

**Energy Industries Superannuation Scheme
Pool A**

Financial Report

For the Year Ended 30 June 2000

Energy Industries Superannuation Scheme Pool A

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2000

CONTENTS	PAGE
TRUSTEE DECLARATION TO THE MEMBERS	3
OPERATING STATEMENT	4
STATEMENT OF FINANCIAL POSITION	5
STATEMENT OF CASH FLOWS	6
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT	7-18
AUDITOR'S REPORT	

Energy Industries Superannuation Scheme Pool A


TRUSTEE DECLARATION TO THE MEMBERS FOR THE YEAR ENDED 30 JUNE 2000

The Directors of Energy Industries Superannuation Scheme Pty Limited (ABN 72 077 947 285) being the Trustee of Energy Industries Superannuation Scheme Pool A declare that:

1. The accompanying financial report of the Energy Industries Superannuation Scheme Pool A presents fairly the financial position of the Scheme as at 30 June 2000 and the results from operations for the year then ended in accordance with Australian Accounting Standards and other mandatory professional requirements;
2. The financial report has been prepared in accordance with the requirements of the Trust Deed, and the provisions of the Public Finance and Audit Act, 1983, the Public Finance and Audit (Statutory Bodies) Regulation, 1995, and the Treasurer's directions; and
3. The Scheme has been conducted in accordance with its constituent Trust Deed; and
4. In the Directors' opinion there are reasonable grounds to believe that the Scheme will be able to pay its debts as and when they fall due.

Signed in accordance with a resolution of the Board of Directors of Energy Industries Superannuation Scheme Pty Limited.

Signed at Sydney this *Twenty Eighth* day of November 2000.


John Whelan OAM
Director


David Croft
Director

Energy Industries Superannuation Scheme Pool A

OPERATING STATEMENT FOR THE YEAR ENDED 30 JUNE 2000

	<u>Note</u>	2000	1999
		<u>\$'000</u>	<u>\$'000</u>
Investment Revenue			
Investment Revenue	8	1,980	1,931
Changes in Net Market Value of Investments	7	<u>4,550</u>	<u>1,137</u>
Total Investment Revenue		6,530	3,068
Investment Expenses		<u>(68)</u>	<u>(37)</u>
Net Investment Revenue		<u>6,462</u>	<u>3,031</u>
Contribution Revenue			
Employer Contributions	9	10,741	7,723
Member Contributions and Transfers from Other Funds	9	<u>15,170</u>	<u>6,068</u>
Total Contribution Revenue		<u>25,911</u>	<u>13,791</u>
Total Revenue		<u>32,373</u>	<u>16,822</u>
Expenses			
Scheme Administration Expenses	11	(40)	(139)
Insurance Premium		<u>(23)</u>	<u>(24)</u>
Total Expenses		<u>(63)</u>	<u>(163)</u>
Operating Result Before Income Tax		32,310	16,659
Income Tax Expense	5	(2,103)	(1,372)
Superannuation Contributions Surcharge	1(i)	<u>(130)</u>	<u>(116)</u>
Benefits Accrued as a Result of Operations		<u>30,077</u>	<u>15,171</u>

The above Operating Statement should be read in conjunction with the accompanying Notes.

Energy Industries Superannuation Scheme Pool A

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2000

	<u>Note</u>	<u>2000</u> <u>\$'000</u>	<u>1999</u> <u>\$'000</u>
Investments			
Short Term Investments		2,515	3,654
Australian Fixed Interest		16,230	5,355
Australian Equities		18,069	8,858
International Investments		17,376	8,336
Property Trusts		2,698	2,558
Pooled Superannuation Trusts		<u>14,409</u>	<u>14,249</u>
Total Investments	2	<u>71,297</u>	<u>43,010</u>
Other Assets			
Cash	14(a)	726	3,807
Receivables	3	<u>808</u>	<u>148</u>
Total Other Assets		<u>1,534</u>	<u>3,955</u>
Total Assets		<u>72,831</u>	<u>46,965</u>
Less:			
Liabilities			
Payables	4	34	274
Provision for Income Tax	5	1,559	724
Provision for Deferred Income Tax		<u>136</u>	<u>228</u>
Total Liabilities		<u>1,729</u>	<u>1,226</u>
Net Assets Available to Pay Benefits		<u>71,102</u>	<u>45,739</u>
Represented by:			
Liability for Accrued Benefits			
Funds Allocated to Members' Accounts		71,004	45,630
Funds Not Yet Allocated to Members' Accounts	6(b)	(353)	8
Administration Reserve	6(c)	157	-
Death or Invalidity Reserve	6(d)	<u>294</u>	<u>101</u>
Total Liability for Accrued Benefits	6(a)	<u>71,102</u>	<u>45,739</u>

The above Statement of Financial Position should be read in conjunction with the accompanying Notes.

