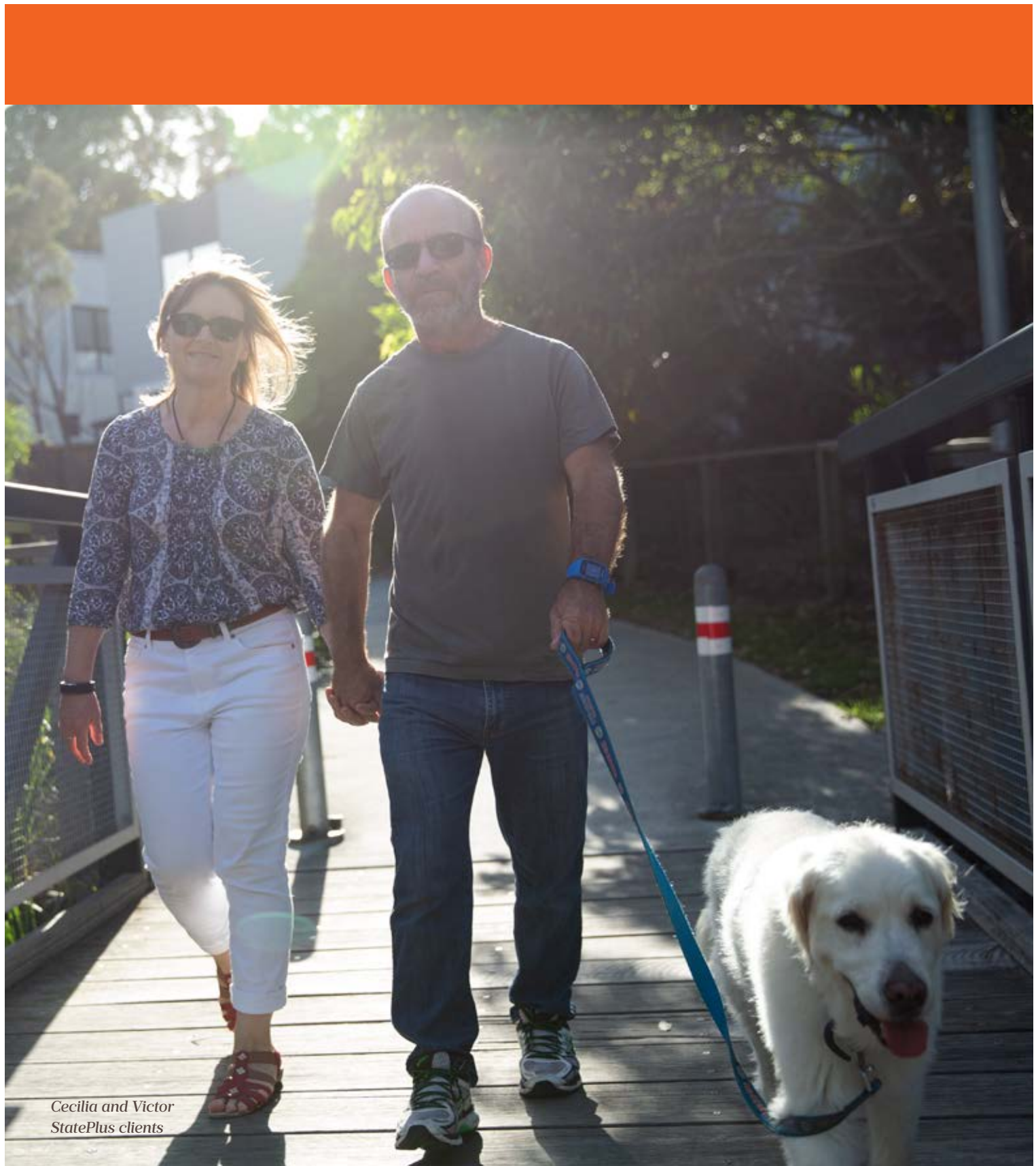


StatePlus Investment Fund Annual Report 2019



*Cecilia and Victor
StatePlus clients*

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STATEPLUS INVESTMENT FUND

TRUSTEE: STATE SUPER FINANCIAL SERVICES AUSTRALIA LIMITED TRADING AS
STATEPLUS ABN: 86 003 742 756

Cash Fund	ARSN 090 078 443
Fixed Interest Fund	ARSN 150 755 249
Capital Stable Fund	ARSN 090 078 961
Moderate Fund	ARSN 150 755 150
Balanced Fund	ARSN 090 077 991
Growth Fund	ARSN 090 078 103
Australian Equities Fund	ARSN 150 755 196
International Equities Fund	ARSN 150 755 294
Fixed Term Fund	ARSN 603 551 891

Chairman's Report

On behalf of the StatePlus Board, executive and staff, I would like to thank you for trusting our team to look after your superannuation, retirement and financial planning needs over the past year.

The reforms that we've seen taking place in superannuation and financial advice go well beyond the recommendations of the Royal Commission and all organisations have been prompted to critically analyse the services they provide to clients. At StatePlus we've reviewed our processes carefully and where we have fallen short, we've taken every step to ensure affected clients are remediated. We strongly support any initiative that leads to better transparency and gives our members and clients greater confidence and security.



The Productivity Commission has released its final report on the efficiency and competitiveness of superannuation and the government has said it will implement the Commission's recommendation to review the retirement incomes system. We look forward to participating in the review and advocating for policies that deliver the best outcomes for our clients.

Equity markets have been strong over the past year as record low interest rates encouraged investors to seek better yields from shares, pushing up prices in the process. But the economic environment of low interest rates and low inflation has made it more challenging than ever for investors seeking good returns. Our investment objective is to provide you with a secure retirement income and this means carefully managing the unique risks that retirees and pre-retirees face, an approach that goes hand-in-hand with the provision of financial advice.

We're pleased to have been awarded the 'Best Advice Offering' at the 2019 Conexus Financial Superannuation Awards. This award recognises innovation and the provision of outstanding services and support and it's a wonderful endorsement of StatePlus and the value we offer to our clients.

Continuing to be a trusted source of financial advice and retirement expertise is central to our corporate strategy. We believe the quality of the advice and the support services we offer represent a true competitive advantage.

Our sole shareholder, First State Super, is currently in merger discussions with Victorian-based super fund, VicSuper. The two funds share a common heritage looking after the savings and retirement needs of public sector employees. If the merger proceeds, the combined entity will be Australia's second-largest superannuation fund, managing over \$120 billion on behalf of more than 1.1 million members. By having access to greater scale, First State Super can continue to expand and improve its services, deliver sustainable long-term returns for members and invest in ways that generate positive outcomes for the community.

I want to acknowledge the contribution of Sue Carter, Roslyn Ramwell, Michael Rice and John Warburton who recently stepped down from the Board. The Board and I deeply appreciate their wisdom, support and contribution over the last few years. I'm pleased to announce the appointment of Graeme Arnott to the Board. Graeme has been the CEO of StatePlus since 2016, and brings a deep understanding of our business and the needs of our clients.

We're extraordinarily fortunate to also be supported by Deanne Stewart as CEO of First State Super. Deanne's leadership, vision and belief in the importance of advice as a differentiator for First State Super contributes to our success.

Best wishes

Neil Cochrane, Chairman

Your Trustees

Your Trustees



› Neil Cochrane

Chairman of the Board

In a career spanning 41 years in financial services, Neil's previous roles have included Deputy CEO and Global Head of Business Development at Colonial First State Global Asset Management (CFSGAM); CEO of the Retail Employees Superannuation Trust (REST Industry Super) and CEO of Southern Asset Management in South Africa.

In addition, Neil has held several non-executive roles within the retail banking, investment management and trust industries.

Neil was appointed as the independent Chair of First State Super in 2014 and is a member of the Investment Committee. Neil also chairs the Governance and Nominations Committee and the Boards of First State Super Financial Services and StatePlus.

He was appointed as the StatePlus Chairman in 2016.



› Graeme Arnott

Director

As Deputy CEO and Group Executive-Advice Graeme continues to lead the financial planning and advice integration of StatePlus into First State Super.

Graeme has led StatePlus since it was acquired by First State Super in 2016 and will continue to do so until a permanent appointment is announced later in the year.

Graeme was formerly CEO of StatePlus and responsible for the delivery of operational, custodian, financial and administrative services to members and employers. He joined First State Super as Chief Operating Officer in 2007 and was Deputy CEO prior to becoming CEO of StatePlus.

In 2013 Graeme was awarded Chief Operating Officer of the Year by FEAL and La Trobe Financial; and in 2015 was the recipient of the FEAL Pimco Institute Scholarship to the USA.

Prior to his time with First State Super, Graeme held several senior management roles at JPMorgan after a period with PricewaterhouseCoopers.

He was appointed as a Director of the StatePlus Board in June 2019.



› Mark Lennon

Director

Mark was formerly Secretary of Unions NSW between 2008-2015 where his responsibilities included industrial and political work in the areas of railways, electricity, health, industrial legislation, occupational health and safety, forestry and superannuation. He held previous positions at Unions NSW including Assistant Secretary, Training Officer, Industrial Officer and Executive Officer. In addition, he was elected President of the Australian Labor Party NSW Branch in 2014.

Mark has held board positions with First State Super, Asset Super and Chifley Financial Services. He is currently a Director of the Sydney Financial Forum, McKell Institute and iCare NSW.

He was also appointed as a Director of the StatePlus Board in 2016.



› Trevor Carr

Director

Trevor has built an extensive career in governance, policy evaluation and advocacy, and the operation of public healthcare and aged care services.

Trevor has been directly involved with health service and aged care provider boards for more than 30 years and was formerly CEO of Leading Age Services Australia Victoria (LASA Victoria). LASA National is now the peak body for aged care in Australia, and the united voice for providers and other organisations associated with aged and community care. Before this, he was Chief Executive Officer of the Victorian Healthcare Association (VHA), a position he held for eight years. Trevor held board positions with First State Super.

He was also appointed as a Director of the StatePlus Board in 2016.

Your Trustees



Our Custodian

We have appointed an independent organisation as custodian to hold all of the Funds' assets. The current custodian is:

State Street Australia Ltd
ABN 21 002 965 200
Level 14
420 George Street
Sydney NSW 2000

State Street Australia Ltd is part of State Street Corporation which is one of the world's leading providers of financial services to institutional investors, including investment servicing, investment management and investment research and trading. State Street operates in more than 100 geographic markets worldwide, including the US, Canada, Europe, the Middle East and Asia.

Performance of the Funds

Returns of the Funds - Years ended 30 June 2019 (net of all fees and taxes) – Class A

	1 yr	2 yr	3 yr	5 yr	7 yr	10 yr	Since inception	Inception Date
Cash	1.33	1.21	1.19	1.37	1.60	2.18	3.66	28/11/1991
Fixed Interest	6.83	4.04	3.02	3.50	3.69		4.29	21/07/2011
Capital Stable	5.30	4.34	4.05	3.87	4.15	4.55	5.40	28/11/1991
Moderate	6.39	4.84	4.54	4.78	5.86		5.65	21/07/2011
Balanced	7.40	5.99	5.77	5.74	7.64	7.54	6.54	28/11/1991
Growth	8.07	7.04	7.09	6.71	9.56	8.80	5.78	16/06/1997
Australian Equities	8.01	8.43	8.93	6.71	9.95		8.28	21/07/2011
International Equities	9.98	10.13	11.03	10.09	13.53		11.68	21/07/2011

The returns set out above are compound average annual returns and have been calculated after deducting fees and expenses payable by each Fund.

Returns are calculated based on the movement of a Fund's unit price and distributions paid over the relevant period.

Past performance is not a reliable predictor of future investment returns. Markets can be volatile and can move rapidly up and down.

These performance returns do not take into consideration your individual transactions and therefore, may not fully reflect your investment experience.

Returns of the Funds - Years ended 30 June 2019 (net of all fees and taxes) – Class B

	1 yr	2 yr	3 yr	5 yr	7 yr	10 yr	Since inception	Inception Date
Cash	1.95	1.82	1.80	2.00	-	-	2.09	2/04/2013
Fixed Interest	7.50	4.72	3.71	4.20	-	-	4.20	2/04/2013
Capital Stable	6.08	5.09	4.70	4.55	-	-	4.51	2/04/2013
Moderate	7.19	5.61	5.30	5.55	-	-	5.92	2/04/2013
Balanced	8.17	6.75	6.48	6.50	-	-	7.17	2/04/2013
Growth	8.84	7.74	7.74	7.42	-	-	8.61	2/04/2013
Australian Equities	8.79	9.70	9.70	7.50	-	-	8.29	2/04/2013
International Equities	10.74	11.86	11.86	10.89	-	-	13.24	2/04/2013

The returns set out above are compound average annual returns and have been calculated after deducting fees and expenses payable by each Fund.

Returns are calculated based on the movement of a Fund's unit price and distributions paid over the relevant period.

Past performance is not a reliable predictor of future investment returns. Markets can be volatile and can move rapidly up and down.

These performance returns do not take into consideration your individual transactions and therefore, may not fully reflect your investment experience.

Performance of the Funds

Inflation

	1 yr	2 yr	3 yr	5 yr	7 yr	10 yr
Cash	1.59	1.84	1.87	1.63	1.93	2.13

The following information has been extracted from the audited Financial Statements of each Fund comprising the StatePlus Investment Fund included in this report.

