of the Fund;
- (ii) prepared a final set of accounts and processed the final repayment of capital and income distribution;
- (iii) distributed to the unitholders the net income of the Fund; and
- (iv) cancelled the units held by the unitholders in accordance with the provisions of the Constitution.

The termination process was substantially completed as at 30 June 2019.

The Fund is a for-profit unit trust for the purpose of preparing the financial statements.

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

The financial information presented in this financial report for the reporting period has been prepared on the basis that the Fund is not a going concern for financial reporting purposes.

The Balance Sheet is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be settled within twelve months, except for financial assets held at fair value through profit or loss and net assets attributable to unitholders which may take longer to realise or settle within the next twelve months.

The financial report is prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Both the functional and presentational currency of the Fund are Australian dollars.

The financial report was authorised for issue by the Directors of the Responsible Entity on 23 August 2019. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (a) Non-going Concern Basis of Preparation

#### (i) New and Amended Standards adopted by the Funds

AASB 9 Financial Instruments became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139.

Classification and measurement of debt securities is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund has elected to restate the comparative period presented to comply with AASB 9. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (b) Investments in Financial Assets and Liabilities Held at Fair Value through Profit or Loss

##### (i) Classification

###### Assets

The Fund classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model objective. Consequently, the debt securities are measured at fair value through profit or loss.

##### (ii) Recognition/Derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all of the risks and rewards of ownership.

##### (iii) Measurement

At initial recognition, the Fund measures financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see "Financial Assets and Liabilities at Fair Value through Profit or Loss" note to the financial statements.

##### (iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to the "Offsetting Financial Assets and Financial Liabilities" note to the financial statements for further information.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (c) Investment Income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income and distribution income when the Fund's right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in the "Financial assets and liabilities at fair value through profit or loss" note to the financial statements.

#### (d) Due from/to Brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and consequently measured at amortised cost.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (e) Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank, deposits at call with financial institutions and short-term bank deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statement, cash and cash equivalents are as defined above, net of outstanding bank overdrafts.

Derivative cash accounts comprise of margin accounts and cash held as collateral for derivative transactions and short sales. The cash is held by the broker and is only available to meet margin calls.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (f) Receivables

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 1(c) above. Amounts are generally received within 30 days of being recorded as receivables.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

#### (g) Payables

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period. As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the balance sheet as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

#### (h) Taxation

Under current legislation, the Fund is not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

#### (i) Distributions to Unitholders

Distributions are payable as set out in the Fund's Product Disclosure Statement. Such distributions are determined by the Responsible Entity of the Fund. Distributable income includes capital gains arising from the disposal of financial assets and liabilities held at fair value through profit or loss. Unrealised gains and losses on financial assets and liabilities held at fair value through profit or loss that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any realised capital gains.



# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (j) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Fund. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Fund's units have been classified as equity as they satisfied all the above criteria.

#### (k) Terms and Conditions on Units

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

- have their units redeemed;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Fund.

The rights, obligations and restrictions attached to each unit are identical in all respects.

#### (l) Applications and Redemptions

Prior to the termination of the Fund, applications received for units in the Fund are recorded net of any entry fees payable (where applicable) prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable (where applicable) after the cancellation of units redeemed.

Upon the termination of the Fund, the issue, switching and redemption of units ceased.

#### (m) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST.

Reduced input tax credits (RITC) recoverable by the Fund from the Australian Taxation Office are recognised as receivables in the Balance Sheet.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (n) Expense Recognition

All expenses, including responsible entity's fees and custodian fees, are recognised in profit or loss on an accruals basis.

#### (o) Use of Estimates

The Responsible Entity makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund invests in managed investment schemes which are also managed by the Responsible Entity. For the majority of the financial instruments of these managed investment schemes, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### (p) Unit Prices

Prior to the termination of the Fund, unit prices are determined in accordance with the Fund's Constitution and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities held at fair value through profit or loss for unit pricing purposes are valued on a "last sale" price basis.

Following the termination of the Fund, the units were fully cancelled and no unit prices were calculated.

#### (q) Investment Entity

Prior to termination of the Fund, the Responsible Entity has determined that the Fund is an investment entity under the definition in AASB 10 as it met the following criteria:

- (a) the Fund has obtained funds from unitholders for the purpose of providing them with investment management services;
- (b) the Fund's business purpose, which it communicated directly to unitholders, is investing solely for returns from capital appreciation and investment income; and
- (c) the performance of investments made by the Fund is measured and evaluated on a fair value basis.

Prior to the termination, the Fund had met all of the typical characteristics of investment entities.

#### (r) Transactions in Foreign Currencies

The Fund mainly transacts in Australian currency.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (s) New Application of Accounting Standards

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Fund.

#### (t) Structured Entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. Structured entities are generally created to achieve a narrow and well defined objective with restrictions around their ongoing activities. Depending on the Fund's power over the activities of the entity and its exposure to and ability to influence its own returns, it may control the entity. However, the Fund applies the Investment Entity Exemption available under AASB10 and therefore does not consolidate its controlled entities (Note 1(p)). In other cases it may have exposure to such an entity but not control it.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Fund. Such interests include holdings of units in unlisted trusts, including managed investment schemes. The nature and extent of the Fund's interests in structured entities are titled "managed investment schemes" and are summarised in Note 1(b), "Financial Assets Held at Fair Value through Profit or Loss" and "Related Parties Disclosures" notes where appropriate. The total size of the structured entities that the Fund has exposure to is the net assets of the "managed investment schemes", which is determined based on the percentage interest held and carrying value disclosed in the "Related Parties Disclosures" note.

### 2. AUDITOR'S REMUNERATION

The auditor's remuneration in respect of auditing the financial reports is fully paid by the Responsible Entity.

The Responsible Entity may recharge a portion of the auditor's remuneration to the Fund. See the note under "Management Expenses Recharged" in the "Related Parties Disclosures" note to the Financial Statements.

Other services provided by the auditor are the audit of the compliance plan of the Fund and tax compliance services. The auditor's non-audit remuneration is also fully paid by the Responsible Entity.

### 3. INTEREST INCOME

Interest income of the Fund is derived mainly from interest earned on bank accounts which is measured at amortised cost.

### 4. DISTRIBUTIONS TO UNITHOLDERS

The Responsible Entity adopts the policy of distributing as a minimum the net income for tax purposes. The amounts shown as "Distribution payable" in the Balance Sheet represent the components of the distributions for the reporting period which had not been paid at balance date.

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

Distribution Periods ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	-	-	-	-
- 31 December	1.20	5,613	1.10	4,110
- 31 March	18.30	86,508	-	-
- 30 June	-	-	6.44	28,655
<b>Distributions to unitholders</b>		<b>92,121</b>		<b>32,765</b>

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

#### (a) Fair Value Measurements

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss
- Derivative financial instruments

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Other than the financial assets and liabilities classified as fair value through profit or loss, all other financial assets and liabilities of the fund are recognised initially at fair value and are subsequently measured at amortised cost.

#### (b) Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Level 1 for quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 for inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 for inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### (i) Fair Value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the policies set out in Note 1 to the Financial Statements. For the majority of these investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The quoted market price used for financial assets held by the Fund is the current bid price, the appropriate quoted market price for financial liabilities is the current asking price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid and asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

#### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, to allow for additional factors including liquidity risk and counterparty risk.

#### (c) Recognised Fair Value Measurements

The Fund's financial assets held at fair value through profit or loss were unlisted managed investment schemes which are also managed by the Responsible Entity. These Funds are priced daily and offer daily applications and redemptions. The fair value of these investments are classified as Level 2.

As at the end of this financial period the Fund has fully disposed its financial assets held at fair value through profit or loss.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

The units of the Fund were cancelled on approval for termination of the Fund. On the date of approval of termination on 8 April 2019, the number of units cancelled were 515,376. The Responsible Entity is in the process of realising investment assets and has returned the net cash to unitholders as final return of capital.

The Responsible Entity has finalised the disposal of the Fund's financial assets and returned the net cash to unitholders as return of capital. Capital repayment and distributions was paid to the unitholders in proportion of the units held immediately prior to termination. The Board of directors approved the termination of the Fund on 8 April 2019

#### (a) Movements in Net Assets Attributable to Unitholders:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Opening balance	539,799	279,746
Applications	60,011	249,096
Redemptions	(96,206)	(40,518)
Units issued upon reinvestment of distributions	87,573	31,454
Units cancelled on termination	(519,447)	-
Change in net assets attributable to unitholders from operations	(71,730)	20,021
<b>Closing Balance</b>	<b>-</b>	<b>539,799</b>

#### (b) Capital Risk Management

Prior to the termination of the Fund, the Responsible Entity managed the Fund's net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders. Net assets attributable to unitholders are representative of the expected cash outflows on redemption.

Daily applications and redemptions are reviewed relative to the liquidity of the Fund's underlying assets on a daily basis by the As at 30 June 2019, the termination process is completed and a final repayment of capital has been paid to the unitholders.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	20,391	52,786
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	620,670	41,400
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(56,501)	(243,300)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(17,863)	(22,486)
Distribution or Dividend income reinvested	(7,492)	(35,213)
Change in receivables and other assets	150	(74)
Change in payables and other liabilities	(517)	249
<b>Net Cash From/(Used In) Operating Activities</b>	<b>558,838</b>	<b>(206,638)</b>

#### (b) Non-cash Financing Activities Carried Out During the Reporting Periods on Normal Commercial Terms and Conditions include:

- Reinvestment of unitholders distributions as disclosed under "Units issued upon reinvestment of distributions" in part (a) of the "Changes in Net Assets Attributable to Unitholders" note to the financial statements.
- Participation in dividend reinvestment plans as disclosed under "Distribution or Dividend Income Reinvested" in part (a) of the "Cash and Cash Equivalents" note to the financial statements.

#### (c) Terms and Conditions on Cash

Cash at bank and in hand, cash held as collateral and deposits at call with financial institutions, earn interest at floating rate as determined by the financial institutions.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES

#### (a) Responsible Entity

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (the Bank).

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

#### (b) Details of Key Management Personnel

##### (i) Key Management Personnel

The Directors of Colonial First State Investments Limited are considered to be Key Management Personnel. The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or Resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

##### (ii) Compensation of Key Management Personnel

No amounts are paid by the Fund directly to the Directors of the Responsible Entity of the Fund.

Directors are employed as executives of the Commonwealth Bank of Australia, and in that capacity, part of their role is to act as a director of the Responsible Entity. Consequently, no compensation as defined in AASB 124: Related Parties is paid by the Fund to the Directors as Key Management Personnel.

#### (c) Responsible Entity's Management Fees

Under the terms of the Constitution, the Responsible Entity is entitled to receive monthly management fees which are expressed as a percentage of the total assets of the Fund (i.e. excluding liabilities). Management fees are paid directly by the Fund. The table below shows the current fee rates charged.

The management fees rate charged for the current and comparative reporting periods are as follows:

	1/07/2018 - 30/06/2019 %	1/07/2017 - 30/06/2018 %
Management fees rate for the reporting periods	1.65	1.65



# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

The Responsible Entity's management fees charged for the reporting periods are as follows:

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Management fees charged/(refunded) for the reporting periods	4,806	4,781

Fees due to/(refund from) the Responsible Entity as at the end of the reporting period.

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods	-	516

#### (d) Management Expenses Recharged

The Responsible Entity is responsible for paying the custody fees on behalf of the Fund. The amount paid is based on the overall arrangement in place with the custodian. The Responsible Entity may recharge the custody fees to the Fund. There were no such fees charged to the Fund for the current and previous reporting periods.

The Responsible Entity is also responsible for paying certain expenses (such as audit fees, printing and postage) for the Fund. The amount recharged is based on the lower of the expenses paid or 0.03% of the net assets value of the Fund, however no such expenses were recharged in the current and previous reporting periods.

#### (e) Bank and Deposit Accounts

The bank accounts and 11am deposit accounts for the Fund may be held with the Commonwealth Bank of Australia. Fees and expenses are negotiated on an arm's length basis. Various short term money market, fixed interest securities and foreign currency transactions are from time to time transacted through the Commonwealth Bank of Australia which receives a fee which is negotiated on an arm's length basis.

#### (f) Units Held by Related Parties

Other funds managed by the Responsible Entity or its affiliates may from time to time purchase or redeem units in the Fund. Such activity is undertaken in the ordinary course of business at entry and exit prices available to all investors at the time of the transaction.

There is no interest of Colonial First State Investments Limited and its associates in the Fund.

#### (g) Related Party Transactions

The Fund may transact with other managed investment schemes, which are also managed by the Responsible Entity. These transactions normally consist of the sale or purchase of units in related managed investment schemes and receipt and payment of distributions on normal commercial terms and conditions.

#### (i) Terms and Conditions of Transactions with Related Parties

All related party transactions are made in arm's length transactions on normal commercial terms and conditions. Outstanding balances at period end are unsecured and settlement occurs in cash.

#### (ii) Guarantees

There have been no guarantees provided or received for any related party receivables.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities

#### (i) Related Managed Investment Schemes

The fund held investments in the following managed investment schemes which were managed by Colonial First State Investments Limited. Distributions received are immediately reinvested into additional units.

Investment Name	Units Held At The End of the Period No.	Value of Investment At Period End \$	Interest held in Investment at Period End %	Units Acquired During the Period No.	Units Disposed During the Period No.	Distribution Received \$
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Units held in:

Commonwealth Global Share Fund 28

- 2019	-	-	-	36,152	350,549	7,492
- 2018	314,397	538,814	0.16	166,409	23,847	35,213

#### (ii) Related Listed Securities

The Fund did not invest in any related listed securities.

#### (iii) Other related Financial Instruments

The Fund did not invest in derivatives, money market and fixed interest securities issued by the Commonwealth Bank of Australia and its associates.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT

Prior to the termination of the Fund, its investing activities may expose the Fund to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The overall risk management program used to focus on ensuring compliance with its Product Disclosure Statement/Information Memorandum and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. A Fund may use derivative financial instruments to alter certain risk exposures. Financial risk management is carried out by the respective investment management departments (Investment Managers) and regularly monitored by the Investment Review Services Department of the Responsible Entity.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk.

#### (a) Market Risk

##### (i) Price Risk

Prior to the termination of the Fund, financial assets are either directly or indirectly exposed to price risk. This arises from investments held for which prices in the future are uncertain. They are classified on the balance sheet at fair value through profit or loss. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Investment Manager may mitigate price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement/Information Memorandum or Constitutions and are monitored by the Investment Review Services Department of the Responsible Entity.

As at end of the current reporting date the Fund has fully disposed its investments and is not subject to any price risk.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements, summarises the impact of an increase/decrease of the Australian and global indexes on a Fund's net assets attributable to unitholders at the end of the reporting periods. The analysis is based on the assumptions that the relevant indexes increased or decreased as tabled with all other variables held constant and that the fair value of the Fund which has indirect exposures to equity securities and derivatives moved according to the historical correlation with the indexes. Any Fund which invests in various asset classes, such as a multi-sector Fund, will have a weighted average movement calculated based on the proportion of their investments in the those classes.

##### (ii) Foreign Exchange Risk

The Fund does not hold monetary or non-monetary assets denominated in currencies other than the Australian dollars and therefore is not exposed to foreign exchange risk.

##### (iii) Interest Rate Risk

The exposure to interest rate risk of the Fund is limited to its cash and cash equivalents or bank overdraft, which earns/ (charges) a floating rate of interest.

# ACADIAN GLOBAL MANAGED VOLATILITY EQUITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis

The following table summarises the sensitivity of the Fund's operating profit or loss and net assets attributable to unitholders to interest rate risk, foreign exchange risk and other price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates, historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of and/or correlation between the performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

The Fund may not be subject to all these risks and are denoted with "-" in the table below.

	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
30/06/2019	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-20.00% \$	20.00% \$
	-	-	-	-	-	-
30/06/2018	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-20.00% \$	20.00% \$
	( 12)	12	-	-	( 107,763)	107,763

#### (c) Credit risk

Prior to the termination of the Fund, the Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk primarily arises from investments in debt securities and derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

The Investment Review Services Department of the Responsible Entity regularly monitors the credit risks that arise from holding these securities.

As at the end of the current and previous reporting periods the Fund has no exposure to credit risk.

#### (d) Liquidity risk

Prior to the Fund's termination, the Fund was exposed to daily cash redemptions of redeemable units. The Fund is in the process of realising all its assets and returning to unitholders the net proceeds.

As at the end of the current reporting period the Fund has made a final return of capital to the unitholders and therefore no longer subject to any liquidity risk.

# **ACADIAN GLOBAL MANAGED VOLATILITY EQUITY**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **10. DERIVATIVE FINANCIAL INSTRUMENTS**

In the normal course of business the Fund may enter into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

The Fund did not enter into transactions in any derivative financial instruments during the current and previous reporting periods.

### **11. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The Fund will present the fair value of its derivative assets and liabilities on a gross basis. Certain derivative financial instruments are subject to enforceable master netting arrangements, such as an International Swaps and Derivatives Association (ISDA) master netting agreement. In certain circumstances, for example, when a credit event such as a default occurs, all outstanding transactions under the ISDA agreement are terminated, the termination value is assessed and only a single net amount may be payable in settlement of all transactions.

The Fund does not invest in derivatives and is therefore not subject to master netting arrangements.

### **12. STRUCTURED ENTITIES**

The Fund has exposures to unconsolidated structured entities through trading activities. The Fund typically has no other involvement with the structured entity other than the securities it holds as part of trading activities and its maximum exposure to loss is restricted to the carrying value of the asset.

Exposure to trading assets are managed in accordance with financial risk management practices as set out in "Financial Risk Management" note, which includes an indication of changes in risk measures compared to prior year.

### **13. CONTINGENT LIABILITIES AND COMMITMENTS**

The Fund did not have any contingent liabilities or commitments at the end of the current and previous reporting period.

### **14. EVENTS AFTER BALANCE SHEET DATE**

No significant events have occurred since balance sheet date which would impact on the financial position of the Fund disclosed in the Balance Sheet as at 30 June 2019 or on the results and cash flows of the Fund for the reporting period ended on that date.

**ACADIAN GLOBAL MANAGED VOLATILITY EQUITY**

**DIRECTORS' DECLARATION  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

In the opinion of the Directors of Colonial First State Investments Limited:

- a) the financial statements and notes to the financial statements of the above mentioned Fund are in accordance with the Corporations Act 2001, including:
  - i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - ii) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its performance for the reporting period ended on that date, and
- b) as disclosed in Note 1(a) to the financial statements, the Fund is being terminated. However, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable, and
- c) the financial statements comply with International Financial Reporting Standards issued by the International Accounting Standards Board as stated in Note 1.

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



Penelope James  
Director  
Sydney  
23 August 2019



## Independent auditor's report

To the unitholders of Colonial First State - FirstChoice Investments – Global Share Fund 28

### Our opinion

In our opinion:

The accompanying financial report of Colonial First State - FirstChoice Investments - Global Share Fund 28 (the Registered Scheme) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Scheme's financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### What we have audited

The financial report comprises:

- the balance sheet as at 30 June 2019
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the cash flow statement for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

### Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

### Independence

We are independent of the Registered Scheme in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

### Emphasis of matter - going concern basis of accounting no longer appropriate

We draw attention to Note 1(a) to the financial report, the directors of the Responsible Entity of the Registered Scheme (the directors) have resolved to terminate the Fund. As a result, the financial report has been prepared on a liquidation basis and not on a going concern basis. Our opinion is not modified in respect of this matter.

**PricewaterhouseCoopers, ABN 52 780 433 757**

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### *Other information*

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

---

### *Responsibilities of the directors for the financial report*

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Registered Scheme to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Registered Scheme or to cease operations, or have no realistic alternative but to do so.

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### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.





A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read "PricewaterhouseCoopers", written in a cursive style.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read "CJ Cummins", written in a cursive style.

CJ Cummins  
Partner

Sydney  
23 August 2019

# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - GLOBAL SHARE FUND 29**

( also referred to in this Financial Report as STEWART INVESTORS WORLDWIDE SUSTAINABILITY )

ARSN : 604 604 640

## **FINAL FINANCIAL REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Responsible Entity of the Fund**

**COLONIAL FIRST STATE INVESTMENTS LIMITED**

**ABN: 98 002 348 352**

Ground Floor Tower 1, 201 Sussex Street  
SYDNEY NSW 2000

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - GLOBAL SHARE FUND 29

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# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

The Directors of Colonial First State Investments Limited, the Responsible Entity of the Fund as stated above, present their report together with the Financial Report of the Fund for the reporting period as stated below.

The registered name of the Fund is Colonial First State - FirstChoice Investments - Global Share Fund 29 and is referred to in this Financial Report as Stewart Investors Worldwide Sustainability.

### Reporting Period

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

### Date of Constitution and Date of Registration of the Fund

The date of Constitution and Registration of the Fund with the Australian Securities & Investment Commission (ASIC) are as follows:

Date of Constitution	26/02/2015
Date of Registration	12/03/2015

### Termination of the Fund

The Board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution.

The Responsible Entity has realised all the assets of the Fund and a final capital repayment has been made to the unitholders.

As at 30 June 2019 the Fund has ceased operation and a final capital repayment has been paid to the unitholder.

This is the final Financial Report for the Fund.

### Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

### Review of Operations

#### Income

The result of the operation for the Fund for the current and previous reporting periods are tabled below:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Operating profit/(loss) attributable to unitholders	76,021	63,266

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders

The total amount distributed to unitholders for the current and previous reporting period are as follows:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Amount distributed during the reporting periods	162,752	54,867

Details of the income distributions for the reporting periods ended 30 June 2019 and 30 June 2018 are disclosed in the "Distributions to Unitholders" note to the financial statements.

#### Exit Prices

There is no exit price as the units of the Fund were cancelled upon approval of termination of the Fund.

Prior to the termination of the Fund, the exit price in the comparative period was the price at which unitholders would realise an entitlement in the Fund and was calculated by deducting a predetermined cost of selling (commonly known as the "sell spread"), if applicable, from the net asset value per unit ("NAV unit price") of the Fund. NAV unit price is calculated by taking the total fair value of all of the Fund's assets on a particular day, adjusting for any liabilities and then dividing the net fund value by the total number of units held by unitholders on that day.

The unit price (the ex-distribution exit unit price) at the end of the prior reporting period was:

	30/06/2018 \$
Ex-distribution exit unit price	1.0554

#### Responsible Entity and Directors

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (ABN 48 123 123 124).

The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Scheme Information

The Fund is a registered managed investment scheme domiciled in Australia and has its principal place of business at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

### Unit Pricing Adjustments Policy

There are a number of factors used to calculate unit prices. The key factors include asset valuations, liabilities, debtors, the number of units on issue and where relevant, transaction costs. When the factors used to calculate the unit price are incorrect an adjustment to the unit price may be required. The Responsible Entity uses a variance of 0.30% (0.05% for a cash investment option) in the unit price before correcting the unit price.

If a unit pricing error is greater than these tolerance levels the Responsible Entity will:

- compensate unitholders' accounts balance if they have transacted on the incorrect unit price or make other adjustments as the Responsible Entity may consider appropriate, or
- where unitholders' accounts are closed the Responsible Entity will send them a payment if the amount of the adjustment is more than \$20.

These tolerance levels are consistent with regulatory practice guidelines and industry standards. In some cases, the Responsible Entity may compensate where the unit pricing error is less than the tolerance levels.

### Significant Changes in the State of Affairs

The Fund was terminated as at 30 June 2019.

### Matters Subsequent to the End of the Reporting Period

This is the final Financial Report for the Fund.

No matters or circumstances have arisen since 30 June 2019 that have significantly affected, or may significantly affect the position of the Fund.

### Indemnification and Insurance Premiums for Officers and Auditor

No insurance premiums are paid for out of the assets of the Fund in relation to insurance cover provided to Colonial First State Investments Limited or the auditor of the Fund. So long as the officers of Colonial First State Investments Limited act in accordance with the Constitution and the Corporations Act 2001, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund. The auditor of the Fund is in no way indemnified out of the assets of the Fund.

The Commonwealth Bank of Australia (CBA) has paid insurance premiums for the benefit of the Directors and Officers of the Responsible Entity, a wholly owned subsidiary of CBA. 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 insurance contracts.

### Likely Developments and Expected Results of Operations

As at 30 June 2019 the termination process is complete and a final repayment of capital to the unitholders has been made. This is the final Financial Report for the Fund.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Fees Paid to and Received by the Responsible Entity or its Associates

Fees paid or payable to the Responsible Entity and its associates out of the Fund's assets during the reporting period are disclosed in the Statement of Comprehensive Income.

No fees were paid to the Directors of the Responsible Entity during the reporting period out of the Fund's assets.

