

MONTAKA GLOBAL ACCESS FUND

ARSN 607 245 643

GENERAL PURPOSE FINANCIAL REPORT

FOR THE HALF-YEAR ENDED 30 JUNE 2018

Directors' Report

The directors of Fundhost Limited, the Responsible Entity of the Montaka Global Access Fund (the "Fund"), present their report together with the financial report of the Fund for the half-year ended 30 June 2018.

Directors

The names of the directors of the Responsible Entity in office at any time during or since the end of the half-year and up to the date of this report are:

Valerie Anne Monge
Paul Ernest Dortkamp
Robert H Nagel
Drew Wilson (appointed 9th November 2017)

Directors have been in office since the start of the half-year to the date of this report unless otherwise stated.

Review and results of operations

During the half-year, the Fund continued to invest in accordance with target asset allocations as set out in the governing documents of the Fund and in accordance with the provisions of the Fund's Constitution.

The results of the operations of the Fund are disclosed in the Statement of Comprehensive Income of these financial statements.

	Half-year ended 30 June	
	2018	2017
	\$'000	\$'000
Operating profit	6,710	4,503
Distributions	4,762	-
Distributions payable	4,762	-

Significant changes in state of affairs

On 30 June 2018, the Fund elected into the new Attribution Managed Investment Trust (AMIT) tax regime, removing the Responsible Entity's contractual obligation to distribute trust income to unitholders. Consequently, effective from 30 June 2018, the Fund's units have been reclassified from a financial liability to equity. Refer to note 1 for further details. There have been no other significant changes in the Fund's state of affairs during the financial half-year ended 30 June 2018.

Rounding

The Fund is an entity to which ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument class order 2016/191 applies. Accordingly, amounts in the financial statements have been rounded to the nearest thousand dollars, unless otherwise indicated.

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 3.

Signed in accordance with a resolution of the Board of Directors:



Drew Wilson
Director
Dated this 15th day of August 2018



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Auditor's Independence Declaration to the Directors of Fundhost Limited

As lead auditor for the review of Montaka Global Access Fund for the half-year ended 30 June 2018, I declare 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 review; and
- b) no contraventions of any applicable code of professional conduct in relation to the review.

Ernst & Young

Rita Da Silva
Partner
15 August 2018

Statement of Comprehensive Income
For the half-year ended 30 June 2018

		For the period from 1 Jan 2018 to 30 June 2018 \$'000	For the period from 1 Jan 2017 to 30 June 2017 \$'000
	Notes		
Investment income			
Distribution income		4,481	-
Interest income		1	1
Change in fair value of financial assets held at fair value through profit or loss		2,229	4,501
Other income		-	6
Total investment income		<u>6,711</u>	<u>4,508</u>
Expenses			
Management fees		1	5
Total expenses		<u>1</u>	<u>5</u>
Net operating profit before financing costs		<u>6,710</u>	<u>4,503</u>
Finance costs attributable to unitholders			
Distributions to unitholders	3	(4,762)	-
Net operating profit after finance costs		<u>1,948</u>	<u>4,503</u>
Other comprehensive income		-	-
Changes in net assets attributable to unitholders	2	<u>1,948</u>	<u>4,503</u>

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

Montaka Global Access Fund - ARSN 607 245 643

Statement of Financial Position
As at 30 June 2018

	Notes	30/06/2018 \$'000	31/12/2017 \$'000
Assets			
Cash and cash equivalents		300	576
Receivables		4,481	-
Financial assets held at fair value through profit or loss	4	70,150	68,641
Total assets		<u>74,931</u>	<u>69,217</u>
Liabilities			
Payables		9	7
Distributions payable	3	4,762	-
Total liabilities (excluding net assets attributable to unitholders)		<u>4,771</u>	<u>7</u>
Net assets attributable to unitholders - Equity*		<u>70,160</u>	-
Net assets attributable to unitholders - Liability*		<u>-</u>	<u>69,210</u>

*Net assets attributable to unitholders are classified as equity at 30 June 2018 and as a financial liability from 1 January 2018 up to 29 June 2018. Refer to note 1 for further detail.