Statistics as at 30 June 2019 – Class A

FUND	Net Assets \$'000	Total Distribution Cents/unit	Income %	Growth %	Total Return* %
Cash	43,612	1.32	1.32	-	1.32
Fixed Interest	4,026	2.11	3.40	-2.28	1.12
Capital Stable	229,048	6.30	2.79	0.40	3.20
Moderate	171,529	6.57	3.67	-0.64	3.03
Balanced	252,845	11.06	3.81	0.36	4.17
Growth	101,585	3.36	4.29	1.14	5.43
Growth Plus	0	0.00	0.00	0.00	0.00
Australian Equities	9,647	7.94	4.71	2.38	7.09
International Equities	7,660	23.60	10.69	-0.48	10.21

* Returns are based on the movement of the transactional unit prices over the financial year, and assume reinvestment of income distributions.

Statistics as at 30 June 2019 – Class B

FUND	Net Assets \$'000	Total Distribution Cents/unit	Income %	Growth %	Total Return* %
Cash	26,534	1.94	1.94	-	1.94
Fixed Interest	2,680	3.15	4.12	-2.31	1.81
Capital Stable	137,013	7.44	3.54	0.38	3.92
Moderate	150,816	8.37	4.42	-0.65	3.77
Balanced	163,604	11.40	4.58	0.33	4.91
Growth	55,698	4.81	4.98	1.17	6.15
Australian Equities	15,883	9.32	5.22	2.63	7.85
International Equities	10,245	26.98	11.56	-0.43	11.12

* Returns are based on the movement of the transactional unit prices over the financial year, and assume reinvestment of income distributions.

Directors' Report

In accordance with the Corporations Act 2001, State Super Financial Services Australia Limited ('SSFSAL'), the Responsible Entity for the StatePlus Investment Fund (the 'Trust') reports as follows for the year ended 30 June 2019.

Principal Activities

The principal activity of the Trust is to provide investors access to various investment options which can be tailored to meet the investors' risk profile.

Each investment option has a separate investment strategy and the assets of each option are managed by external specialist investment managers through a series of discrete investment trusts that State Super Financial Services Australia Limited is also the Trustee. The Trust's Product Disclosure Statement sets out details of the investment process.

Directors of the Responsible Entity

The names of the Directors of the Responsible Entity during or since the end of the financial year are:

N. Cochrane (Chairman)

T. Carr

S. Carter (ceased 6 June 2019)

M. Lennon

R. Ramwell (ceased 6 June 2019)

M. Rice (ceased 6 June 2019)

J. Warburton (ceased 30 April 2019)

G. Arnott (appointed 6 June 2019)

Investment options in the Scheme

During the financial year the Trust offered registered managed investment schemes that comprise the StatePlus Investment Fund – Class A (Investment Fund – Class A) and the StatePlus Investment Fund – Class B (Investment Fund – Class B).

The Investment Fund – Class A consists of nine registered managed investment schemes (Funds) – Cash, Fixed Interest, Capital Stable, Moderate, Balanced, Growth, Australian Equities, International Equities and Fixed Term Funds.

The Investment Fund – Class B currently consists of nine registered managed investment schemes (Funds). These are Cash, Fixed Interest, Capital Stable, Moderate, Balanced, Growth, Australian Equities, International Equities and Fixed Term Funds.

Under Class A investment options, unit holders elect to accept the cost for advice inclusive of the fee. Otherwise there are no other differences between the two classes.

The Fixed Term Fund commenced on 20 January 2015.

The Growth Plus Class A investment option was terminated on 3 July 2017.

Directors' Report

Review of Operations

Results

The results of the operations of the StatePlus Investment Fund are disclosed in the Statement of Comprehensive Income. The net profit/(loss) attributable to unit holders for the year ended 30 June 2019 was:

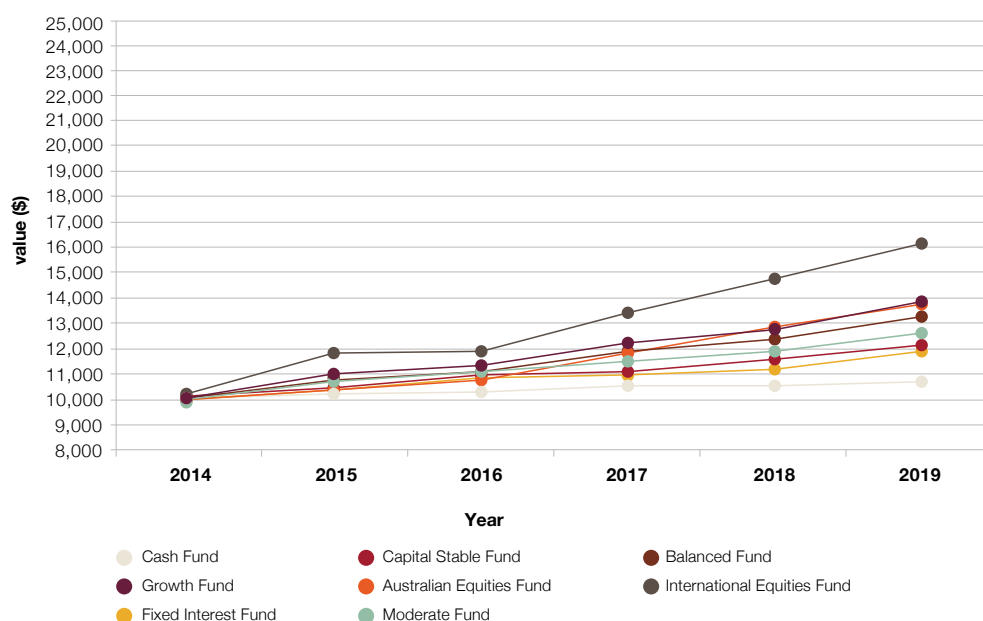
Investment Funds	Year Ended 30-Jun-19 \$'000	Year Ended 30-Jun-18 \$'000
Cash Fund	982	828
Capital Stable Fund	18,771	10,567
Balanced Fund	28,589	14,833
Growth Fund	11,749	7,133
Australian Equities Fund	1,997	1,936
International Equities Fund	1,680	1,225
Fixed Interest Fund	436	150
Moderate Fund	19,336	8,370
Growth Plus Fund	-	179
Fixed Term Fund	165	431
Total	83,705	45,652

Performance

The graph and table on the next page show the performance of all the Funds of the Trust except for the Fixed Term Fund over the past five years.

The graph illustrates the accumulated value of \$10,000 invested in the Trust from inception assuming that all income from the Trust is reinvested, and excluding the effects of income tax and inflation.

Value of \$10,000 Invested in the previous 5 Years



Directors' Report

Review of Operations (Continued)

Distributions paid and/or declared

In respect of the financial year ended 30 June 2019, a final distribution was paid to unit holders on 8 July 2019. The distributions paid and or declared in respect of the financial year ended 30 June 2019 are detailed below:

Investment Funds - Class A	Year Ended 30-Jun-19 c/unit	Year Ended 30-Jun-18 c/unit
Cash Fund	1.32	1.08
Capital Stable Fund	6.30	2.93
Balanced Fund	11.06	4.06
Growth Fund	3.36	2.48
Australian Equities Fund	7.94	4.57
International Equities Fund	23.60	11.36
Fixed Interest Fund	2.11	2.62
Moderate Fund	6.57	3.20
Growth Plus Fund	-	-

Investment Funds - Class B	Year Ended 30-Jun-19 c/unit	Year Ended 30-Jun-18 c/unit
Cash Fund	1.94	1.68
Capital Stable Fund	7.44	3.59
Balanced Fund	11.40	5.62
Growth Fund	4.81	3.98
Australian Equities Fund	9.32	5.71
International Equities Fund	26.98	12.85
Fixed Interest Fund	3.15	3.71
Moderate Fund	8.37	4.36

Distributions paid and/or payable by the Trust during the year are shown in Note 3 to the financial statements.

Fixed Term Interest paid

The coupon interests paid in respect of the financial year ended 30 June 2019 are as follows:

Investment Fund – Class A \$125,657 and Investment Fund – Class B \$99,664 (2018: Class A \$311,485 and Investment Fund – Class B \$258,367).

Directors' Report

Review of Operations (Continued)

Unit price history

The following table shows the after-distribution Exit Price for the Funds at the close of business on the reporting date for the past five years and the highest and lowest Exit Price for each of the past five years.

After-Distribution Exit Price Class A Funds	2019 \$	2018 \$	2017 \$	2016 \$	2015 \$
Cash Fund					
At 30 June	1.0000	1.0000	1.0000	1.0000	1.0000
High during year	1.0000	1.0000	1.0000	1.0000	1.0000
Low during year	1.0000	1.0000	1.0000	1.0000	1.0000
Capital Stable Fund					
At 30 June	1.2222	1.1781	1.1662	1.1623	1.1576
High during year	1.2223	1.1963	1.1935	1.1828	1.1863
Low during year	1.1748	1.1653	1.1627	1.1579	1.1496
Balanced Fund					
At 30 June	1.5403	1.4531	1.4262	1.4121	1.4106
High during year	1.5480	1.4833	1.4859	1.4503	1.4939
Low during year	1.4106	1.4197	1.4024	1.3715	1.3493
Growth Fund					
At 30 June	1.3958	1.2975	1.2461	1.2183	1.2318
High during year	1.4084	1.3195	1.3137	1.2747	1.3342
Low during year	1.2276	1.2353	1.2063	1.1631	1.1565
Australian Equities Fund					
At 30 June	1.4046	1.3245	1.2618	1.2122	1.2571
High during year	1.4183	1.3625	1.3516	1.3195	1.3822
Low during year	1.1782	1.2473	1.1962	1.1227	1.1975
International Equities Fund					
At 30 June	1.7755	1.6191	1.5663	1.5392	1.6031
High during year	1.7948	1.7530	1.7818	1.6892	1.7359
Low during year	1.5008	1.5350	1.5134	1.4851	1.3993
Fixed Interest Fund					
At 30 June	1.0859	1.0297	1.0414	1.0670	1.0475
High during year	1.0867	1.0522	1.0775	1.0829	1.0787
Low during year	1.0256	1.0297	1.0485	1.0466	1.0419
Moderate Fund					
At 30 June	1.2003	1.1424	1.1353	1.1356	1.1242
High during year	1.2035	1.1634	1.1754	1.1573	1.1884
Low during year	1.1283	1.1332	1.1336	1.1162	1.1088
Growth Plus Fund					
At 30 June	-	-	1.1586	1.1725	1.1962
High during year	-	-	1.2887	1.2459	1.3854
Low during year	-	-	1.1547	1.1137	1.1750
Fixed Term Fund					
At 30 June	1.0000	1.0000	1.0000	1.0000	1.0000
High during year	1.0000	1.0000	1.0000	1.0000	1.0000
Low during year	1.0000	1.0000	1.0000	1.0000	1.0000

Directors' Report

Review of Operations (Continued)

Unit price history (Continued)

After-Distribution Exit Price Class B Funds	2019 \$	2018 \$	2017 \$	2016 \$	2015 \$
Cash Fund					
At 30 June	1.0000	1.0000	1.0000	1.0000	1.0000
High during year	1.0000	1.0000	1.0000	1.0000	1.0000
Low during year	1.0000	1.0000	1.0000	1.0000	1.0000
Capital Stable Fund					
At 30 June	1.2775	1.2293	1.2139	1.2098	1.2056
High during year	1.2775	1.2468	1.2437	1.2323	1.2369
Low during year	1.2270	1.2127	1.2103	1.2061	1.1964
Balanced Fund					
At 30 June	1.4505	1.3660	1.3489	1.3357	1.3341
High during year	1.4575	1.4047	1.4070	1.3730	1.4124
Low during year	1.3283	1.3432	1.3274	1.2980	1.2756
Growth Fund					
At 30 June	1.6045	1.4867	1.4288	1.3960	1.4104
High during year	1.6187	1.5182	1.5105	1.4607	1.5300
Low during year	1.4114	1.4171	1.3864	1.3339	1.3258
Australian Equities Fund					
At 30 June	1.4927	1.4030	1.3357	1.2791	1.3248
High during year	1.5071	1.4467	1.4303	1.3910	1.4623
Low during year	1.2473	1.3204	1.2651	1.1847	1.2649
International Equities Fund					
At 30 June	1.8775	1.7009	1.6411	1.6142	1.6917
High during year	1.8980	1.8458	1.8745	1.7830	1.8359
Low during year	1.5818	1.6099	1.5916	1.5651	1.4770
Fixed Interest Fund					
At 30 June	1.2290	1.1639	1.1766	1.2052	1.1835
High during year	1.2298	1.1893	1.2186	1.2253	1.2206
Low during year	1.1594	1.1639	1.1852	1.1825	1.1777
Moderate Fund					
At 30 June	1.3398	1.2729	1.2637	1.2640	1.2512
High during year	1.3431	1.2969	1.3098	1.2892	1.3205
Low during year	1.2594	1.2618	1.2626	1.2429	1.2321
Fixed Term Fund					
At 30 June	1.0000	1.0000	1.0000	1.0000	1.0000
High during year	1.0000	1.0000	1.0000	1.0000	1.0000
Low during year	1.0000	1.0000	1.0000	1.0000	1.0000

Directors' Report

Changes in State of Affairs

There were no significant changes in the state of affairs of the Trust during the financial year.

Subsequent Events

There has not been any matter or circumstance and anything referred to in the financial statements or notes thereto, that has arisen since the end of the financial year, that has significantly affected, or may significantly affect, the operations of the Trust, the results of those operations, or the state of affairs of the Trust in future financial years.

Future Developments

The Trust will continue to be managed in accordance with its investment objectives and guidelines as set out in the current Product Disclosure Statement and in accordance with the provisions of the Consolidated Constitution of the Trust. Future results will accordingly depend on the performance of the investment markets to which the Trust is exposed.