### Interests in the Fund

Prior to the termination of the Fund, the units issued and redeemed in the Fund during the period and the number of units on issue at the end of the financial period were set out in "Changes in Net Assets Attributable to Unitholders" note to the financial statements. The value of the Fund's assets at the end of the financial period is set out in the Balance Sheet. Upon approval for termination, the units of the Fund were cancelled. Each unitholder will continue to be entitled to their share of distribution or capital repayment in the same proportion as at the date of termination. A final capital repayment has been paid to the unitholders.

There are no interests in the Fund held by the Responsible Entity or its associates at the end of the previous reporting period.

### Environmental Regulation

The Fund's operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

### Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out in the following page.

Signed in accordance with a resolution of the Directors of Colonial First State Investments Limited.



Penelope James  
Director  
Sydney  
23 August 2019



## *Auditor's Independence Declaration*

As lead auditor for the audit of Colonial First State - FirstChoice Investments - Global Share Fund 29 for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'CJ Cummins'.

CJ Cummins  
Partner  
PricewaterhouseCoopers

Sydney  
23 August 2019

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# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## STATEMENT OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>
Interest income	3	24	13
Distribution income		5,764	51,042
Net gains/(losses) on financial instruments at fair value through profit or loss		72,144	13,611
<b>Total investment income/(loss)</b>		<b>77,932</b>	<b>64,666</b>
<b>Expenses</b>			
Responsible Entity's management fees	8(c)	1,630	1,204
Responsible Entity's Expenses recharged	8(d)	270	174
Other expenses		11	22
<b>Total operating expenses</b>		<b>1,911</b>	<b>1,400</b>
<b>Profit/(Loss) for the period</b>		<b>76,021</b>	<b>63,266</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>76,021</b>	<b>63,266</b>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## BALANCE SHEET AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Assets</b>			
Cash and cash equivalents		-	15,831
Trade and other receivables:			
- others		-	49
Financial assets held at fair value through profit or loss	5	-	835,729
<b>Total assets</b>		<b>-</b>	<b>851,609</b>
<b>Liabilities</b>			
Trade and other payables:			
- others		-	5
Distribution payable		-	15,482
Responsible Entity - fee	8(c)	-	171
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>-</b>	<b>15,658</b>
<b>Net assets attributable to unitholders</b>		<b>-</b>	<b>835,951</b>

The above Balance Sheet should be read in conjunction with the accompanying notes.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Opening equity at the beginning of the period</b>		835,951	369,652
Profit/(Loss) for the period		76,021	63,266
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>76,021</b>	<b>63,266</b>
<b>Transactions with owners in their capacity as owners</b>			
Distribution to unitholders	4	(162,752)	(54,867)
Application of units		166,175	445,732
Redemption of units		(1,035,373)	(26,695)
Reinvestment during the period		119,978	38,863
<b>Closing equity at the end of the period</b>		<b>-</b>	<b>835,951</b>

The above Statement of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## CASH FLOW STATEMENT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments		1,076,937	41,596
Payments for purchase of financial instruments		(163,300)	(443,296)
Interest received		24	13
Responsible Entity fee received/ (paid)		(1,752)	(1,134)
Others		(286)	(191)
<b>Net cash (used in)/from operating activities</b>	7(a)	<b>911,623</b>	<b>(403,012)</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units		166,175	445,732
Payment for redemption of units		(1,035,373)	(26,695)
Distributions paid		(58,256)	(3,829)
<b>Net cash (used in)/from financing activities</b>		<b>(927,454)</b>	<b>415,208</b>
<b>Net movement in cash and cash equivalents</b>		<b>(15,831)</b>	<b>12,196</b>
Add opening cash and cash equivalents brought forward		15,831	3,635
<b>Closing cash and cash equivalents carried forward</b>		<b>-</b>	<b>15,831</b>

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Non-going Concern Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the Fund's Constitution and the requirements of the Corporations Act 2001, which includes Accounting Standards. Other mandatory professional reporting requirements have also been complied with.

The board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution. Consequently the Directors have determined that the going concern basis of preparation is no longer appropriate.

Following termination of the Fund, the Responsible Entity has:

- (i) realised all the assets of the Fund;
- (ii) prepared a final set of accounts and processed the final repayment of capital and income distribution;
- (iii) distributed to the unitholders the net income of the Fund; and
- (iv) cancelled the units held by the unitholders in accordance with the provisions of the Constitution.

The termination process was substantially completed as at 30 June 2019.

The Fund is a for-profit unit trust for the purpose of preparing the financial statements.

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

The financial information presented in this financial report for the reporting period has been prepared on the basis that the Fund is not a going concern for financial reporting purposes.

The Balance Sheet is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be settled within twelve months, except for financial assets held at fair value through profit or loss and net assets attributable to unitholders which may take longer to realise or settle within the next twelve months.

The financial report is prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Both the functional and presentational currency of the Fund are Australian dollars.

The financial report was authorised for issue by the Directors of the Responsible Entity on 23 August 2019. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(a) Non-going Concern Basis of Preparation**

**(i) New and Amended Standards adopted by the Funds**

AASB 9 Financial Instruments became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139.

Classification and measurement of debt securities is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund has elected to restate the comparative period presented to comply with AASB 9. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(b) Investments in Financial Assets and Liabilities Held at Fair Value through Profit or Loss**

**(i) Classification**

**Assets**

The Fund classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model objective. Consequently, the debt securities are measured at fair value through profit or loss.

**(ii) Recognition/Derecognition**

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all of the risks and rewards of ownership.

**(iii) Measurement**

At initial recognition, the Fund measures financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see "Financial Assets and Liabilities at Fair Value through Profit or Loss" note to the financial statements.

**(iv) Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to the "Offsetting Financial Assets and Financial Liabilities" note to the financial statements for further information.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (c) Investment Income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income and distribution income when the Fund's right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in the "Financial assets and liabilities at fair value through profit or loss" note to the financial statements.

#### (d) Due from/to Brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and consequently measured at amortised cost.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (e) Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank, deposits at call with financial institutions and short-term bank deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statement, cash and cash equivalents are as defined above, net of outstanding bank overdrafts.



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(f) Receivables**

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 1(c) above. Amounts are generally received within 30 days of being recorded as receivables.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

**(g) Payables**

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period. As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the balance sheet as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

**(h) Taxation**

Under current legislation, the Fund is not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

**(i) Distributions to Unitholders**

Distributions are payable as set out in the Fund's Product Disclosure Statement. Such distributions are determined by the Responsible Entity of the Fund. Distributable income includes capital gains arising from the disposal of financial assets and liabilities held at fair value through profit or loss. Unrealised gains and losses on financial assets and liabilities held at fair value through profit or loss that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any realised capital gains.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (j) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Fund. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Fund's units have been classified as equity as they satisfied all the above criteria.

#### (k) Terms and Conditions on Units

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

- have their units redeemed;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Fund.

The rights, obligations and restrictions attached to each unit are identical in all respects.

#### (l) Applications and Redemptions

Prior to the termination of the Fund, applications received for units in the Fund are recorded net of any entry fees payable (where applicable) prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable (where applicable) after the cancellation of units redeemed.

Upon the termination of the Fund, the issue, switching and redemption of units ceased.

#### (m) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST.

Reduced input tax credits (RITC) recoverable by the Fund from the Australian Taxation Office are recognised as receivables in the Balance Sheet.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (n) Expense Recognition

All expenses, including responsible entity's fees and custodian fees, are recognised in profit or loss on an accruals basis.

#### (o) Use of Estimates

The Responsible Entity makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund invests in managed investment schemes which are also managed by the Responsible Entity. For the majority of the financial instruments of these managed investment schemes, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### (p) Unit Prices

Prior to the termination of the Fund, unit prices are determined in accordance with the Fund's Constitution and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities held at fair value through profit or loss for unit pricing purposes are valued on a "last sale" price basis.

Following the termination of the Fund, the units were fully cancelled and no unit prices were calculated.

#### (q) Investment Entity

Prior to termination of the Fund, the Responsible Entity has determined that the Fund is an investment entity under the definition in AASB 10 as it met the following criteria:

- (a) the Fund has obtained funds from unitholders for the purpose of providing them with investment management services;
- (b) the Fund's business purpose, which it communicated directly to unitholders, is investing solely for returns from capital appreciation and investment income; and
- (c) the performance of investments made by the Fund is measured and evaluated on a fair value basis.

Prior to the termination, the Fund had met all of the typical characteristics of investment entities.

#### (r) Transactions in Foreign Currencies

The Fund mainly transacts in Australian currency.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (s) New Application of Accounting Standards

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Fund.

#### (t) Structured Entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. Structured entities are generally created to achieve a narrow and well defined objective with restrictions around their ongoing activities. Depending on the Fund's power over the activities of the entity and its exposure to and ability to influence its own returns, it may control the entity. However, the Fund applies the Investment Entity Exemption available under AASB10 and therefore does not consolidate its controlled entities (Note 1(p)). In other cases it may have exposure to such an entity but not control it.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Fund. Such interests include holdings of units in unlisted trusts, including managed investment schemes. The nature and extent of the Fund's interests in structured entities are titled "managed investment schemes" and are summarised in Note 1(b), "Financial Assets Held at Fair Value through Profit or Loss" and "Related Parties Disclosures" notes where appropriate. The total size of the structured entities that the Fund has exposure to is the net assets of the "managed investment schemes", which is determined based on the percentage interest held and carrying value disclosed in the "Related Parties Disclosures" note.

### 2. AUDITOR'S REMUNERATION

The auditor's remuneration in respect of auditing the financial reports is fully paid by the Responsible Entity.

The Responsible Entity may recharge a portion of the auditor's remuneration to the Fund. See the note under "Management Expenses Recharged" in the "Related Parties Disclosures" note to the Financial Statements.

Other services provided by the auditor are the audit of the compliance plan of the Fund and tax compliance services. The auditor's non-audit remuneration is also fully paid by the Responsible Entity.

### 3. INTEREST INCOME

Interest income of the Fund is derived mainly from interest earned on bank accounts which is measured at amortised cost.

### 4. DISTRIBUTIONS TO UNITHOLDERS

The Responsible Entity adopts the policy of distributing as a minimum the net income for tax purposes. The amounts shown as "Distribution payable" in the Balance Sheet represent the components of the distributions for the reporting period which had not been paid at balance date.

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

Distribution Periods ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	-	-	-	-
- 31 December	0.60	5,585	0.60	2,686
- 31 March	18.20	157,167	-	-
- 30 June	-	-	6.89	52,181
<b>Distributions to unitholders</b>		<b>162,752</b>		<b>54,867</b>

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

#### (a) Fair Value Measurements

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss
- Derivative financial instruments

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Other than the financial assets and liabilities classified as fair value through profit or loss, all other financial assets and liabilities of the fund are recognised initially at fair value and are subsequently measured at amortised cost.

#### (b) Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Level 1 for quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 for inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 for inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### (i) Fair Value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the policies set out in Note 1 to the Financial Statements. For the majority of these investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The quoted market price used for financial assets held by the Fund is the current bid price, the appropriate quoted market price for financial liabilities is the current asking price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid and asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

#### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, to allow for additional factors including liquidity risk and counterparty risk.

#### (c) Recognised Fair Value Measurements

The following table presents the Fund's assets and liabilities measured and recognised at fair value as at the end of the reporting periods.

The Fund's financial assets held at fair value through profit or loss were unlisted managed investment schemes which are also managed by the Responsible Entity. These Funds are priced daily and offer daily applications and redemptions. The fair value of these investments are classified as Level 2.

As at the end of this financial period the Fund has fully disposed its financial assets held at fair value through profit or loss.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

The units of the Fund were cancelled on approval for termination of the Fund. On the date of approval of termination on 8 April 2019, the number of units cancelled were 988,013. The Responsible Entity is in the process of realising investment assets and has returned the net cash to unitholders as final return of capital.

The Responsible Entity has finalised the disposal of the Fund's financial assets and returned the net cash to unitholders as return of capital. Capital repayment and distributions was paid to the unitholders in proportion of the units held immediately prior to termination. The Board of directors approved the termination of the Fund on 8 April 2019

#### (a) Movements in Net Assets Attributable to Unitholders:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Opening balance	835,951	369,652
Applications	166,175	445,732
Redemptions	(88,363)	(26,695)
Units issued upon reinvestment of distributions	119,978	38,863
Units cancelled on termination	(947,010)	-
Change in net assets attributable to unitholders from operations	(86,731)	8,399
<b>Closing Balance</b>	<b>-</b>	<b>835,951</b>

#### (b) Capital Risk Management

Prior to the termination of the Fund, the Responsible Entity managed the Fund's net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders. Net assets attributable to unitholders are representative of the expected cash outflows on redemption.

As at 30 June 2019, the termination process is completed and a final repayment of capital has been paid to the unitholders.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	76,021	63,266
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,076,937	41,596
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(163,300)	(443,296)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(72,144)	(13,611)
Distribution or Dividend income reinvested	(5,764)	(51,042)
Change in receivables and other assets	49	(30)
Change in payables and other liabilities	(176)	105
<b>Net Cash From/(Used In) Operating Activities</b>	<b>911,623</b>	<b>(403,012)</b>

#### (b) Non-cash Financing Activities Carried Out During the Reporting Periods on Normal Commercial Terms and Conditions include:

- Reinvestment of unitholders distributions as disclosed under "Units issued upon reinvestment of distributions" in part (a) of the "Changes in Net Assets Attributable to Unitholders" note to the financial statements.
- Participation in dividend reinvestment plans as disclosed under "Distribution or Dividend Income Reinvested" in part (a) of the "Cash and Cash Equivalents" note to the financial statements.

#### (c) Terms and Conditions on Cash

Cash at bank and in hand, cash held as collateral and deposits at call with financial institutions, earn interest at floating rate as determined by the financial institutions.



# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES

#### (a) Responsible Entity

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (the Bank).

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

#### (b) Details of Key Management Personnel

##### (i) Key Management Personnel

The Directors of Colonial First State Investments Limited are considered to be Key Management Personnel. The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or Resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

##### (ii) Compensation of Key Management Personnel

No amounts are paid by the Fund directly to the Directors of the Responsible Entity of the Fund.

Directors are employed as executives of the Commonwealth Bank of Australia, and in that capacity, part of their role is to act as a director of the Responsible Entity. Consequently, no compensation as defined in AASB 124: Related Parties is paid by the Fund to the Directors as Key Management Personnel.

#### (c) Responsible Entity's Management Fees

Under the terms of the Constitution, the Responsible Entity is entitled to receive monthly management fees which are expressed as a percentage of the total assets of the Fund (i.e. excluding liabilities). Management fees are paid directly by the Fund. The table below shows the current fee rates charged.

The management fees rate charged for the current and comparative reporting periods are as follows:

	1/07/2018 - 30/06/2019 %	1/07/2017 - 30/06/2018 %
Management fees rate for the reporting periods	1.40	1.40

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

The Responsible Entity's management fees charged for the reporting periods are as follows:

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Management fees charged/(refunded) for the reporting periods	1,630	1,204

Fees due to/(refund from) the Responsible Entity as at the end of the reporting period.

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods	-	171

#### (d) Management Expenses Recharged

The Responsible Entity is responsible for paying the custody fees on behalf of the Fund. The amount paid is based on the overall arrangement in place with the custodian. The Responsible Entity may recharge the custody fees to the Fund. There were no such fees charged to the Fund for the current and previous reporting periods.

The Responsible Entity is also responsible for paying certain expenses (such as audit fees, printing and postage) for the Fund. The amount recharged is based on the lower of the expenses paid or 0.03% of the net assets value of the Fund, however no such expenses were recharged in the current and previous reporting periods.

#### (e) Bank and Deposit Accounts

The bank accounts and 11am deposit accounts for the Fund may be held with the Commonwealth Bank of Australia. Fees and expenses are negotiated on an arm's length basis. Various short term money market, fixed interest securities and foreign currency transactions are from time to time transacted through the Commonwealth Bank of Australia which receives a fee which is negotiated on an arm's length basis.

#### (f) Units Held by Related Parties

Other funds managed by the Responsible Entity or its affiliates may from time to time purchase or redeem units in the Fund. Such activity is undertaken in the ordinary course of business at entry and exit prices available to all investors at the time of the transaction.

There is no interest of Colonial First State Investments Limited and its associates in the Fund.

#### (g) Related Party Transactions

The Fund may transact with other managed investment schemes, which are also managed by the Responsible Entity. These transactions normally consist of the sale or purchase of units in related managed investment schemes and receipt and payment of distributions on normal commercial terms and conditions.

#### (i) Terms and Conditions of Transactions with Related Parties

All related party transactions are made in arm's length transactions on normal commercial terms and conditions. Outstanding balances at period end are unsecured and settlement occurs in cash.

#### (ii) Guarantees

There have been no guarantees provided or received for any related party receivables.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities

#### (i) Related Managed Investment Schemes

The fund held investments in the following managed investment schemes which were managed by Colonial First State Investments Limited. Distributions received are immediately reinvested into additional units.

Investment Name	Units Held At The End of the Period No.	Value of Investment At Period End \$	Interest held in Investment at Period End %	Units Acquired During the Period No.	Units Disposed During the Period No.	Distribution Received \$
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Units held in:

Colonial First State Global Asset Management Equity Trust 10

- 2019	-	-	-	107,858	655,303	5,764
- 2018	547,445	835,729	0.14	321,552	26,845	51,042

#### (ii) Related Listed Securities

The Fund did not invest in any related listed securities.

#### (iii) Other related Financial Instruments

The Fund did not invest in derivatives, money market and fixed interest securities issued by the Commonwealth Bank of Australia and its associates.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**9. FINANCIAL RISK MANAGEMENT**

Prior to the termination of the Fund, its investing activities may expose the Fund to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The overall risk management program used to focus on ensuring compliance with its Product Disclosure Statement/Information Memorandum and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. A Fund may use derivative financial instruments to alter certain risk exposures. Financial risk management is carried out by the respective investment management departments (Investment Managers) and regularly monitored by the Investment Review Services Department of the Responsible Entity.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk.

**(a) Market Risk**

**(i) Price Risk**

Prior to the termination of the Fund, financial assets are either directly or indirectly exposed to price risk. This arises from investments held for which prices in the future are uncertain. They are classified on the balance sheet at fair value through profit or loss. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Investment Manager may mitigate price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement/Information Memorandum or Constitutions and are monitored by the Investment Review Services Department of the Responsible Entity.

As at end of the current reporting date the Fund has fully disposed its investments and is not subject to any price risk.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements, summarises the impact of an increase/decrease of the Australian and global indexes on a Fund's net assets attributable to unitholders at the end of the reporting periods. The analysis is based on the assumptions that the relevant indexes increased or decreased as tabled with all other variables held constant and that the fair value of the Fund which has indirect exposures to equity securities and derivatives moved according to the historical correlation with the indexes. Any Fund which invests in various asset classes, such as a multi-sector Fund, will have a weighted average movement calculated based on the proportion of their investments in the those classes.

**(ii) Foreign Exchange Risk**

The Fund does not hold monetary or non-monetary assets denominated in currencies other than the Australian dollars and therefore is not exposed to foreign exchange risk.

**(iii) Interest Rate Risk**

The exposure to interest rate risk of the Fund is limited to its cash and cash equivalents or bank overdraft, which earns/ (charges) a floating rate of interest.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis

The following table summarises the sensitivity of the Fund's operating profit or loss and net assets attributable to unitholders to interest rate risk, foreign exchange risk and other price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates, historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of and/or correlation between the performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

The Fund may not be subject to all these risks and are denoted with "-" in the table below.

	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
30/06/2019	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-15.00% \$	15.00% \$
	-	-	-	-	-	-
30/06/2018	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	20.00% \$	-20.00% \$
	( 79)	79	-	-	167,146	( 167,146)

#### (c) Credit risk

Prior to the termination of the Fund, the Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk primarily arises from investments in debt securities and derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

The Investment Review Services Department of the Responsible Entity regularly monitors the credit risks that arise from holding these securities.

As at the end of the current and previous reporting periods the Fund has no exposure to credit risk.

#### (d) Liquidity risk

Prior to the Fund's termination, the Fund was exposed to daily cash redemptions of redeemable units. The Fund is in the process of realising all its assets and returning to unitholders the net proceeds.

As at the end of the current reporting period the Fund has made a final return of capital to the unitholders and therefore no longer subject to any liquidity risk.

# STEWART INVESTORS WORLDWIDE SUSTAINABILITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 10. DERIVATIVE FINANCIAL INSTRUMENTS

In the normal course of business the Fund may enter into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

The Fund did not enter into transactions in any derivative financial instruments during the current and previous reporting periods.

### 11. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The Fund will present the fair value of its derivative assets and liabilities on a gross basis. Certain derivative financial instruments are subject to enforceable master netting arrangements, such as an International Swaps and Derivatives Association (ISDA) master netting agreement. In certain circumstances, for example, when a credit event such as a default occurs, all outstanding transactions under the ISDA agreement are terminated, the termination value is assessed and only a single net amount may be payable in settlement of all transactions.

The Fund does not invest in derivatives and is therefore not subject to master netting arrangements.

### 12. STRUCTURED ENTITIES

The Fund has exposures to unconsolidated structured entities through trading activities. The Fund typically has no other involvement with the structured entity other than the securities it holds as part of trading activities and its maximum exposure to loss is restricted to the carrying value of the asset.

Exposure to trading assets are managed in accordance with financial risk management practices as set out in "Financial Risk Management" note, which includes an indication of changes in risk measures compared to prior year.

### 13. CONTINGENT LIABILITIES AND COMMITMENTS

The Fund did not have any contingent liabilities or commitments at the end of the current and previous reporting period.

### 14. EVENTS AFTER BALANCE SHEET DATE

No significant events have occurred since balance sheet date which would impact on the financial position of the Fund disclosed in the Balance Sheet as at 30 June 2019 or on the results and cash flows of the Fund for the reporting period ended on that date.

**STEWART INVESTORS WORLDWIDE SUSTAINABILITY**

**DIRECTORS' DECLARATION  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

In the opinion of the Directors of Colonial First State Investments Limited:

- a) the financial statements and notes to the financial statements of the above mentioned Fund are in accordance with the Corporations Act 2001, including:
  - i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - ii) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its performance for the reporting period ended on that date, and
- b) as disclosed in Note 1(a) to the financial statements, the Fund is being terminated. However, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable, and
- c) the financial statements comply with International Financial Reporting Standards issued by the International Accounting Standards Board as stated in Note 1.

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



Penelope James  
Director  
Sydney  
23 August 2019



## Independent auditor's report

To the unitholders of Colonial First State - FirstChoice Investments - Global Share Fund 29

### Our opinion

In our opinion:

The accompanying financial report of Colonial First State - FirstChoice Investments - Global Share Fund 29 (the Registered Scheme) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Scheme's financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### What we have audited

The financial report comprises:

- the balance sheet as at 30 June 2019
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the cash flow statement for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

### Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

### Independence

We are independent of the Registered Scheme in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

### Emphasis of matter - going concern basis of accounting no longer appropriate

We draw attention to Note 1(a) to the financial report, the directors of the Responsible Entity of the Registered Scheme (the directors) have resolved to terminate the Fund. As a result, the financial report has been prepared on a liquidation basis and not on a going concern basis. Our opinion is not modified in respect of this matter.

**PricewaterhouseCoopers, ABN 52 780 433 757**

One International Towers Sydney, Watermans Quay, Barangaroo, GPO BOX 2650, SYDNEY NSW 2001

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### *Other information*

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

---

### *Responsibilities of the directors for the financial report*

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Registered Scheme to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Registered Scheme or to cease operations, or have no realistic alternative but to do so.

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### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.



A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: [http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read "PricewaterhouseCoopers", written in a cursive style.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read "CJ Cummins", written in a cursive style.

CJ Cummins  
Partner

Sydney  
23 August 2019

# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - MODERATE FUND NUMBER 4**

( also referred to in this Financial Report as FIRSTCHOICE MULTI-INDEX MODERATE )

ARSN : 604 604 391

## **FINAL FINANCIAL REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Responsible Entity of the Fund**

**COLONIAL FIRST STATE INVESTMENTS LIMITED**

**ABN: 98 002 348 352**

Ground Floor Tower 1, 201 Sussex Street  
SYDNEY NSW 2000

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - MODERATE FUND NUMBER 4

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# FIRSTCHOICE MUTLI-INDEX MODERATE

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

The Directors of Colonial First State Investments Limited, the Responsible Entity of the Fund as stated above, present their report together with the Financial Report of the Fund for the reporting period as stated below.

The registered name of the Fund is Colonial First State - FirstChoice Investments - Moderate Fund Number 4 and is referred to in this Financial Report as FirstChoice Multi-Index Moderate.

