



LGIAsuper Trustee

ABN 94 085 088 484
AFS Licence No. 230511

Financial statements

For the year ended 30 June 2021

Financial statements

for the year ended 30 June 2021

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Directors' report

The Directors submit their report on the financial statements of the LGIAsuper Trustee (the 'Trustee') for the financial year ended 30 June 2021.

Directors

The names of the Directors in office during the financial year and as at the date of this report are:

	Appointment date
Mr J Smith	
Mr P Kazacos OAM	
Mr R Dewhurst	
Mr G Hallam AM PSM	1 October 2020
Cr C O'Neil	
Cr M Jamieson	
Mr R Burton PSM	
R LA Heit	
Ms J Sanders	
Ms T Dyson	1 July 2021
Mr R Flanagan	1 July 2021
Ms J Thomas	1 July 2021
Ms N Traill	1 July 2021
Mr S Wilson	1 July 2021
Ms S Zeljko	1 July 2021

Principal activity

The Trustee acts as trustee for LGIAsuper. LGIAsuper is hereafter referred to as (the "Fund"). This trusteeship is the sole activity of the Trustee, and there was no change in this activity during the financial year.

Operating result

The Trustee did not trade in its own right during the current or previous financial year.

Review of operations

Throughout the year, the Trustee has continued to act as trustee for the Fund. The Fund is a public offer superannuation fund which provides superannuation benefits for public offer members and current and previous employees (and their member spouses) of local government employers in Queensland, Australia.

Directors' report (continued)

Audit and non-audit services

Details of the amounts paid or payable to the auditor (PricewaterhouseCoopers Australia) for audit and non-audit services during the year are disclosed in note 7.

The Trustee may decide to employ the auditor on assignments additional to their statutory audit duties where the auditor's expertise and experience with the company is important.

The Board of directors, in accordance with the advice provided by the audit committee, is satisfied that the provision of non-audit services is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The directors are satisfied that the provision of non-audit services by the auditors did not compromise the auditor independence requirements of the *Corporations Act 2001* for the following reasons:

- All non-audit services have been reviewed by the audit committee to ensure they do not impact the impartiality and objectivity of the auditor, and
- None of the services undermine the general principles relating to auditor independence as set out in *APES 110 Code of Ethics for Professional Accountants*.

Proceedings on behalf of the company

No proceedings have been brought or intervened in on behalf of the Trustee with leave of the Court under section 237 of the *Corporations Act 2001*.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 6.

Mergers

(i) Energy Super

On the 1 July 2021, LGIAsuper merged with Energy Super. The merger was by way of a Successor Fund Transfer (SFT) which involved Energy Super members and their benefits being transferred to LGIAsuper. The merger created a single fund, which is managed by the LGIAsuper Trustee.

The combined fund manages approximately \$24 billion in retirement savings for around 123,000 members. The two funds will continue to operate under their existing brands for a period of time.

(ii) Suncorp Portfolio Services Limited

On the 28 April 2021, LGIAsuper entered into an agreement to purchase Suncorp Portfolio Services Limited's wealth business. A non-refundable deposit of \$2.25m was paid for this acquisition. A further amount is payable in the second half of the 2021/22 financial year.

Significant events after the balance date

On 1 July 2021, LGIAsuper merged with Energy Super. Refer to the merger note set out in this Directors' report for further detail.

There have been no significant events occurring after the balance date which may affect either the Trustee's operations or results of those operations or the Trustee's state of affairs.

Environmental regulation and performance

The Trustee is not subject to any particular or significant environmental regulation.

Indemnification and insurance of Directors

During or since the financial year, the Trustee has paid premiums from the Fund in respect of a contract insuring all of the Directors of the Trustee against costs incurred in defending any legal proceedings against them. The total amount of insurance premiums paid was \$37,529 (2020: \$36,599).

Directors' report (continued)

Directors' meetings

During the year ended 30 June 2021, Directors' meetings were held. The number of meetings at which Directors were in attendance is as follows:

Name	Number of meetings held while in office	Meetings attended
Mr J Smith	12	12
Mr P Kazacos OAM	12	12
Mr R Dewhurst	12	12
Mr M Bourke	2	2
Cr C O'Neil	12	12
Cr M Jamieson	12	12
Mr R Burton PSM	12	12
R LA Heit	12	12
Ms J Sanders	12	12
Mr G Hallam AM PSM	8	8
Ms T Dyson	-	-
Mr R Flanagan	-	-
Ms J Thomas	-	-
Ms N Traill	-	-
Mr S Wilson	-	-
Ms S Zeljko	-	-

Directors' benefits

During or since the financial year, no Director of the Trustee has received or become entitled to receive a benefit, other than a benefit included in the aggregate amount of emoluments received or due and receivable by the Directors shown in the accounts, by reason of a contract entered into by the Trustee or an entity that the Trustee controlled or a body corporate that was related to the Trustee when the contract was made, or when the Director received, or became entitled to receive the benefit, with:

- a Director, or
- a firm of which a Director is a member, or
- an entity in which a Director has a substantial financial interest.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 6.