Insurance and Indemnification

No insurance premiums are paid for out of the assets of the Trust in regards to insurance cover provided to either the Responsible Entity or the Auditor of the Trust. So long as the officers of the Responsible Entity act in accordance with the Consolidated Constitution of the Trust and the Law, the Responsible Entity remains fully indemnified out of the assets of the Trust against any losses incurred while acting on behalf of the Trust. The Auditor of the Trust is not indemnified out of the assets of the Trust.

Trust Information in the Financial Statements

The value of the Trust's assets as at the end of the financial year is disclosed in the Statements of Financial Position as "Total Assets" and the basis of valuation is included in Note 2(a) to the financial statements.

Fees paid to the Responsible Entity out of the Trust property during the financial year are disclosed in Note 4(a) to the financial statements.

The Indirect Cost Ratio for each Fund is disclosed in Note 4(d) to the financial statements.

The number of units in the Trust held by the Responsible Entity or its associates as at the end of the financial year are disclosed in Note 7(d) to the financial statements.

Environmental regulation

The operations of the Trust are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law.

Rounding of amounts

The Trust is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, dated 23 March 2016, and accordingly, amounts in the Financial Statements have been rounded to the nearest thousand dollars, unless otherwise indicated.

Auditor's Independence Declaration


The auditor's independence declaration is included on page 11 of the financial statements.

Signed in accordance with a resolution of the Board of Directors pursuant to s.298(2) of the Corporations Act 2001.

On behalf of the Directors

Neil Cochrane

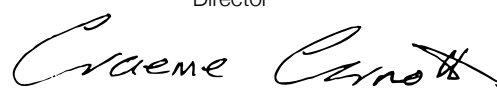
Chairman



19 September 2019

Graeme Arnott

Director



19 September 2019

Auditor's Independence Declaration



Deloitte Touche Tohmatsu
A.B.N. 74 490 121 060

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George Street Sydney NSW
2000
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Australia

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The Board of Directors
State Super Financial Services Australia Limited
Level 7, 83 Clarence Street
SYDNEY NSW 2000

19 September 2019

Dear Board Members

StatePlus Investment Fund

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of State Super Financial Services Australia Limited regarding the financial report for StatePlus Investment Fund.

As lead audit partner for the audit of the financial statements of StatePlus Investment Fund, comprising the Class A and Class B schemes for the Cash Fund, Capital Stable Fund, Balanced Fund, Growth Fund, Fixed Interest Fund, Moderate Fund, Australian Equities Fund, International Equities Fund and Fixed Term Fund for the financial year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

JGorton

Joanne Gorton
Partner
Chartered Accountant

Independent Auditor's Report



Deloitte Touche Tohmatsu
A.B.N. 74 490 121 060

Grosvenor Place
225 George Street
Sydney NSW 2000
PO Box N250 Grosvenor Place
Sydney NSW 1220 Australia

DX 10307SSE
Tel: +61 (0) 2 9322 7000
Fax: +61 (0) 2 9322 7001
www.deloitte.com.au

Independent Auditor's Report to the Unitholders of StatePlus Investment Fund

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of StatePlus Investment Fund (the "Trust") which comprises the statement of financial position as at 30 June 2019, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and the directors' declaration. The Trust comprises the following nine individual funds:

• StatePlus Investment Fund - Cash Fund	ARSN 090 078 443
• StatePlus Investment Fund - Capital Stable Fund	ARSN 090 078 961
• StatePlus Investment Fund - Balanced Fund	ARSN 090 077 991
• StatePlus Investment Fund - Growth Fund	ARSN 090 078 103
• StatePlus Investment Fund - Moderate Fund	ARSN 150 755 150
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• StatePlus Investment Fund - International Equities Fund	ARSN 150 755 294
• StatePlus Investment Fund - Australian Equities Fund	ARSN 150 755 196
• StatePlus Investment Fund - Fixed Term Fund	ARSN 603 551 891

In our opinion, the accompanying financial report of the StatePlus Investment Fund is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the StatePlus Investment Fund's financial position as at 30 June 2019 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

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 are independent of the StatePlus Investment Fund 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.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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Independent Auditor's Report



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

Emphasis of Matter

We draw your attention to note 2 (o) of the financial statements, which states that the non-going concern basis has been adopted in the preparation of the financial report for the Growth Plus Fund. Our opinion is not modified in respect of this matter.

Other Information

(a) The directors are responsible for the other information. The other information comprises the Directors 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 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, 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 of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that 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 StatePlus Investment Fund 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 StatePlus Investment Fund or to cease operations, or has no realistic alternative but to do so.

As disclosed in note 2 (o), the financial report of the Growth Plus Fund has been prepared on a non-going concern basis.

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 this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Independent Auditor's Report

Deloitte.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the StatePlus Investment Fund internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the StatePlus Investment Fund ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the StatePlus Investment Fund to cease to continue as a going concern.
- Conclude on the appropriateness of the directors' use of the non-going concern basis of accounting in relation to the Growth Plus Fund. Our conclusion is based on audit evidence obtained up to the date of our auditors' report.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

JGorton

Joanne Gorton

Partner

Chartered Accountants

Sydney, 19 September 2019

The background is a solid teal color. Overlaid on this are several sets of concentric white circles. One large set of circles is on the left side, with the text 'Financial Statements' centered within its innermost circle. Another set of concentric circles is on the right side, partially overlapping the first set. A third set of concentric circles is at the bottom, also overlapping the others. The circles are thin and white, creating a modern, minimalist design.

Financial Statements

StatePlus Investment Fund – Financial Statements

Statements of Comprehensive Income - for the Financial Year ended 30 June 2019

		CASH FUND	
	NOTE	30 June 2019 \$'000	30 June 2018 \$'000
Income			
Interest		-	-
Miscellaneous Income		-	1
Distributions		1,462	1,341
Realised gains/(losses) on disposal of investments		-	-
Unrealised changes in the fair value of investments		-	-
TOTAL INCOME		1,462	1,342
EXPENSES			
Responsible Entity fee	4(a)	480	514
Miscellaneous Expense		-	-
TOTAL EXPENSES		480	514
PROFIT/(LOSS) ATTRIBUTABLE TO UNIT HOLDERS		982	828
FINANCE COSTS ATTRIBUTABLE TO UNIT HOLDERS			
Distributions to unit holders	3(b)	832	753
Fixed Term Interest payment to unit holders		-	-
Change in net assets attributable to unit holders		150	75
NET PROFIT/(LOSS)		-	-
Other comprehensive income		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		-	-

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes and are aggregated with both Class A and Class B schemes for each Fund.

StatePlus Investment Fund – Financial Statements

Statements of Comprehensive Income for the Financial Year Ended 30 June 2019 (Continued)

CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
-	-	-	-	-	-	-	-
1	10	2	7	-	6	1	3
22,883	9,951	34,523	12,910	15,261	3,830	1,749	1,043
2,365	557	3,338	630	2,653	886	309	156
(3,277)	2,804	(5,780)	4,200	(4,725)	3,604	143	913
21,972	13,322	32,083	17,747	13,189	8,326	2,202	2,115
3,201	2,755	3,494	2,914	1,440	1,193	205	179
-	-	-	-	-	-	-	-
3,201	2,755	3,494	2,914	1,440	1,193	205	179
18,771	10,567	28,589	14,833	11,749	7,133	1,997	1,936
19,495	8,229	30,552	10,756	4,061	2,745	1,539	870
-	-	-	-	-	-	-	-
(724)	2,338	(1,963)	4,077	7,688	4,388	458	1,066
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

StatePlus Investment Fund – Financial Statements

Statements of Comprehensive Income for the Financial Year Ended 30 June 2019

		INTERNATIONAL EQUITIES FUND	
	NOTE	30 June 2019 \$'000	30 June 2018 \$'000
INCOME			
Interest		-	-
Miscellaneous Income		-	4
Distributions		2,685	950
Realised gains/(losses) on disposal of investments		263	24
Unrealised changes in the fair value of investments		(1,130)	350
TOTAL INCOME		1,818	1,328
EXPENSES			
Responsible Entity fee	4(a)	138	103
Miscellaneous Expense		-	-
TOTAL EXPENSES		138	103
PROFIT/(LOSS) ATTRIBUTABLE TO UNIT HOLDERS		1,680	1,225
FINANCE COSTS ATTRIBUTABLE TO UNIT HOLDERS			
Distributions to unit holders	3(b)	2,464	1,090
Fixed Term Interest payment to unit holders		-	-
Change in net assets attributable to unit holders		(784)	135
NET PROFIT/(LOSS)		-	-
Other comprehensive income		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		-	-

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes and are aggregated with both Class A and Class B schemes for each Fund.

StatePlus Investment Fund – Financial Statements

Statements of Comprehensive Income for the Financial Year Ended 30 June 2019 (Continued)

FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND		FIXED TERM FUND	
30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
-	-	-	-	-	-	226	570
-	-	1	2	-	-	-	-
253	313	21,242	8,829	-	-	-	-
16	(33)	999	243	-	179	-	-
218	(52)	(406)	1,365	-	-	-	-
487	228	21,836	10,439	-	179	226	570
51	78	2,500	2,069	-	-	61	139
-	-	-	-	-	-	-	-
51	78	2,500	2,069	-	-	61	139
436	150	19,336	8,370	-	179	165	431
147	244	18,410	7,568	-	-	-	-
-	-	-	-	-	-	165	431
289	(94)	926	802	-	179	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

StatePlus Investment Fund – Financial Statements

Statements of Financial Position as at 30 June 2019

		CASH FUND	
	NOTE	30 June 2019 \$'000	30 June 2018 \$'000
ASSETS			
Cash and cash equivalents	9(a)	-	-
Financial assets at fair value through profit or loss	8	70,329	80,715
Interest receivable		-	-
Distribution receivable		-	-
Other accounts receivable		5	9
TOTAL ASSETS		70,334	80,724
LIABILITIES			
Accounts payable and accrued expenses		42	-
Distribution payable	3(b)	192	196
TOTAL LIABILITIES (excluding liabilities attributable to unit holders)		234	196
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	5(b)	70,100	80,528
Liabilities attributable to unit holders		(70,100)	(80,528)
NET ASSETS		-	-

The above Statements of Financial Position should be read in conjunction with the accompanying notes and are aggregated with both Class A and Class B schemes for each Fund.

StatePlus Investment Fund – Financial Statements

Statements of Financial Position as at 30 June 2019 (Continued)

CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
-	-	-	-	-	-	-	-
366,028	339,142	415,490	354,532	156,624	135,709	25,447	24,376
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
47	54	54	56	22	23	4	4
366,075	339,196	415,544	354,588	156,646	135,732	25,451	24,380
275	-	309	-	126	-	18	-
13,856	5,076	25,008	7,770	3,292	2,062	1,018	529
14,131	5,076	25,317	7,770	3,418	2,062	1,036	529
351,944	334,120	390,227	346,818	153,228	133,670	24,415	23,851
(351,944)	(334,120)	(390,227)	(346,818)	(153,228)	(133,670)	(24,415)	(23,851)
-	-	-	-	-	-	-	-

StatePlus Investment Fund – Financial Statements

Statements of Financial Position as at 30 June 2019

		INTERNATIONAL EQUITIES FUND	
	NOTE	30 June 2019 \$'000	30 June 2018 \$'000
ASSETS			
Cash and cash equivalents	9(a)	-	-
Financial assets at fair value through profit or loss	8	17,719	15,993
Interest receivable		-	-
Distribution receivable		-	-
Other accounts receivable		3	2
TOTAL ASSETS		17,722	15,995
LIABILITIES			
Accounts payable and accrued expenses		12	-
Distribution payable	3(b)	2,461	1,072
TOTAL LIABILITIES (excluding liabilities attributable to unit holders)		2,473	1,072
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	5(b)	15,249	14,923
Liabilities attributable to unit holders		(15,249)	(14,923)
NET ASSETS		-	-

The above Statements of Financial Position should be read in conjunction with the accompanying notes and are aggregated with both Class A and Class B schemes for each Fund.

StatePlus Investment Fund – Financial Statements

Statements of Financial Position as at 30 June 2019 (Continued)

FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND		FIXED TERM FUND	
30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
-	-	-	-	-	-	-	-
6,716	7,851	322,123	266,766	-	-	4,704	8,140
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1	1	41	42	-	-	9	17
6,717	7,852	322,164	266,808	-	-	4,713	8,157
5	-	219	-	-	-	9	17
55	109	14,202	4,889	-	-	-	-
60	109	14,421	4,889	-	-	9	17
6,657	7,743	307,743	261,919	-	-	4,704	8,140
(6,657)	(7,743)	(307,743)	(261,919)	-	-	(4,704)	(8,140)
-	-	-	-	-	-	-	-

StatePlus Investment Fund – Financial Statements

Statements of Changes in Equity for the Financial Year ended 30 June 2018

The Funds have no equity and therefore there are no Statements of Changes in Equity.

Statements of Cash Flows for the Financial Year ended 30 June 2019

		CASH FUND	
		Inflows/(Outflows)	
	NOTE	30 June 2019 \$'000	30 June 2018 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Interest received		-	-
Miscellaneous Income		-	1
Distributions received		1,462	1,340
Responsible Entity fees paid		(470)	(597)
Miscellaneous Expense		-	-
Reduced input tax credit received		37	33
Net cash flows (used) in operating activities	9(b)	1,029	777
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for purchase of investments		(184,313)	(148,433)
Receipts from sale of investments		194,699	141,912
Net cash flows generated by/(used in) investing activities		10,386	(6,521)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from applications by unit holders		708,731	502,055
Payments for redemptions by unit holders		(720,124)	(496,291)
Distribution paid		(22)	(20)
Net cash flows generated by/(used in) in financing activities		(11,415)	5,744
Net increase/(decrease) in cash and cash equivalents		-	-
Cash and cash equivalents at the beginning of the financial year		-	-
Cash and cash equivalents at the end of the financial year	9(a)	-	-

The above Statements of Cash Flows should be read in conjunction with the accompanying notes and are aggregated with both Class A and Class B schemes for each Fund.