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

Statement of Changes in Equity
For the half-year ended 30 June 2018

	Notes	Units on issue No. '000	Liability/ Equity \$'000
Opening balance - Liability*		64,650	69,210
Applications		5,300	5,494
Redemptions		(5,949)	(6,492)
Change in net assets attributable to unitholders		-	1,948
Closing balance at 30 June 2018 - Equity*	2	64,001	70,160

*Net assets attributable to unitholders are classified as equity at 30 June 2018 and as a financial liability from 1 January 2018 up to 29 June 2018. Refer to note 1 for further detail.

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

Statement of Cash Flows
For the half-year ended 30 June 2018

	Notes	For the period from 1 Jan 2018 to 30 June 2018 \$'000	For the period from 1 Jan 2017 to 30 June 2017 \$'000
Cash flows from operating activities			
Interest received		1	1
Other income received		-	24
Redemptions payable		-	72
Other expenses paid		(2)	-
Net cash (used in)/provided by operating activities		<u>(1)</u>	<u>97</u>
Cash flows from investing activities			
Proceeds from sale of financial instruments held at fair value through profit or loss		6,458	3,532
Payment for financial instruments held at fair value through profit or loss		(5,736)	(3,351)
Net cash provided by investing activities		<u>722</u>	<u>181</u>
Cash flows from financing activities			
Proceeds from issue of units		5,495	4,004
Payments for redemption of units		(6,492)	(4,200)
Net cash used in financing activities		<u>(997)</u>	<u>(196)</u>
Net (decrease)/increase in cash held		(276)	82
Cash and cash equivalents at the beginning of the half-year		576	81
Cash and cash equivalents at the end of the half-year		<u>300</u>	<u>163</u>

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

**Notes to the Financial Statements
For the half-year ended 30 June 2018**

Note 1. Statement of Significant Accounting Policies

This financial report covers Montaka Global Access Fund ("the Fund") as an individual entity.

The Fund is a registered investment scheme under the Corporations Act 2001. The financial report of the Fund is for the half-year ended 30 June 2018. The Fund was constituted as a registered scheme on 29 July 2015 and commenced operation on 6 October 2015.

The responsible entity of Montaka Global Access Fund is Fundhost Limited (ABN 69 092 517 087). The responsible entity's registered office is Suite 1, Level 9, 70 Castlereagh Street, Sydney, NSW 2000.

Basis of preparation

This interim financial report is a general purpose financial report that has been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards AASB134: Interim Financial Reporting.

This interim report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2017, and any public announcements made in respect of Montaka Global Access Fund during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The financial statements were approved by the Board of Directors of the Responsible Entity on 15 August 2018.

The financial statements have been prepared on the basis of historical costs except for financial assets held at fair value through profit or loss that have been measured at fair value.

The financial statements are presented in Australian Dollars and all values are rounded to the nearest thousand except where otherwise indicated.

The Fund is a for-profit entity for the purpose of preparing financial statements.

On 5 May 2016, the Attribution Managed Investment Trust ("AMIT") regime, applying to Managed Investment Trusts was enacted under the Tax Laws Amendment (New Tax System for Management Investment Trusts) Act 2016. With its introduction, the Trustee has amended the Fund's Trust Deed to allow the Fund to operate as an AMIT. On 19 October 2016, the Trustee sent notice to unitholders on the Fund's intention to elect into the AMIT regime for the financial half-year ended 30 June 2018 (and for subsequent financial years). As of 30 June 2018, the Fund met the other conditions to adopt the AMIT tax regime and consequently the units in the Fund have been re-classified from a financial liability to equity on 30 June 2018.

(i) Reporting basis and conventions

The financial report has been prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated. The financial report is presented in Australian Dollars and all amounts are rounded to the nearest thousand dollars except where otherwise stated.

(ii) Use of estimates and judgements

In the application of accounting policies, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgements. 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 year in which the estimate is revised if the revision affects only that year or in the year of the revision and future years if the revision affects both current and future years.

a. Financial Instruments

(i) Classification

The Fund's investments are classified as at fair value through profit or loss. They comprise:

- *Financial instruments designated at fair value through profit or loss upon initial recognition*

These include financial assets that are not held for trading purposes and which may be sold. These are unlisted investment trust.