### Reporting Period

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

### Date of Constitution and Date of Registration of the Fund

The date of Constitution and Registration of the Fund with the Australian Securities & Investment Commission (ASIC) are as follows:

Date of Constitution	26/02/2015
Date of Registration	12/03/2015

### Termination of the Fund

The Board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution.

The Responsible Entity has realised all the assets of the Fund and a final capital repayment has been made to the unitholders.

As at 30 June 2019 the Fund has ceased operation and a final capital repayment has been paid to the unitholder.

This is the final Financial Report for the Fund.

### Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

### Review of Operations

#### Income

The result of the operation for the Fund for the current and previous reporting periods are tabled below:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Operating profit/(loss) attributable to unitholders	48,645	41,154

# FIRSTCHOICE MUTLI-INDEX MODERATE

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders

The total amount distributed to unitholders for the current and previous reporting period are as follows:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Amount distributed during the reporting periods	122,833	53,813

Details of the income distributions for the reporting periods ended 30 June 2019 and 30 June 2018 are disclosed in the "Distributions to Unitholders" note to the financial statements.

#### Exit Prices

There is no exit price as the units of the Fund were cancelled upon approval of termination of the Fund.

Prior to the termination of the Fund, the exit price in the comparative period was the price at which unitholders would realise an entitlement in the Fund and was calculated by deducting a predetermined cost of selling (commonly known as the "sell spread"), if applicable, from the net asset value per unit ("NAV unit price") of the Fund. NAV unit price is calculated by taking the total fair value of all of the Fund's assets on a particular day, adjusting for any liabilities and then dividing the net fund value by the total number of units held by unitholders on that day.

The unit price (the ex-distribution exit unit price) at the end of the prior reporting period was:

	30/06/2018 \$
Ex-distribution exit unit price	0.9500

### Responsible Entity and Directors

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (ABN 48 123 123 124).

The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

# **FIRSTCHOICE MUTLI-INDEX MODERATE**

## **DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **Scheme Information**

The Fund is a registered managed investment scheme domiciled in Australia and has its principal place of business at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

### **Unit Pricing Adjustments Policy**

There are a number of factors used to calculate unit prices. The key factors include asset valuations, liabilities, debtors, the number of units on issue and where relevant, transaction costs. When the factors used to calculate the unit price are incorrect an adjustment to the unit price may be required. The Responsible Entity uses a variance of 0.30% (0.05% for a cash investment option) in the unit price before correcting the unit price.

If a unit pricing error is greater than these tolerance levels the Responsible Entity will:

- compensate unitholders' accounts balance if they have transacted on the incorrect unit price or make other adjustments as the Responsible Entity may consider appropriate, or
- where unitholders' accounts are closed the Responsible Entity will send them a payment if the amount of the adjustment is more than \$20.

These tolerance levels are consistent with regulatory practice guidelines and industry standards. In some cases, the Responsible Entity may compensate where the unit pricing error is less than the tolerance levels.

### **Significant Changes in the State of Affairs**

The Fund was terminated as at 30 June 2019.

### **Matters Subsequent to the End of the Reporting Period**

This is the final Financial Report for the Fund.

No matters or circumstances have arisen since 30 June 2019 that have significantly affected, or may significantly affect the position of the Fund.

### **Indemnification and Insurance Premiums for Officers and Auditor**

No insurance premiums are paid for out of the assets of the Fund in relation to insurance cover provided to Colonial First State Investments Limited or the auditor of the Fund. So long as the officers of Colonial First State Investments Limited act in accordance with the Constitution and the Corporations Act 2001, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund. The auditor of the Fund is in no way indemnified out of the assets of the Fund.

The Commonwealth Bank of Australia (CBA) has paid insurance premiums for the benefit of the Directors and Officers of the Responsible Entity, a wholly owned subsidiary of CBA. 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 insurance contracts.

### **Likely Developments and Expected Results of Operations**

As at 30 June 2019 the termination process is complete and a final repayment of capital to the unitholders has been made. This is the final Financial Report for the Fund.

# **FIRSTCHOICE MUTLI-INDEX MODERATE**

## **DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **Fees Paid to and Received by the Responsible Entity or its Associates**

Fees paid or payable to the Responsible Entity and its associates out of the Fund's assets during the reporting period are disclosed in the Statement of Comprehensive Income.

No fees were paid to the Directors of the Responsible Entity during the reporting period out of the Fund's assets.

### **Interests in the Fund**

Prior to the termination of the Fund, the units issued and redeemed in the Fund during the period and the number of units on issue at the end of the financial period were set out in "Changes in Net Assets Attributable to Unitholders" note to the financial statements. The value of the Fund's assets at the end of the financial period is set out in the Balance Sheet. Upon approval for termination, the units of the Fund were cancelled. Each unitholder will continue to be entitled to their share of distribution or capital repayment in the same proportion as at the date of termination. A final capital repayment has been paid to the unitholders.

There are no interests in the Fund held by the Responsible Entity or its associates at the end of the previous reporting period.

### **Environmental Regulation**

The Fund's operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

### **Auditor's Independence Declaration**

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out in the following page.

Signed in accordance with a resolution of the Directors of Colonial First State Investments Limited.



Penelope James  
Director  
Sydney  
23 August 2019





## *Auditor's Independence Declaration*

As lead auditor for the audit of Colonial First State - FirstChoice Investments - Moderate Fund Number 4 for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'CJ Cummins', with a small dot at the end.

CJ Cummins  
Partner  
PricewaterhouseCoopers

Sydney  
23 August 2019

**FIRSTCHOICE MULTI-INDEX MODERATE**

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$
Interest income	3	133	(96)
Dividend income		-	-
Distribution income		24,564	46,045
Net gains/(losses) on financial instruments at fair value through profit or loss		27,835	(1,857)
Other income		1	1
<b>Total investment income/(loss)</b>		<b>52,533</b>	<b>44,093</b>
<b>Expenses</b>			
Responsible Entity's management fees	8(c)	3,562	2,722
Responsible Entity's Expenses recharged	8(d)	315	203
Other expenses		11	14
<b>Total operating expenses</b>		<b>3,888</b>	<b>2,939</b>
<b>Profit/(Loss) for the period</b>		<b>48,645</b>	<b>41,154</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>48,645</b>	<b>41,154</b>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

# FIRSTCHOICE MULTI-INDEX MODERATE

## BALANCE SHEET AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Assets</b>			
Cash and cash equivalents		-	2,708
Trade and other receivables:			
- due from brokers - receivable			
- others		-	86
Financial assets held at fair value through profit or loss	5	-	994,941
<b>Total assets</b>		<b>-</b>	<b>997,735</b>
<b>Liabilities</b>			
Trade and other payables:			
- others		-	116
Distribution payable		-	740
Responsible Entity - fee	8(c)	-	344
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>-</b>	<b>1,200</b>
<b>Net assets attributable to unitholders</b>		<b>-</b>	<b>996,535</b>

The above Balance Sheet should be read in conjunction with the accompanying notes.

**FIRSTCHOICE MULTI-INDEX MODERATE**

**STATEMENT OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

	<b>Note</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>
<b>Opening equity at the beginning of the period</b>		996,535	497,301
Profit/(Loss) for the period		48,645	41,154
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>48,645</b>	<b>41,154</b>
<b>Transactions with owners in their capacity as owners</b>			
Distribution to unitholders	4	(122,833)	(53,813)
Application of units		214,180	657,880
Redemption of units		(1,256,052)	(197,769)
Reinvestment during the period		119,525	51,782
<b>Closing equity at the end of the period</b>		<b>-</b>	<b>996,535</b>

The above Statement of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

# FIRSTCHOICE MULTI-INDEX MODERATE

## CASH FLOW STATEMENT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments		1,256,140	200,328
Payments for purchase of financial instruments		(208,800)	(654,134)
Interest received		133	(95)
Responsible Entity fee received/ (paid)		(3,820)	(2,578)
Others		(441)	(100)
<b>Net cash (used in)/from operating activities</b>	7(a)	<b>1,043,212</b>	<b>(456,579)</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units		214,180	657,880
Payment for redemption of units		(1,256,052)	(197,769)
Distributions paid		(4,048)	(1,994)
<b>Net cash (used in)/from financing activities</b>		<b>(1,045,920)</b>	<b>458,117</b>
<b>Net movement in cash and cash equivalents</b>		<b>(2,708)</b>	<b>1,538</b>
Add opening cash and cash equivalents brought forward		2,708	1,170
<b>Closing cash and cash equivalents carried forward</b>		<b>-</b>	<b>2,708</b>

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Non-going Concern Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the Fund's Constitution and the requirements of the Corporations Act 2001, which includes Accounting Standards. Other mandatory professional reporting requirements have also been complied with.

The board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution. Consequently the Directors have determined that the going concern basis of preparation is no longer appropriate.

Following termination of the Fund, the Responsible Entity has:

- (i) realised all the assets of the Fund;
- (ii) prepared a final set of accounts and processed the final repayment of capital and income distribution;
- (iii) distributed to the unitholders the net income of the Fund; and
- (iv) cancelled the units held by the unitholders in accordance with the provisions of the Constitution.

The termination process was substantially completed as at 30 June 2019.

The Fund is a for-profit unit trust for the purpose of preparing the financial statements.

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

The financial information presented in this financial report for the reporting period has been prepared on the basis that the Fund is not a going concern for financial reporting purposes.

The Balance Sheet is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be settled within twelve months, except for financial assets held at fair value through profit or loss and net assets attributable to unitholders which may take longer to realise or settle within the next twelve months.

The financial report is prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Both the functional and presentational currency of the Fund are Australian dollars.

The financial report was authorised for issue by the Directors of the Responsible Entity on 23 August 2019. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (a) Non-going Concern Basis of Preparation

#### (i) New and Amended Standards adopted by the Funds

AASB 9 Financial Instruments became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139.

Classification and measurement of debt securities is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund has elected to restate the comparative period presented to comply with AASB 9. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (b) Investments in Financial Assets and Liabilities Held at Fair Value through Profit or Loss

##### (i) Classification

###### Assets

The Fund classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model objective. Consequently, the debt securities are measured at fair value through profit or loss.

##### (ii) Recognition/Derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all of the risks and rewards of ownership.

##### (iii) Measurement

At initial recognition, the Fund measures financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see "Financial Assets and Liabilities at Fair Value through Profit or Loss" note to the financial statements.

##### (iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to the "Offsetting Financial Assets and Financial Liabilities" note to the financial statements for further information.



# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (c) Investment Income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income and distribution income when the Fund's right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in the "Financial assets and liabilities at fair value through profit or loss" note to the financial statements.

#### (d) Due from/to Brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and consequently measured at amortised cost.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (e) Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank, deposits at call with financial institutions and short-term bank deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statement, cash and cash equivalents are as defined above, net of outstanding bank overdrafts.

Derivative cash accounts comprise of margin accounts and cash held as collateral for derivative transactions and short sales. The cash is held by the broker and is only available to meet margin calls.

# **FIRSTCHOICE MULTI-INDEX MODERATE**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

#### **(f) Receivables**

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 1(c) above. Amounts are generally received within 30 days of being recorded as receivables.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

#### **(g) Payables**

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period. As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the balance sheet as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

#### **(h) Taxation**

Under current legislation, the Fund is not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

#### **(i) Distributions to Unitholders**

Distributions are payable as set out in the Fund's Product Disclosure Statement. Such distributions are determined by the Responsible Entity of the Fund. Distributable income includes capital gains arising from the disposal of financial assets and liabilities held at fair value through profit or loss. Unrealised gains and losses on financial assets and liabilities held at fair value through profit or loss that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any realised capital gains.

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (j) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Fund. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Fund's units have been classified as equity as they satisfied all the above criteria.

#### (k) Terms and Conditions on Units

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

- have their units redeemed;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Fund.

The rights, obligations and restrictions attached to each unit are identical in all respects.

#### (l) Applications and Redemptions

Prior to the termination of the Fund, applications received for units in the Fund are recorded net of any entry fees payable (where applicable) prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable (where applicable) after the cancellation of units redeemed.

Upon the termination of the Fund, the issue, switching and redemption of units ceased.

#### (m) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST.

Reduced input tax credits (RITC) recoverable by the Fund from the Australian Taxation Office are recognised as receivables in the Balance Sheet.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

# **FIRSTCHOICE MULTI-INDEX MODERATE**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

#### **(n) Expense Recognition**

All expenses, including responsible entity's fees and custodian fees, are recognised in profit or loss on an accruals basis.

#### **(o) Use of Estimates**

The Responsible Entity makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund invests in managed investment schemes which are also managed by the Responsible Entity. For the majority of the financial instruments of these managed investment schemes, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### **(p) Unit Prices**

Prior to the termination of the Fund, unit prices are determined in accordance with the Fund's Constitution and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities held at fair value through profit or loss for unit pricing purposes are valued on a "last sale" price basis.

Following the termination of the Fund, the units were fully cancelled and no unit prices were calculated.

#### **(q) Investment Entity**

Prior to termination of the Fund, the Responsible Entity has determined that the Fund is an investment entity under the definition in AASB 10 as it met the following criteria:

- (a) the Fund has obtained funds from unitholders for the purpose of providing them with investment management services;
- (b) the Fund's business purpose, which it communicated directly to unitholders, is investing solely for returns from capital appreciation and investment income; and
- (c) the performance of investments made by the Fund is measured and evaluated on a fair value basis.

Prior to the termination, the Fund had met all of the typical characteristics of investment entities.

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (r) Transactions in Foreign Currencies

The Fund mainly transacts in Australian currency.

#### (s) New Application of Accounting Standards

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Fund.

#### (t) Structured Entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. Structured entities are generally created to achieve a narrow and well defined objective with restrictions around their ongoing activities. Depending on the Fund's power over the activities of the entity and its exposure to and ability to influence its own returns, it may control the entity. However, the Fund applies the Investment Entity Exemption available under AASB10 and therefore does not consolidate its controlled entities (Note 1(p)). In other cases it may have exposure to such an entity but not control it.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Fund. Such interests include holdings of units in unlisted trusts, including managed investment schemes. The nature and extent of the Fund's interests in structured entities are titled "managed investment schemes" and are summarised in Note 1(b), "Financial Assets Held at Fair Value through Profit or Loss" and "Related Parties Disclosures" notes where appropriate. The total size of the structured entities that the Fund has exposure to is the net assets of the "managed investment schemes", which is determined based on the percentage interest held and carrying value disclosed in the "Related Parties Disclosures" note.

### 2. AUDITOR'S REMUNERATION

The auditor's remuneration in respect of auditing the financial reports is fully paid by the Responsible Entity.

The Responsible Entity may recharge a portion of the auditor's remuneration to the Fund. See the note under "Management Expenses Recharged" in the "Related Parties Disclosures" note to the Financial Statements.

Other services provided by the auditor are the audit of the compliance plan of the Fund and tax compliance services. The auditor's non-audit remuneration is also fully paid by the Responsible Entity.

### 3. INTEREST INCOME

Interest income of the Fund is derived mainly from interest earned on bank accounts which is measured at amortised cost.

### 4. DISTRIBUTIONS TO UNITHOLDERS

The Responsible Entity adopts the policy of distributing as a minimum the net income for tax purposes. The amounts shown as "Distribution payable" in the Balance Sheet represent the components of the distributions for the reporting period which had not been paid at balance date.

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

Distribution Periods ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	0.40	4,533	0.30	1,783
- 31 December	0.90	11,230	0.90	7,528
- 31 March	9.20	107,070	2.90	20,426
- 30 June	-	-	2.35	24,076
<b>Distributions to unitholders</b>		<b>122,833</b>		<b>53,813</b>

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

#### (a) Fair Value Measurements

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss
- Derivative financial instruments

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Other than the financial assets and liabilities classified as fair value through profit or loss, all other financial assets and liabilities of the fund are recognised initially at fair value and are subsequently measured at amortised cost.

#### (b) Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Level 1 for quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 for inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 for inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### (i) Fair Value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the policies set out in Note 1 to the Financial Statements. For the majority of these investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The quoted market price used for financial assets held by the Fund is the current bid price, the appropriate quoted market price for financial liabilities is the current asking price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid and asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

#### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, to allow for additional factors including liquidity risk and counterparty risk.

#### (c) Recognised Fair Value Measurements

The Fund's financial assets held at fair value through profit or loss were unlisted managed investment schemes which are also managed by the Responsible Entity. These Funds are priced daily and offer daily applications and redemptions. The fair value of these investments are classified as Level 2.

As at the end of this financial period the Fund has fully disposed its financial assets held at fair value through profit or loss.

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

The units of the Fund were cancelled on approval for termination of the Fund. On the date of approval of termination on 8 April 2019, the number of units cancelled were 1,281,511.

The Responsible Entity has finalised the disposal of the Fund's financial assets and returned the net cash to unitholders as return of capital. Capital repayment and distributions was paid to the unitholders in proportion of the units held immediately prior to termination. The Board of directors approved the termination of the Fund on 8 April 2019

#### (a) Movements in Net Assets Attributable to Unitholders:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Opening balance	996,535	497,301
Applications	214,180	657,880
Redemptions	(117,686)	(197,769)
Units issued upon reinvestment of distributions	119,525	51,782
Units cancelled on termination	(1,138,366)	-
Change in net assets attributable to unitholders from operations	(74,188)	(12,659)
<b>Closing Balance</b>	<b>-</b>	<b>996,535</b>

#### (b) Capital Risk Management

Prior to the termination of the Fund, the Responsible Entity managed the Fund's net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders. Net assets attributable to unitholders are representative of the expected cash outflows on redemption.

As at 30 June 2019, the termination process is completed and a final repayment of capital has been paid to the unitholders.



# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	48,645	41,154
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	1,256,140	200,328
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(208,800)	(654,134)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(27,835)	1,857
Distribution or Dividend income reinvested	(24,564)	(46,045)
Change in receivables and other assets	86	(27)
Change in payables and other liabilities	(460)	288
<b>Net Cash From/(Used In) Operating Activities</b>	<b>1,043,212</b>	<b>(456,579)</b>

#### (b) Non-cash Financing Activities Carried Out During the Reporting Periods on Normal Commercial Terms and Conditions include:

- Reinvestment of unitholders distributions as disclosed under "Units issued upon reinvestment of distributions" in part (a) of the "Changes in Net Assets Attributable to Unitholders" note to the financial statements.
- Participation in dividend reinvestment plans as disclosed under "Distribution or Dividend Income Reinvested" in part (a) of the "Cash and Cash Equivalents" note to the financial statements.

#### (c) Terms and Conditions on Cash

Cash at bank and in hand, cash held as collateral and deposits at call with financial institutions, earn interest at floating rate as determined by the financial institutions.

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES

#### (a) Responsible Entity

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (the Bank).

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

#### (b) Details of Key Management Personnel

##### (i) Key Management Personnel

The Directors of Colonial First State Investments Limited are considered to be Key Management Personnel. The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or Resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

##### (ii) Compensation of Key Management Personnel

No amounts are paid by the Fund directly to the Directors of the Responsible Entity of the Fund.

Directors are employed as executives of the Commonwealth Bank of Australia, and in that capacity, part of their role is to act as a director of the Responsible Entity. Consequently, no compensation as defined in AASB 124: Related Parties is paid by the Fund to the Directors as Key Management Personnel.

#### (c) Responsible Entity's Management Fees

Under the terms of the Constitution, the Responsible Entity is entitled to receive monthly management fees which are expressed as a percentage of the total assets of the Fund (i.e. excluding liabilities). Management fees are paid directly by the Fund. The table below shows the current fee rates charged.

Where monies are invested into other funds managed by the Responsible Entity the management fees are calculated after rebating fees charged in the underlying funds. As a consequence, the amounts shown in the Statement of Comprehensive Income reflect only the amount of fees charged directly to the Fund.

The management fees rate charged for the current and comparative reporting periods are as follows:

	1/07/2018 - 30/06/2019 %	1/07/2017 - 30/06/2018 %
Management fees rate for the reporting periods	0.86	0.86

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

The Responsible Entity's management fees charged for the reporting periods are as follows:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Management fees charged/(refunded) for the reporting periods	3,562	2,722

Fees due to/(refund from) the Responsible Entity as at the end of the reporting period.

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods	-	344

#### (d) Management Expenses Recharged

The Responsible Entity is responsible for paying the custody fees on behalf of the Fund. The amount paid is based on the overall arrangement in place with the custodian. The Responsible Entity may recharge the custody fees to the Fund. There were no such fees charged to the Fund for the current and previous reporting periods.

The Responsible Entity is also responsible for paying certain expenses (such as audit fees, printing and postage) for the Fund. The amount recharged is based on the lower of the expenses paid or 0.03% of the net assets value of the Fund, however no such expenses were recharged in the current and previous reporting periods.

#### (e) Bank and Deposit Accounts

The bank accounts and 11am deposit accounts for the Fund may be held with the Commonwealth Bank of Australia. Fees and expenses are negotiated on an arm's length basis. Various short term money market, fixed interest securities and foreign currency transactions are from time to time transacted through the Commonwealth Bank of Australia which receives a fee which is negotiated on an arm's length basis.

#### (f) Units Held by Related Parties

Other funds managed by the Responsible Entity or its affiliates may from time to time purchase or redeem units in the Fund. Such activity is undertaken in the ordinary course of business at entry and exit prices available to all investors at the time of the transaction.

There is no interest of Colonial First State Investments Limited and its associates in the Fund.

#### (g) Related Party Transactions

The Fund may transact with other managed investment schemes, which are also managed by the Responsible Entity. These transactions normally consist of the sale or purchase of units in related managed investment schemes and receipt and payment of distributions on normal commercial terms and conditions.

#### (i) Terms and Conditions of Transactions with Related Parties

All related party transactions are made in arm's length transactions on normal commercial terms and conditions. Outstanding balances at period end are unsecured and settlement occurs in cash.

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (g) Related Party Transactions (continued)

##### (ii) Guarantees

There have been no guarantees provided or received for any related party receivables.

##### (h) Investing Activities

##### (i) Related Managed Investment Schemes

The fund held investments in the following managed investment schemes which were managed by Colonial First State Investments Limited. Distributions received are immediately reinvested into additional units.

Investment Name	Units Held At The End of the Period No.	Value of Investment At Period End \$	Interest held in Investment at Period End %	Units Acquired During the Period No.	Units Disposed During the Period No.	Distribution Received \$
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Units held in:

Commonwealth Diversified Fund 10 - Class A

- 2019	-	-	-	240,061	1,268,105	24,564
- 2018	1,028,044	994,941	0.15	710,125	202,771	46,045

##### (ii) Related Listed Securities

The Fund did not invest in any related listed securities.

##### (iii) Other related Financial Instruments

The Fund did not invest in derivatives, money market and fixed interest securities issued by the Commonwealth Bank of Australia and its associates.

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT

Prior to the termination of the Fund, its investing activities may expose the Fund to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The overall risk management program used to focus on ensuring compliance with its Product Disclosure Statement/Information Memorandum and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. A Fund may use derivative financial instruments to alter certain risk exposures. Financial risk management is carried out by the respective investment management departments (Investment Managers) and regularly monitored by the Investment Review Services Department of the Responsible Entity.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk.

#### (a) Market Risk

##### (i) Price Risk

Prior to the termination of the Fund, financial assets are either directly or indirectly exposed to price risk. This arises from investments held for which prices in the future are uncertain. They are classified on the balance sheet at fair value through profit or loss. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Investment Manager may mitigate price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement/Information Memorandum or Constitutions and are monitored by the Investment Review Services Department of the Responsible Entity.

As at end of the current reporting date the Fund has fully disposed its investments and is not subject to any price risk.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements, summarises the impact of an increase/decrease of the Australian and global indexes on a Fund's net assets attributable to unitholders at the end of the reporting periods. The analysis is based on the assumptions that the relevant indexes increased or decreased as tabled with all other variables held constant and that the fair value of the Fund which has indirect exposures to equity securities and derivatives moved according to the historical correlation with the indexes. Any Fund which invests in various asset classes, such as a multi-sector Fund, will have a weighted average movement calculated based on the proportion of their investments in the those classes.

##### (ii) Foreign Exchange Risk

The Fund does not hold monetary or non-monetary assets denominated in currencies other than the Australian dollars and therefore is not exposed to foreign exchange risk.

##### (iii) Interest Rate Risk

The exposure to interest rate risk of the Fund is limited to its cash and cash equivalents or bank overdraft, which earns/ (charges) a floating rate of interest.

As at the end of the current reporting date the Fund is not exposed to interest rate risk.

# FIRSTCHOICE MULTI-INDEX MODERATE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis

The following table summarises the sensitivity of the Fund's operating profit or loss and net assets attributable to unitholders to interest rate risk, foreign exchange risk and other price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates, historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of and/or correlation between the performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

The Fund may not be subject to all these risks and are denoted with "-" in the table below.