StatePlus Investment Fund – Financial Statements

Statements of Cash Flows for the Financial Year ended 30 June 2019 (Continued)

CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
Inflows/(Outflows)							
30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
-	-	-	-	-	-	-	-
-	13	-	7	-	6	-	3
22,883	9,952	34,523	12,910	15,261	3,830	1,749	1,043
(3,145)	(3,152)	(3,423)	(3,343)	(1,413)	(1,369)	(202)	(206)
-	-	-	(7)	-	-	-	-
227	164	243	174	100	72	14	10
19,965	6,977	31,343	9,741	13,948	2,539	1,561	850
(96,209)	(120,175)	(98,648)	(99,087)	(39,425)	(41,882)	(5,401)	(8,850)
68,411	39,802	35,248	20,380	16,438	12,604	4,783	3,019
(27,798)	(80,373)	(63,400)	(78,707)	(22,987)	(29,278)	(618)	(5,831)
145,979	191,960	101,553	128,871	32,471	48,893	4,208	8,337
(137,845)	(118,354)	(68,861)	(59,364)	(23,337)	(22,028)	(5,103)	(3,317)
(301)	(211)	(635)	(549)	(95)	(126)	(48)	(39)
7,833	73,395	32,057	68,958	9,039	26,739	(943)	4,981
-	(1)	-	(8)	-	-	-	-
-	1	-	8	-	-	-	-
-	-	-	-	-	-	-	-

StatePlus Investment Fund – Financial Statements

Statements of Cash Flows for the Financial Year ended 30 June 2019

		INTERNATIONAL EQUITIES FUND	
		Inflows/(Outflows)	
	NOTE	30 June 2019 \$'000	30 June 2018 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Interest received		-	-
Miscellaneous Income		-	4
Distributions received		2,685	950
Responsible Entity fees paid		(136)	(117)
Miscellaneous Expense		-	-
Reduced input tax credit received		9	5
Net cash flows (used) in operating activities	9(b)	2,558	842
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for purchase of investments		(6,138)	(7,797)
Receipts from sale of investments		3,545	1,138
Net cash flows generated by/(used in) investing activities		(2,593)	(6,659)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from applications by unit holders		3,219	7,473
Payments for redemptions by unit holders		(3,129)	(1,586)
Distribution paid		(55)	(70)
Net cash flows generated by/(used in) in financing activities		35	5,817
Net increase/(decrease) in cash and cash equivalents		-	-
Cash and cash equivalents at the beginning of the financial year		-	-
Cash and cash equivalents at the end of the financial year	9(a)	-	-

The above Statements of Cash Flows should be read in conjunction with the accompanying notes and are aggregated with both Class A and Class B schemes for each Fund.

StatePlus Investment Fund – Financial Statements

Statements of Cash Flows for the Financial Year ended 30 June 2019 (Continued)

FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND		FIXED TERM FUND	
Inflows/(Outflows)							
30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
-	-	-	-	-	-	225	570
-	-	-	2	-	-	7	(15)
253	313	21,242	8,830	-	-	-	-
(50)	(91)	(2,452)	(2,366)	-	-	(73)	(552)
-	-	-	(1)	-	-	-	-
4	5	173	121	-	-	5	13
207	227	18,963	6,586	-	-	164	16
(3,944)	(3,875)	(90,755)	(84,803)	-	-	3,436	13,110
5,313	7,183	35,991	20,483	-	3,076	-	-
1,369	3,308	(54,764)	(64,320)	-	3,076	3,436	13,110
3,994	4,773	108,238	116,077	-	-	1,963	1,308
(5,551)	(8,282)	(72,063)	(58,043)	-	(3,055)	(5,398)	(14,418)
(19)	(26)	(374)	(300)	-	(21)	(165)	(436)
(1,576)	(3,535)	35,801	57,734	-	(3,076)	(3,600)	(13,546)
-	-	-	-	-	-	(420)	-
-	-	-	-	-	-	420	-
-	-	-	-	-	-	-	-

Notes to The Financial Statements for the Financial Year ended 30 June 2019

1. The Trust

The StatePlus Investment Fund ('the Trust') was established 22 November 1991.

The Trust offers nine registered managed investment schemes 'the Funds'. Each Fund has a separate investment strategy and the assets of each Fund are managed by external specialist investment managers through a series of discrete investment. The Trust's Product Disclosure Statement sets out details of the investment process.

The Responsible Entity for the nine Funds comprising the Trust is State Super Financial Services Australia Limited (ABN 86 003 742 756).

The Funds	Class A Effective Date	Class B Effective Date
Stateplus Investment Fund – Cash Fund	22-Nov-1991	2-Apr-2013
Stateplus Investment Fund – Capital Stable Fund	22-Nov-1991	2-Apr-2013
Stateplus Investment Fund – Balanced Fund	22-Nov-1991	2-Apr-2013
Stateplus Investment Fund – Growth Fund	15-Jun-1997	2-Apr-2013
Stateplus Investment Fund – Australian Equities Fund	18-Jul-2011	2-Apr-2013
Stateplus Investment Fund – International Equities Fund	18-Jul-2011	2-Apr-2013
Stateplus Investment Fund – Fixed Interest Fund	18-Jul-2011	2-Apr-2013
Stateplus Investment Fund – Moderate Fund	18-Jul-2011	2-Apr-2013
Stateplus Investment Fund - Fixed Term Fund	20-Jan-2015	20-Jan-2015

To give effect to the investment objectives of the nine Funds of the Trust, the Responsible Entity has established similarly named Feeder Funds with the exception of Fixed Term Fund, into which the respective Funds predominantly invest. The Feeder Funds invest in one or more Sector Trusts, each taking on the name of the asset class in which it invests. The Fixed Term Fund invests directly in assets.

For more information in regards to the list of feeder funds and sector trusts, refer to note 10(a) financial instrument management.

2. Summary of Accounting Policies

Statement of compliance

The financial statements are a general purpose financial report which has been prepared in accordance with the Corporations Act 2001, Australian Accounting Standards and Interpretations, and complies with other requirements of the law.

Compliance with Australian Accounting Standards ensures that the financial statements and notes thereto comply with International Financial Reporting Standards.

The financial statements were authorised for issue by the directors of the Responsible Entity on 19th September 2019.

For the purposes of preparing the financial statements, the Trust is a for profit entity.

Basis of preparation

The financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial assets. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian Dollars.

In the application of the Trust's accounting policy, judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources are made. The estimates and associated assumptions are based on historical experience and various other factors that are

Notes to The Financial Statements for the Financial Year ended 30 June 2019

2. Summary of Accounting Policies (Continued)

Basis of preparation (Continued)

believed to be reasonable under the circumstance, the results of which form the basis of making these judgments. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Judgments made that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the next year are disclosed, where applicable, in the relevant notes to the financial statements. These are disclosed in Note 10.

Adoption of new and revised Accounting Standards

The Funds have adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to their operations and effective for annual reporting periods beginning on 1 July 2018.

The accounting policies adopted by the Funds are consistent with those of the previous financial year with the exception of the adoption of AASB 9 and AASB 15.

In preparing the Financial Report to reflect the transition to the new standards, the Funds have applied the following approach:

- Comparative financial information has not been restated to reflect differences that may give rise to adjustments to equity on transition to AASB 9 given the modified retrospective approach adopted; and
- AASB 15 has been adopted using the modified retrospective approach whereby comparative financial information is not restated for open revenue contracts at the date of transition.
- The Funds do not expect that the adoption of any Australian Accounting Standards that is issued but not yet effective or adopted will have a material impact on the financial statements of the Funds in future periods.

AASB 9 Financial Instruments

This standard replaces AASB 139 Financial Instruments: Recognition and Measurement. AASB 9 includes revised guidance on the classification and measurement of financial instruments, including a new expected credit loss model for calculation of impairment on financial assets, and new general hedge accounting requirements. It also carries forward guidance on recognition and derecognition of financial instruments from AASB 139.

Classification

On adoption, the Funds classified financial assets, financial liabilities and derivatives as either:

- Those measured at fair value, with adjustments to Fair Value through the change in Other Comprehensive Income (FVOCI) or through Profit or Loss (FVTPL); and
- Those measured at amortised cost.

The Funds' investments will be recognised as investments at FVTPL from the date of transition to AASB 9, with no subsequent reclassification of fair value gains and losses to profit or loss on derecognition of the investment, as was previously the practice.

Distributions from these investments will continue to be recognised in profit or loss when the Funds' right to receive payments is established.

These changes to the recognition and classification of financial instruments under AASB 9 have not resulted in an adjustment to opening retained earnings at the date of transition to AASB 9.

AASB 15 Revenue from Contracts with Customers

AASB 15 replaces the existing guidance for revenue and contains a single model that applies to contracts with customers and two approaches to recognising revenue: at a point in time or over time. The model features a contract-based five-step analysis of transactions to determine whether, how much and when revenue is recognised. It applies to all contracts with customers except leases, financial instruments and insurance contracts.

As the Fund does not earn revenue streams from the customers, the adoption of AASB 15 has no impact on the financials.

Notes to The Financial Statements for the Financial Year ended 30 June 2019

Accounting standards issued but not yet adopted

At the date of authorisation of the financial statements, certain new accounting standards and interpretations have been published that are not mandatory for the 30 June 2019 reporting period and have not been early adopted by the Fund.

The Directors anticipate that there are no Standards and Interpretations which are expected to be relevant to the Funds.

2. Summary of Accounting Policies (Continued)

Significant accounting policies

The significant accounting policies set out below have been applied in preparing the financial statements for the year ended 30 June 2019 and the comparative information presented in these financial statements.

The following significant accounting policies have been adopted in the preparation and presentation of the financial statements:

(a) Valuation of financial assets at fair value

To give effect to the investment objectives of the Cash, Fixed Interest, Capital Stable, Moderate, Balanced, Growth, Australian Equities, International Equities and Fixed Term Funds of the Trust, the Funds predominantly invest in similarly named Feeder Funds. The Feeder Funds invest in one or more Sector Trusts, each taking on the name of the asset class in which it invests.

The Funds recognise their investment in Feeder Funds at fair value through profit and loss. Unit prices of the unit trusts reflect the fair value of the underlying assets of the Feeder Funds. The fair value of the investments is determined, as follows:

- Unlisted unit trusts are recorded at fund managers' valuation (i.e. unit price).
- For the Fixed Term options investments, these are stated at the trustee's valuation based on the advice of the Funds' investment managers at reporting date.

(b) Accounting for financial assets at fair value

Investment transactions are recorded on a trade date basis. The investments are stated at fair value, with any unrealised gains or losses on re-measurement recognised in profit or loss. Fair value is determined in the manner described in Note 10(l). On disposal, proceeds are set against the carrying value and the resulting realised gain or loss is included in the Statements of Comprehensive Income.

(c) Investment income

Distribution income is recognised on a receivable basis as of the date the unit value is quoted ex-distribution.

Interest revenue is recognised on a time proportionate basis taking into account the effective yield on the financial assets.

Gains or losses arising from changes in the fair values of financial instruments are included in the Statement of Comprehensive Income in the period in which they arise.

(d) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term highly liquid investments.

(e) Income tax

Under current income tax legislation the Funds are not liable to pay income tax as the net income of the Funds is assessable in the hands of the beneficiaries (the unit holders) who are 'presently entitled' to the income of the Funds. There is no income of the Funds to which the unit holders are not presently entitled and additionally, the Consolidated Constitution of the Trust requires the distribution of the full amount of the net income of the Funds to the unit holders each period.

As a result, deferred taxes have not been recognised in the financial statements in relation to differences between the carrying amounts of assets and liabilities and their respective tax bases, including taxes on capital gains which could arise in the event of a sale of investments for the amount at which they are stated in the financial statements. In the event that taxable gains are realised by the Funds, these gains would be included in the taxable income that is assessable in the hands of the unit holders as noted above.

Realised capital losses are not distributed to unit holders but are retained within the Sector Trusts to be offset against any realised capital gains. The benefit of any carried forward capital losses are also not recognised in the financial statements. If in any period realised capital gains exceed realised capital losses, including those carried forward from earlier periods and eligible for offset, the excess is included in taxable income that is assessable in the hands of unit holders in the period and is distributed to unit holders in accordance with the requirements of the Consolidated Constitution of the Trust.

Notes to The Financial Statements for the Financial Year ended 30 June 2019

(f) Distributions and Interest Payment

In accordance with the Consolidated Constitution of the Trust, the Funds fully distribute their distributable income to unit holders by cash or reinvestment in the Fund.

The Cash, Fixed Interest, Capital Stable, Moderate, and Balanced Funds distribute income to unit holders on a quarterly basis. Distributable income of the Growth, Australian Equities, and International Equities Funds is distributed to unit holders half yearly. Fixed Term funds pay coupon income to unit holders on a monthly basis.

Distributions and Fixed Term Interest payments are recognised in the Statements of Comprehensive Income as finance costs attributable to unit holders. The distribution amount payable to investors as at the reporting date is recognised separately on the Statements of Financial Position as unit holders are presently entitled to the distributable income as at 30 June 2019.

The difference in the distribution to Class A and Class B unitholders is determined by the different fees paid by each class.

(g) Increase/decrease in net assets attributable to unit holders

Non-distributable income is transferred directly to net assets attributable to unit holders and may consist of unrealised changes in the fair value of financial instruments at fair value through profit and loss, accrued income not yet assessable, expenses provided or accrued for which are not yet deductible, net capital losses and tax free or tax deferred income. Net capital gains on the realisation of any financial instruments at fair value through profit or loss (including any adjustments for tax deferred income previously taken directly to net assets attributable to unit holders) and accrued income not yet assessable will be included in the determination of distributable income in the same year which it becomes assessable for tax.