Signed in accordance with a resolution of Directors



John Smith
Chair

28 September 2021

Brisbane



Teresa Dyson
Chair Finance and Audit Committee



Auditor's Independence Declaration

As lead auditor for the audit of LGIASuper Trustee for the year ended 30 June 2021, I declare that to the best of my knowledge and belief, there have been:

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

A handwritten signature in blue ink, appearing to read 'G. Sagonas', is written over a light blue rectangular background.

George Sagonas
Partner
PricewaterhouseCoopers

Melbourne
28 September 2021

PricewaterhouseCoopers, ABN 52 780 433 757

2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001

T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

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Statement of comprehensive income

for the year ended 30 June 2021

	Notes	2021 \$	2020 \$
Income		-	-
Expenses		-	-
Operating profit before income tax	3	-	-
Profit for the year		-	-

The above Statement of comprehensive income should be read in conjunction with the accompanying notes.

Statement of financial position

as at 30 June 2021

	Notes	2021 \$	2020 \$
Assets			
Total assets		-	-
Liabilities			
Total liabilities		-	-
Net assets		-	-
Equity			
Contributed equity		-	-
Total equity		-	-

The above Statement of financial position should be read in conjunction with the accompanying notes.

Statement of changes in equity

for the year ended 30 June 2021

	Notes	2021 \$	2020 \$
Total equity at the beginning of the year		-	-
Profit for the year		-	-
Total equity at the end of the year		-	-

The above Statement of changes in equity should be read in conjunction with the accompanying notes.

Statement of cash flows

for the year ended 30 June 2021

	Notes	2021 \$	2020 \$
Cash flows from operating activities		-	-
Cash flows from investing activities		-	-
Increase/(decrease) in cash held		-	-
Cash at the beginning of the financial year		-	-
Cash at the end of the financial year		-	-

The above Statement of cash flows should be read in conjunction with the accompanying notes.

Notes to and forming part of the financial statements

for the year ended 30 June 2021

Note 1 Corporate information

The Trustee is a statutory corporation formed under the *Local Government Act (Queensland) 2009* that is incorporated and domiciled in Australia. The registered address of the Trustee is Level 20, 333 Ann Street, Brisbane Queensland.

The Trustee acts solely as trustee of LGIAsuper. The Trustee has no beneficially owned assets – all Fund assets are held for the benefit of members.

Note 2 Statement of Significant accounting policies

(a) Basis of accounting

This financial report is a general purpose financial report, which has been prepared in accordance with Australian Accounting Standards (including Australian Interpretations) adopted by the *Australian Accounting Standards Board (AASB)* and in accordance with the requirements of the *Corporations Act 2001*. The accounting policies used in the preparation of this report, as described below, are consistent with previous years, and are, in the opinion of the Directors, appropriate to meet the needs of ASIC and the Directors. The financial report has been prepared on an accrual basis of accounting including the historical cost convention and the going concern assumption. The functional presentation currency for these statements is Australian dollars.

(b) Statement of compliance

Compliance with IFRS

The Financial Statements are prepared on the basis of the revised Australian Accounting Standards, which include Australian equivalents of International Financial Reporting Standards ("AIFRS").

(c) Application of Accounting Standards

New and amended accounting standards and interpretations

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2020 that have a material impact on the amounts recognised in the prior or current periods or that will affect future periods.

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2021 and have not been adopted early in preparing these financial statements. None of these are expected to have a material impact on the financial statements of the Trustee.

(d) Change in accounting policies

The accounting policies adopted are consistent with those of the previous year.

(e) Trustee obligations

The Trustee in its capacity as trustee incurs liabilities on behalf of the Fund. During the year, all liabilities incurred by the Trustee have been in accordance with the Trust Deed. In respect of the trustee liabilities, the Trustee has a right to be indemnified out of the assets of the Fund.

These financial statements have been prepared for the Trustee and as such do not record the assets and liabilities of the Fund. At balance date, the assets of the Fund are sufficient to meet its liabilities. The assets of the Fund are not available to meet any liabilities of the Trustee acting in its own right.