	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
30/06/2019	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-13.00% \$	13.00% \$
	-	-	-	-	-	-
30/06/2018	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-13.00% \$	13.00% \$
	( 14)	14	-	-	( 129,342)	129,342

#### (c) Credit risk

Prior to the termination of the Fund, the Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk primarily arises from investments in debt securities and derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

The Investment Review Services Department of the Responsible Entity regularly monitors the credit risks that arise from holding these securities.

As at the end of the current and previous reporting periods the Fund has no exposure to credit risk.

#### (d) Liquidity risk

Prior to the Fund's termination, the Fund was exposed to daily cash redemptions of redeemable units. The Fund is in the process of realising all its assets and returning to unitholders the net proceeds.

As at the end of the current reporting period the Fund has made a final return of capital to the unitholders and therefore no longer subject to any liquidity risk.

## **FIRSTCHOICE MULTI-INDEX MODERATE**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

#### **10. DERIVATIVE FINANCIAL INSTRUMENTS**

In the normal course of business the Fund may enter into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

The Fund did not enter into transactions in any derivative financial instruments during the current and previous reporting periods.

#### **11. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The Fund will present the fair value of its derivative assets and liabilities on a gross basis. Certain derivative financial instruments are subject to enforceable master netting arrangements, such as an International Swaps and Derivatives Association (ISDA) master netting agreement. In certain circumstances, for example, when a credit event such as a default occurs, all outstanding transactions under the ISDA agreement are terminated, the termination value is assessed and only a single net amount may be payable in settlement of all transactions.

The Fund does not invest in derivatives and is therefore not subject to master netting arrangements.

#### **12. STRUCTURED ENTITIES**

The Fund has exposures to unconsolidated structured entities through trading activities. The Fund typically has no other involvement with the structured entity other than the securities it holds as part of trading activities and its maximum exposure to loss is restricted to the carrying value of the asset.

Exposure to trading assets are managed in accordance with financial risk management practices as set out in "Financial Risk Management" note, which includes an indication of changes in risk measures compared to prior year.

#### **13. CONTINGENT LIABILITIES AND COMMITMENTS**

The Fund did not have any contingent liabilities or commitments at the end of the current and previous reporting period.

#### **14. EVENTS AFTER BALANCE SHEET DATE**

No significant events have occurred since balance sheet date which would impact on the financial position of the Fund disclosed in the Balance Sheet as at 30 June 2019 or on the results and cash flows of the Fund for the reporting period ended on that date.

**FIRSTCHOICE MULTI-INDEX MODERATE**

**DIRECTORS' DECLARATION  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

In the opinion of the Directors of Colonial First State Investments Limited:

- a) the financial statements and notes to the financial statements of the above mentioned Fund are in accordance with the Corporations Act 2001, including:
  - i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - ii) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its performance for the reporting period ended on that date, and
- b) as disclosed in Note 1(a) to the financial statements, the Fund is being terminated. However, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable, and
- c) the financial statements comply with International Financial Reporting Standards issued by the International Accounting Standards Board as stated in Note 1.

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



Penelope James  
Director  
Sydney  
23 August 2019





## Independent auditor's report

To the unitholders of Colonial First State - FirstChoice Investments - Moderate Fund Number 4

### Our opinion

In our opinion:

The accompanying financial report of Colonial First State - FirstChoice Investments - Moderate Fund Number 4 (the Registered Scheme) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Scheme's financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### What we have audited

The financial report comprises:

- the balance sheet as at 30 June 2019
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the cash flow statement for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

### Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

### Independence

We are independent of the Registered Scheme in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

### Emphasis of matter - going concern basis of accounting no longer appropriate

We draw attention to Note 1(a) to the financial report, the directors of the Responsible Entity of the Registered Scheme (the directors) have resolved to terminate the Fund. As a result, the financial report has been prepared on a liquidation basis and not on a going concern basis. Our opinion is not modified in respect of this matter.

#### PricewaterhouseCoopers, ABN 52 780 433 757

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### *Other information*

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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### *Responsibilities of the directors for the financial report*

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Registered Scheme to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Registered Scheme or to cease operations, or have no realistic alternative but to do so.

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### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.



A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read "PricewaterhouseCoopers", written in a cursive style.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read "CJ Cummins", written in a cursive style.

CJ Cummins  
Partner

Sydney  
23 August 2019

# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - MULTI-SECTOR FUND 1**

( also referred to in this Financial Report as COLONIAL FIRST STATE MULTI-ASSET REAL RETURN )

ARSN : 168 562 730

## **FINAL FINANCIAL REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Responsible Entity of the Fund**

**COLONIAL FIRST STATE INVESTMENTS LIMITED**

**ABN: 98 002 348 352**

Ground Floor Tower 1, 201 Sussex Street  
SYDNEY NSW 2000

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - MULTI-SECTOR FUND 1

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# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

The Directors of Colonial First State Investments Limited, the Responsible Entity of the Fund as stated above, present their report together with the Financial Report of the Fund for the reporting period as stated below.

The registered name of the Fund is Colonial First State - FirstChoice Investments - Multi-Sector Fund 1 and is referred to in this Financial Report as Colonial First State Multi-Asset Real Return.

### Reporting Period

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

### Date of Constitution and Date of Registration of the Fund

The date of Constitution and Registration of the Fund with the Australian Securities & Investment Commission (ASIC) are as follows:

Date of Constitution	28/02/2014
Date of Registration	28/03/2014

### Termination of the Fund

The Board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution.

The Responsible Entity has realised all the assets of the Fund and a final capital repayment has been made to the unitholders.

As at 30 June 2019 the Fund has ceased operation and a final capital repayment has been paid to the unitholder.

This is the final Financial Report for the Fund.

### Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

### Review of Operations

#### Income

The result of the operation for the Fund for the current and previous reporting periods are tabled below:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Operating profit/(loss) attributable to unitholders	5,327	540

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders

The total amount distributed to unitholders for the current and previous reporting period are as follows:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Amount distributed during the reporting periods	15,154	1,247

Details of the income distributions for the reporting periods ended 30 June 2019 and 30 June 2018 are disclosed in the "Distributions to Unitholders" note to the financial statements.

#### Exit Prices

There is no exit price as the units of the Fund were cancelled upon approval of termination of the Fund.

	30/06/2018 \$
Ex-distribution exit unit price	1.0311

### Responsible Entity and Directors

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (ABN 48 123 123 124).

The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

### Scheme Information

The Fund is a registered managed investment scheme domiciled in Australia and has its principal place of business at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

# **COLONIAL FIRST STATE MULTI-ASSET REAL RETURN**

## **DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **Unit Pricing Adjustments Policy**

There are a number of factors used to calculate unit prices. The key factors include asset valuations, liabilities, debtors, the number of units on issue and where relevant, transaction costs. When the factors used to calculate the unit price are incorrect an adjustment to the unit price may be required. The Responsible Entity uses a variance of 0.30% (0.05% for a cash investment option) in the unit price before correcting the unit price.

If a unit pricing error is greater than these tolerance levels the Responsible Entity will:

- compensate unitholders' accounts balance if they have transacted on the incorrect unit price or make other adjustments as the Responsible Entity may consider appropriate, or
- where unitholders' accounts are closed the Responsible Entity will send them a payment if the amount of the adjustment is more than \$20.

These tolerance levels are consistent with regulatory practice guidelines and industry standards. In some cases, the Responsible Entity may compensate where the unit pricing error is less than the tolerance levels.

### **Significant Changes in the State of Affairs**

The Fund was terminated as at 30 June 2019.

### **Matters Subsequent to the End of the Reporting Period**

This is the final Financial Report for the Fund.

No matters or circumstances have arisen since 30 June 2019 that have significantly affected, or may significantly affect the position of the Fund.

### **Indemnification and Insurance Premiums for Officers and Auditor**

No insurance premiums are paid for out of the assets of the Fund in relation to insurance cover provided to Colonial First State Investments Limited or the auditor of the Fund. So long as the officers of Colonial First State Investments Limited act in accordance with the Constitution and the Corporations Act 2001, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund. The auditor of the Fund is in no way indemnified out of the assets of the Fund.

The Commonwealth Bank of Australia (CBA) has paid insurance premiums for the benefit of the Directors and Officers of the Responsible Entity, a wholly owned subsidiary of CBA. 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 insurance contracts.

### **Likely Developments and Expected Results of Operations**

As at 30 June 2019 the termination process is complete and a final repayment of capital to the unitholders has been made. This is the final Financial Report for the Fund.



# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Fees Paid to and Received by the Responsible Entity or its Associates

Fees paid or payable to the Responsible Entity and its associates out of the Fund's assets during the reporting period are disclosed in the Statement of Comprehensive Income.

No fees were paid to the Directors of the Responsible Entity during the reporting period out of the Fund's assets.

### Interests in the Fund

Prior to the termination of the Fund, the units issued and redeemed in the Fund during the period and the number of units on issue at the end of the financial period were set out in "Changes in Net Assets Attributable to Unitholders" note to the financial statements. The value of the Fund's assets at the end of the financial period is set out in the Balance Sheet. Upon approval for termination, the units of the Fund were cancelled. Each unitholder will continue to be entitled to their share of distribution or capital repayment in the same proportion as at the date of termination. A final capital repayment has been paid to the unitholders.

There are no interests in the Fund held by the Responsible Entity or its associates at the end of the previous reporting period.

### Environmental Regulation

The Fund's operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

### Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out in the following page.

Signed in accordance with a resolution of the Directors of Colonial First State Investments Limited.



Penelope James  
Director  
Sydney  
23 August 2019



## *Auditor's Independence Declaration*

As lead auditor for the audit of Colonial First State - FirstChoice Investments - Multi-Sector Fund 1 for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'CJ Cummins', with a long horizontal stroke extending to the right.

CJ Cummins  
Partner  
PricewaterhouseCoopers

Sydney  
23 August 2019

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## STATEMENT OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>
Interest income	3	1	1
Distribution income		1,332	2,318
Net gains/(losses) on financial instruments at fair value through profit or loss		4,441	(1,432)
Other income		1	-
<b>Total investment income/(loss)</b>		<b>5,775</b>	<b>887</b>
<b>Expenses</b>			
Responsible Entity's management fees	8(c)	411	319
Responsible Entity's Expenses recharged	8(d)	35	23
Other expenses		2	5
<b>Total operating expenses</b>		<b>448</b>	<b>347</b>
<b>Profit/(Loss) for the period</b>		<b>5,327</b>	<b>540</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>5,327</b>	<b>540</b>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## BALANCE SHEET AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Assets</b>			
Cash and cash equivalents		-	351
Trade and other receivables:			
- due from brokers - receivable			
- others		-	14
Financial assets held at fair value through profit or loss	5	-	126,094
<b>Total assets</b>		-	<b>126,459</b>
<b>Liabilities</b>			
Responsible Entity - fee	8(c)	-	46
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		-	<b>46</b>
<b>Net assets attributable to unitholders</b>		-	<b>126,413</b>

The above Balance Sheet should be read in conjunction with the accompanying notes.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Opening equity at the beginning of the period</b>		126,413	31,067
Profit/(Loss) for the period		5,327	540
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>5,327</b>	<b>540</b>
<b>Transactions with owners in their capacity as owners</b>			
Distribution to unitholders	4	(15,154)	(1,247)
Application of units		-	102,401
Redemption of units		(129,787)	(7,284)
Reinvestment during the period		13,201	936
<b>Closing equity at the end of the period</b>		<b>-</b>	<b>126,413</b>

The above Statement of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## CASH FLOW STATEMENT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments		131,867	7,885
Payments for purchase of financial instruments		-	(102,093)
Interest received		1	2
Responsible Entity fee received/ (paid)		(443)	(294)
Others		(36)	(28)
<b>Net cash (used in)/from operating activities</b>	7(a)	<b>131,389</b>	<b>(94,528)</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units		-	102,401
Payment for redemption of units		(129,787)	(7,284)
Distributions paid		(1,953)	(321)
<b>Net cash (used in)/from financing activities</b>		<b>(131,740)</b>	<b>94,796</b>
<b>Net movement in cash and cash equivalents</b>		<b>(351)</b>	<b>268</b>
Add opening cash and cash equivalents brought forward		351	83
<b>Closing cash and cash equivalents carried forward</b>		<b>-</b>	<b>351</b>

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Non-going Concern Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the Fund's Constitution and the requirements of the Corporations Act 2001, which includes Accounting Standards. Other mandatory professional reporting requirements have also been complied with.

The board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution. Consequently the Directors have determined that the going concern basis of preparation is no longer appropriate.

Following termination of the Fund, the Responsible Entity has:

- (i) realised all the assets of the Fund;
- (ii) prepared a final set of accounts and processed the final repayment of capital and income distribution;
- (iii) distributed to the unitholders the net income of the Fund; and
- (iv) cancelled the units held by the unitholders in accordance with the provisions of the Constitution.

The termination process was substantially completed as at 30 June 2019.

The Fund is a for-profit unit trust for the purpose of preparing the financial statements.

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

The financial information presented in this financial report for the reporting period has been prepared on the basis that the Fund is not a going concern for financial reporting purposes.

The Balance Sheet is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be settled within twelve months, except for financial assets held at fair value through profit or loss and net assets attributable to unitholders which may take longer to realise or settle within the next twelve months.

The financial report is prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Both the functional and presentational currency of the Fund are Australian dollars.

The financial report was authorised for issue by the Directors of the Responsible Entity on 23 August 2019. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (a) Non-going Concern Basis of Preparation

#### (i) New and Amended Standards adopted by the Funds

AASB 9 Financial Instruments became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139.

Classification and measurement of debt securities is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund has elected to restate the comparative period presented to comply with AASB 9. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.



# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (b) Investments in Financial Assets and Liabilities Held at Fair Value through Profit or Loss

##### (i) Classification

###### Assets

The Fund classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model objective. Consequently, the debt securities are measured at fair value through profit or loss.

##### (ii) Recognition/Derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all of the risks and rewards of ownership.

##### (iii) Measurement

At initial recognition, the Fund measures financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see "Financial Assets and Liabilities at Fair Value through Profit or Loss" note to the financial statements.

##### (iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to the "Offsetting Financial Assets and Financial Liabilities" note to the financial statements for further information.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (c) Investment Income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income and distribution income when the Fund's right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in the "Financial assets and liabilities at fair value through profit or loss" note to the financial statements.

#### (d) Due from/to Brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and consequently measured at amortised cost.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (e) Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank, deposits at call with financial institutions and short-term bank deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statement, cash and cash equivalents are as defined above, net of outstanding bank overdrafts.

Derivative cash accounts comprise of margin accounts and cash held as collateral for derivative transactions and short sales. The cash is held by the broker and is only available to meet margin calls.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (f) Receivables

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 1(c) above. Amounts are generally received within 30 days of being recorded as receivables.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

#### (g) Payables

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period. As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the balance sheet as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

#### (h) Taxation

Under current legislation, the Fund is not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

#### (i) Distributions to Unitholders

Distributions are payable as set out in the Fund's Product Disclosure Statement. Such distributions are determined by the Responsible Entity of the Fund. Distributable income includes capital gains arising from the disposal of financial assets and liabilities held at fair value through profit or loss. Unrealised gains and losses on financial assets and liabilities held at fair value through profit or loss that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any realised capital gains.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (j) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Fund. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Fund's units have been classified as equity as they satisfied all the above criteria.

#### (k) Terms and Conditions on Units

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

- have their units redeemed;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Fund.

The rights, obligations and restrictions attached to each unit are identical in all respects.

#### (l) Applications and Redemptions

Prior to the termination of the Fund, applications received for units in the Fund are recorded net of any entry fees payable (where applicable) prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable (where applicable) after the cancellation of units redeemed.

Upon the termination of the Fund, the issue, switching and redemption of units ceased.

#### (m) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST.

Reduced input tax credits (RITC) recoverable by the Fund from the Australian Taxation Office are recognised as receivables in the Balance Sheet.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (n) Expense Recognition

All expenses, including responsible entity's fees and custodian fees, are recognised in profit or loss on an accruals basis.

#### (o) Use of Estimates

The Responsible Entity makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund invests in managed investment schemes which are also managed by the Responsible Entity. For the majority of the financial instruments of these managed investment schemes, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### (p) Unit Prices

Prior to the termination of the Fund, unit prices are determined in accordance with the Fund's Constitution and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities held at fair value through profit or loss for unit pricing purposes are valued on a "last sale" price basis.

Following the termination of the Fund, the units were fully cancelled and no unit prices were calculated.

#### (q) Investment Entity

Prior to termination of the Fund, the Responsible Entity has determined that the Fund is an investment entity under the definition in AASB 10 as it met the following criteria:

- (a) the Fund has obtained funds from unitholders for the purpose of providing them with investment management services;
- (b) the Fund's business purpose, which it communicated directly to unitholders, is investing solely for returns from capital appreciation and investment income; and
- (c) the performance of investments made by the Fund is measured and evaluated on a fair value basis.

Prior to the termination, the Fund had met all of the typical characteristics of investment entities.

#### (r) Transactions in Foreign Currencies

The Fund mainly transacts in Australian currency.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (s) New Application of Accounting Standards

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Fund.

#### (t) Structured Entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. Structured entities are generally created to achieve a narrow and well defined objective with restrictions around their ongoing activities. Depending on the Fund's power over the activities of the entity and its exposure to and ability to influence its own returns, it may control the entity. However, the Fund applies the Investment Entity Exemption available under AASB10 and therefore does not consolidate its controlled entities (Note 1(p)). In other cases it may have exposure to such an entity but not control it.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Fund. Such interests include holdings of units in unlisted trusts, including managed investment schemes. The nature and extent of the Fund's interests in structured entities are titled "managed investment schemes" and are summarised in Note 1(b), "Financial Assets Held at Fair Value through Profit or Loss" and "Related Parties Disclosures" notes where appropriate. The total size of the structured entities that the Fund has exposure to is the net assets of the "managed investment schemes", which is determined based on the percentage interest held and carrying value disclosed in the "Related Parties Disclosures" note.

### 2. AUDITOR'S REMUNERATION

The auditor's remuneration in respect of auditing the financial reports is fully paid by the Responsible Entity.

The Responsible Entity may recharge a portion of the auditor's remuneration to the Fund. See the note under "Management Expenses Recharged" in the "Related Parties Disclosures" note to the Financial Statements.

Other services provided by the auditor are the audit of the compliance plan of the Fund and tax compliance services. The auditor's non-audit remuneration is also fully paid by the Responsible Entity.

### 3. INTEREST INCOME

Interest income of the Fund is derived mainly from interest earned on bank accounts which is measured at amortised cost.

### 4. DISTRIBUTIONS TO UNITHOLDERS

The Responsible Entity adopts the policy of distributing as a minimum the net income for tax purposes. The amounts shown as "Distribution payable" in the Balance Sheet represent the components of the distributions for the reporting period which had not been paid at balance date.

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

Distribution Periods ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	-	-	-	-
- 31 December	-	-	1.60	1,247
- 31 March	13.40	15,154	-	-
- 30 June	-	-	-	-
<b>Distributions to unitholders</b>		<b>15,154</b>		<b>1,247</b>

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

#### (a) Fair Value Measurements

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss
- Derivative financial instruments

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Other than the financial assets and liabilities classified as fair value through profit or loss, all other financial assets and liabilities of the fund are recognised initially at fair value and are subsequently measured at amortised cost.

#### (b) Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Level 1 for quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 for inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 for inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### (i) Fair Value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the policies set out in Note 1 to the Financial Statements. For the majority of these investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The quoted market price used for financial assets held by the Fund is the current bid price, the appropriate quoted market price for financial liabilities is the current asking price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid and asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

#### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, to allow for additional factors including liquidity risk and counterparty risk.

#### (c) Recognised Fair Value Measurements

The Fund's financial assets held at fair value through profit or loss were unlisted managed investment schemes which are also managed by the Responsible Entity. These Funds are priced daily and offer daily applications and redemptions. The fair value of these investments are classified as Level 2.

As at the end of this financial period the Fund has fully disposed its financial assets held at fair value through profit or loss.



# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

The units of the Fund were cancelled on approval for termination of the Fund. On the date of approval of termination on 8 April 2019, the number of units cancelled were 127,025. The Responsible Entity is in the process of realising investment assets and has returned the net cash to unitholders as final return of capital.

The Responsible Entity has finalised the disposal of the Fund's financial assets and returned the net cash to unitholders as return of capital. Capital repayment and distributions was paid to the unitholders in proportion of the units held immediately prior to termination. The Board of directors approved the termination of the Fund on 8 April 2019

#### (a) Movements in Net Assets Attributable to Unitholders:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Opening balance	126,413	31,067
Applications	-	102,401
Redemptions	(9,545)	(7,284)
Units issued upon reinvestment of distributions	13,201	936
Units cancelled on termination	(120,242)	-
Change in net assets attributable to unitholders from operations	(9,827)	(707)
<b>Closing Balance</b>	<b>-</b>	<b>126,413</b>

#### (b) Capital Risk Management

Prior to the termination of the Fund, the Responsible Entity managed the Fund's net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders. Net assets attributable to unitholders are representative of the expected cash outflows on redemption.

As at 30 June 2019, the termination process is completed and a final repayment of capital has been paid to the unitholders.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	5,327	540
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	131,867	7,885
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	-	(102,093)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(4,441)	1,432
Distribution or Dividend income reinvested	(1,332)	(2,318)
Change in receivables and other assets	14	(9)
Change in payables and other liabilities	(46)	35
<b>Net Cash From/(Used In) Operating Activities</b>	<b>131,389</b>	<b>(94,528)</b>

#### (b) Non-cash Financing Activities Carried Out During the Reporting Periods on Normal Commercial Terms and Conditions include:

- Reinvestment of unitholders distributions as disclosed under "Units issued upon reinvestment of distributions" in part (a) of the "Changes in Net Assets Attributable to Unitholders" note to the financial statements.
- Participation in dividend reinvestment plans as disclosed under "Distribution or Dividend Income Reinvested" in part (a) of the "Cash and Cash Equivalents" note to the financial statements.

#### (c) Terms and Conditions on Cash

Cash at bank and in hand, cash held as collateral and deposits at call with financial institutions, earn interest at floating rate as determined by the financial institutions.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (a) Responsible Entity

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (the Bank).

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

#### (b) Details of Key Management Personnel

##### (i) Key Management Personnel

The Directors of Colonial First State Investments Limited are considered to be Key Management Personnel. The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or Resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

##### (ii) Compensation of Key Management Personnel

No amounts are paid by the Fund directly to the Directors of the Responsible Entity of the Fund.

Directors are employed as executives of the Commonwealth Bank of Australia, and in that capacity, part of their role is to act as a director of the Responsible Entity. Consequently, no compensation as defined in AASB 124: Related Parties is paid by the Fund to the Directors as Key Management Personnel.

#### (c) Responsible Entity's Management Fees

Under the terms of the Constitution, the Responsible Entity is entitled to receive monthly management fees which are expressed as a percentage of the total assets of the Fund (i.e. excluding liabilities). Management fees are paid directly by the Fund. The table below shows the current fee rates charged.

Where monies are invested into other funds managed by the Responsible Entity the management fees are calculated after rebating fees charged in the underlying funds. As a consequence, the amounts shown in the Statement of Comprehensive Income reflect only the amount of fees charged directly to the Fund.

The management fees rate charged for the current and comparative reporting periods are as follows:

	1/07/2018 - 30/06/2019 %	1/07/2017 - 30/06/2018 %
Management fees rate for the reporting periods	1.30	1.30

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

The Responsible Entity's management fees charged for the reporting periods are as follows:

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Management fees charged/(refunded) for the reporting periods	411	319

Fees due to/(refund from) the Responsible Entity as at the end of the reporting period.

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods	-	46

#### (d) Management Expenses Recharged

The Responsible Entity is responsible for paying the custody fees on behalf of the Fund. The amount paid is based on the overall arrangement in place with the custodian. The Responsible Entity may recharge the custody fees to the Fund. There were no such fees charged to the Fund for the current and previous reporting periods.

The Responsible Entity is also responsible for paying certain expenses (such as audit fees, printing and postage) for the Fund. The amount recharged is based on the lower of the expenses paid or 0.03% of the net assets value of the Fund, however no such expenses were recharged in the current and previous reporting periods.

#### (e) Bank and Deposit Accounts

The bank accounts and 11am deposit accounts for the Fund may be held with the Commonwealth Bank of Australia. Fees and expenses are negotiated on an arm's length basis. Various short term money market, fixed interest securities and foreign currency transactions are from time to time transacted through the Commonwealth Bank of Australia which receives a fee which is negotiated on an arm's length basis.