(h) Accounts payable and accrued expenses

Accounts payables and accrued expenses are recognised when the Funds become obliged to make future payments resulting from the purchase of goods and services. Payables are measured at their nominal values.

(i) Financial liabilities issued by the Funds

In accordance with AASB 132 'Financial Instruments-Presentation', unit holders funds are classified as a financial liability and disclosed as such in the Statements of Financial Position. Hence, the Funds have no equity as disclosed in the Statements of Changes in Equity.

(j) Goods and Services Tax ('GST')

GST is usually incurred on the costs of various services provided to and paid by each Fund. The current rate of GST is 10%. Each Fund is eligible to claim a Reduced Input Tax Credit ('RITC') at the rate of 70.43% (2016: 62.08%) of the GST incurred on these services.

In the Statements of Comprehensive Income, fees and expenses have been recognised inclusive of the GST paid less the RITC claimed from the Australian Taxation Office ('ATO'). In the Statements of Financial Position, creditors and accruals are shown inclusive of GST payable, while the amount of the RITC recoverable from the ATO is included in sundry debtors. Cash flows relating to GST are included in the Statements of Cash Flows on a gross basis.

(k) Applications and redemptions

Applications received for units in each Fund are recorded at the unit price on issue for units in the Fund. All Funds are open to additional investments.

Redemptions from each Fund are recorded at the unit price on issue for units in the Fund. The proceeds of redemption from a Fund may be applied to the acquisition of units in another Fund.

Unit prices are determined as the net asset value of the Fund divided by the number of units on issue.

(l) Unit Prices

Unit prices are determined in accordance with the Trusts' Constitution and are calculated as the net assets attributable to unitholders, divided by the number of units on issue. Financial assets and liabilities are held for trading for unit pricing purposes are valued on a "last sale" price basis.

(m) Rounding off of amounts

The Trust is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, dated 23 March 2016, and accordingly, amounts in the Financial Statements have been rounded to the nearest thousand dollars, unless otherwise indicated.

(n) The Trust financial statements reported in a single report

The Responsible Entity for the Trust is State Super Financial Services Australia Limited (ABN 86 003 742 756). As such, the Trust is of a kind referred to in ASIC Corporations (Related Scheme Reports) Instrument 2015/839 which allows the financial statements of each Fund in the Trust to be reported using a single document. The financial statements and notes thereon have been prepared under ASIC Corporations (Related Scheme Reports) Instrument 2015/839.

(o) Going concern basis

On 3 July 2017, the directors of StatePlus terminated the Growth Plus Investment Fund. Following finalisation of these financial statements, the fund will commence winding up proceedings. Therefore, the financial reports of the Fund have been drawn up on a non-going concern basis. Accordingly, the fund's assets have been recorded in these financial statements at their net realisable values and liabilities have been recorded at their contractual settlement amounts.

Notes to The Financial Statements for the Financial Year ended 30 June 2019

3. Distributions

(a) Distributions of income

Details of the distributions paid or payable to unit holders during the year ended 30 June 2019 and 30 June 2018 were as follows:

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND	
Quarter Ended FY 2019	Class A c/unit	Class B c/unit	Class A c/unit	Class B c/unit	Class A c/unit	Class B c/unit	Class A c/unit	Class B c/unit
30-Sep-18	0.34	0.50	0.42	0.67	0.41	0.64	0.00	0.00
31-Dec-18	0.33	0.49	0.38	0.63	0.29	0.52	0.55	1.18
31-Mar-19	0.34	0.49	0.93	1.20	1.18	1.36	0.00	0.00
30-Jun-19	0.31	0.46	4.57	4.94	9.18	8.88	2.81	3.63
Total	1.32	1.94	6.30	7.44	11.06	11.40	3.36	4.81
Quarter Ended FY 2018								
30-Sep-17	0.26	0.41	0.21	0.44	0.20	0.43	0.00	0.00
31-Dec-17	0.26	0.41	0.57	0.81	0.69	0.90	0.65	1.22
31-Mar-18	0.27	0.42	0.32	0.55	0.29	0.52	0.00	0.00
30-Jun-18	0.29	0.44	1.83	1.79	2.88	3.77	1.83	2.76
Total	1.08	1.68	2.93	3.59	4.06	5.62	2.48	3.98

- The Fixed Term Fund does not distribute income.

	AUSTRALIAN EQUITIES FUND		INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND	
Quarter Ended FY 2019	Class A c/unit	Class B c/unit	Class A c/unit	Class B c/unit	Class A c/unit	Class B c/unit	Class A c/unit	Class B c/unit
30-Sep-18	0.00	0.00	0.00	0.00	0.33	0.57	0.30	0.59
31-Dec-18	2.55	3.20	0.00	0.04	0.16	0.37	0.24	0.51
31-Mar-19	0.00	0.00	0.00	0.00	0.79	1.08	0.86	1.20
30-Jun-19	5.39	6.12	23.60	26.94	0.83	1.13	5.17	6.07
Total	7.94	9.32	23.60	26.98	2.11	3.15	6.57	8.37
30-Sep-17	0.00	0.00	0.00	0.00	0.21	0.43	0.17	0.42
31-Dec-17	1.85	2.44	0.00	0.45	0.65	0.95	0.58	0.89
31-Mar-18	0.00	0.00	0.00	0.00	0.35	0.61	0.35	0.61
30-Jun-18	2.72	3.27	11.36	12.40	1.41	1.72	2.10	2.44
Total	4.57	5.71	11.36	12.85	2.62	3.71	3.20	4.36

Notes to The Financial Statements for the Financial Year ended 30 June 2019

3. Distributions (Continued)

(b) Distribution Paid and Payable

Details of the distributions paid or payable to unit holders during the year ended 30 June 2019 and 30 June 2018 were as follows:

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND	
Quarter Ended FY 2019	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000
Sep 18 Distribution Paid	151	81	797	624	679	582	-	-
Dec 18 Distribution Paid	135	72	709	611	476	517	406	363
Mar 19 Distribution Paid	125	76	1,689	1,209	1,891	1,399	-	-
Jun 19 Distribution Payable	110	82	8,562	5,294	15,022	9,986	2,038	1,254
Total	521	311	11,757	7,738	18,068	12,484	2,444	1,617
Quarter Ended FY 2018								
Sep 17 Distribution Paid	125	70	356	263	297	233	-	-
Dec 17 Distribution Paid	117	65	997	544	1,055	578	450	233
Mar 18 Distribution Paid	115	65	572	421	444	377	-	-
Jun 18 Distribution Payable	124	72	3,475	1,601	4,623	3,149	1,340	722
Total	481	272	5,400	2,829	6,419	4,337	1,790	955

	AUSTRALIAN EQUITIES FUND		INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND	
Quarter Ended FY 2019	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000
Sep 18 Distribution Paid	-	-	-	-	13	14	430	515
Dec 18 Distribution Paid	178	343	-	3	6	7	331	495
Mar 19 Distribution Paid	-	-	-	-	29	22	1,197	1,240
Jun 19 Distribution Payable	369	649	1,007	1,454	31	25	7,379	6,823
Total	547	992	1,007	1,457	79	68	9,337	9,073
Sep 17 Distribution Paid	-	-	-	-	13	16	217	240
Dec 17 Distribution Paid	126	215	-	18	36	32	761	560
Mar 18 Distribution Paid	-	-	-	-	17	21	480	419
Jun 18 Distribution Payable	193	336	480	592	61	48	2,993	1,898
Total	319	551	480	610	127	117	4,451	3,117

Notes to The Financial Statements for the Financial Year ended 30 June 2019

4. Expenses

(a) Responsible Entity's fee

Fees charged by the Responsible Entity State Super Financial Services Australia Limited (ABN 86 003 742 756) for performing its respective obligations are calculated daily as a rate per annum of the net asset value of each Fund and paid monthly from each Fund. The Consolidated Constitution of the Trust permits the Responsible Entity to charge a fee of up to 1.5% per annum of the net asset value of each Fund. However, during the year ended 30 June 2019, the Responsible Entity charged fees which were lower than the maximum fee as this does not include investment management fees.

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
2019	Class A % p.a.	Class B % p.a.	Class A % p.a.	Class B % p.a.	Class A % p.a.	Class B % p.a.	Class A % p.a.	Class B % p.a.	Class A % p.a.	Class B % p.a.
Responsible Entity Fee (excl GST)	0.9027	0.2728	1.1658	0.4107	1.1602	0.4195	1.1763	0.4315	1.2654	0.5457
Add GST	0.0903	0.0273	0.1166	0.0411	0.1160	0.0420	0.1176	0.0432	0.1265	0.0546
Less RITC	(0.0636)	(0.0192)	(0.0821)	(0.0289)	(0.0817)	(0.0295)	(0.0828)	(0.0304)	(0.0891)	(0.0384)
Net Charge to the Funds	0.9294	0.2809	1.2003	0.4229	1.1945	0.4320	1.2111	0.4443	1.3028	0.5619
2018										
Responsible Entity Fee (excl GST)	0.8234	0.2283	1.0392	0.3161	1.0515	0.3365	1.0861	0.3315	1.1763	0.4364
Add GST	0.0823	0.0228	0.1039	0.0316	0.1052	0.0337	0.1086	0.0332	0.1176	0.0436
Less RITC	(0.0580)	(0.0161)	(0.0732)	(0.0223)	(0.0741)	(0.0237)	(0.0765)	(0.0233)	(0.0828)	(0.0307)
Net Charge to the Funds	0.8477	0.2350	1.0699	0.3254	1.0826	0.3465	1.1182	0.3414	1.2111	0.4493

	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND	FIXED TERM FUND	
2019	Class A % p.a.	Class B % p.a.	Class A % p.a.	Class B % p.a.	Class A % p.a.	Class B % p.a.	Class A % p.a.	Class A % p.a.	Class B % p.a.
Responsible Entity Fee (excl GST)	1.3079	0.5556	0.9859	0.3645	1.1506	0.3767	-	1.6127	0.6914
Add GST	0.1308	0.0556	0.0986	0.0365	0.1151	0.0377	-	0.1613	0.0691
Less RITC	(0.0921)	(0.0391)	(0.0694)	(0.0257)	(0.0810)	(0.0265)	-	(0.1136)	(0.0487)
Net Charge to the Funds	1.3466	0.5721	1.0151	0.3753	1.1847	0.3879	-	1.6604	0.7118
2018									
Responsible Entity Fee (excl GST)	1.0119	0.3800	1.3136	0.5035	1.0358	0.3259	-	2.1499	0.9550
Add GST	0.1012	0.0380	0.1314	0.0504	0.1036	0.0326	-	0.2150	0.0955
Less RITC	(0.0713)	(0.0268)	(0.0925)	(0.0355)	(0.0730)	(0.0230)	-	(0.1514)	(0.0673)
Net Charge to the Funds	1.0418	0.3912	1.3525	0.5184	1.0664	0.3355	-	2.2135	0.9832

Notes to The Financial Statements for the Financial Year ended 30 June 2019

4. Expenses (Continued)

(a) Responsible Entity's fee (Continued)

Details of the fees paid to the Trustee during the year were as follows:

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
2019	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000
Responsible Entity Fee (excl GST)	394	72	2,568	541	2,751	642	1,165	234	117	83
Add GST	39	7	257	54	275	64	117	23	12	8
Less RITC	(28)	(5)	(181)	(38)	(194)	(45)	(82)	(16)	(8)	(6)
Total Expense	405	74	2,644	557	2,832	661	1,200	241	121	85
2018										
Responsible Entity Fee (excl GST)	436	63	2,327	348	2,446	384	1,028	129	111	63
Add GST	44	6	233	35	245	38	103	13	11	6
Less RITC	(31)	(4)	(164)	(25)	(172)	(27)	(73)	(9)	(8)	(4)
Net Charge to the Funds	449	65	2,396	358	2,519	395	1,058	133	114	65

	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND	FIXED TERM FUND	
2019	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000	Class A \$'000	Class B \$'000	Class A \$'000	Class A \$'000	Class B \$'000
Responsible Entity Fee (excl GST)	86	48	39	10	1,886	542	-	46	13
Add GST	9	5	4	1	189	54	-	5	1
Less RITC	(6)	(3)	(3)	(1)	(133)	(38)	-	(3)	(1)
Net Charge to the Funds	89	50	39	10	1,942	558	-	48	13
2018									
Responsible Entity Fee (excl GST)	69	31	59	16	1,688	323	-	103	31
Add GST	7	3	5	2	169	32	-	10	3
Less RITC	(5)	(2)	(4)	(1)	(119)	(23)	-	(7)	(2)
Net Charge to the Funds	71	32	60	17	1,738	332	-	106	32

Notes to The Financial Statements for the Financial Year ended 30 June 2019

4. Expenses (Continued)

(b) Investment manager fees

External investment managers provide investment management services directly to the Feeder Funds and Sector Trusts and accordingly investment manager fees are paid to the investment managers out of the assets of the underlying Feeder Funds and Sector Trusts. These fees are included in the management fee of the relevant Fund, as shown in Note 4(d).

(c) Custody fee

The Custodian of the Cash, Fixed Interest, Capital Stable, Moderate, Balanced, Growth, Australian Equities, International Equities and Fixed Term Funds receives a fee for safe custody services. Custody fees are paid to the custodian out of the assets of the underlying Sector Trusts and are included in the management fee of the relevant Fund, as shown in Note 4(d).