Energy Industries Superannuation Scheme Pool A

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2000

	<u>Note</u>	2000	1999
		\$'000	\$'000
Cash Flows from Operating Activities			
Contributions Received from Employers		10,741	7,773
Contributions Received from Members		4,996	2,306
Transfers from other Funds		10,175	3,761
Interest Received		56	36
Benefits Paid		(4,714)	(2,611)
Investment Expenses Paid		(21)	(9)
Scheme Administration Expenses Paid		(172)	-
Insurance Premiums		(21)	(24)
Surcharge Paid		(130)	(116)
Income Tax Paid		(1,360)	(1,658)
Refund of unclaimed monies		(33)	-
Net Cash Provided from Operating Activities	14(b)	19,517	9,458
Cash Flows from Investing Activities			
Redemptions from Investments		4,528	987
Applications to Investments		(27,126)	(7,537)
Net Cash used in Investing Activities		(22,598)	(6,550)
Net increase in Cash Held		(3,081)	2,908
Cash at the Beginning of the Financial Year		3,807	899
Cash at the End of the Financial Year	14(a)	726	3,807

The above Statement of Cash Flows should be read in conjunction with the accompanying Notes.

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

1. STATEMENT OF ACCOUNTING POLICIES

(a) Description of Scheme

The Energy Industries Superannuation Scheme Pool A (the Scheme) is an accumulation Scheme established in accordance with sections 127 and 128 of the Superannuation Administration Act, 1996 (the Act) and consists of Energy Industries members. The assets are administered by NSP Buck Pty Limited, and the Scheme is a reporting entity for accounting purposes.

Energy Industries Superannuation Scheme Pool A consists of three divisions. Divisions A & E consist of Accumulation Funds, and Division F is an allocated pensions and rollover scheme.

Division A and F's custodial activities are provided by Commonwealth Custodial Services Limited. The following fund managers perform the funds management activities:

- | | |
|--|--|
| ▪ Cash Portfolio | 100% - Macquarie Investment Management Limited |
| ▪ Australian Fixed Interest Portfolio | 100% - BT Funds Management Limited |
| ▪ International Fixed Interest Portfolio | 100% - Rothschild Funds Management Limited |
| ▪ Australian Equity Portfolio | 57.3% - HSBC Asset Management Australia Limited
41.8% - Deutsche Asset Management (Australia) Limited
0.9% - Westpeak Investment Advisors Limited
0.0% - Credit Suisse Asset Management Australia Limited |
| ▪ International Equity Portfolio | 53.4% - Lazard Freres Asset Management
46.6% - Capital International SA |
| ▪ Property Trust Portfolio | 60.7% - Paladin Australia Limited
30.9% - Rothschild Funds Management Limited
8.4% - Macquarie Investment Management Limited |
| ▪ Inflation Linked Bonds | 100% - Credit Suisse Asset Management Australia Limited |

Division E investments are managed by BT Funds Management Limited and Westpac Banking Corporation. Division E members have the option of investing in the above structure or maintaining BT or Westpac as their funds manager.

(b) Basis of Preparation

The financial report is a general purpose financial report which has been drawn up in accordance with the Public Finance and Audit Act, 1983, Section 41B of the Public Finance and Audit (Statutory Bodies) Regulation, 1995, and the Treasurer's directions.

In addition, the financial report has been drawn up in accordance with Australian Accounting Standard AAS25 "Financial Reporting by Superannuation Plans", Urgent Issues Group Consensus Views, other applicable accounting standards, the provisions of the Trust Deed and other mandatory professional reporting requirements.

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

1. STATEMENT OF ACCOUNTING POLICIES (Continued)

(c) Investments

DIVISION A & DIVISION F

Investments are recorded at balance date at net market value, which comprises market value less estimated costs of disposal. Changes in market values, representing gains or losses, are recognised in the Operating Statement in the year in which they occur.

The valuation of each class of investment as at 30 June is determined as follows:

Short Term Investments	Market rates
Australian and International Fixed Interest	Fixed interest securities markets.
Equities - Australian - International	Stock exchange official quotation as at reporting date. Valued at reporting date and translated into Australian dollars at current exchange rate
Property Trusts	Stock exchange official quotation.

DIVISION E

Investments are recorded at balance date at net market value.

Net contributions received from members are invested into pooled superannuation trusts managed by BT Funds Management Limited and into a Cash Management Bank Account with Westpac at the end of each month. Movements in unit redemption values in the pooled superannuation trusts are brought to account in the Operating Statement as changes in net market values. Corresponding investment management expenses are reflected in the unit redemption prices.

(d) Income Tax

The Scheme has adopted the liability method of tax effect accounting in accordance with the provision of Australian Accounting Standard AAS 3 "Accounting for Income Tax (Tax-effect accounting)". The income tax expense shown in the Operating Statement is based on the operating surplus or deficit adjusted for any permanent differences.

The tax effect of timing differences, which occur where items are allowed for income tax purposes in a period different from that in which they are recognised in the financial statements, is included as a provision for deferred income tax or future income tax benefit as applicable at current taxation rates.