#### (f) Units Held by Related Parties

Other funds managed by the Responsible Entity or its affiliates may from time to time purchase or redeem units in the Fund. Such activity is undertaken in the ordinary course of business at entry and exit prices available to all investors at the time of the transaction.

There is no interest of Colonial First State Investments Limited and its associates in the Fund.

#### (g) Related Party Transactions

The Fund may transact with other managed investment schemes, which are also managed by the Responsible Entity. These transactions normally consist of the sale or purchase of units in related managed investment schemes and receipt and payment of distributions on normal commercial terms and conditions.

#### (i) Terms and Conditions of Transactions with Related Parties

All related party transactions are made in arm's length transactions on normal commercial terms and conditions. Outstanding balances at period end are unsecured and settlement occurs in cash.

#### (ii) Guarantees

There have been no guarantees provided or received for any related party receivables.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities

#### (i) Related Managed Investment Schemes

The fund held investments in the following managed investment schemes which were managed by Colonial First State Investments Limited. Distributions received are immediately reinvested into additional units.

Investment Name	Units Held At The End of the Period No.	Value of Investment At Period End \$	Interest held in Investment at Period End %	Units Acquired During the Period No.	Units Disposed During the Period No.	Distribution Received \$
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Units held in:

Colonial First State Global Asset Management Multi Sector Trust 1

- 2019	-	-	-	1,242	121,297	1,332
- 2018	120,055	126,094	0.05	98,045	7,494	2,318

#### (ii) Related Listed Securities

The Fund did not invest in any related listed securities.

#### (iii) Other related Financial Instruments

The Fund did not invest in derivatives, money market and fixed interest securities issued by the Commonwealth Bank of Australia and its associates.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT

Prior to the termination of the Fund, its investing activities may expose the Fund to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The overall risk management program used to focus on ensuring compliance with its Product Disclosure Statement/Information Memorandum and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. A Fund may use derivative financial instruments to alter certain risk exposures. Financial risk management is carried out by the respective investment management departments (Investment Managers) and regularly monitored by the Investment Review Services Department of the Responsible Entity.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk.

#### (a) Market Risk

##### (i) Price Risk

Prior to the termination of the Fund, financial assets are either directly or indirectly exposed to price risk. This arises from investments held for which prices in the future are uncertain. They are classified on the balance sheet at fair value through profit or loss. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Investment Manager may mitigate price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement/Information Memorandum or Constitutions and are monitored by the Investment Review Services Department of the Responsible Entity.

As at end of the current reporting date the Fund has fully disposed its investments and is not subject to any price risk.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements, summarises the impact of an increase/decrease of the Australian and global indexes on a Fund's net assets attributable to unitholders at the end of the reporting periods. The analysis is based on the assumptions that the relevant indexes increased or decreased as tabled with all other variables held constant and that the fair value of the Fund which has indirect exposures to equity securities and derivatives moved according to the historical correlation with the indexes. Any Fund which invests in various asset classes, such as a multi-sector Fund, will have a weighted average movement calculated based on the proportion of their investments in the those classes.

##### (ii) Foreign Exchange Risk

The Fund does not hold monetary or non-monetary assets denominated in currencies other than the Australian dollars and therefore is not exposed to foreign exchange risk.

##### (iii) Interest Rate Risk

The exposure to interest rate risk of the Fund is limited to its cash and cash equivalents or bank overdraft, which earns/ (charges) a floating rate of interest.

As at the end of the current reporting date the Fund is not exposed to interest rate risk.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis

The following table summarises the sensitivity of the Fund's operating profit or loss and net assets attributable to unitholders to interest rate risk, foreign exchange risk and other price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates, historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of and/or correlation between the performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

The Fund may not be subject to all these risks and are denoted with "-" in the table below.

	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
30/06/2019	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-13.00% \$	13.00% \$
	-	-	-	-	-	-
30/06/2018	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-13.00% \$	13.00% \$
	( 2)	2	-	-	( 16,392)	16,392

#### (c) Credit risk

Prior to the termination of the Fund, the Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk primarily arises from investments in debt securities and derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

As at the end of the current and previous reporting periods the Fund has no exposure to credit risk.

Prior to termination, the Fund was exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk primarily arises from investments in debt securities and derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

# COLONIAL FIRST STATE MULTI-ASSET REAL RETURN

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 10. DERIVATIVE FINANCIAL INSTRUMENTS

In the normal course of business the Fund may enter into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

The Fund did not enter into transactions in any derivative financial instruments during the current and previous reporting periods.

### 11. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The Fund will present the fair value of its derivative assets and liabilities on a gross basis. Certain derivative financial instruments are subject to enforceable master netting arrangements, such as an International Swaps and Derivatives Association (ISDA) master netting agreement. In certain circumstances, for example, when a credit event such as a default occurs, all outstanding transactions under the ISDA agreement are terminated, the termination value is assessed and only a single net amount may be payable in settlement of all transactions.

The Fund does not invest in derivatives and is therefore not subject to master netting arrangements.

### 12. STRUCTURED ENTITIES

The Fund has exposures to unconsolidated structured entities through trading activities. The Fund typically has no other involvement with the structured entity other than the securities it holds as part of trading activities and its maximum exposure to loss is restricted to the carrying value of the asset.

Exposure to trading assets are managed in accordance with financial risk management practices as set out in "Financial Risk Management" note, which includes an indication of changes in risk measures compared to prior year.

### 13. CONTINGENT LIABILITIES AND COMMITMENTS

The Fund did not have any contingent liabilities or commitments at the end of the current and previous reporting period.

### 14. EVENTS AFTER BALANCE SHEET DATE

No significant events have occurred since balance sheet date which would impact on the financial position of the Fund disclosed in the Balance Sheet as at 30 June 2019 or on the results and cash flows of the Fund for the reporting period ended on that date.



**COLONIAL FIRST STATE MULTI-ASSET REAL RETURN**

**DIRECTORS' DECLARATION  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

In the opinion of the Directors of Colonial First State Investments Limited:

- a) the financial statements and notes to the financial statements of the above mentioned Fund are in accordance with the Corporations Act 2001, including:
  - i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - ii) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its performance for the reporting period ended on that date, and
- b) as disclosed in Note 1(a) to the financial statements, the Fund is being terminated. However, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable, and
- c) the financial statements comply with International Financial Reporting Standards issued by the International Accounting Standards Board as stated in Note 1.

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



Penelope James  
Director  
Sydney  
23 August 2019



## Independent auditor's report

To the unitholders of Colonial First State - FirstChoice Investments - Multi-Sector Fund 1

### Our opinion

In our opinion:

The accompanying financial report of Colonial First State - FirstChoice Investments - Multi-Sector Fund 1 (the Registered Scheme) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Scheme's financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### What we have audited

The financial report comprises:

- the balance sheet as at 30 June 2019
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the cash flow statement for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

### Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

### Independence

We are independent of the Registered Scheme in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

### Emphasis of matter - going concern basis of accounting no longer appropriate

We draw attention to Note 1(a) to the financial report, the directors of the Responsible Entity of the Registered Scheme (the directors) have resolved to terminate the Fund. As a result, the financial report has been prepared on a liquidation basis and not on a going concern basis. Our opinion is not modified in respect of this matter.

**PricewaterhouseCoopers, ABN 52 780 433 757**

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### *Other information*

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

---

### *Responsibilities of the directors for the financial report*

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Registered Scheme to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Registered Scheme or to cease operations, or have no realistic alternative but to do so.

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### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.



A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read "PricewaterhouseCoopers", written in a cursive style.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read "CJ Cummins", written in a cursive style.

CJ Cummins  
Partner

Sydney  
23 August 2019

# **COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - SPECIALIST FUND 38**

( also referred to in this Financial Report as FRANKLIN TEMPLETON MULTISECTOR BOND )

ARSN : 604 596 741

## **FINAL FINANCIAL REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Responsible Entity of the Fund**

**COLONIAL FIRST STATE INVESTMENTS LIMITED**

**ABN: 98 002 348 352**

Ground Floor Tower 1, 201 Sussex Street  
SYDNEY NSW 2000

# COLONIAL FIRST STATE - FIRSTCHOICE INVESTMENTS - SPECIALIST FUND 38

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# FRANKLIN TEMPLETON MUTLISECTOR BOND

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

The Directors of Colonial First State Investments Limited, the Responsible Entity of the Fund as stated above, present their report together with the Financial Report of the Fund for the reporting period as stated below.

The registered name of the Fund is Colonial First State - FirstChoice Investments - Specialist Fund 38 and is referred to in this Financial Report as Franklin Templeton Multisector Bond.

### Reporting Period

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

### Date of Constitution and Date of Registration of the Fund

The date of Constitution and Registration of the Fund with the Australian Securities & Investment Commission (ASIC) are as follows:

Date of Constitution	26/02/2015
Date of Registration	12/03/2015

### Termination of the Fund

The Board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution.

The Responsible Entity has realised all the assets of the Fund and a final capital repayment has been made to the unitholders.

As at 30 June 2019 the Fund has ceased operation and a final capital repayment has been paid to the unitholder.

This is the final Financial Report for the Fund.

### Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

### Review of Operations

#### Income

The result of the operation for the Fund for the current and previous reporting periods are tabled below:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Operating profit/(loss) attributable to unitholders	19,157	(21,946)

# FRANKLIN TEMPLETON MUTLISECTOR BOND

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders

The total amount distributed to unitholders for the current and previous reporting period are as follows:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Amount distributed during the reporting periods	30,754	44,966

Details of the income distributions for the reporting periods ended 30 June 2019 and 30 June 2018 are disclosed in the "Distributions to Unitholders" note to the financial statements.

#### Exit Prices

There is no exit price as the units of the Fund were cancelled upon approval of termination of the Fund.

Prior to the termination of the Fund, the exit price in the comparative period was the price at which unitholders would realise an entitlement in the Fund and was calculated by deducting a predetermined cost of selling (commonly known as the "sell spread"), if applicable, from the net asset value per unit ("NAV unit price") of the Fund. NAV unit price is calculated by taking the total fair value of all of the Fund's assets on a particular day, adjusting for any liabilities and then dividing the net fund value by the total number of units held by unitholders on that day.

The unit price (the ex-distribution exit unit price) at the end of the prior reporting period was:

	30/06/2018 \$
Ex-distribution exit unit price	0.9222

### Responsible Entity and Directors

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (ABN 48 123 123 124).

The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.



# **FRANKLIN TEMPLETON MUTLISECTOR BOND**

## **DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **Scheme Information**

The Fund is a registered managed investment scheme domiciled in Australia and has its principal place of business at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

### **Unit Pricing Adjustments Policy**

There are a number of factors used to calculate unit prices. The key factors include asset valuations, liabilities, debtors, the number of units on issue and where relevant, transaction costs. When the factors used to calculate the unit price are incorrect an adjustment to the unit price may be required. The Responsible Entity uses a variance of 0.30% (0.05% for a cash investment option) in the unit price before correcting the unit price.

If a unit pricing error is greater than these tolerance levels the Responsible Entity will:

- compensate unitholders' accounts balance if they have transacted on the incorrect unit price or make other adjustments as the Responsible Entity may consider appropriate, or
- where unitholders' accounts are closed the Responsible Entity will send them a payment if the amount of the adjustment is more than \$20.

These tolerance levels are consistent with regulatory practice guidelines and industry standards. In some cases, the Responsible Entity may compensate where the unit pricing error is less than the tolerance levels.

### **Significant Changes in the State of Affairs**

The Fund was terminated as at 30 June 2019.

### **Matters Subsequent to the End of the Reporting Period**

This is the final Financial Report for the Fund.

No matters or circumstances have arisen since 30 June 2019 that have significantly affected, or may significantly affect the position of the Fund.

### **Indemnification and Insurance Premiums for Officers and Auditor**

No insurance premiums are paid for out of the assets of the Fund in relation to insurance cover provided to Colonial First State Investments Limited or the auditor of the Fund. So long as the officers of Colonial First State Investments Limited act in accordance with the Constitution and the Corporations Act 2001, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund. The auditor of the Fund is in no way indemnified out of the assets of the Fund.

The Commonwealth Bank of Australia (CBA) has paid insurance premiums for the benefit of the Directors and Officers of the Responsible Entity, a wholly owned subsidiary of CBA. 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 insurance contracts.

### **Likely Developments and Expected Results of Operations**

As at 30 June 2019 the termination process is complete and a final repayment of capital to the unitholders has been made. This is the final Financial Report for the Fund.

# FRANKLIN TEMPLETON MUTLISECTOR BOND

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Fees Paid to and Received by the Responsible Entity or its Associates

Fees paid or payable to the Responsible Entity and its associates out of the Fund's assets during the reporting period are disclosed in the Statement of Comprehensive Income.

No fees were paid to the Directors of the Responsible Entity during the reporting period out of the Fund's assets.

### Interests in the Fund

Prior to the termination of the Fund, the units issued and redeemed in the Fund during the period and the number of units on issue at the end of the financial period were set out in "Changes in Net Assets Attributable to Unitholders" note to the financial statements. The value of the Fund's assets at the end of the financial period is set out in the Balance Sheet. Upon approval for termination, the units of the Fund were cancelled. Each unitholder will continue to be entitled to their share of distribution or capital repayment in the same proportion as at the date of termination. A final capital repayment has been paid to the unitholders.

There are no interests in the Fund held by the Responsible Entity or its associates at the end of the previous reporting period.

### Environmental Regulation

The Fund's operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

Signed in accordance with a resolution of the Directors of Colonial First State Investments Limited.



Penelope James  
Director  
Sydney  
23 August 2019



## *Auditor's Independence Declaration*

As lead auditor for the audit of Colonial First State - FirstChoice Investments - Specialist Fund 38 for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'CJ Cummins'.

CJ Cummins  
Partner  
PricewaterhouseCoopers

Sydney  
23 August 2019

# FRANKLIN TEMPLETON MULTISECTOR BOND

## STATEMENT OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>
Interest income	3	4	18
Distribution income		13,966	32,601
Net gains/(losses) on financial instruments at fair value through profit or loss		6,483	(53,185)
Other income		1	1
<b>Total investment income/(loss)</b>		<b>20,454</b>	<b>(20,565)</b>
<b>Expenses</b>			
Responsible Entity's management fees	8(c)	1,095	1,187
Responsible Entity's Expenses recharged	8(d)	187	173
Other expenses		15	21
<b>Total operating expenses</b>		<b>1,297</b>	<b>1,381</b>
<b>Profit/(Loss) for the period</b>		<b>19,157</b>	<b>(21,946)</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>19,157</b>	<b>(21,946)</b>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## BALANCE SHEET AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Assets</b>			
Cash and cash equivalents		-	3,176
Trade and other receivables:			
- due from brokers - receivable			
- interest		-	2
- others		-	41
Financial assets held at fair value through profit or loss	5	-	665,069
<b>Total assets</b>		<b>-</b>	<b>668,288</b>
<b>Liabilities</b>			
Distribution payable		-	2,432
Responsible Entity - fee	8(c)	-	123
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>-</b>	<b>2,555</b>
<b>Net assets attributable to unitholders</b>		<b>-</b>	<b>665,733</b>

The above Balance Sheet should be read in conjunction with the accompanying notes.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Opening equity at the beginning of the period</b>		665,733	338,013
Profit/(Loss) for the period		19,157	(21,946)
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>19,157</b>	<b>(21,946)</b>
<b>Transactions with owners in their capacity as owners</b>			
Distribution to unitholders	4	(30,754)	(44,966)
Application of units		68,542	500,580
Redemption of units		(751,246)	(147,636)
Reinvestment during the period		28,568	41,688
<b>Closing equity at the end of the period</b>		<b>-</b>	<b>665,733</b>

The above Statement of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## CASH FLOW STATEMENT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments		751,818	131,031
Payments for purchase of financial instruments		(66,300)	(479,439)
Interest received		6	16
Responsible Entity fee received/ (paid)		(1,177)	(1,148)
Others		(201)	(194)
<b>Net cash (used in)/from operating activities</b>	7(a)	<b>684,146</b>	<b>(349,734)</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units		68,542	500,580
Payment for redemption of units		(751,246)	(147,636)
Distributions paid		(4,618)	(912)
<b>Net cash (used in)/from financing activities</b>		<b>(687,322)</b>	<b>352,032</b>
<b>Net movement in cash and cash equivalents</b>		<b>(3,176)</b>	<b>2,298</b>
Add opening cash and cash equivalents brought forward		3,176	878
<b>Closing cash and cash equivalents carried forward</b>		<b>-</b>	<b>3,176</b>

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Non-going Concern Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the Fund's Constitution and the requirements of the Corporations Act 2001, which includes Accounting Standards. Other mandatory professional reporting requirements have also been complied with.

The board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution. Consequently the Directors have determined that the going concern basis of preparation is no longer appropriate.

Following termination of the Fund, the Responsible Entity has:

- (i) realised all the assets of the Fund;
- (ii) prepared a final set of accounts and processed the final repayment of capital and income distribution;
- (iii) distributed to the unitholders the net income of the Fund; and
- (iv) cancelled the units held by the unitholders in accordance with the provisions of the Constitution.

The termination process was substantially completed as at 30 June 2019.

The Fund is a for-profit unit trust for the purpose of preparing the financial statements.

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

The financial information presented in this financial report for the reporting period has been prepared on the basis that the Fund is not a going concern for financial reporting purposes.

The Balance Sheet is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be settled within twelve months, except for financial assets held at fair value through profit or loss and net assets attributable to unitholders which may take longer to realise or settle within the next twelve months.

The financial report is prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Both the functional and presentational currency of the Fund are Australian dollars.

The financial report was authorised for issue by the Directors of the Responsible Entity on 23 August 2019. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").



# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (a) Non-going Concern Basis of Preparation

#### (i) New and Amended Standards adopted by the Funds

AASB 9 Financial Instruments became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139.

Classification and measurement of debt securities is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund has elected to restate the comparative period presented to comply with AASB 9. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (b) Investments in Financial Assets and Liabilities Held at Fair Value through Profit or Loss

##### (i) Classification

###### Assets

The Fund classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model objective. Consequently, the debt securities are measured at fair value through profit or loss.

##### (ii) Recognition/Derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all of the risks and rewards of ownership.

##### (iii) Measurement

At initial recognition, the Fund measures financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see "Financial Assets and Liabilities at Fair Value through Profit or Loss" note to the financial statements.

##### (iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to the "Offsetting Financial Assets and Financial Liabilities" note to the financial statements for further information.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (c) Investment Income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income and distribution income when the Fund's right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in the "Financial assets and liabilities at fair value through profit or loss" note to the financial statements.

#### (d) Due from/to Brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and consequently measured at amortised cost.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (e) Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank, deposits at call with financial institutions and short-term bank deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statement, cash and cash equivalents are as defined above, net of outstanding bank overdrafts.

Derivative cash accounts comprise of margin accounts and cash held as collateral for derivative transactions and short sales. The cash is held by the broker and is only available to meet margin calls.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (f) Receivables

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 1(c) above. Amounts are generally received within 30 days of being recorded as receivables.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

#### (g) Payables

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period. As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the balance sheet as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

#### (h) Taxation

Under current legislation, the Fund is not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

#### (i) Distributions to Unitholders

Distributions are payable as set out in the Fund's Product Disclosure Statement. Such distributions are determined by the Responsible Entity of the Fund. Distributable income includes capital gains arising from the disposal of financial assets and liabilities held at fair value through profit or loss. Unrealised gains and losses on financial assets and liabilities held at fair value through profit or loss that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any realised capital gains.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (j) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Fund. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Fund's units have been classified as equity as they satisfied all the above criteria.

#### (k) Terms and Conditions on Units

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

- have their units redeemed;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Fund.

The rights, obligations and restrictions attached to each unit are identical in all respects.

#### (l) Applications and Redemptions

Prior to the termination of the Fund, applications received for units in the Fund are recorded net of any entry fees payable (where applicable) prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable (where applicable) after the cancellation of units redeemed.

Upon the termination of the Fund, the issue, switching and redemption of units ceased.

#### (m) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST.

Reduced input tax credits (RITC) recoverable by the Fund from the Australian Taxation Office are recognised as receivables in the Balance Sheet.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (n) Expense Recognition

All expenses, including responsible entity's fees and custodian fees, are recognised in profit or loss on an accruals basis.

#### (o) Use of Estimates

The Responsible Entity makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund invests in managed investment schemes which are also managed by the Responsible Entity. For the majority of the financial instruments of these managed investment schemes, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### (p) Unit Prices

Prior to the termination of the Fund, unit prices are determined in accordance with the Fund's Constitution and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities held at fair value through profit or loss for unit pricing purposes are valued on a "last sale" price basis.

Following the termination of the Fund, the units were fully cancelled and no unit prices were calculated.

#### (q) Investment Entity

Prior to termination of the Fund, the Responsible Entity has determined that the Fund is an investment entity under the definition in AASB 10 as it met the following criteria:

- (a) the Fund has obtained funds from unitholders for the purpose of providing them with investment management services;
- (b) the Fund's business purpose, which it communicated directly to unitholders, is investing solely for returns from capital appreciation and investment income; and
- (c) the performance of investments made by the Fund is measured and evaluated on a fair value basis.

Prior to the termination, the Fund had met all of the typical characteristics of investment entities.

#### (r) Transactions in Foreign Currencies

The Fund mainly transacts in Australian currency.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (s) New Application of Accounting Standards

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Fund.

#### (t) Structured Entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. Structured entities are generally created to achieve a narrow and well defined objective with restrictions around their ongoing activities. Depending on the Fund's power over the activities of the entity and its exposure to and ability to influence its own returns, it may control the entity. However, the Fund applies the Investment Entity Exemption available under AASB10 and therefore does not consolidate its controlled entities (Note 1(p)). In other cases it may have exposure to such an entity but not control it.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Fund. Such interests include holdings of units in unlisted trusts, including managed investment schemes. The nature and extent of the Fund's interests in structured entities are titled "managed investment schemes" and are summarised in Note 1(b), "Financial Assets Held at Fair Value through Profit or Loss" and "Related Parties Disclosures" notes where appropriate. The total size of the structured entities that the Fund has exposure to is the net assets of the "managed investment schemes", which is determined based on the percentage interest held and carrying value disclosed in the "Related Parties Disclosures" note.

### 2. AUDITOR'S REMUNERATION

The auditor's remuneration in respect of auditing the financial reports is fully paid by the Responsible Entity.

The Responsible Entity may recharge a portion of the auditor's remuneration to the Fund. See the note under "Management Expenses Recharged" in the "Related Parties Disclosures" note to the Financial Statements.

Other services provided by the auditor are the audit of the compliance plan of the Fund and tax compliance services. The auditor's non-audit remuneration is also fully paid by the Responsible Entity.

### 3. INTEREST INCOME

Interest income of the Fund is derived mainly from interest earned on bank accounts which is measured at amortised cost.

### 4. DISTRIBUTIONS TO UNITHOLDERS

The Responsible Entity adopts the policy of distributing as a minimum the net income for tax purposes. The amounts shown as "Distribution payable" in the Balance Sheet represent the components of the distributions for the reporting period which had not been paid at balance date.

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

Distribution Periods ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	-	-	-	-
- 31 December	1.50	10,599	0.30	1,832
- 31 March	3.20	20,155	1.30	8,902
- 30 June	-	-	4.98	34,232
<b>Distributions to unitholders</b>		<b>30,754</b>		<b>44,966</b>

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

#### (a) Fair Value Measurements

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss
- Derivative financial instruments

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Other than the financial assets and liabilities classified as fair value through profit or loss, all other financial assets and liabilities of the fund are recognised initially at fair value and are subsequently measured at amortised cost.

#### (b) Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Level 1 for quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 for inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 for inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### (i) Fair Value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the policies set out in Note 1 to the Financial Statements. For the majority of these investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The quoted market price used for financial assets held by the Fund is the current bid price, the appropriate quoted market price for financial liabilities is the current asking price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid and asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.



# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

#### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, to allow for additional factors including liquidity risk and counterparty risk.

#### (c) Recognised Fair Value Measurements

The Fund's financial assets held at fair value through profit or loss were unlisted managed investment schemes which are also managed by the Responsible Entity. These Funds are priced daily and offer daily applications and redemptions. The fair value of these investments are classified as Level 2.

As at the end of this financial period the Fund has fully disposed its financial assets held at fair value through profit or loss.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

The units of the Fund were cancelled on approval for termination of the Fund. On the date of approval of termination on 8 April 2019, the number of units cancelled were 586,657. The Responsible Entity is in the process of realising investment assets and has returned the net cash to unitholders as final return of capital.