(d) Management fee

The management fee for each Fund is the expression of the fees and charges of a Fund as a percentage of the net asset value of the Fund. It is calculated as the aggregate of the total amounts paid to the Responsible Entity, the Custodian and some of the other expenses payable either directly or indirectly by the Fund including the investment management fees paid to the external investment managers, expressed as a percentage of the average net asset value of each Fund.

The management fee of each Fund for the past two years for both Class A and Class B is shown in the following tables:

Class A	2019%	2018%
Cash Fund	0.99	0.99
Fixed Interest Fund	1.15	1.15
Capital Stable Fund	1.30	1.30
Moderate Fund	1.35	1.35
Balanced Fund	1.40	1.40
Growth Fund	1.50	1.50
Growth Plus Fund	1.50	1.50
Australian Equities Fund	1.50	1.50
International Equities Fund	1.50	1.50
Fixed Term Fund	1.15	1.15

Class B	2019%	2018%
Cash Fund	0.39	0.39
Fixed Interest Fund	0.50	0.50
Capital Stable Fund	0.57	0.57
Moderate Fund	0.61	0.61
Balanced Fund	0.70	0.70
Growth Fund	0.77	0.77
Australian Equities Fund	0.77	0.77
International Equities Fund	0.77	0.77
Fixed Term Fund	0.50	0.50

Notes to The Financial Statements for the Financial Year ended 30 June 2019

4. Expenses (Continued)

(e) Reimbursement of Operating expenses

Under the Consolidated Constitution of the Trust, certain administrative, legal and other expenses directly related to the operations of the Trust which have been incurred and paid by the Responsible Entity on behalf of the Trust, are subject to reimbursement from the Trust.

The Responsible Entity has the right of reimbursement from the Trust for all of the expenses incurred by it on behalf of the Trust, but currently does not exercise this right.

(f) Remuneration of Auditors

The Trust's auditor is Deloitte Touche Tohmatsu. During the financial year, the following fees (shown exclusive of GST) were paid to Deloitte Touche Tohmatsu by the Responsible Entity from its own resources in connection with the Trust.

	2019 \$	2018 \$
Audit of the compliance plans - Deloitte Touche Tohmatsu	149,583	167,520
Total Auditor's Remuneration	149,583	167,520

There were no other non-audit services provided during the financial year by Deloitte Touche Tohmatsu.

Notes to The Financial Statements for the Financial Year ended 30 June 2019

5. Net Assets Attributable to Unit Holders

(a) Number of units attributable to unit holders

Movements in the number of units on issue during the year were as follows:

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
Investment Fund - Class A	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units
Units on issue at the beginning of the financial year	52,934,027	51,305,406	190,228,095	161,823,472	160,195,728	140,507,767	73,060,527	64,079,257	7,086,922	6,707,362
Units issued during the year	223,469,818	207,471,268	51,963,353	84,487,887	28,532,815	42,663,240	11,143,602	18,698,266	954,980	2,124,519
Units redeemed during the year	(233,312,738)	(205,970,203)	(60,406,832)	(59,129,563)	(30,068,288)	(27,033,657)	(13,097,129)	(12,080,908)	(1,481,103)	(1,950,101)
Units issued upon reinvestment of distributions	521,813	127,556	5,489,090	3,046,299	5,013,345	4,058,378	1,319,074	2,363,912	281,704	205,142
Units on issue at the end of the financial year	43,612,920	52,934,027	187,273,706	190,228,095	163,673,600	160,195,728	72,426,074	73,060,527	6,842,503	7,086,922

	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND		FIXED TERM FUND	
Investment Fund - Class A	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units
Units on issue at the beginning of the financial year	4,229,751	2,659,148	4,355,831	6,341,236	142,593,974	117,582,690		2,438,471	4,796,457	12,155,955
Units issued during the year	716,290	1,807,498	1,392,195	1,744,749	32,501,687	50,725,362		-	949,659	1,003,982
Units redeemed during the year	(963,492)	(503,152)	(2,136,706)	(3,864,742)	(36,512,681)	(28,898,392)		(2,648,804)	(2,855,075)	(8,363,480)
Units issued upon reinvestment of distributions	284,763	266,257	99,400	134,588	4,140,844	3,184,314		210,333		
Units on issue at the end of the financial year	4,267,312	4,229,751	3,710,720	4,355,831	142,723,824	142,593,974		-	2,891,041	4,796,457

Notes to The Financial Statements for the Financial Year ended 30 June 2019

5. Net Assets Attributable to Unit Holders (Continued)

(a) Number of units attributable to unit holders (Continued)

Movements in the number of units on issue during the year were as follows:

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
Investment Fund - Class B	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units
Units on issue at the beginning of the financial year	27,608,669	15,978,723	89,610,708	51,004,648	83,568,853	46,091,022	26,162,847	12,611,497	10,262,864	6,362,156
Units issued during the year	485,261,280	296,639,604	67,343,466	76,224,715	42,722,572	49,678,929	11,686,497	16,899,016	2,094,467	4,153,437
Units redeemed during the year	(486,628,050)	(285,072,413)	(52,946,414)	(38,659,095)	(17,727,647)	(13,633,533)	(4,013,277)	(3,849,104)	(2,242,584)	(449,541)
Units issued upon reinvestment of distributions	292,514	62,755	3,167,438	1,040,440	3,896,582	1,432,435	708,675	501,438	484,608	196,812
Units on issue at the end of the financial year	26,534,413	27,608,669	107,175,198	89,610,708	112,460,360	83,568,853	34,544,742	26,162,847	10,599,355	10,262,864

	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		FIXED TERM FUND	
Investment Fund - Class B	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units	2019 Units	2018 Units
Units on issue at the beginning of the financial year	4,773,090	2,389,213	2,803,788	3,683,017	77,879,674	49,594,062	3,343,756	8,994,252
Units issued during the year	1,147,195	2,425,975	2,137,664	2,709,612	54,524,990	45,949,503	1,013,079	304,000
Units redeemed during the year	(853,129)	(287,153)	(2,825,996)	(3,672,966)	(23,071,969)	(19,085,834)	(2,521,256)	(5,954,496)
Units issued upon reinvestment of distributions	330,382	245,054	67,570	84,124	3,093,894	1,421,943	-	-
Units on issue at the end of the financial year	5,397,538	4,773,090	2,183,026	2,803,788	112,426,589	77,879,674	1,835,579	3,343,756

As stipulated within the Consolidated Constitution of the Trust, each unit confers on its holder an equal interest in the net assets of the Fund to which the unit relates. This interest does not extend to an interest to the underlying assets in each Fund. There are no separate classes of units in the Funds.

Notes to The Financial Statements for the Financial Year ended 30 June 2019

5. Net Assets Attributable to Unit Holders (Continued)**(b) Number of units attributable to unit holders**

Movements in the number of units on issue during the year were as follows:

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
Investment Fund - Class A	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000
Net Assets attributable to unit holders at beginning of the year	52,934	51,309	224,014	188,735	232,705	200,424	94,782	79,857	9,413	8,464
Non Distributable Income (Prior Year)	(28)	(1)	(7,054)	(5,341)	(20,181)	(16,464)	(1,477)	2,001	(1,260)	(807)
Value of units on issue at beginning of the year	52,906	51,308	216,960	183,394	212,524	183,960	93,305	81,858	8,153	7,657
Applications for the year	223,470	206,581	62,079	98,050	42,284	60,467	14,700	23,583	1,276	2,614
Redemptions for the year	(233,363)	(205,450)	(71,914)	(69,912)	(44,301)	(39,401)	(17,245)	(15,519)	(1,950)	(2,498)
Value of units issued upon reinvestment of distributions	522	467	6,497	5,429	7,326	7,497	1,696	3,383	355	379
Movement in value of units on issue during the year	(9,371)	1,598	(3,338)	33,567	5,309	28,563	(849)	11,447	(319)	495
Non Distributable Income (Current Year)	74	28	6,700	7,053	19,253	20,182	6,598	1,477	1,408	1,261
Net Assets attributable to unit holders	43,609	52,934	220,322	224,014	237,086	232,705	99,054	94,782	9,242	9,413

Notes to The Financial Statements for the Financial Year ended 30 June 2019

5. Net Assets Attributable to Unit Holders (Continued)

(b) Number of units attributable to unit holders (Continued)

	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND		FIXED TERM FUND	
Investment Fund - Class A	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000
Net Assets attributable to unit holders at beginning of the year	6,829	4,167	4,482	6,605	162,830	133,493	-	2,826	4,796	12,175
Non Distributable Income (Prior Year)	(497)	(431)	111	59	(3,035)	(2,409)	-	(315)	1	(19)
Value of units on issue at beginning of the year	6,332	3,736	4,593	6,664	159,795	131,084	-	2,511	4,797	12,156
Applications for the year	1,201	3,008	1,458	1,772	37,830	56,574	-	-	950	1,004
Redemptions for the year	(1,589)	(831)	(2,220)	(4,042)	(42,246)	(32,893)	-	(3,055)	(2,877)	(8,363)
Value of units issued upon reinvestment of distributions	460	417	103	200	4,757	5,030	-	244	-	-
Movement in value of units on issue during the year	72	2,594	(659)	(2,070)	341	28,711	-	(2,811)	(1,927)	(7,359)
Non Distributable Income (Current Year)	166	499	65	(112)	3,801	3,035	-	300	(1)	(1)
Net Assets attributable to unit holders	6,570	6,829	3,999	4,482	163,937	162,830	-	-	2,869	4,796

Notes to The Financial Statements for the Financial Year ended 30 June 2019

5. Net Assets Attributable to Unit Holders (Continued)

(b) Number of units attributable to unit holders (Continued)

Movements in the number of units on issue during the year were as follows:

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
Investment Fund - Class B	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000
Net Assets attributable to unit holders at beginning of the year	27,594	15,978	110,105	61,915	114,113	62,165	38,888	18,019	14,438	8,495
Non Distributable Income (Prior Year)	(46)	2	(219)	406	(451)	(90)	(1,250)	(341)	(761)	(149)
Value of units on issue at beginning of the year	27,548	15,980	109,886	62,321	113,662	62,075	37,638	17,678	13,677	8,346
Applications for the year	485,261	294,429	83,899	92,405	59,269	67,347	17,771	24,777	2,933	5,470
Redemptions for the year	(486,761)	(283,113)	(65,930)	(47,303)	(24,560)	(18,839)	(6,093)	(5,765)	(3,153)	(616)
Value of units issued upon reinvestment of distributions	292	253	3,916	2,463	5,352	3,080	1,040	948	646	478
Movement in value of units on issue during the year	(1,208)	11,569	21,885	47,565	40,061	51,588	12,718	19,960	426	5,332
Non Distributable Income (Current Year)	151	45	(150)	219	(582)	450	3,818	1,250	1,070	760
Net Assets attributable to unit holders	26,491	27,594	131,621	110,105	153,141	114,113	54,174	38,888	15,173	14,438

Notes to The Financial Statements for the Financial Year ended 30 June 2019

5. Net Assets Attributable to Unit Holders (Continued)

(b) Number of units attributable to unit holders (Continued)

	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND		FIXED TERM FUND	
Investment Fund - Class B	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000
Net Assets attributable to unit holders at beginning of the year	8,095	3,919	3,261	4,333	99,089	62,664	N/A	N/A	3,344	9,100
Non Distributable Income (Prior Year)	(88)	(21)	147	106	235	411	N/A	N/A	1	(5)
Value of units on issue at beginning of the year	8,007	3,898	3,408	4,439	99,324	63,075	N/A	N/A	3,345	9,095
Applications for the year	2,018	4,203	2,536	2,992	70,408	57,839	N/A	N/A	1,013	304
Redemptions for the year	(1,540)	(514)	(3,331)	(4,188)	(29,817)	(24,551)	N/A	N/A	(2,521)	(6,054)
Value of units issued upon reinvestment of distributions	560	420	79	164	3,966	2,961	N/A	N/A	-	-
Movement in value of units on issue during the year	1,038	4,109	(716)	(1,032)	44,557	36,249	N/A	N/A	(1,508)	(5,750)
Non Distributable Income (Current Year)	(365)	88	(34)	(146)	(75)	(235)	N/A	N/A	(2)	(1)
Net Assets attributable to unit holders	8,680	8,095	2,658	3,261	143,806	99,089	N/A	N/A	1,835	3,344

Notes to The Financial Statements for the Financial Year ended 30 June 2019

5. Net Assets Attributable to Unit Holders (Continued)

(b) Number of units attributable to unit holders (Continued)

Movements in the number of units on issue during the year were as follows:

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
Investment Fund – Class A + Class B	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000
Net Assets attributable to unit holders at beginning of the year	80,528	67,287	334,119	250,650	346,818	262,589	133,670	97,876	23,851	16,959
Non Distributable Income (Prior Year)	(74)	1	(7,273)	(4,935)	(20,632)	(16,554)	(2,727)	1,660	(2,021)	(956)
Value of units on issue at beginning of the year	80,454	67,288	326,846	245,715	326,186	246,035	130,943	99,536	21,830	16,003
Applications for the year	708,731	501,010	145,978	190,455	101,553	127,814	32,471	48,360	4,209	8,084
Redemptions for the year	(720,124)	(488,563)	(137,844)	(117,215)	(68,861)	(58,240)	(23,338)	(21,284)	(5,103)	(3,114)
Value of units issued upon reinvestment of distributions	814	720	10,413	7,892	12,678	10,577	2,736	4,331	1,001	857
Movement in value of units on issue during the year	(10,579)	13,167	18,547	81,132	45,370	80,151	11,869	31,407	107	5,827
Non Distributable Income (Current Year)	225	72	6,551	7,272	18,671	20,632	10,416	2,727	2,478	2,021
Net Assets attributable to unit holders	70,100	80,528	351,944	334,120	390,227	346,818	153,228	133,670	24,415	23,851