Financial assets and financial liabilities designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

**Notes to the Financial Statements
For the half-year ended 30 June 2018**

Note 1. Statement of Significant Accounting Policies (cont'd)

a. Financial Instruments (cont'd)

(ii) Recognition/derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

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

(iii) Measurement

(a) Financial assets and liabilities held at fair value through profit or loss

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value excluding any transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments held at fair value through profit or loss is measured at fair value with changes in their fair value recognised in the Statement of Comprehensive Income.

- Fair value in an active market

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the Statement of Financial Position date without any deduction for estimated future selling costs. Financial assets are priced at last sale prices, while financial liabilities are priced at current asking prices.

- Fair value in an inactive or unquoted market

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

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

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

b. Investment income and expenses

Unrealised gains and losses on revaluation of investments to fair value, are recognised in the Statement of Comprehensive Income.

Realised gains and losses on sale are recognised as investment income in the Statement of Comprehensive Income. Gross proceeds from sale of investments are disclosed in the Statement of Cash Flows.

Dividend income is recognised on a receivable basis on the date the shares are quoted ex-dividend. Distributions from property trusts and unit trusts are recognised as income when declared.

Interest income and expenses are recognised in the Statement of Comprehensive Income for all financial instruments that are not held at fair value through profit or loss using the effective interest method. Interest income on assets held at fair value through the profit or loss is included in the net gains/(losses) on financial instruments. Other changes in fair value for such instruments are recorded in accordance with the policies described in note 1(a).

All expenses including management fees are recognised on an accrual basis in the Statement of Comprehensive Income.

c. Management fees

In accordance with the Constitution, the Fund's managers are entitled to a management fee of 1.85% per annum of the value of the Fund payable on a monthly basis.

d. Performance fees

The Fund's performance fee is nil, however the Fund may pay a performance fee equal to 20% of the amount by the net asset value of shares in the Montaka Global Master Fund at the end of the calculation period (being 31 December, and annually thereafter) that exceeds the Hurdle Accumulation. The method of calculating the fee is detailed in the Constitution and summarised in the current PDS.

**Notes to the Financial Statements
For the half-year ended 30 June 2018**

Note 1. Statement of Significant Accounting Policies (cont'd)

e. Income tax

Under current legislation, the Fund is not subject to income tax provided unitholders are presently entitled and taxable income including assessable capital gains is fully distributed to unitholders.

f. Distributions

Net assets attributable to unitholders were reclassified from liabilities to equity on 30 June 2018. Up until this date, in accordance with the Fund's Constitution, the Fund fully distributed its distributable income to unitholders. Such distributions were determined by reference to the taxable income of the Fund. Distributions were recognised in the Statement of Comprehensive Income as finance costs attributable to unitholders.

Distributions to Unitholders comprise the net income of the Fund to which the unitholders are presently entitled. The distributions (if any) are payable at the end of June each year.

g. Goods and services tax (GST)

The GST incurred on the costs of various services provided to the Fund by third parties such as audit fees, custodial services and investment management fees have been passed onto the Fund. The Fund qualifies for Reduced Input Tax Credits (RITC) at a rate of 75% (55% on Responsible Entity fees) hence investment management fees, administration fees, custodial fees and other expenses have been recognised in the Statement of Comprehensive Income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Accounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the Statement of Financial Position. Cash flows relating to GST are included in the Statement of Cash Flows on a gross basis.

h. Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and at call deposits with banks or financial institutions, investments in money market instruments with original maturities of less than three months and net of bank overdrafts.

i. Receivables

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the reporting date from the time of last payment. Amounts are generally received within 30 days of being recorded as receivables.

j. Payables

Trade payables and other accounts payable are recognised when the Fund becomes obliged to make future payments resulting from the purchase of goods and services. The distribution amount payable to unitholders as at the reporting date is recognised separately on the Statement of Financial Position when unitholders are presently entitled to the distributable income under the Fund's Constitution.

k. Due from/to brokers

Amounts due from/to brokers represent payables for securities purchased and receivables for securities sold that have been contracted for but not yet delivered by the end of the half-year. Trades are recorded on trade date, and normally settled within three business days. A provision for impairment of amounts due from brokers is established when there is objective evidence that the Fund will not be able to collect all amounts due from the relevant broker. Indicators that the amount due from brokers is impaired include significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation and default in payments.