The Responsible Entity has finalised the disposal of the Fund's financial assets and returned the net cash to unitholders as return of capital. Capital repayment and distributions was paid to the unitholders in proportion of the units held immediately prior to termination. The Board of directors approved the termination of the Fund on 8 April 2019

#### (a) Movements in Net Assets Attributable to Unitholders:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Opening balance	665,733	338,013
Applications	68,542	500,580
Redemptions	(220,791)	(147,636)
Units issued upon reinvestment of distributions	28,568	41,688
Units cancelled on termination	(530,455)	-
Change in net assets attributable to unitholders from operations	(11,597)	(66,912)
<b>Closing Balance</b>	<b>-</b>	<b>665,733</b>

#### (b) Capital Risk Management

Prior to the termination of the Fund, the Responsible Entity managed the Fund's net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders. Net assets attributable to unitholders are representative of the expected cash outflows on redemption.

As at 30 June 2019, the termination process is completed and a final repayment of capital has been paid to the unitholders.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	19,157	(21,946)
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	751,818	131,031
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(66,300)	(479,439)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(6,483)	53,185
Distribution or Dividend income reinvested	(13,966)	(32,601)
Change in receivables and other assets	43	(24)
Change in payables and other liabilities	(123)	60
<b>Net Cash From/(Used In) Operating Activities</b>	<b>684,146</b>	<b>(349,734)</b>

#### (b) Non-cash Financing Activities Carried Out During the Reporting Periods on Normal Commercial Terms and Conditions include:

- Reinvestment of unitholders distributions as disclosed under "Units issued upon reinvestment of distributions" in part (a) of the "Changes in Net Assets Attributable to Unitholders" note to the financial statements.
- Participation in dividend reinvestment plans as disclosed under "Distribution or Dividend Income Reinvested" in part (a) of the "Cash and Cash Equivalents" note to the financial statements.

#### (c) Terms and Conditions on Cash

Cash at bank and in hand, cash held as collateral and deposits at call with financial institutions, earn interest at floating rate as determined by the financial institutions.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES

#### (a) Responsible Entity

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (the Bank).

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

#### (b) Details of Key Management Personnel

##### (i) Key Management Personnel

The Directors of Colonial First State Investments Limited are considered to be Key Management Personnel. The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or Resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

##### (ii) Compensation of Key Management Personnel

No amounts are paid by the Fund directly to the Directors of the Responsible Entity of the Fund.

Directors are employed as executives of the Commonwealth Bank of Australia, and in that capacity, part of their role is to act as a director of the Responsible Entity. Consequently, no compensation as defined in AASB 124: Related Parties is paid by the Fund to the Directors as Key Management Personnel.

#### (c) Responsible Entity's Management Fees

Under the terms of the Constitution, the Responsible Entity is entitled to receive monthly management fees which are expressed as a percentage of the total assets of the Fund (i.e. excluding liabilities). Management fees are paid directly by the Fund. The table below shows the current fee rates charged.

Where monies are invested into other funds managed by the Responsible Entity the management fees are calculated after rebating fees charged in the underlying funds. As a consequence, the amounts shown in the Statement of Comprehensive Income reflect only the amount of fees charged directly to the Fund.

The management fees rate charged for the current and comparative reporting periods are as follows:

	1/07/2018 - 30/06/2019 %	1/07/2017 - 30/06/2018 %
Management fees rate for the reporting periods	1.30	1.30

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

The Responsible Entity's management fees charged for the reporting periods are as follows:

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Management fees charged/(refunded) for the reporting periods	1,095	1,187

Fees due to/(refund from) the Responsible Entity as at the end of the reporting period.

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods	-	123

#### (d) Management Expenses Recharged

The Responsible Entity is responsible for paying the custody fees on behalf of the Fund. The amount paid is based on the overall arrangement in place with the custodian. The Responsible Entity may recharge the custody fees to the Fund. There were no such fees charged to the Fund for the current and previous reporting periods.

The Responsible Entity is also responsible for paying certain expenses (such as audit fees, printing and postage) for the Fund. The amount recharged is based on the lower of the expenses paid or 0.03% of the net assets value of the Fund, however no such expenses were recharged in the current and previous reporting periods.

#### (e) Bank and Deposit Accounts

The bank accounts and 11am deposit accounts for the Fund may be held with the Commonwealth Bank of Australia. Fees and expenses are negotiated on an arm's length basis. Various short term money market, fixed interest securities and foreign currency transactions are from time to time transacted through the Commonwealth Bank of Australia which receives a fee which is negotiated on an arm's length basis.

#### (f) Units Held by Related Parties

Other funds managed by the Responsible Entity or its affiliates may from time to time purchase or redeem units in the Fund. Such activity is undertaken in the ordinary course of business at entry and exit prices available to all investors at the time of the transaction.

There is no interest of Colonial First State Investments Limited and its associates in the Fund.

#### (g) Related Party Transactions

The Fund may transact with other managed investment schemes, which are also managed by the Responsible Entity. These transactions normally consist of the sale or purchase of units in related managed investment schemes and receipt and payment of distributions on normal commercial terms and conditions.

#### (i) Terms and Conditions of Transactions with Related Parties

All related party transactions are made in arm's length transactions on normal commercial terms and conditions. Outstanding balances at period end are unsecured and settlement occurs in cash.

#### (ii) Guarantees

There have been no guarantees provided or received for any related party receivables.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities

#### (i) Related Managed Investment Schemes

The fund held investments in the following managed investment schemes which were managed by Colonial First State Investments Limited. Distributions received are immediately reinvested into additional units.

Investment Name	Units Held At The End of the Period No.	Value of Investment At Period End \$	Interest held in Investment at Period End %	Units Acquired During the Period No.	Units Disposed During the Period No.	Distribution Received \$
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Units held in:

Commonwealth Specialist Fund 38

- 2019	-	-	-	83,109	783,329	13,966
- 2018	700,220	665,069	1.18	499,131	128,348	32,601

#### (ii) Related Listed Securities

The Fund did not invest in any related listed securities.

#### (iii) Other related Financial Instruments

The Fund did not invest in derivatives, money market and fixed interest securities issued by the Commonwealth Bank of Australia and its associates.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT

Prior to the termination of the Fund, its investing activities may expose the Fund to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The overall risk management program used to focus on ensuring compliance with its Product Disclosure Statement/Information Memorandum and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. A Fund may use derivative financial instruments to alter certain risk exposures. Financial risk management is carried out by the respective investment management departments (Investment Managers) and regularly monitored by the Investment Review Services Department of the Responsible Entity.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk.

#### (a) Market Risk

##### (i) Price Risk

Prior to the termination of the Fund, financial assets are either directly or indirectly exposed to price risk. This arises from investments held for which prices in the future are uncertain. They are classified on the balance sheet at fair value through profit or loss. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Investment Manager may mitigate price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement/Information Memorandum or Constitutions and are monitored by the Investment Review Services Department of the Responsible Entity.

As at end of the current reporting date the Fund has fully disposed its investments and is not subject to any price risk.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements, summarises the impact of an increase/decrease of the Australian and global indexes on a Fund's net assets attributable to unitholders at the end of the reporting periods. The analysis is based on the assumptions that the relevant indexes increased or decreased as tabled with all other variables held constant and that the fair value of the Fund which has indirect exposures to equity securities and derivatives moved according to the historical correlation with the indexes. Any Fund which invests in various asset classes, such as a multi-sector Fund, will have a weighted average movement calculated based on the proportion of their investments in the those classes.

##### (ii) Foreign Exchange Risk

The Fund does not hold monetary or non-monetary assets denominated in currencies other than the Australian dollars and therefore is not exposed to foreign exchange risk.

##### (iii) Interest Rate Risk

The exposure to interest rate risk of the Fund is limited to its cash and cash equivalents or bank overdraft, which earns/ (charges) a floating rate of interest.

As at the end of the current reporting date the Fund is not exposed to interest rate risk.

# FRANKLIN TEMPLETON MULTISECTOR BOND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis

The following table summarises the sensitivity of the Fund's operating profit or loss and net assets attributable to unitholders to interest rate risk, foreign exchange risk and other price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates, historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of and/or correlation between the performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

The Fund may not be subject to all these risks and are denoted with "-" in the table below.

	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
30/06/2019	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-3.60% \$	3.60% \$
	-	-	-	-	-	-
30/06/2018	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-3.60% \$	3.60% \$
	( 16)	16	-	-	( 23,942)	23,942

#### (c) Credit risk

Prior to the termination of the Fund, the Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk primarily arises from investments in debt securities and derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

The Investment Review Services Department of the Responsible Entity regularly monitors the credit risks that arise from holding these securities.

As at the end of the current and previous reporting periods the Fund has no exposure to credit risk.

#### (d) Liquidity risk

Prior to the Fund's termination, the Fund was exposed to daily cash redemptions of redeemable units. The Fund is in the process of realising all its assets and returning to unitholders the net proceeds.

As at the end of the current reporting period the Fund has made a final return of capital to the unitholders and therefore no longer subject to any liquidity risk.



# **FRANKLIN TEMPLETON MULTISECTOR BOND**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

### **10. DERIVATIVE FINANCIAL INSTRUMENTS**

In the normal course of business the Fund may enter into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

The Fund did not enter into transactions in any derivative financial instruments during the current and previous reporting periods.

### **11. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The Fund will present the fair value of its derivative assets and liabilities on a gross basis. Certain derivative financial instruments are subject to enforceable master netting arrangements, such as an International Swaps and Derivatives Association (ISDA) master netting agreement. In certain circumstances, for example, when a credit event such as a default occurs, all outstanding transactions under the ISDA agreement are terminated, the termination value is assessed and only a single net amount may be payable in settlement of all transactions.

The Fund does not invest in derivatives and is therefore not subject to master netting arrangements.

### **12. STRUCTURED ENTITIES**

The Fund has exposures to unconsolidated structured entities through trading activities. The Fund typically has no other involvement with the structured entity other than the securities it holds as part of trading activities and its maximum exposure to loss is restricted to the carrying value of the asset.

Exposure to trading assets are managed in accordance with financial risk management practices as set out in "Financial Risk Management" note, which includes an indication of changes in risk measures compared to prior year.

### **13. CONTINGENT LIABILITIES AND COMMITMENTS**

The Fund did not have any contingent liabilities or commitments at the end of the current and previous reporting period.

### **14. EVENTS AFTER BALANCE SHEET DATE**

No significant events have occurred since balance sheet date which would impact on the financial position of the Fund disclosed in the Balance Sheet as at 30 June 2019 or on the results and cash flows of the Fund for the reporting period ended on that date.

**FRANKLIN TEMPLETON MULTISECTOR BOND**  
**DIRECTORS' DECLARATION**  
**FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

In the opinion of the Directors of Colonial First State Investments Limited:

- a) the financial statements and notes to the financial statements of the above mentioned Fund are in accordance with the Corporations Act 2001, including:
  - i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - ii) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its performance for the reporting period ended on that date, and
- b) as disclosed in Note 1(a) to the financial statements, the Fund is being terminated. However, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable, and
- c) the financial statements comply with International Financial Reporting Standards issued by the International Accounting Standards Board as stated in Note 1.

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



Penelope James  
Director  
Sydney  
23 August 2019



## *Independent auditor's report*

To the unitholders of Colonial First State - FirstChoice Investments - Specialist Fund 38

---

### *Our opinion*

In our opinion:

The accompanying financial report of Colonial First State - FirstChoice Investments - Specialist Fund 38 (the Registered Scheme) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Scheme's financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### *What we have audited*

The financial report comprises:

- the balance sheet as at 30 June 2019
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the cash flow statement for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

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### *Basis for opinion*

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

### *Independence*

We are independent of the Registered Scheme in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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### *Emphasis of matter - going concern basis of accounting no longer appropriate*

We draw attention to Note 1(a) to the financial report, the directors of the Responsible Entity of the Registered Scheme (the directors) have resolved to terminate the Fund. As a result, the financial report has been prepared on a liquidation basis and not on a going concern basis. Our opinion is not modified in respect of this matter.

---

**PricewaterhouseCoopers, ABN 52 780 433 757**

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### *Other information*

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

---

### *Responsibilities of the directors for the financial report*

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Registered Scheme to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Registered Scheme or to cease operations, or have no realistic alternative but to do so.

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### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.



A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read "PricewaterhouseCoopers", written in a cursive style.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read "CJ Cummins", written in a cursive style.

CJ Cummins  
Partner

Sydney  
23 August 2019

# **COLONIAL FIRST STATE INVESTMENT FUND 16**

( also referred to in this Financial Report as MILLIMAN MANAGED RISK AUSTRALIAN SHARE )

ARSN : 604 604 891

## **FINAL FINANCIAL REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Responsible Entity of the Fund**

**COLONIAL FIRST STATE INVESTMENTS LIMITED**

**ABN: 98 002 348 352**

Ground Floor Tower 1, 201 Sussex Street  
SYDNEY NSW 2000

# COLONIAL FIRST STATE INVESTMENT FUND 16

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# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

The Directors of Colonial First State Investments Limited, the Responsible Entity of the Fund as stated above, present their report together with the Financial Report of the Fund for the reporting period as stated below.

The registered name of the Fund is Colonial First State Investment Fund 16 and is referred to in this Financial Report as Milliman Managed Risk Australian Share.

### Reporting Period

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

### Date of Constitution and Date of Registration of the Fund

The date of Constitution and Registration of the Fund with the Australian Securities & Investment Commission (ASIC) are as follows:

Date of Constitution	26/02/2015
Date of Registration	12/03/2015

### Termination of the Fund

The Board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution.

The Responsible Entity has realised all the assets of the Fund and a final capital repayment has been made to the unitholders.

As at 30 June 2019 the Fund has ceased operation and a final capital repayment has been paid to the unitholder.

This is the final Financial Report for the Fund.

### Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

### Review of Operations

#### Income

The result of the operation for the Fund for the current and previous reporting periods are tabled below:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Operating profit/(loss) attributable to unitholders	295	1,828



# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders

The total amount distributed to unitholders for the current and previous reporting period are as follows:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Amount distributed during the reporting periods	3,840	865

Details of the income distributions for the reporting periods ended 30 June 2019 and 30 June 2018 are disclosed in the "Distributions to Unitholders" note to the financial statements.

#### Exit Prices

There is no exit price as the units of the Fund were cancelled upon approval of termination of the Fund.

Prior to the termination of the Fund, the exit price in the comparative period was the price at which unitholders would realise an entitlement in the Fund and was calculated by deducting a predetermined cost of selling (commonly known as the "sell spread"), if applicable, from the net asset value per unit ("NAV unit price") of the Fund. NAV unit price is calculated by taking the total fair value of all of the Fund's assets on a particular day, adjusting for any liabilities and then dividing the net fund value by the total number of units held by unitholders on that day.

The unit price (the ex-distribution exit unit price) at the end of the prior reporting period was:

	30/06/2018 \$
Ex-distribution exit unit price	0.7677

### Responsible Entity and Directors

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (ABN 48 123 123 124).

The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

**MILLIMAN MANAGED RISK AUSTRALIAN SHARE**

**DIRECTORS' REPORT**

**FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Scheme Information**

The Fund is a registered managed investment scheme domiciled in Australia and has its principal place of business at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

**Unit Pricing Adjustments Policy**

There are a number of factors used to calculate unit prices. The key factors include asset valuations, liabilities, debtors, the number of units on issue and where relevant, transaction costs. When the factors used to calculate the unit price are incorrect an adjustment to the unit price may be required. The Responsible Entity uses a variance of 0.30% (0.05% for a cash investment option) in the unit price before correcting the unit price.

If a unit pricing error is greater than these tolerance levels the Responsible Entity will:

- compensate unitholders' accounts balance if they have transacted on the incorrect unit price or make other adjustments as the Responsible Entity may consider appropriate, or
- where unitholders' accounts are closed the Responsible Entity will send them a payment if the amount of the adjustment is more than \$20.

These tolerance levels are consistent with regulatory practice guidelines and industry standards. In some cases, the Responsible Entity may compensate where the unit pricing error is less than the tolerance levels.

**Significant Changes in the State of Affairs**

The Fund was terminated as at 30 June 2019.

**Matters Subsequent to the End of the Reporting Period**

This is the final Financial Report for the Fund.

No matters or circumstances have arisen since 30 June 2019 that have significantly affected, or may significantly affect the position of the Fund.

**Indemnification and Insurance Premiums for Officers and Auditor**

No insurance premiums are paid for out of the assets of the Fund in relation to insurance cover provided to Colonial First State Investments Limited or the auditor of the Fund. So long as the officers of Colonial First State Investments Limited act in accordance with the Constitution and the Corporations Act 2001, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund. The auditor of the Fund is in no way indemnified out of the assets of the Fund.

The Commonwealth Bank of Australia (CBA) has paid insurance premiums for the benefit of the Directors and Officers of the Responsible Entity, a wholly owned subsidiary of CBA. 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 insurance contracts.

**Likely Developments and Expected Results of Operations**

As at 30 June 2019 the termination process is complete and a final repayment of capital to the unitholders has been made. This is the final Financial Report for the Fund.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Fees Paid to and Received by the Responsible Entity or its Associates

Fees paid or payable to the Responsible Entity and its associates out of the Fund's assets during the reporting period are disclosed in the Statement of Comprehensive Income.

No fees were paid to the Directors of the Responsible Entity during the reporting period out of the Fund's assets.

### Interests in the Fund

Prior to the termination of the Fund, the units issued and redeemed in the Fund during the period and the number of units on issue at the end of the financial period were set out in "Changes in Net Assets Attributable to Unitholders" note to the financial statements. The value of the Fund's assets at the end of the financial period is set out in the Balance Sheet. Upon approval for termination, the units of the Fund were cancelled. Each unitholder will continue to be entitled to their share of distribution or capital repayment in the same proportion as at the date of termination. A final capital repayment has been paid to the unitholders.

There are no interests in the Fund held by the Responsible Entity or its associates at the end of the previous reporting period.

### Environmental Regulation

The Fund's operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

### Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out in the following page.

Signed in accordance with a resolution of the Directors of Colonial First State Investments Limited.



Penelope James  
Director  
Sydney  
23 August 2019



## *Auditor's Independence Declaration*

As lead auditor for the audit of Colonial First State Investment Fund 16 for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'CJ Cummins', with a long horizontal stroke extending to the right.

CJ Cummins  
Partner  
PricewaterhouseCoopers

Sydney  
23 August 2019

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## STATEMENT OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		<b>\$</b>	<b>\$</b>
Interest income	3	-	(1)
Distribution income		1,291	663
Net gains/(losses) on financial instruments at fair value through profit or loss		(929)	1,250
Other income		1	-
<b>Total investment income/(loss)</b>		<b>363</b>	<b>1,912</b>
<b>Expenses</b>			
Responsible Entity's management fees	8(c)	59	73
Responsible Entity's Expenses recharged	8(d)	6	6
Other expenses		3	5
<b>Total operating expenses</b>		<b>68</b>	<b>84</b>
<b>Profit/(Loss) for the period</b>		<b>295</b>	<b>1,828</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>295</b>	<b>1,828</b>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## BALANCE SHEET AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Assets</b>			
Cash and cash equivalents		-	35
Trade and other receivables:			
- others		-	3
Financial assets held at fair value through profit or loss	5	-	21,921
Others		-	-
<b>Total assets</b>		-	<b>21,959</b>
<b>Liabilities</b>			
Responsible Entity - fee	8(c)	-	7
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		-	<b>7</b>
<b>Net assets attributable to unitholders</b>		-	<b>21,952</b>

The above Balance Sheet should be read in conjunction with the accompanying notes.

**MILLIMAN MANAGED RISK AUSTRALIAN SHARE**

**STATEMENT OF CHANGES IN EQUITY  
AS AT 30 JUNE 2019**

	<b>Note</b>	<b>30/06/2019 \$</b>	<b>30/06/2018 \$</b>
<b>Opening equity at the beginning of the period</b>		21,952	27,995
Profit/(Loss) for the period		295	1,828
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>295</b>	<b>1,828</b>
<b>Transactions with owners in their capacity as owners</b>			
Distribution to unitholders	4	(3,840)	(865)
Application of units		1	536
Redemption of units		(22,247)	(8,407)
Reinvestment during the period		3,839	865
<b>Closing equity at the end of the period</b>		<b>-</b>	<b>21,952</b>

The above Statement of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## CASH FLOW STATEMENT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments		22,283	7,912
Payments for purchase of financial instruments		-	(1,791)
Responsible Entity fee received/ (paid)		(63)	(74)
Others		(8)	(11)
<b>Net cash (used in)/from operating activities</b>	7(a)	<b>22,212</b>	<b>6,036</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units		1	536
Payment for redemption of units		(22,247)	(8,407)
Distributions paid		(1)	(366)
<b>Net cash (used in)/from financing activities</b>		<b>(22,247)</b>	<b>(8,237)</b>
<b>Net movement in cash and cash equivalents</b>		<b>(35)</b>	<b>(2,201)</b>
Effects of exchange rate changes		-	-
Add opening cash and cash equivalents brought forward		35	2,236
<b>Closing cash and cash equivalents carried forward</b>		<b>-</b>	<b>35</b>

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.



# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Non-going Concern Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the Fund's Constitution and the requirements of the Corporations Act 2001, which includes Accounting Standards. Other mandatory professional reporting requirements have also been complied with.

The board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution. Consequently the Directors have determined that the going concern basis of preparation is no longer appropriate.

Following termination of the Fund, the Responsible Entity has:

- (i) realised all the assets of the Fund;
- (ii) prepared a final set of accounts and processed the final repayment of capital and income distribution;
- (iii) distributed to the unitholders the net income of the Fund; and
- (iv) cancelled the units held by the unitholders in accordance with the provisions of the Constitution.

The termination process was substantially completed as at 30 June 2019.

The Fund is a for-profit unit trust for the purpose of preparing the financial statements.

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

The financial information presented in this financial report for the reporting period has been prepared on the basis that the Fund is not a going concern for financial reporting purposes.

The Balance Sheet is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be settled within twelve months, except for financial assets held at fair value through profit or loss and net assets attributable to unitholders which may take longer to realise or settle within the next twelve months.

The financial report is prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Both the functional and presentational currency of the Fund are Australian dollars.

The financial report was authorised for issue by the Directors of the Responsible Entity on 23 August 2019. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (a) Non-going Concern Basis of Preparation

#### (i) New and Amended Standards adopted by the Funds

AASB 9 Financial Instruments became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139.

Classification and measurement of debt securities is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund has elected to restate the comparative period presented to comply with AASB 9. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(b) Investments in Financial Assets and Liabilities Held at Fair Value through Profit or Loss**

**(i) Classification**

**Assets**

The Fund classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model objective. Consequently, the debt securities are measured at fair value through profit or loss.

**(ii) Recognition/Derecognition**

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all of the risks and rewards of ownership.

**(iii) Measurement**

At initial recognition, the Fund measures financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see "Financial Assets and Liabilities at Fair Value through Profit or Loss" note to the financial statements.

**(iv) Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to the "Offsetting Financial Assets and Financial Liabilities" note to the financial statements for further information.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (c) Investment Income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income and distribution income when the Fund's right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in the "Financial assets and liabilities at fair value through profit or loss" note to the financial statements.

#### (d) Due from/to Brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and consequently measured at amortised cost.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (e) Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank, deposits at call with financial institutions and short-term bank deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statement, cash and cash equivalents are as defined above, net of outstanding bank overdrafts.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (f) Receivables

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 1(c) above. Amounts are generally received within 30 days of being recorded as receivables.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

#### (g) Payables

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period. As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the balance sheet as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

#### (h) Taxation

Under current legislation, the Fund is not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

#### (i) Distributions to Unitholders

Distributions are payable as set out in the Fund's Product Disclosure Statement. Such distributions are determined by the Responsible Entity of the Fund. Distributable income includes capital gains arising from the disposal of financial assets and liabilities held at fair value through profit or loss. Unrealised gains and losses on financial assets and liabilities held at fair value through profit or loss that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any realised capital gains.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (j) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Fund. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Fund's units have been classified as equity as they satisfied all the above criteria.

#### (k) Terms and Conditions on Units

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

- have their units redeemed;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Fund.

The rights, obligations and restrictions attached to each unit are identical in all respects.

#### (l) Applications and Redemptions

Prior to the termination of the Fund, applications received for units in the Fund are recorded net of any entry fees payable (where applicable) prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable (where applicable) after the cancellation of units redeemed.

Upon the termination of the Fund, the issue, switching and redemption of units ceased.

#### (m) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST.

Reduced input tax credits (RITC) recoverable by the Fund from the Australian Taxation Office are recognised as receivables in the Balance Sheet.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (n) Expense Recognition

All expenses, including responsible entity's fees and custodian fees, are recognised in profit or loss on an accruals basis.