Notes to The Financial Statements for the Financial Year ended 30 June 2019

5. Net Assets Attributable to Unit Holders (Continued)

(b) Number of units attributable to unit holders (Continued)

	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND		FIXED TERM FUND	
Investment Fund – Class A + Class B	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000	2019 \$,000	2018 \$,000
Net Assets attributable to unit holders at beginning of the year	14,924	8,086	7,743	10,938	261,919	196,157	-	2,826	8,140	21,275
Non Distributable Income (Prior Year)	(585)	(452)	258	165	(2,800)	(1,998)	-	(315)	2	(24)
Value of units on issue at beginning of the year	14,339	7,634	8,001	11,103	259,119	194,159	-	2,511	8,142	21,251
Applications for the year	3,219	7,211	3,994	4,764	108,238	114,413	-	-	1,963	1,308
Redemptions for the year	(3,129)	(1,345)	(5,551)	(8,230)	(72,063)	(57,444)	-	(3,055)	(5,398)	(14,417)
Value of units issued upon reinvestment of distributions	1,020	837	182	364	8,723	7,991	-	244	-	-
Movement in value of units on issue during the year	1,110	6,703	(1,375)	(3,102)	44,898	64,960	-	(2,811)	(3,435)	(13,109)
Non Distributable Income (Current Year)	(200)	587	31	(258)	3,726	2,800	-	300	(3)	(2)
Net Assets attributable to unit holders	15,249	14,924	6,657	7,743	307,743	261,919	-	-	4,704	8,140

Notes to The Financial Statements for the Financial Year ended 30 June 2019

6. Net Asset Backing Of Each Unit

The net tangible assets attributable to unit holders of each unit in the Trust as at 30 June 2019 was:

Investment Funds	Class A		Class B	
	2019 \$	2018 \$	2019 \$	2018 \$
Cash Fund	1.0000	1.0000	1.0000	1.0000
Capital Stable Fund	1.2222	1.1781	-	1.2293
Balanced Fund	1.5403	1.4531	1.4505	1.3660
Growth Fund	1.3958	1.2975	1.6045	1.4867
Australian Equities Fund	1.4046	1.3245	1.4927	1.4030
International Equities Fund	1.7755	1.6191	1.8775	1.7009
Fixed Interest Fund	1.0859	1.0297	1.2290	1.1639
Moderate Fund	1.2003	1.1424	1.3398	1.2729
Growth Plus Fund	-	-	Not Applicable	Not Applicable
Fixed Term Fund	1.0000	1.0000	1.0000	1.0000

*The Fixed Term Fund is a non-unitised investment meaning the value of the investment does not change in line with changes in unit price. The issue price of each interest in the fund was \$1.00 per dollar of value interest and normally this value will not change over the term of the investment.

Notes to The Financial Statements for the Financial Year ended 30 June 2019

7. Related Party Disclosures

(a) Responsible Entity

The Responsible Entity of the nine Funds comprising the Trust is State Super Financial Services Australia Limited (ABN 86 003 742 756). State Super Financial Services Australia Limited (SSFSAL) is an unlisted public company incorporated and operating in Australia.

The ultimate controlling entity of SSFSAL is FSS Trustee Corporation as trustee for the First State Superannuation Scheme.

Registered office and principal place of business of State Super Financial Services Australia Limited is:

Level 21
83 Clarence Street
SYDNEY NSW 2000
Tel: (02) 9333 9555

(b) Key management personnel

(i) Directors

The key management personnel (KMP) of the responsible entity at any time during the financial year were as follows:

Directors

N. Cochrane (Chairman)
G. Arnott (appointed 6 June 2019)
T. Carr
S. Carter (ceased 6 June 2019)
M. Lennon
R. Ramwell (ceased 6 June 2019)
M. Rice (ceased 6 June 2019)
J. Warburton (ceased 30 April 2019)

Executives

G. Arnott - Chief Executive Officer (appointed director on 6 June 2019)
D. Coyne - General Manager, Product, Solutions and Implementation
A. Vogt - General Manager, Financial Planning (ceased 24 May 2019)

Key management personnel are provided for by State Super Financial Services Australia Limited. Payments made from the nine Funds to State Super Financial Services Australia Limited do not include any amounts directly attributable to the compensation of key management personnel.

(c) Key management personnel compensation

Key management personnel are paid by State Super Financial Services Australia Limited. Payments made from the nine Funds comprising the Trust to State Super Financial Services Australia Limited do not include any amounts directly attributable to the compensation of key management personnel.

Notes to The Financial Statements for the Financial Year ended 30 June 2019

7. Related Party Disclosures (Continued)

(d) Holdings by Related Parties

Administration of the nine Funds comprising the Trust is conducted by State Super Financial Services Australia Limited.

As at 30 June 2019, the Responsible Entity had total holdings of \$nil in the Trust (2018: \$3,188,401). There were no holdings by nominees or associates of the Responsible Entity other than as indicated below.

The other key management personnel of the Responsible Entity, State Super Financial Services Australia Limited, held \$nil (2018: \$nil) in the Trust as follows:

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
	2019 \$	2018 \$	2019 \$	2018 \$	2019 \$	2018 \$	2019 \$	2018 \$	2019 \$	2018 \$
Class A										
Key management personnel	-	-	-	-	-	-	-	-	-	-
Responsible Entity	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
	2019 \$	2018 \$	2019 \$	2018 \$	2019 \$	2018 \$	2019 \$	2018 \$	2019 \$	2018 \$
Class B										
Key management personnel	-	-	-	-	-	-	-	-	-	-
Responsible Entity	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	257,509	-	572,245	-	623,878	-	594,065

	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		FIXED TERM FUND	
	2019 \$	2018 \$	2019 \$	2018 \$	2019 \$	2018 \$	2019 \$	2018 \$
Class B								
Key management personnel	-	-	-	-	-	-	-	-
Responsible Entity	-	354,878	-	244,163	-	541,663	-	-
Total	-	354,878	-	244,163	-	541,663	-	-

Notes to The Financial Statements for the Financial Year ended 30 June 2019

7. Related Party Disclosures (Continued)

(e) Transactions with related parties

Transactions with related parties have taken place at arm's length and in the ordinary course of business.

Responsible Entity fees of \$11,237,044 (exclusive of GST) (2018: \$9,657,547), calculated in accordance with Note 4(a), were paid to the Responsible Entity.

	CASH FUND	CAPITAL STABLE FUND	BALANCED FUND	GROWTH FUND	AUSTRALIAN EQUITIES FUND
Year Ended	\$	\$	\$	\$	\$
2019	465,918	3,109,059	3,393,129	1,398,929	199,736
2018	498,850	2,676,019	2,830,835	1,158,380	173,730

	INTERNATIONAL EQUITIES FUND	FIXED INTEREST FUND	MODERATE FUND	GROWTH PLUS FUND	FIXED TERM FUND
Year Ended	\$	\$	\$	\$	\$
2019	134,148	49,115	2,428,053	-	58,957
2018	99,852	75,292	2,009,536	-	135,053

(f) Other Related Party Transactions

The Responsible Entity of the Trust has entered into an Investment Services and Support Services Agreement with the First State Super Trustee Corporation to support the Investment advisory services and related back office functions of the Fund. During the year SSFSAL paid \$3.78m for this service.

8. Financial Assets at Fair Value Through Profit or Loss

As at 30 June 2019, the market value of the proportion of the units held by each Fund, in the respective Feeder Fund, is shown below

	Units in an unlisted unit trust	
Investment Funds	2019 \$'000	2018 \$'000
Cash Fund	70,329	80,715
Capital Stable Fund	366,028	339,142
Balanced Fund	415,490	354,532
Growth Fund	156,624	135,709
Australian Equities Fund	25,447	24,376
International Equities Fund	17,719	15,993
Fixed Interest Fund	6,716	7,851
Moderate Fund	322,123	266,766
Fixed Term Fund	4,704	8,140

Notes to The Financial Statements for the Financial Year ended 30 June 2019

9. Notes to the Statements of Cash Flows (Continued)

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000
(a) Cash and cash equivalents	-	-	-	-	-	-	-	-	-	-
(b) Reconciliation of profit attributable to unit holders for the period to net cash used by operating activities.										
Net Profit	-	-	-	-	-	-	-	-	-	-
Finance cost attributable to unit holders	2,445	2,168	41,653	20,519	63,112	27,742	27,010	10,963	3,745	2,979
Net Profit attributable to unit holders	2,445	2,168	41,653	20,519	63,112	27,742	27,010	10,963	3,745	2,979
Income reinvested in unit trusts	(1,462)	(1,341)	(22,883)	(9,951)	(34,522)	(12,910)	(15,261)	(3,829)	(1,749)	(1,043)
Net (gains)/losses on financial instruments at fair value	-	-	913	(3,360)	2,442	(4,830)	2,072	(4,490)	(452)	(1,069)
(Increase)/decrease in interest receivable	-	-	-	-	-	-	-	-	-	-
(Increase)/decrease in reduced input tax credit receivable	4	(2)	8	(21)	4	(25)	1	-	-	(2)
(Increase)/decrease in sundry debtors	-	-	(1)	-	(2)	(1)	-	-	(1)	-
Increase/(decrease) in accrued expenses	42	(48)	275	(210)	309	(235)	126	(105)	18	(15)
Net cash generated from/ (used in) by operating activities	1,029	777	19,965	6,977	31,343	9,741	13,948	2,539	1,561	850
(c) Non-cash investing activities										
Distribution reinvested in unit trusts	1,462	1,341	22,883	9,951	34,523	12,910	15,261	3,829	1,749	1,043
(d) Non-cash financing activities										
Distribution reinvested by unit holders	814	720	10,413	7,892	12,679	10,578	2,736	4,330	1,001	856

Notes to The Financial Statements for the Financial Year ended 30 June 2019

9. Notes to the Statements of Cash Flows (Continued)

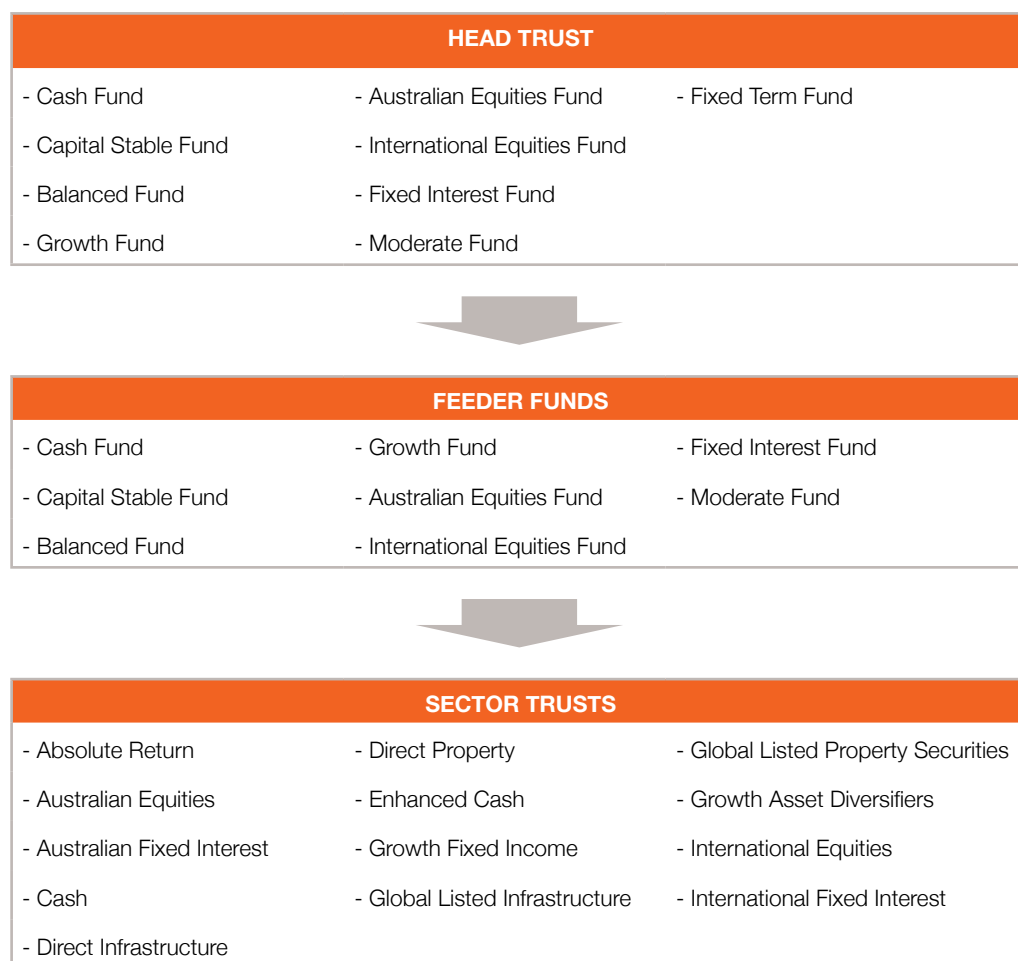
	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND		FIXED TERM FUND	
	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000
(a) Cash and cash equivalents	-	-	-	-	-	-	-	-	-	420
(b) Reconciliation of profit attributable to unit holders for the period to net cash used by operating activities.										
Net Profit	-	-	-	-	-	-	-	-	-	-
Finance cost attributable to unit holders	4,364	2,176	689	462	40,578	17,199	-	179	165	412
Net Profit attributable to unit holders	4,364	2,176	689	462	40,578	17,199	-	179	165	412
Income reinvested in unit trusts	(2,685)	(950)	(253)	(313)	(21,242)	(8,829)	-	-	-	-
Net (gains)/losses on financial instruments at fair value	867	(374)	(234)	85	(593)	(1,608)	-	(179)	-	-
(Increase)/decrease in interest receivable	-	-	-	-	-	-	-	-	-	-
(Increase)/decrease in reduced input tax credit receivable	-	(2)	1	-	2	(20)	-	-	-	23
(Increase)/decrease in sundry debtors	-	-	-	-	(1)	-	-	-	7	(15)
Increase/(decrease) in accrued expenses	12	(8)	4	(7)	219	(156)	-	-	(8)	(403)
Net cash generated from/ (used in) by operating activities	2,558	842	207	227	18,963	6,586	-	-	164	16
(c) Non-cash investing activities										
Distribution reinvested in unit trusts	2,685	950	253	313	21,242	8,829	-	-	-	-
(d) Non-cash financing activities										
Distribution reinvested by unit holders	1,020	837	182	364	8,723	7,991	-	244	-	-

Notes to The Financial Statements for the Financial Year ended 30 June 2019

10. Financial Instruments

(a) Financial instrument management

To give effect to the investment objectives of the nine Funds of the Trust, the Responsible Entity has established similarly named Feeder Funds with the exception of Fixed Term Fund, into which the respective Funds predominantly invest. The Feeder Funds invest in one or more Sector Trusts, each taking on the name of the asset class in which it invests. The new Fixed Term Fund invests directly in assets.