l. Net assets attributable to unitholders

Net assets attributable to unitholders comprise units on issue and undistributed reserves. Prior to 30 June 2018, net assets attributable to unitholders were classified as liabilities and not as equity because the Responsible Entity had a contractual obligation to pay distributable income of the Fund to unitholders and units are redeemable at the unitholders' option (subject to the provisions of the Fund's Constitution). In order to allow the Fund to elect into the AMIT tax regime, the Fund's Constitution has been amended and other conditions required to adopt the AMIT tax regime have also been met effective from 30 June 2018. Adopting the AMIT tax regime removes the Responsible Entity's contractual obligation to distribute trust income to unitholders. As the Responsible Entity no longer has any contractual obligations to pay distributions, and the units on issue comprise one class of units with identical features which are equally subordinate to any other financial instruments on issue, the Fund's net assets attributable to unitholders have been reclassified to equity in accordance with AASB 132 Financial Instruments: Presentation.

Non-distributable income is transferred directly to net assets attributable to unitholders and may consist of unrealised changes in the fair value of financial assets and derivative financial instruments. The fair value of units requested to be redeemed is measured at the redemption amount that would be payable (based on the redemption unit price) at the balance date. Units are redeemable at the unitholders' option (subject to the provisions of the PDS).

**Notes to the Financial Statements
For the half-year ended 30 June 2018**

Note 1. Statement of Significant Accounting Policies (cont'd)

m. Exit price

The unit exit price is calculated in accordance with the Constitution of the Fund and is determined by the value of the assets of the Fund less its liabilities adjusted for estimated transaction costs, divided by the number of units on issue.

n. Applications and redemptions

Applications received for units in the Fund are recorded net of any entry fees payable prior to the issue of units in the Fund. No exit fees are charged. Unit redemption prices are determined by reference to the net assets of the Fund divided by the number of units on issue at or immediately prior to close of business each month.

o. Statement of compliance

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

Changes in accounting standards

Since 1 January 2018, the Fund has adopted all mandatory standards and amendments of Australian Accounting Standards. Adoption of these standards and amendments did not have a material impact on the Fund's financial results or reporting.

New Accounting Standards and Interpretations

The impact of these statements and interpretations have been assessed, to the extent applicable to the Fund and are discussed below. Standards and Interpretations that are not applicable to the Fund have not been included.

AASB 9 – Financial Instruments - classification and measurement

AASB 9 applies to annual reporting periods beginning on or after 1 January 2018 and therefore applied to the Fund from 1 January 2018. The application of the standard did not change the measurement basis of any of the Fund's financial instruments. AASB 9 also introduced a new expected loss impairment model, which requires credit losses to be recognised when financial instruments are first recognised, and results in full lifetime expected credit losses recognised on a more timely basis. The application of the new impairment requirements did not have a material impact on its financial assets not measured at fair value through profit and loss, which includes cash and cash equivalents, deposits with banks and other financial institutions and other receivables. The application of the new impairment requirements did not change the measurement basis of any of the Fund's current financial instruments.

AASB 15 - Revenue from Contracts with Customers

AASB 15 applies to annual reporting periods beginning on or after 1 January 2018 and therefore applied to the Fund from 1 January 2018. The new standard is based on the principle that revenue is recognised when control of a good or service transfers to a customer where the notion of control replaces the existing notion of risks and rewards. The Fund's main sources of income are interest, dividends and gains on financial instruments held at fair value. All of these sources of income are not within the scope of AASB 15. As a consequence, the application of the standard did not have a material impact on the Fund's accounting policies or the financial statements.

**Notes to the Financial Statements
For the half-year ended 30 June 2018**

Note 2. Equity

As of 30 June 2018, the Fund met the conditions to adopt the AMIT tax regime and consequently the units in the Fund have been re-classified from a financial liability to equity on 30 June 2018 as disclosed in note 1.