#### (o) Use of Estimates

The Responsible Entity makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund invests in managed investment schemes which are also managed by the Responsible Entity. For the majority of the financial instruments of these managed investment schemes, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### (p) Unit Prices

Prior to the termination of the Fund, unit prices are determined in accordance with the Fund's Constitution and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities held at fair value through profit or loss for unit pricing purposes are valued on a "last sale" price basis.

Following the termination of the Fund, the units were fully cancelled and no unit prices were calculated.

#### (q) Investment Entity

Prior to termination of the Fund, the Responsible Entity has determined that the Fund is an investment entity under the definition in AASB 10 as it met the following criteria:

- (a) the Fund has obtained funds from unitholders for the purpose of providing them with investment management services;
- (b) the Fund's business purpose, which it communicated directly to unitholders, is investing solely for returns from capital appreciation and investment income; and
- (c) the performance of investments made by the Fund is measured and evaluated on a fair value basis.

Prior to the termination, the Fund had met all of the typical characteristics of investment entities.

#### (r) Transactions in Foreign Currencies

The Fund mainly transacts in Australian currency.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (s) New Application of Accounting Standards

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Fund.

#### (t) Structured Entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. Structured entities are generally created to achieve a narrow and well defined objective with restrictions around their ongoing activities. Depending on the Fund's power over the activities of the entity and its exposure to and ability to influence its own returns, it may control the entity. However, the Fund applies the Investment Entity Exemption available under AASB10 and therefore does not consolidate its controlled entities (Note 1(p)). In other cases it may have exposure to such an entity but not control it.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Fund. Such interests include holdings of units in unlisted trusts, including managed investment schemes. The nature and extent of the Fund's interests in structured entities are titled "managed investment schemes" and are summarised in Note 1(b), "Financial Assets Held at Fair Value through Profit or Loss" and "Related Parties Disclosures" notes where appropriate. The total size of the structured entities that the Fund has exposure to is the net assets of the "managed investment schemes", which is determined based on the percentage interest held and carrying value disclosed in the "Related Parties Disclosures" note.

### 2. AUDITOR'S REMUNERATION

The auditor's remuneration in respect of auditing the financial reports is fully paid by the Responsible Entity.

The Responsible Entity may recharge a portion of the auditor's remuneration to the Fund. See the note under "Management Expenses Recharged" in the "Related Parties Disclosures" note to the Financial Statements.

Other services provided by the auditor are the audit of the compliance plan of the Fund and tax compliance services. The auditor's non-audit remuneration is also fully paid by the Responsible Entity.

### 3. INTEREST INCOME

Interest income of the Fund is derived mainly from interest earned on bank accounts which is measured at amortised cost.

### 4. DISTRIBUTIONS TO UNITHOLDERS

The Responsible Entity adopts the policy of distributing as a minimum the net income for tax purposes. The amounts shown as "Distribution payable" in the Balance Sheet represent the components of the distributions for the reporting period which had not been paid at balance date.

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

Distribution Periods ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	0.20	54	0.20	55
- 31 December	1.60	429	0.20	55
- 31 March	12.50	3,356	0.90	249
- 30 June	-	1	1.81	506
<b>Distributions to unitholders</b>		<b>3,840</b>		<b>865</b>



# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

#### (a) Fair Value Measurements

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss
- Derivative financial instruments

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Other than the financial assets and liabilities classified as fair value through profit or loss, all other financial assets and liabilities of the fund are recognised initially at fair value and are subsequently measured at amortised cost.

#### (b) Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Level 1 for quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 for inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 for inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### (i) Fair Value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the policies set out in Note 1 to the Financial Statements. For the majority of these investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The quoted market price used for financial assets held by the Fund is the current bid price, the appropriate quoted market price for financial liabilities is the current asking price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid and asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

#### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, to allow for additional factors including liquidity risk and counterparty risk.

#### (c) Recognised Fair Value Measurements

The Fund's financial assets held at fair value through profit or loss were unlisted managed investment schemes which are also managed by the Responsible Entity. These Funds are priced daily and offer daily applications and redemptions. The fair value of these investments are classified as Level 2.

As at the end of this financial period the Fund has fully disposed its financial assets held at fair value through profit or loss.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

The units of the Fund were cancelled on approval for termination of the Fund. On the date of approval of termination on 8 April 2019, the number of units cancelled were 32,211. The Responsible Entity is in the process of realising investment assets and has returned the net cash to unitholders as final return of capital.

The Responsible Entity has finalised the disposal of the Fund's financial assets and returned the net cash to unitholders as return of capital. Capital repayment and distributions was paid to the unitholders in proportion of the units held immediately prior to termination. The Board of directors approved the termination of the Fund on 8 April 2019

#### (a) Movements in Net Assets Attributable to Unitholders:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Opening balance	21,952	27,995
Applications	1	536
Redemptions	(1,832)	(8,407)
Units issued upon reinvestment of distributions	3,839	865
Units cancelled on termination	(20,415)	-
Change in net assets attributable to unitholders from operations	(3,545)	963
<b>Closing Balance</b>	<b>-</b>	<b>21,952</b>

#### (b) Capital Risk Management

Prior to the termination of the Fund, the Responsible Entity managed the Fund's net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders. Net assets attributable to unitholders are representative of the expected cash outflows on redemption.

As at 30 June 2019, the termination process is completed and a final repayment of capital has been paid to the unitholders.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	295	1,828
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	22,283	7,912
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	-	(1,791)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	929	(1,250)
Distribution or Dividend income reinvested	(1,291)	(663)
Change in receivables and other assets	3	3
Change in payables and other liabilities	(7)	(3)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>22,212</b>	<b>6,036</b>

#### (b) Non-cash Financing Activities Carried Out During the Reporting Periods on Normal Commercial Terms and Conditions include:

- Reinvestment of unitholders distributions as disclosed under "Units issued upon reinvestment of distributions" in part (a) of the "Changes in Net Assets Attributable to Unitholders" note to the financial statements.
- Participation in dividend reinvestment plans as disclosed under "Distribution or Dividend Income Reinvested" in part (a) of the "Cash and Cash Equivalents" note to the financial statements.

#### (c) Terms and Conditions on Cash

Cash at bank and in hand, cash held as collateral and deposits at call with financial institutions, earn interest at floating rate as determined by the financial institutions.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES

#### (a) Responsible Entity

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (the Bank).

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

#### (b) Details of Key Management Personnel

##### (i) Key Management Personnel

The Directors of Colonial First State Investments Limited are considered to be Key Management Personnel. The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or Resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

##### (ii) Compensation of Key Management Personnel

No amounts are paid by the Fund directly to the Directors of the Responsible Entity of the Fund.

Directors are employed as executives of the Commonwealth Bank of Australia, and in that capacity, part of their role is to act as a director of the Responsible Entity. Consequently, no compensation as defined in AASB 124: Related Parties is paid by the Fund to the Directors as Key Management Personnel.

#### (c) Responsible Entity's Management Fees

Under the terms of the Constitution, the Responsible Entity is entitled to receive monthly management fees which are expressed as a percentage of the total assets of the Fund (i.e. excluding liabilities). Management fees are paid directly by the Fund. The table below shows the current fee rates charged.

The management fees rate charged for the current and comparative reporting periods are as follows:

	1/07/2018 - 30/06/2019 %	1/07/2017 - 30/06/2018 %
Management fees rate for the reporting periods	0.85	0.85

The management fees rate for the previous period was changed from 0.95% to 0.85% on 01/05/2018.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

The Responsible Entity's management fees charged for the reporting periods are as follows:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Management fees charged/(refunded) for the reporting periods	59	73

Fees due to/(refund from) the Responsible Entity as at the end of the reporting period.

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods	-	7

#### (d) Management Expenses Recharged

The Responsible Entity is responsible for paying the custody fees on behalf of the Fund. The amount paid is based on the overall arrangement in place with the custodian. The Responsible Entity may recharge the custody fees to the Fund. There were no such fees charged to the Fund for the current and previous reporting periods.

The Responsible Entity is also responsible for paying certain expenses (such as audit fees, printing and postage) for the Fund. The amount recharged is based on the lower of the expenses paid or 0.03% of the net assets value of the Fund, however no such expenses were recharged in the current and previous reporting periods.

#### (e) Bank and Deposit Accounts

The bank accounts and 11am deposit accounts for the Fund may be held with the Commonwealth Bank of Australia. Fees and expenses are negotiated on an arm's length basis. Various short term money market, fixed interest securities and foreign currency transactions are from time to time transacted through the Commonwealth Bank of Australia which receives a fee which is negotiated on an arm's length basis.

#### (f) Units Held by Related Parties

Other funds managed by the Responsible Entity or its affiliates may from time to time purchase or redeem units in the Fund. Such activity is undertaken in the ordinary course of business at entry and exit prices available to all investors at the time of the transaction.

There is no interest of Colonial First State Investments Limited and its associates in the Fund.

# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (g) Related Party Transactions

The Fund may transact with other managed investment schemes, which are also managed by the Responsible Entity. These transactions normally consist of the sale or purchase of units in related managed investment schemes and receipt and payment of distributions on normal commercial terms and conditions.

#### (i) Terms and Conditions of Transactions with Related Parties

All related party transactions are made in arm's length transactions on normal commercial terms and conditions. Outstanding balances at period end are unsecured and settlement occurs in cash.

#### (ii) Guarantees

There have been no guarantees provided or received for any related party receivables.

#### (h) Investing Activities

#### (i) Related Managed Investment Schemes

The fund held investments in the following managed investment schemes which were managed by Colonial First State Investments Limited. Distributions received are immediately reinvested into additional units.

Investment Name	Units Held At The End of the Period No.	Value of Investment At Period End \$	Interest held in Investment at Period End %	Units Acquired During the Period No.	Units Disposed During the Period No.	Distribution Received \$
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Units held in:

Colonial First State Investment Fund 6

- 2019	-	-	-	1,433	22,937	1,291
- 2018	21,504	21,921	0.05	2,509	8,265	663

#### (ii) Related Listed Securities

The Fund did not invest in any related listed securities.

#### (iii) Other related Financial Instruments

The Fund did not invest in derivatives, money market and fixed interest securities issued by the Commonwealth Bank of Australia and its associates.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**9. FINANCIAL RISK MANAGEMENT**

Prior to the termination of the Fund, its investing activities may expose the Fund to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The overall risk management program used to focus on ensuring compliance with its Product Disclosure Statement/Information Memorandum and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. A Fund may use derivative financial instruments to alter certain risk exposures. Financial risk management is carried out by the respective investment management departments (Investment Managers) and regularly monitored by the Investment Review Services Department of the Responsible Entity.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk.

**(a) Market Risk**

**(i) Price Risk**

Prior to the termination of the Fund, financial assets are either directly or indirectly exposed to price risk. This arises from investments held for which prices in the future are uncertain. They are classified on the balance sheet at fair value through profit or loss. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Investment Manager may mitigate price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement/Information Memorandum or Constitutions and are monitored by the Investment Review Services Department of the Responsible Entity.

As at end of the current reporting date the Fund has fully disposed its investments and is not subject to any price risk.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements, summarises the impact of an increase/decrease of the Australian and global indexes on a Fund's net assets attributable to unitholders at the end of the reporting periods. The analysis is based on the assumptions that the relevant indexes increased or decreased as tabled with all other variables held constant and that the fair value of the Fund which has indirect exposures to equity securities and derivatives moved according to the historical correlation with the indexes. Any Fund which invests in various asset classes, such as a multi-sector Fund, will have a weighted average movement calculated based on the proportion of their investments in the those classes.

**(ii) Foreign Exchange Risk**

The Fund does not hold monetary or non-monetary assets denominated in currencies other than the Australian dollars and therefore is not exposed to foreign exchange risk.

**(iii) Interest Rate Risk**

The exposure to interest rate risk of the Fund is limited to its cash and cash equivalents or bank overdraft, which earns/ (charges) a floating rate of interest.



# MILLIMAN MANAGED RISK AUSTRALIAN SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis

The following table summarises the sensitivity of the Fund's operating profit or loss and net assets attributable to unitholders to interest rate risk, foreign exchange risk and other price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates, historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of and/or correlation between the performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

The Fund may not be subject to all these risks and are denoted with "-" in the table below.

	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
30/06/2019	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-20.00% \$	20.00% \$
	-	-	-	-	-	-
30/06/2018	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-20.00% \$	20.00% \$
	-	-	-	-	( 4,384)	4,384

#### (c) Credit risk

Prior to the termination of the Fund, the Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk primarily arises from investments in debt securities and derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

The Investment Review Services Department of the Responsible Entity regularly monitors the credit risks that arise from holding these securities.

As at the end of the current and previous reporting periods the Fund has no exposure to credit risk.

#### (d) Liquidity risk

Prior to the Fund's termination, the Fund was exposed to daily cash redemptions of redeemable units. The Fund is in the process of realising all its assets and returning to unitholders the net proceeds.

As at the end of the current reporting period the Fund has made a final return of capital to the unitholders and therefore no longer subject to any liquidity risk.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**10. DERIVATIVE FINANCIAL INSTRUMENTS**

In the normal course of business the Fund may enter into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

The Fund did not enter into transactions in any derivative financial instruments during the current and previous reporting periods.

**11. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The Fund will present the fair value of its derivative assets and liabilities on a gross basis. Certain derivative financial instruments are subject to enforceable master netting arrangements, such as an International Swaps and Derivatives Association (ISDA) master netting agreement. In certain circumstances, for example, when a credit event such as a default occurs, all outstanding transactions under the ISDA agreement are terminated, the termination value is assessed and only a single net amount may be payable in settlement of all transactions.

The Fund does not invest in derivatives and is therefore not subject to master netting arrangements.

**12. STRUCTURED ENTITIES**

The Fund has exposures to unconsolidated structured entities through trading activities. The Fund typically has no other involvement with the structured entity other than the securities it holds as part of trading activities and its maximum exposure to loss is restricted to the carrying value of the asset.

Exposure to trading assets are managed in accordance with financial risk management practices as set out in "Financial Risk Management" note, which includes an indication of changes in risk measures compared to prior year.

**13. CONTINGENT LIABILITIES AND COMMITMENTS**

The Fund did not have any contingent liabilities or commitments at the end of the current and previous reporting period.

**14. EVENTS AFTER BALANCE SHEET DATE**

No significant events have occurred since balance sheet date which would impact on the financial position of the Fund disclosed in the Balance Sheet as at 30 June 2019 or on the results and cash flows of the Fund for the reporting period ended on that date.

**MILLIMAN MANAGED RISK AUSTRALIAN SHARE**  
**DIRECTORS' DECLARATION**  
**FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

In the opinion of the Directors of Colonial First State Investments Limited:

- a) the financial statements and notes to the financial statements of the above mentioned Fund are in accordance with the Corporations Act 2001, including:
  - i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - ii) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its performance for the reporting period ended on that date, and
- b) as disclosed in Note 1(a) to the financial statements, the Fund is being terminated. However, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable, and
- c) the financial statements comply with International Financial Reporting Standards issued by the International Accounting Standards Board as stated in Note 1.

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



Penelope James  
Director  
Sydney  
23 August 2019

## **Independent auditor's report**

To the unitholders of Colonial First State Investment Fund 16

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### **Our opinion**

In our opinion:

The accompanying financial report of Colonial First State Investment Fund 16 (the Registered Scheme) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Scheme's financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### **What we have audited**

The financial report comprises:

- the balance sheet as at 30 June 2019
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the cash flow statement for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

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### **Basis for opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

### **Independence**

We are independent of the Registered Scheme in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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### **Emphasis of matter - going concern basis of accounting no longer appropriate**

We draw attention to Note 1(a) to the financial report, the directors of the Responsible Entity of the Registered Scheme (the directors) have resolved to terminate the Fund. As a result, the financial report has been prepared on a liquidation basis and not on a going concern basis. Our opinion is not modified in respect of this matter.

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### *Other information*

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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### *Responsibilities of the directors for the financial report*

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Registered Scheme to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Registered Scheme or to cease operations, or have no realistic alternative but to do so.

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### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.



PricewaterhouseCoopers



CJ Cummins  
Partner

Sydney  
23 August 2019

# **COLONIAL FIRST STATE INVESTMENT FUND 18**

( also referred to in this Financial Report as MILLIMAN MANAGED RISK GLOBAL SHARE )

ARSN : 108 230 833

## **FINAL FINANCIAL REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

**Responsible Entity of the Fund**

**COLONIAL FIRST STATE INVESTMENTS LIMITED**

**ABN: 98 002 348 352**

Ground Floor Tower 1, 201 Sussex Street  
SYDNEY NSW 2000

# COLONIAL FIRST STATE INVESTMENT FUND 18

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# MILLIMAN MANAGED RISK GLOBAL SHARE

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

The Directors of Colonial First State Investments Limited, the Responsible Entity of the Fund as stated above, present their report together with the Financial Report of the Fund for the reporting period as stated below.

The registered name of the Fund is Colonial First State Investment Fund 18 and is referred to in this Financial Report as Milliman Managed Risk Global Share.

### Reporting Period

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

### Date of Constitution and Date of Registration of the Fund

The date of Constitution and Registration of the Fund with the Australian Securities & Investment Commission (ASIC) are as follows:

Date of Constitution	25/02/2004
Date of Registration	11/03/2004

### Termination of the Fund

The Board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution.

The Responsible Entity has realised all the assets of the Fund and a final capital repayment has been made to the unitholders.

As at 30 June 2019 the Fund has ceased operation and a final capital repayment has been paid to the unitholder.

This is the final Financial Report for the Fund.

### Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

### Review of Operations

#### Income

The result of the operation for the Fund for the current and previous reporting periods are tabled below:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Operating profit/(loss) attributable to unitholders	1,602	3,536

# MILLIMAN MANAGED RISK GLOBAL SHARE

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Review of Operations (continued)

#### Distribution to unitholders

The total amount distributed to unitholders for the current and previous reporting period are as follows:

	Period ended 30/06/2019 \$	Period ended 30/06/2018 \$
Amount distributed during the reporting periods	8,767	1,418

Details of the income distributions for the reporting periods ended 30 June 2019 and 30 June 2018 are disclosed in the "Distributions to Unitholders" note to the financial statements.

#### Exit Prices

There is no exit price as the units of the Fund were cancelled upon approval of termination of the Fund.

Prior to the termination of the Fund, the exit price in the comparative period was the price at which unitholders would realise an entitlement in the Fund and was calculated by deducting a predetermined cost of selling (commonly known as the "sell spread"), if applicable, from the net asset value per unit ("NAV unit price") of the Fund. NAV unit price is calculated by taking the total fair value of all of the Fund's assets on a particular day, adjusting for any liabilities and then dividing the net fund value by the total number of units held by unitholders on that day.

The unit price (the ex-distribution exit unit price) at the end of the prior reporting period was:

	30/06/2018 \$
Ex-distribution exit unit price	0.9588

#### Responsible Entity and Directors

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (ABN 48 123 123 124).

The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

**MILLIMAN MANAGED RISK GLOBAL SHARE**

**DIRECTORS' REPORT**

**FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

## **Scheme Information**

The Fund is a registered managed investment scheme domiciled in Australia and has its principal place of business at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

## **Unit Pricing Adjustments Policy**

There are a number of factors used to calculate unit prices. The key factors include asset valuations, liabilities, debtors, the number of units on issue and where relevant, transaction costs. When the factors used to calculate the unit price are incorrect an adjustment to the unit price may be required. The Responsible Entity uses a variance of 0.30% (0.05% for a cash investment option) in the unit price before correcting the unit price.

If a unit pricing error is greater than these tolerance levels the Responsible Entity will:

- compensate unitholders' accounts balance if they have transacted on the incorrect unit price or make other adjustments as the Responsible Entity may consider appropriate, or
- where unitholders' accounts are closed the Responsible Entity will send them a payment if the amount of the adjustment is more than \$20.

These tolerance levels are consistent with regulatory practice guidelines and industry standards. In some cases, the Responsible Entity may compensate where the unit pricing error is less than the tolerance levels.

## **Significant Changes in the State of Affairs**

The Fund was terminated as at 30 June 2019.

## **Matters Subsequent to the End of the Reporting Period**

This is the final Financial Report for the Fund.

No matters or circumstances have arisen since 30 June 2019 that have significantly affected, or may significantly affect the position of the Fund.

## **Indemnification and Insurance Premiums for Officers and Auditor**

No insurance premiums are paid for out of the assets of the Fund in relation to insurance cover provided to Colonial First State Investments Limited or the auditor of the Fund. So long as the officers of Colonial First State Investments Limited act in accordance with the Constitution and the Corporations Act 2001, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund. The auditor of the Fund is in no way indemnified out of the assets of the Fund.

The Commonwealth Bank of Australia (CBA) has paid insurance premiums for the benefit of the Directors and Officers of the Responsible Entity, a wholly owned subsidiary of CBA. 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 insurance contracts.

## **Likely Developments and Expected Results of Operations**

As at 30 June 2019 the termination process is complete and a final repayment of capital to the unitholders has been made. This is the final Financial Report for the Fund.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## DIRECTORS' REPORT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### Fees Paid to and Received by the Responsible Entity or its Associates

Fees paid or payable to the Responsible Entity and its associates out of the Fund's assets during the reporting period are disclosed in the Statement of Comprehensive Income.

No fees were paid to the Directors of the Responsible Entity during the reporting period out of the Fund's assets.

### Interests in the Fund

Prior to the termination of the Fund, the units issued and redeemed in the Fund during the period and the number of units on issue at the end of the financial period were set out in "Changes in Net Assets Attributable to Unitholders" note to the financial statements. The value of the Fund's assets at the end of the financial period is set out in the Balance Sheet. Upon approval for termination, the units of the Fund were cancelled. Each unitholder will continue to be entitled to their share of distribution or capital repayment in the same proportion as at the date of termination. A final capital repayment has been paid to the unitholders.

There are no interests in the Fund held by the Responsible Entity or its associates at the end of the previous reporting period.

### Environmental Regulation

The Fund's operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

### Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out in the following page.

Signed in accordance with a resolution of the Directors of Colonial First State Investments Limited.



Penelope James  
Director  
Sydney  
23 August 2019



## *Auditor's Independence Declaration*

As lead auditor for the audit of Colonial First State Investment Fund 18 for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'CJ Cummins', with a stylized flourish at the end.

CJ Cummins  
Partner  
PricewaterhouseCoopers

Sydney  
23 August 2019

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Liability limited by a scheme approved under Professional Standards Legislation.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## STATEMENT OF COMPREHENSIVE INCOME FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
<b>Investment Income</b>		\$	\$
Distribution income		340	716
Net gains/(losses) on financial instruments at fair value through profit or loss		1,368	2,947
<b>Total investment income/(loss)</b>		<b>1,708</b>	<b>3,663</b>
<b>Expenses</b>			
Responsible Entity's management fees	8(c)	92	110
Responsible Entity's Expenses recharged	8(d)	9	9
Other expenses		5	8
<b>Total operating expenses</b>		<b>106</b>	<b>127</b>
<b>Profit/(Loss) for the period</b>		<b>1,602</b>	<b>3,536</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>1,602</b>	<b>3,536</b>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## BALANCE SHEET AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Assets</b>			
Cash and cash equivalents		-	48
- others		-	3
Financial assets held at fair value through profit or loss	5	-	32,701
<b>Total assets</b>		-	<b>32,752</b>
<b>Liabilities</b>			
Responsible Entity - fee	8(c)	-	10
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		-	<b>10</b>
<b>Net assets attributable to unitholders</b>		-	<b>32,742</b>

The above Balance Sheet should be read in conjunction with the accompanying notes.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2019

	Note	30/06/2019 \$	30/06/2018 \$
<b>Opening equity at the beginning of the period</b>		32,742	36,058
Profit/(Loss) for the period		1,602	3,536
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>1,602</b>	<b>3,536</b>
<b>Transactions with owners in their capacity as owners</b>			
Distribution to unitholders	4	(8,767)	(1,418)
Application of units		450	1,136
Redemption of units		(34,794)	(7,988)
Reinvestment during the period		8,767	1,418
<b>Closing equity at the end of the period</b>		<b>-</b>	<b>32,742</b>

The above Statement of Changes in Equity should be read in conjunction with the "Changes in Net Assets attributable to Unitholders" note in the accompanying notes.