The Trustee of the Feeder Funds and Sector Trusts is State Super Financial Services Australia Limited.

The allocation of investments made by each Feeder Fund and Sector Trusts is dependent on the investment objectives of each Fund. These are generally reviewed annually and may be reviewed on an ad hoc basis if required. The Responsible Entity mitigates the risk that the longer term strategic asset allocation of each Fund may not achieve its investment objectives by careful research using the Responsible Entity's expertise and that of specialist asset consultants.

The Responsible Entity researches possible new specialist managers to manage the investments of each Sector Trust. Prior to an appointment the Responsible Entity conducts research and due diligence on each specialist investment manager. The Responsible Entity conducts formal reviews of each appointed specialist investment managers performance.

Generally on an annual basis the Responsible Entity reviews the existing Sector Trusts including the number and type of investment managers, possible new asset classes or possible termination of asset classes. The Responsible Entity receives advice from specialist asset consultants on the nature and type of Sector Trusts including the possible opening or closure of Sector Trusts.

The performance of each investment manager is calculated monthly, reviewed continuously throughout the financial year and compared to benchmarks such as predetermined market based investment benchmarks. Daily, the Custodian monitors and reports (on an exceptions basis) on each specialist investment manager's compliance with their investment mandate.

Notes to The Financial Statements for the Financial Year ended 30 June 2019

10. Financial Instruments (Continued)

(a) Financial instrument management (Continued)

Monthly the investment performance of each Fund is calculated and disclosed on the Responsible Entity's website.

Effective 1 April 2018, the custodian for the StatePlus Investment Fund changed from JP Morgan Chase N.A to State Street Australia Limited.

State Street acts as the master custodian on behalf of the Responsible Entity and provides services such as physical custody and safe keeping of assets, settlement of investment trades, and collection of dividends. State Street also provides other services such as accounting, monitoring and reporting functions for each Fund and the Feeder Funds and Sector Trusts.

(b) Significant accounting policies

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

(c) Capital risk management

The Responsible Entity for the StatePlus Investment Fund is required under license requirements to maintain at least \$5,000,000 in liquid assets at all times up to 30 June 2019. The Responsible Entity has complied with its financial obligations throughout the financial year.

In accordance with RG166 from 1 July 2015, the Trustee needs to maintain net tangible assets of 10% of average trustee's revenue. The Trustee has put in place arrangements to enable compliance with this requirement.

(d) Categories of financial instruments

The Funds have investments in the following categories of financial assets and liabilities:

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000
Financial Assets										
Financial assets held at fair value through profit and loss	70,329	80,715	366,028	339,142	415,490	354,532	156,624	135,709	25,447	24,376
Financial Liabilities										
Payables	234	196	14,131	5,076	25,317	7,770	3,418	2,062	1,036	529

	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND		FIXED TERM FUND	
	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000
Financial Assets										
Financial assets held at fair value through profit and loss	17,719	15,993	6,716	7,851	322,123	266,766	-	-	4,704	8,140
Financial Liabilities										
Payables	2,473	1,072	60	109	14,421	4,889	-	-	9	17

Notes to The Financial Statements for the Financial Year ended 30 June 2019

10. Financial Instruments (Continued)

(e) Financial risk management objectives

The Funds are exposed to a variety of financial risks. These risks include credit risk, liquidity and cash flow risk and market risk (including interest rate risk management, foreign currency risk and price risk).

(f) Credit Risk

Credit risk is the risk that the counterparty will fail to perform contractual obligations, either in whole or in part, under contract resulting in a financial loss.

Concentrations of credit risk are minimised primarily by:

- The Funds investing in units in the Feeder Funds and the Feeder Funds investing in units in the Sector Trusts.
- Ensuring that Feeder Funds and Sector Trust transactions are undertaken with a large number of counterparties.
- Where appropriate Sector Trusts undertake transactions on recognised exchanges and with a variety of counterparties.
- The appointment of investment managers with appropriate credit assessment skills, setting and monitoring limits in investment manager mandates.

The Funds do not have a concentration of credit risk to underlying counterparties. The maximum credit risk to which the Funds are exposed to is equal to the Fund's carrying value of the units in the Feeder Funds and the cash balances.

There has been no change in the strategy to manage credit risk from the prior year.

10. Financial Instruments (Continued)

(g) Liquidity and cash flow risk

Liquidity and cash flow risk is the risk that the Funds will experience difficulty either realising assets or otherwise raising sufficient funds to satisfy commitments associated with financial instruments.

Ultimate responsibility for liquidity risk management rests with the Responsible Entity. The Responsible Entity has built an appropriate risk framework for the management of each Fund's liquidity management requirements. In particular, the liquidity of each Fund is managed in accordance with each Fund's investment strategy. The Fund's net cash flows are continually monitored. The liquidity risk associated with the need to satisfy unit holders' requests for redemptions are mitigated by new contributions and maintaining adequate liquidity to satisfy usual levels of demand. The overall strategy to manage liquidity risk remains unchanged from 2018.

Liabilities attributable to unit holders are at call.

(h) Market risk

Market Risk arises from factors such as economic, technological, political or legal conditions which can adversely affect investment markets. In turn, this can cause market prices to fluctuate and affect the value of investment portfolios.

Market risk comprises three types of risk: foreign exchange (currency risk), market interest rates (interest rate risk) and market prices (price risk). The policies and procedures put in place to mitigate the Funds' exposure to market risk are detailed in the Responsible Entity's investment policies and Risk Management Strategy and Plan. There has been no change in the Funds' exposure to market risk or the manner in which it manages or measures risk.

Concentrations of market risk are minimised primarily by:

- Careful research of strategic asset allocation of each Fund.
- Use of, and advice from, specialist asset consultants.
- Careful research, hiring and monitoring of professional specialist investment managers.
- Sector Trusts using a diversified mix of specialist investment managers who the Responsible Entity believes are the most appropriate for each asset class.
- Where appropriate, Sector Trusts undertaking transactions on recognised exchanges and with a variety of counterparties.

Notes to The Financial Statements for the Financial Year ended 30 June 2019

10. Financial Instruments (Continued)

(i) Foreign exchange risk

Foreign currency contracts are used primarily to manage the foreign exchange risk implicit in the value of Sector Trust portfolio securities denominated in foreign currency, and to secure a particular exchange rate for a planned purchase or sale of securities. The terms and conditions of these contracts rarely exceed twelve months.

The Funds through their investment in units in Feeder Funds have a risk associated with movements in the value of financial assets and or liabilities denominated in foreign currencies.

Foreign currency risk is mitigated by hiring specialist foreign currency managers ensuring that all activities are transacted in accordance with mandates, overall investment strategy and within approved limits.

Movements in foreign currencies are reflected in the value of units invested in Feeder Funds and in the value of units invested by Feeder Funds in Sector Trusts.

(j) Interest rate risk

Interest rate risk is the risk the value of financial assets will fluctuate due to changes in market interest rates.

The Funds, through their investments in units in Feeder Funds and direct holdings in cash, have a risk associated with movements in interest rates.

Interest rate risk is mitigated by hiring professional, specialist investment managers ensuring all activities are transacted in accordance with mandates, overall investment strategy and within approved limits. The Funds have minimal exposure to variable interest rates.

(k) Other market price risk

Market price risk is the risk that the total value of investments will fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment, its issuer or other factors affecting instruments traded in the market.

Other market price risk is mitigated by hiring professional, specialist investment managers ensuring that all activities are transacted in accordance with mandates, overall investment strategy and within approved limits.

(l) Fair value measurements recognised in the Statement of Financial Position

The financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

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

The financial instruments that are held by the Investment funds are grouped into Level 2. Please refer to note 8 for the value of financial instruments.

There were no transfers between any of the three levels in the period.

The Funds' investment in the Feeder Funds (which are unlisted unit trusts) is valued using unit prices which reflect the fair value of the underlying assets.

(m) Sensitivity analysis

The table on the following pages summarises the sensitivity of each Fund's Statement of Comprehensive Income and Statement of Financial Position to foreign exchange risk, interest rate risk and other market price risk for accounting purpose.

The sensitivity analyses below have been determined based on the exposure to change in the value of units in each Fund at the reporting date and the stipulated change taking place at the beginning of the financial year and held constant throughout the reporting period.

The Responsible Entity has sought and received advice from a specialist asset consultant on possible changes in the unit prices of the Funds due to possible changes in market risk.

Notes to The Financial Statements for the Financial Year ended 30 June 2019

10. Financial Instruments (Continued)**(m) Sensitivity Analysis (Continued)**

The changes in the investment returns of the Funds used to prepare the sensitivity analysis set out below equate to a measure of the long term assumptions for the expected standard deviation of an asset class or financial variable. Management believes that using standard deviation as a risk measure is appropriate for measuring each category of market risk that the individual funds are exposed to. Based on the advice from specialist asset consultants, management is satisfied with the use of a single overall risk variable for the sensitivity analysis as set out below. The long term assumptions used in the calculation of standard deviation are intended to be forward looking, and have been set using a combination of actual historical returns, economic theory and current market conditions. This methodology is consistent with the approach adopted and used in the sensitivity analysis for 2018.

However, actual movements in investment returns may be greater than anticipated due to a number of factors, including unusually large market shocks resulting from changes in the performance of economies, market and securities in which the sector trusts invests. As a result, historic variations in risk variables are not a definitive indicator of future variations in the risk variables.

	CASH FUND		CAPITAL STABLE FUND		BALANCED FUND		GROWTH FUND		AUSTRALIAN EQUITIES FUND	
	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000
Net Assets attributable to unit holders	70,100	80,528	351,944	334,120	390,227	346,818	153,228	133,670	24,415	23,851
Change in variable rate	1.10%	1.10%	2.80%	2.80%	7.50%	7.50%	11.20%	11.20%	17.80%	17.80%
+ % Effect	771	886	9,854	9,355	29,267	26,011	17,162	14,971	4,346	4,245
- % Effect	(771)	(886)	(9,854)	(9,355)	(29,267)	26,011	(17,162)	(14,971)	(4,346)	(4,245)

	INTERNATIONAL EQUITIES FUND		FIXED INTEREST FUND		MODERATE FUND		GROWTH PLUS FUND		FIXED TERM FUND	
	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000	2019 \$'000	2018 \$'000
Net Assets attributable to unit holders	15,249	14,924	6,657	7,743	307,743	261,919	-	-	4,704	8,140
Change in variable rate	14.10%	14.10%	3.10%	3.10%	4.90%	4.90%	13.50%	13.50%	1.30%	1.30%
+ % Effect	2,150	2,104	206	240	15,079	12,834	-	-	61	106
- % Effect	(2,150)	(2,104)	(206)	(240)	(15,079)	(12,834)	-	-	(61)	(106)

Notes to The Financial Statements for the Financial Year ended 30 June 2019

11. Contingent Assets and Contingent Liabilities

As at 30 June 2019, the Trust did not have any contingent assets and contingent liabilities (2018: \$ nil).

12. Subsequent Events

There has not been any matter or circumstance and anything referred to in the financial statements or notes thereto, that has arisen since the end of the financial year, that has significantly affected, or may significantly affect, the operations of the Trust, the results of those operations, or the state of affairs of the Trust in future financial years.

Directors' Declaration

Directors' Declaration

The financial statements of the StatePlus Investment Fund ('the Trust') for the year ended 30 June 2019 has been prepared by State Super Financial Services Australia Limited, the Responsible Entity. The Trust comprises the Cash Fund, Fixed Interest Fund, Capital Stable Fund, Moderate Fund, Balanced Fund, Growth Fund, Australian Equities Fund, International Equities Fund and Fixed Term Fund ('the Funds').

The Directors of State Super Financial Services Australia Limited declares that:

- (a) In the Directors' opinion, there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable;
- (b) In the Directors' opinion, the attached financial statements are in compliance with International Financial Reporting Standards, as stated in Note 2 to the financial statements;
- (c) In the Directors' opinion, the attached financial statements and notes thereto are in accordance with the Corporations Act 2001, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the Trust; and
- (d) The Directors have been given the declarations required by s.295A of the Corporations Act 2001.

Signed in accordance with a resolution of the Directors of the Responsible Entity made pursuant to s.295(5) of the Corporations Act 2001.

On behalf of the Directors of the Responsible Entity, State Super Financial Services Australia Limited

Neil Cochrane

Chairman



19 September 2019

Graeme Arnott

Director



19 September 2019

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