	For the period from 1 Jan 2018 to 30 June 2018 Units '000	For the period from 1 Jan 2017 to 30 June 2017 Units '000	For the period from 1 Jan 2018 to 30 June 2018* \$'000	For the period from 1 Jan 2017 to 30 June 2017 \$'000
Opening balance	64,650	67,173	69,210	62,997
Units issued during the half-year	5,300	4,095	5,494	4,003
Units redeemed during the half-year	(5,949)	(4,330)	(6,492)	(4,200)
Distribution reinvested	-	-	-	-
Change in net assets attributable to unitholders	-	-	1,948	4,503
Closing balance	<u>64,001</u>	<u>66,938</u>	<u>70,160</u>	<u>67,303</u>

*Net assets attributable to unitholders are classified as equity at 30 June 2018 and as a financial liability from 1 January 2018 up to 29 June 2018. Refer to note 1 for further detail.

Note 3. Distributions to unitholders

	30 June 2018 \$'000	30 June 2017 \$'000
Distributions payable	4,762	-
	CPU	CPU
Distribution cents per unit	7.4407	-

Note 4. Financial assets held at fair value through profit or loss

	30 June 2018 \$'000	31 December 2017 \$'000
Designated at fair value through profit or loss		
Unlisted unit trusts	70,150	68,641
	<u>70,150</u>	<u>68,641</u>

Note 5. Fair value of financial instruments

Financial instruments carried at fair value are categorised under a three level hierarchy, reflecting the availability of observable market inputs when estimating the fair value. If different levels of inputs are used to measure a financial instrument's fair value, the classification within the hierarchy is based on the lowest level input that is significant to the fair value measurement. The three levels are:

Level 1: Valued using quoted prices in active markets for identical assets or liabilities. These quoted prices represent actual and regularly occurring market transactions on an arm's length basis.

Level 2: Valued using inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices), including: quoted prices in active markets for similar assets or liabilities, quoted prices in markets in which there are few transactions for identical or similar assets or liabilities, and other inputs that are not quoted prices but are observable for the asset or liability.

Level 3: Valued in whole or in part using valuation techniques or models that are based on unobservable inputs that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. Unobservable inputs are determined based on the best information available, which might include the Fund's own data, reflecting the Fund's own assumptions about the assumptions that market participants would use in pricing the asset or liability. Valuation techniques are used to the extent that observable inputs are not available.

Notes to the Financial Statements
For the half-year ended 30 June 2018

Note 5. Fair value of financial instruments (cont'd)

The following table shows an analysis of financial instruments held at the balance date, recorded at fair value by level of the fair value hierarchy:

30/06/2018	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
Montaka Global Fund	-	70,150	-	70,150
Total	-	70,150	-	70,150

31/12/2017	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
Montaka Global Fund	-	68,641	-	68,641
Total	-	68,641	-	68,641

There were no movements between level 1, 2 or 3 during 2018 (2017: nil).

Note 6. Commitments and contingencies

There were no commitments and contingent liabilities or commitments at 30 June 2018 (2017: nil).

Note 7. Events subsequent to balance date

No matters or circumstances have arisen since the end of the financial half-year which significantly affected or may significantly affect the operation of the entity, the results of those operations, or the state of affairs of the entity in future financial periods.

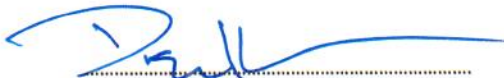
Directors' Declaration

The Directors of the Responsible Entity declare that:

- (i) The financial statements and notes are prepared in accordance with the Corporations Act 2001, including:
 - a) complying with AASB134: Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - b) giving a true and fair view of the Fund's financial position as at 30 June 2018 and of its performance for the half-year ended on that date.
- (ii) In the Director's opinion, there are reasonable grounds to believe that the Fund 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 Board of Directors.

Director



.....
Drew Wilson

Dated this 15th day of August 2018

Independent Auditor's Review Report to the Unitholders of Montaka Global Access Fund

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Montaka Global Access Fund (the "Fund"), which comprises the statement of financial position as at 30 June 2018, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of the Fund is not in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Fund's financial position as at 30 June 2018 and of its financial performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Directors' Responsibility for the Half-Year Financial Report

The directors of Fundhost Limited as the Responsible Entity of the Fund (the "Responsible Entity") are responsible for the preparation of the half-year 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 half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Fund's financial position as at 30 June 2018 and its financial performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Fund, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

A handwritten signature in black ink that reads 'Ernst & Young'.

Ernst & Young

A handwritten signature in black ink that reads 'Rita Da Silva'.

Rita Da Silva
Partner
Sydney
15 August 2018