# MILLIMAN MANAGED RISK GLOBAL SHARE

## CASH FLOW STATEMENT FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

	Note	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments		34,807	7,622
Payments for purchase of financial instruments		(398)	(1,567)
Interest received		-	1
Responsible Entity fee received/ (paid)		(99)	(110)
Others		(14)	(17)
<b>Net cash (used in)/from operating activities</b>	7(a)	<b>34,296</b>	<b>5,929</b>
<b>Cash flows from financing activities</b>			
Receipts from issue of units		450	1,136
Payment for redemption of units		(34,794)	(7,988)
Distributions paid		-	(179)
<b>Net cash (used in)/from financing activities</b>		<b>(34,344)</b>	<b>(7,031)</b>
<b>Net movement in cash and cash equivalents</b>		<b>(48)</b>	<b>(1,102)</b>
Add opening cash and cash equivalents brought forward		48	1,150
<b>Closing cash and cash equivalents carried forward</b>		<b>-</b>	<b>48</b>

The above Cash Flow Statement should be read in conjunction with the accompanying notes.

Non-cash financing activities are disclosed in part (b) under "Cash and Cash Equivalents" note to the financial statements.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Non-going Concern Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the Fund's Constitution and the requirements of the Corporations Act 2001, which includes Accounting Standards. Other mandatory professional reporting requirements have also been complied with.

The board of Directors of the Responsible Entity approved the termination of the Fund on 8 April 2019 in accordance with the provisions of the Constitution. Consequently the Directors have determined that the going concern basis of preparation is no longer appropriate.

Following termination of the Fund, the Responsible Entity has:

- (i) realised all the assets of the Fund;
- (ii) prepared a final set of accounts and processed the final repayment of capital and income distribution;
- (iii) distributed to the unitholders the net income of the Fund; and
- (iv) cancelled the units held by the unitholders in accordance with the provisions of the Constitution.

The termination process was substantially completed as at 30 June 2019.

The Fund is a for-profit unit trust for the purpose of preparing the financial statements.

The current reporting period for the financial report is from 1 July 2018 to 30 June 2019. The comparative reporting period is from 1 July 2017 to 30 June 2018.

The financial information presented in this financial report for the reporting period has been prepared on the basis that the Fund is not a going concern for financial reporting purposes.

The Balance Sheet is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be settled within twelve months, except for financial assets held at fair value through profit or loss and net assets attributable to unitholders which may take longer to realise or settle within the next twelve months.

The financial report is prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Both the functional and presentational currency of the Fund are Australian dollars.

The financial report was authorised for issue by the Directors of the Responsible Entity on 23 August 2019. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ("AIFRS"). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ("IFRS").

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (a) Non-going Concern Basis of Preparation

#### (i) New and Amended Standards adopted by the Funds

AASB 9 Financial Instruments became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139.

Classification and measurement of debt securities is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund has elected to restate the comparative period presented to comply with AASB 9. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (b) Investments in Financial Assets and Liabilities Held at Fair Value through Profit or Loss

##### (i) Classification

###### Assets

The Fund classifies its investments based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Fund's portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model objective. Consequently, the debt securities are measured at fair value through profit or loss.

##### (ii) Recognition/Derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all of the risks and rewards of ownership.

##### (iii) Measurement

At initial recognition, the Fund measures financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair values of financial instruments are determined please see "Financial Assets and Liabilities at Fair Value through Profit or Loss" note to the financial statements.

##### (iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. Refer to the "Offsetting Financial Assets and Financial Liabilities" note to the financial statements for further information.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (c) Investment Income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income and distribution income when the Fund's right to receive payments is established.

Other changes in fair value for such instruments are recorded in accordance with the policies described in the "Financial assets and liabilities at fair value through profit or loss" note to the financial statements.

#### (d) Due from/to Brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and consequently measured at amortised cost.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

#### (e) Cash and Cash Equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank, deposits at call with financial institutions and short-term bank deposits with an original maturity of three months or less.

For the purposes of the Cash Flow Statement, cash and cash equivalents are as defined above, net of outstanding bank overdrafts.

Derivative cash accounts comprise of margin accounts and cash held as collateral for derivative transactions and short sales. The cash is held by the broker and is only available to meet margin calls.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (f) Receivables

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 1(c) above. Amounts are generally received within 30 days of being recorded as receivables.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Fund will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

#### (g) Payables

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period. As the Fund has a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the balance sheet as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

#### (h) Taxation

Under current legislation, the Fund is not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

#### (i) Distributions to Unitholders

Distributions are payable as set out in the Fund's Product Disclosure Statement. Such distributions are determined by the Responsible Entity of the Fund. Distributable income includes capital gains arising from the disposal of financial assets and liabilities held at fair value through profit or loss. Unrealised gains and losses on financial assets and liabilities held at fair value through profit or loss that are recognised as income are transferred to net assets attributable to unitholders and are not assessable and distributable until realised. Capital losses are not distributed to unitholders but are retained to be offset against any realised capital gains.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (j) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Fund at any time for cash based on the redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the units back to the Fund. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Fund's liquidation
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavorable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Fund's units have been classified as equity as they satisfied all the above criteria.

#### (k) Terms and Conditions on Units

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

- have their units redeemed;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Fund.

The rights, obligations and restrictions attached to each unit are identical in all respects.

#### (l) Applications and Redemptions

Prior to the termination of the Fund, applications received for units in the Fund are recorded net of any entry fees payable (where applicable) prior to the issue of units in the Fund. Redemptions from the Fund are recorded gross of any exit fees payable (where applicable) after the cancellation of units redeemed.

Upon the termination of the Fund, the issue, switching and redemption of units ceased.

#### (m) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of GST.

Reduced input tax credits (RITC) recoverable by the Fund from the Australian Taxation Office are recognised as receivables in the Balance Sheet.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (n) Expense Recognition

All expenses, including responsible entity's fees and custodian fees, are recognised in profit or loss on an accruals basis.

#### (o) Use of Estimates

The Responsible Entity makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial period. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Fund invests in managed investment schemes which are also managed by the Responsible Entity. For the majority of the financial instruments of these managed investment schemes, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

#### (p) Unit Prices

Prior to the termination of the Fund, unit prices are determined in accordance with the Fund's Constitution and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities held at fair value through profit or loss for unit pricing purposes are valued on a "last sale" price basis.

Following the termination of the Fund, the units were fully cancelled and no unit prices were calculated.

#### (q) Investment Entity

Prior to termination of the Fund, the Responsible Entity has determined that the Fund is an investment entity under the definition in AASB 10 as it met the following criteria:

- (a) the Fund has obtained funds from unitholders for the purpose of providing them with investment management services;
- (b) the Fund's business purpose, which it communicated directly to unitholders, is investing solely for returns from capital appreciation and investment income; and
- (c) the performance of investments made by the Fund is measured and evaluated on a fair value basis.

Prior to the termination, the Fund had met all of the typical characteristics of investment entities.

#### (r) Transactions in Foreign Currencies

The Fund mainly transacts in Australian currency.



# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (s) New Application of Accounting Standards

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Fund.

#### (t) Structured Entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. Structured entities are generally created to achieve a narrow and well defined objective with restrictions around their ongoing activities. Depending on the Fund's power over the activities of the entity and its exposure to and ability to influence its own returns, it may control the entity. However, the Fund applies the Investment Entity Exemption available under AASB10 and therefore does not consolidate its controlled entities (Note 1(p)). In other cases it may have exposure to such an entity but not control it.

An interest in a structured entity is any form of contractual or non-contractual involvement which creates variability in returns arising from the performance of the entity for the Fund. Such interests include holdings of units in unlisted trusts, including managed investment schemes. The nature and extent of the Fund's interests in structured entities are titled "managed investment schemes" and are summarised in Note 1(b), "Financial Assets Held at Fair Value through Profit or Loss" and "Related Parties Disclosures" notes where appropriate. The total size of the structured entities that the Fund has exposure to is the net assets of the "managed investment schemes", which is determined based on the percentage interest held and carrying value disclosed in the "Related Parties Disclosures" note.

### 2. AUDITOR'S REMUNERATION

The auditor's remuneration in respect of auditing the financial reports is fully paid by the Responsible Entity.

The Responsible Entity may recharge a portion of the auditor's remuneration to the Fund. See the note under "Management Expenses Recharged" in the "Related Parties Disclosures" note to the Financial Statements.

Other services provided by the auditor are the audit of the compliance plan of the Fund and tax compliance services. The auditor's non-audit remuneration is also fully paid by the Responsible Entity.

### 3. INTEREST INCOME

Interest income of the Fund is derived mainly from interest earned on bank accounts which is measured at amortised cost.

### 4. DISTRIBUTIONS TO UNITHOLDERS

The Responsible Entity adopts the policy of distributing as a minimum the net income for tax purposes. The amounts shown as "Distribution payable" in the Balance Sheet represent the components of the distributions for the reporting period which had not been paid at balance date.

The amounts distributed or proposed to be distributed to unitholders in cents per unit (cpu) during the period were:

Distribution Periods ended:	1/07/2018 - 30/06/2019		1/07/2017 - 30/06/2018	
	cpu	\$	cpu	\$
- 30 September	-	-	-	-
- 31 December	1.20	389	1.10	354
- 31 March	27.10	8,378	-	-
- 30 June	-	-	3.22	1,064
<b>Distributions to unitholders</b>		<b>8,767</b>		<b>1,418</b>

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

#### (a) Fair Value Measurements

The Fund measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Financial assets / liabilities at fair value through profit or loss
- Derivative financial instruments

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Other than the financial assets and liabilities classified as fair value through profit or loss, all other financial assets and liabilities of the fund are recognised initially at fair value and are subsequently measured at amortised cost.

#### (b) Fair Value Hierarchy

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Level 1 for quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 for inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 for inputs for the asset or liability that are not based on observable market data (unobservable inputs).

#### (i) Fair Value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Fund values its investments in accordance with the policies set out in Note 1 to the Financial Statements. For the majority of these investments, the Fund relies on information provided by independent pricing services for the valuation of its investments.

The quoted market price used for financial assets held by the Fund is the current bid price, the appropriate quoted market price for financial liabilities is the current asking price. When the Fund holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid and asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 5. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

#### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, to allow for additional factors including liquidity risk and counterparty risk.

#### (c) Recognised Fair Value Measurements

The Fund's financial assets held at fair value through profit or loss were unlisted managed investment schemes which are also managed by the Responsible Entity. These Funds are priced daily and offer daily applications and redemptions. The fair value of these investments are classified as Level 2.

As at the end of this financial period the Fund has fully disposed its financial assets held at fair value through profit or loss.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 6. CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

The units of the Fund were cancelled on approval for termination of the Fund. On the date of approval of termination on 8 April 2019, the number of units cancelled were 42,553. The Responsible Entity is in the process of realising investment assets and has returned the net cash to unitholders as final return of capital.

The Responsible Entity has finalised the disposal of the Fund's financial assets and returned the net cash to unitholders as return of capital. Capital repayment and distributions was paid to the unitholders in proportion of the units held immediately prior to termination. The Board of directors approved the termination of the Fund on 8 April 2019

#### (a) Movements in Net Assets Attributable to Unitholders:

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Opening balance	32,742	36,058
Applications	450	1,136
Redemptions	(3,496)	(7,988)
Units issued upon reinvestment of distributions	8,767	1,418
Units cancelled on termination	(31,298)	-
Change in net assets attributable to unitholders from operations	(7,165)	2,118
<b>Closing Balance</b>	<b>-</b>	<b>32,742</b>

#### (b) Capital Risk Management

Prior to the termination of the Fund, the Responsible Entity managed the Fund's net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders. Net assets attributable to unitholders are representative of the expected cash outflows on redemption.

As at 30 June 2019, the termination process is completed and a final repayment of capital has been paid to the unitholders.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 7. CASH AND CASH EQUIVALENTS

#### (a) Reconciliation of Net Profit/(Loss) Attributable to Unitholders to Net Cash from Operating Activities

	1/07/2018 - 30/06/2019 \$	1/07/2017 - 30/06/2018 \$
Net profit/(loss) attributable to unitholders	1,602	3,536
Proceeds from sale of financial assets and liabilities held at fair value through profit or loss	34,807	7,622
Payments for purchase of financial assets and liabilities held at fair value through profit or loss	(398)	(1,567)
Changes in fair value of financial assets and liabilities held at fair value through profit or loss	(1,368)	(2,947)
Distribution or Dividend income reinvested	(340)	(716)
Change in receivables and other assets	3	3
Change in payables and other liabilities	(10)	(2)
<b>Net Cash From/(Used In) Operating Activities</b>	<b>34,296</b>	<b>5,929</b>

#### (b) Non-cash Financing Activities Carried Out During the Reporting Periods on Normal Commercial Terms and Conditions include:

- Reinvestment of unitholders distributions as disclosed under "Units issued upon reinvestment of distributions" in part (a) of the "Changes in Net Assets Attributable to Unitholders" note to the financial statements.
- Participation in dividend reinvestment plans as disclosed under "Distribution or Dividend Income Reinvested" in part (a) of the "Cash and Cash Equivalents" note to the financial statements.

#### (c) Terms and Conditions on Cash

Cash at bank and in hand, cash held as collateral and deposits at call with financial institutions, earn interest at floating rate as determined by the financial institutions.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES

#### (a) Responsible Entity

The Responsible Entity of the Fund is Colonial First State Investments Limited. The ultimate holding company is the Commonwealth Bank of Australia (the Bank).

The Responsible Entity is incorporated and domiciled in Australia and has its registered office at Ground Floor Tower 1, 201 Sussex Street, Sydney, New South Wales, 2000.

#### (b) Details of Key Management Personnel

##### (i) Key Management Personnel

The Directors of Colonial First State Investments Limited are considered to be Key Management Personnel. The Directors of the Responsible Entity in office during the period and up to the date of the report are:

Name of Director	Date of Appointment or Resignation
Anne Ward	Appointed on 1 January 2013.
Penelope James	Appointed on 1 January 2013.
Peter Hodgett	Resigned on 30 June 2019.
Elizabeth Lewin	Resigned on 31 December 2018.
Edward James Eason	Appointed on 15 August 2017.
Linda Elkins	Resigned on 2 August 2019.
Benjamin Andrew Heap	Appointed on 1 January 2019.

##### (ii) Compensation of Key Management Personnel

No amounts are paid by the Fund directly to the Directors of the Responsible Entity of the Fund.

Directors are employed as executives of the Commonwealth Bank of Australia, and in that capacity, part of their role is to act as a director of the Responsible Entity. Consequently, no compensation as defined in AASB 124: Related Parties is paid by the Fund to the Directors as Key Management Personnel.

#### (c) Responsible Entity's Management Fees

Under the terms of the Constitution, the Responsible Entity is entitled to receive monthly management fees which are expressed as a percentage of the total assets of the Fund (i.e. excluding liabilities). Management fees are paid directly by the Fund. The table below shows the current fee rates charged.

The management fees rate charged for the current and comparative reporting periods are as follows:

	1/07/2018 - 30/06/2019 %	1/07/2017 - 30/06/2018 %
Management fees rate for the reporting periods	0.95	0.95

The management fees rate for the previous period was changed from 1.05% to 0.95% on 01/05/2018.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (c) Responsible Entity's Management Fees (continued)

The Responsible Entity's management fees charged for the reporting periods are as follows:

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Management fees charged/(refunded) for the reporting periods	92	110

Fees due to/(refund from) the Responsible Entity as at the end of the reporting period.

	1/07/2018 - 30/06/2019	1/07/2017 - 30/06/2018
	\$	\$
Fees due to/(refund from) the Responsible Entity as at the end of the reporting periods	-	10

#### (d) Management Expenses Recharged

The Responsible Entity is responsible for paying the custody fees on behalf of the Fund. The amount paid is based on the overall arrangement in place with the custodian. The Responsible Entity may recharge the custody fees to the Fund. There were no such fees charged to the Fund for the current and previous reporting periods.

The Responsible Entity is also responsible for paying certain expenses (such as audit fees, printing and postage) for the Fund. The amount recharged is based on the lower of the expenses paid or 0.03% of the net assets value of the Fund, however no such expenses were recharged in the current and previous reporting periods.

#### (e) Bank and Deposit Accounts

The bank accounts and 11am deposit accounts for the Fund may be held with the Commonwealth Bank of Australia. Fees and expenses are negotiated on an arm's length basis. Various short term money market, fixed interest securities and foreign currency transactions are from time to time transacted through the Commonwealth Bank of Australia which receives a fee which is negotiated on an arm's length basis.

#### (f) Units Held by Related Parties

Other funds managed by the Responsible Entity or its affiliates may from time to time purchase or redeem units in the Fund. Such activity is undertaken in the ordinary course of business at entry and exit prices available to all investors at the time of the transaction.

There is no interest of Colonial First State Investments Limited and its associates in the Fund.

#### (g) Related Party Transactions

The Fund may transact with other managed investment schemes, which are also managed by the Responsible Entity. These transactions normally consist of the sale or purchase of units in related managed investment schemes and receipt and payment of distributions on normal commercial terms and conditions.

#### (i) Terms and Conditions of Transactions with Related Parties

All related party transactions are made in arm's length transactions on normal commercial terms and conditions. Outstanding balances at period end are unsecured and settlement occurs in cash.

#### (ii) Guarantees

There have been no guarantees provided or received for any related party receivables.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 8. RELATED PARTIES DISCLOSURES (continued)

#### (h) Investing Activities

#### (i) Related Managed Investment Schemes

The fund held investments in the following managed investment schemes which were managed by Colonial First State Investments Limited. Distributions received are immediately reinvested into additional units.

Investment Name	Units Held At The End of the Period No.	Value of Investment At Period End \$	Interest held in Investment at Period End %	Units Acquired During the Period No.	Units Disposed During the Period No.	Distribution Received \$
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Units held in:

Colonial First State Investment Fund 7

- 2019	-	-	-	628	28,242	340
- 2018	27,614	32,701	0.07	2,007	6,929	716

#### (ii) Related Listed Securities

The Fund did not invest in any related listed securities.

#### (iii) Other related Financial Instruments

The Fund did not invest in derivatives, money market and fixed interest securities issued by the Commonwealth Bank of Australia and its associates.



# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT

Prior to the termination of the Fund, its investing activities may expose the Fund to a variety of financial risks: market risk (including price risk and interest rate risk), credit risk and liquidity risk.

The overall risk management program used to focus on ensuring compliance with its Product Disclosure Statement/Information Memorandum and seeks to maximise the returns derived for the level of risk to which the Fund is exposed. A Fund may use derivative financial instruments to alter certain risk exposures. Financial risk management is carried out by the respective investment management departments (Investment Managers) and regularly monitored by the Investment Review Services Department of the Responsible Entity.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk.

#### (a) Market Risk

##### (i) Price Risk

Prior to the termination of the Fund, financial assets are either directly or indirectly exposed to price risk. This arises from investments held for which prices in the future are uncertain. They are classified on the balance sheet at fair value through profit or loss. All securities investments present a risk of loss of capital. The maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Investment Manager may mitigate price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement/Information Memorandum or Constitutions and are monitored by the Investment Review Services Department of the Responsible Entity.

As at end of the current reporting date the Fund has fully disposed its investments and is not subject to any price risk.

The table in part (b) under "Summarised Sensitivity Analysis" of the "Financial Risk Management" note to the financial statements, summarises the impact of an increase/decrease of the Australian and global indexes on a Fund's net assets attributable to unitholders at the end of the reporting periods. The analysis is based on the assumptions that the relevant indexes increased or decreased as tabled with all other variables held constant and that the fair value of the Fund which has indirect exposures to equity securities and derivatives moved according to the historical correlation with the indexes. Any Fund which invests in various asset classes, such as a multi-sector Fund, will have a weighted average movement calculated based on the proportion of their investments in the those classes.

##### (ii) Foreign Exchange Risk

The Fund does not hold monetary or non-monetary assets denominated in currencies other than the Australian dollars and therefore is not exposed to foreign exchange risk.

##### (iii) Interest Rate Risk

The exposure to interest rate risk of the Fund is limited to its cash and cash equivalents or bank overdraft, which earns/ (charges) a floating rate of interest.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 9. FINANCIAL RISK MANAGEMENT (continued)

#### (b) Summarised Sensitivity Analysis

The following table summarises the sensitivity of the Fund's operating profit or loss and net assets attributable to unitholders to interest rate risk, foreign exchange risk and other price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and foreign exchange rates, historical correlation of the Fund's investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of and/or correlation between the performance of the economies, markets and securities in which the Fund invests. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

The Fund may not be subject to all these risks and are denoted with "-" in the table below.

	Interest rate risk		Foreign exchange risk		Price risk	
	Impact on operating profit/(loss) and net assets attributable to unitholders					
30/06/2019	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-20.00% \$	20.00% \$
	-	-	-	-	-	-
30/06/2018	-50 basis points \$	50 basis points \$	-10.00% \$	10.00% \$	-20.00% \$	20.00% \$
	-	-	-	-	( 6,540)	6,540

#### (c) Credit risk

Prior to the termination of the Fund, the Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due. Credit risk primarily arises from investments in debt securities and derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

The Investment Review Services Department of the Responsible Entity regularly monitors the credit risks that arise from holding these securities.

As at the end of the current and previous reporting periods the Fund has no exposure to credit risk.

#### (d) Liquidity risk

Prior to the Fund's termination, the Fund was exposed to daily cash redemptions of redeemable units. The Fund is in the process of realising all its assets and returning to unitholders the net proceeds.

As at the end of the current reporting period the Fund has made a final return of capital to the unitholders and therefore no longer subject to any liquidity risk.

# MILLIMAN MANAGED RISK GLOBAL SHARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE REPORTING PERIOD ENDED 30 JUNE 2019

### 10. DERIVATIVE FINANCIAL INSTRUMENTS

In the normal course of business the Fund may enter into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

The Fund did not enter into transactions in any derivative financial instruments during the current and previous reporting periods.

### 11. OFFSETTING FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The Fund will present the fair value of its derivative assets and liabilities on a gross basis. Certain derivative financial instruments are subject to enforceable master netting arrangements, such as an International Swaps and Derivatives Association (ISDA) master netting agreement. In certain circumstances, for example, when a credit event such as a default occurs, all outstanding transactions under the ISDA agreement are terminated, the termination value is assessed and only a single net amount may be payable in settlement of all transactions.

The Fund does not invest in derivatives and is therefore not subject to master netting arrangements.

### 12. STRUCTURED ENTITIES

The Fund has exposures to unconsolidated structured entities through trading activities. The Fund typically has no other involvement with the structured entity other than the securities it holds as part of trading activities and its maximum exposure to loss is restricted to the carrying value of the asset.

Exposure to trading assets are managed in accordance with financial risk management practices as set out in "Financial Risk Management" note, which includes an indication of changes in risk measures compared to prior year.

### 13. CONTINGENT LIABILITIES AND COMMITMENTS

The Fund did not have any contingent liabilities or commitments at the end of the current and previous reporting period.

### 14. EVENTS AFTER BALANCE SHEET DATE

No significant events have occurred since balance sheet date which would impact on the financial position of the Fund disclosed in the Balance Sheet as at 30 June 2019 or on the results and cash flows of the Fund for the reporting period ended on that date.

**MILLIMAN MANAGED RISK GLOBAL SHARE**  
**DIRECTORS' DECLARATION**  
**FOR THE REPORTING PERIOD ENDED 30 JUNE 2019**

In the opinion of the Directors of Colonial First State Investments Limited:

- a) the financial statements and notes to the financial statements of the above mentioned Fund are in accordance with the Corporations Act 2001, including:
  - i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - ii) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its performance for the reporting period ended on that date, and
- b) as disclosed in Note 1(a) to the financial statements, the Fund is being terminated. However, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable, and
- c) the financial statements comply with International Financial Reporting Standards issued by the International Accounting Standards Board as stated in Note 1.

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



Penelope James  
Director  
Sydney  
23 August 2019



## *Independent auditor's report*

To the unitholders of Colonial First State Investment Fund 18

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### *Our opinion*

In our opinion:

The accompanying financial report of Colonial First State Investment Fund 18 (the Registered Scheme) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Scheme's financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### *What we have audited*

The financial report comprises:

- the balance sheet as at 30 June 2019
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the cash flow statement for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

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### *Basis for opinion*

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

### *Independence*

We are independent of the Registered Scheme in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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### *Emphasis of matter - going concern basis of accounting no longer appropriate*

We draw attention to Note 1(a) to the financial report, the directors of the Responsible Entity of the Registered Scheme (the directors) have resolved to terminate the Fund. As a result, the financial report has been prepared on a liquidation basis and not on a going concern basis. Our opinion is not modified in respect of this matter.

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**PricewaterhouseCoopers, ABN 52 780 433 757**

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### *Other information*

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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### *Responsibilities of the directors for the financial report*

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Registered Scheme to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Registered Scheme or to cease operations, or have no realistic alternative but to do so.

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### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.



A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.

A handwritten signature in black ink, appearing to read "PricewaterhouseCoopers", written in a cursive style.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read "CJ Cummins", written in a cursive style.

CJ Cummins  
Partner

Sydney  
23 August 2019

## **Enquiries**

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