Note 3 Profit from ordinary activities

All expenditure incurred in administering the Fund is reimbursed from the Fund's net assets. Accordingly, there was no result for the financial year nor was there any information concerning profit and loss account items required to be disclosed.

Note 4 Directors' remuneration

No remuneration has been received, nor is due and receivable, by the Directors of the Trustee. Instead, remuneration is paid from the Fund and declared in the Fund's audited financial statements.

No amounts have been paid to superannuation funds from the Trustee, in connection with the retirement of the Directors of the Trustee. Instead, superannuation, as with remuneration, is paid from the Fund's net assets.

Notes to and forming part of the financial statements

for the year ended 30 June 2021

Note 5 Related party transactions

(a) Directors

The names of each person holding the position of director of the Trustee during the financial year are:

Mr J Smith	Chair
Mr P Kazacos OAM	Director
Cr M Bourke ¹	Director
Cr C O'Neil	Director
Cr M Jamieson	Director
Mr R Burton PSM	Director
Mr R Dewhurst	Director
Cr R LA Heit	Director
Ms J Sanders	Director
Mr G Hallam ² AM PSM	Director

The Directors of the Trustee have received remuneration as a consequence of their position as Directors and this is paid by the Fund and declared in the Fund's audited financial statements.

¹ Cr M Bourke resigned on 30 September 2020

² Mr G Hallam was appointed on 1 October 2020

(b) Other related party transactions

The Trustee acts solely as trustee for LGIAsuper.

Note 6 Segment information

The Trustee operates in Australia only.

Note 7 Auditor's remuneration

The Trustee's auditor is PricewaterhouseCoopers. Audit fees are paid directly by the Trustee from the Fund. Audit Fees of \$5,330 (2020: \$5,200) were paid or payable on behalf of the Trustee for the financial year. No non-audit fees were paid or payable on behalf of the Trustee.

Note 8 Indemnification

The Trustee acts solely as trustee of LGIAsuper. These financial statements have been prepared for the Trustee, and as such do not record the assets and liabilities of the Fund as the Trustee will only be liable for the obligations of the Fund if it has committed a breach of its fiduciary duties, or to the extent that the Fund has insufficient assets to settle its obligations. The Trustee has a right of indemnity from the Fund in respect of its liabilities, which have not been recognised in its financial statements for the period ended 30 June 2021.

Note 9 Mergers

(i) Energy Super

On 1 July 2021, LGIAsuper merged with Energy Super. The merger was by way of a Successor Fund Transfer (SFT) which involved Energy Super members and their benefits being transferred to LGIAsuper. The merger created a single fund, which is managed by the LGIAsuper Trustee.

The combined fund manages approximately \$24 billion in retirement savings for around 123,000 members. The two funds will continue to operate under their existing brands for a period of time.

(ii) Suncorp Portfolio Services Limited

On 28 April 2021, LGIAsuper entered into an agreement to purchase Suncorp Portfolio Services Limited's wealth business. A non-refundable deposit of \$2.25m was paid for this acquisition. A further amount is payable in the second half of the 2021/22 financial year.

Notes to and forming part of the financial statements

for the year ended 30 June 2021

Note 10 Significant events after the balance date

On the 1 July 2021, LGIAsuper merged with Energy Super. Refer to Note 9 for further detail.

There have been no significant events occurring after the balance date which may affect either the Trustee's operations or results of those operations or the Trustee's state of affairs.

Directors' declaration

In the opinion of the Directors of the Trustee:

- (a) The financial statements and notes set out on pages 2-13 comply with International Financial Reporting Standards as issued by the International Accounting Standards Board and are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
 - (ii) giving a true and fair view of the Trustee's financial position as at 30 June 2021 and of its performance for the financial year ended on that date,
- (b) there are reasonable grounds to believe that the Trustee will be able to pay its debts as and when they become due and payable.

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

On behalf of the Board



John Smith
Chair



Teresa Dyson
Chair Finance and Audit Committee

28 September 2021
Brisbane



Independent auditor's report

To the members of LGIASuper Trustee

Our opinion

In our opinion:

The accompanying financial report of LGIASuper Trustee (the Company) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2021 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

What we have audited

The financial report comprises:

- the statement of financial position as at 30 June 2021
- the statement of comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the statement of cash flows for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

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

Independence

We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2021, but does not include the financial report and our auditor's report thereon.

PricewaterhouseCoopers, ABN 52 780 433 757

2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
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Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the financial report

The directors 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 Company 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 Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

PricewaterhouseCoopers

George Sagonas
Partner

Melbourne
28 September 2021