Future income tax benefits are not brought to account unless realisation of the benefits are assured beyond reasonable doubt.

(e) Contributions

Member and employer contributions are recorded on a cash basis and do not include amounts relating to the current financial period which may be received subsequent to balance date.

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

1. STATEMENT OF ACCOUNTING POLICIES (CONTINUED)

(f) Management Expenses

Scheme administration expenses, other than expenses of administering the death or invalidity insurance provision of the Scheme, are charged directly to members' accounts to the extent permissible through legislation.

Death or invalidity insurance expenses are charged directly to the Death or Invalidity Reserve.

Investment expenses are charged directly against investment revenue.

(g) Liability for Accrued Benefits

The liability for accrued benefits is the present obligation to pay benefits to members and beneficiaries represented by the carrying amount of the Net Assets Available to Pay Benefits.

(h) Foreign Currency Transactions

Foreign currency transactions during the year are converted to Australian dollars at the rate of exchange applicable at the date of the transaction. Amounts receivable and payable in foreign currencies at balance date are converted at the rates of exchange ruling at that date.

(i) Superannuation Contributions Surcharge

No provision has been made in the financial statements for the amount of the superannuation contributions surcharge which may be payable by the Scheme under the Superannuation Contributions Tax (Assessment and Collection) Act 1997. The Trustee is unable to determine the amount of the surcharge until assessments are received from the Australian Taxation Office.

As the surcharge is levied based upon individual members taxable income any surcharge for the year ended 30 June 2000 subsequently levied against the Scheme will be charged to the relevant members benefits or otherwise dealt with in accordance with the provisions of the Trust Deed and relevant legislation. The benefits of members not subject to the surcharge will be unaffected.

(j) Roundings

All values reported in the financial statements have been rounded to the nearest thousand dollars, except where otherwise stated.

(k) Comparatives

Where necessary, comparative figures have been adjusted to conform with changes in the presentation of the financial report in the current year.

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

2. INVESTMENTS

INVESTMENTS 2000

Investments Held – Division A & F

	CASH PLUS \$'000	CAPITAL GUARDED \$'000	BALANCED \$'000	DIVERSIFIED \$'000	HIGH GROWTH \$'000	TOTAL \$'000
Short Term Investments	1,269		32			1,301
Australian Fixed Interest		1,195	3,914	10,540	581	16,230
Australian Equities		302	2,562	12,366	2,839	18,069
International Investments		742	3,567	10,621	2,446	17,376
Property Trusts		112	511	1,765	310	2,698
Total	<u>1,269</u>	<u>2,351</u>	<u>10,586</u>	<u>35,292</u>	<u>6,176</u>	<u>55,674</u>

Investments Held – Division E

	Unit Price \$	Number of Units	Redemption Value \$'000	Increase in Unit Price %
BT Stable Capital Fund	4.2300	1,430,777	6,052	6.98
BT Retirement Fund	65.0790	128,408	8,357	12.66
Short Term Investments			1,214	
Total			<u>15,623</u>	

INVESTMENTS 1999

Investments Held – Division A

	CASH PLUS \$'000	CAPITAL GUARDED \$'000	BALANCED \$'000	DIVERSIFIED \$'000	HIGH GROWTH \$'000	TOTAL \$'000
Short Term Investments	1,413	145	165	987	35	2,745
Australian Fixed Interest	-	443	863	4,023	26	5,355
Australian Equities	-	161	654	7,660	383	8,858
International Investments	-	213	670	7,051	402	8,336
Property Trusts	-	49	190	2,189	130	2,558
Total	<u>1,413</u>	<u>1,011</u>	<u>2,542</u>	<u>21,910</u>	<u>976</u>	<u>27,852</u>

Investments Held – Division E

	Unit Price \$	Number of Units	Redemption Value \$'000	Increase in Unit Price %
BT Stable Capital Fund	3.9540	1,498,016	5,924	6.07
BT Retirement Fund	57.7610	144,129	8,325	7.40
Short Term Investments			909	
Total			<u>15,158</u>	

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

3. RECEIVABLES

	2000	1999
	\$'000	\$'000
Interest Income Receivable	2	-
Investment Income Due and Receivable	52	147
Investment Sales	754	1
Total Receivables	808	148

4. PAYABLES

	2000	1999
	\$'000	\$'000
Refunds & Unclaimed Monies	-	49
Investment Purchases	11	83
Other Payables	23	142
Total Payables	34	274

5. INCOME TAX

Income tax expense in the Operating Statement represents the tax on the operating result before income tax, adjusted for permanent differences.

The calculation of tax provided for is as follows:

	2000	1999
	\$'000	\$'000
Operating result before income tax	32,310	16,659
Permanent differences		
Non- assessable investment revenue	(2,929)	(234)
Non-assessable contributions (includes transfers)	(14,596)	(6,068)
Death or Invalidity Insurance	(136)	(120)
	(17,660)	(6,422)
Base for determining tax expense	14,649	10,237
Movement in timing differences		
Income from investments	605	(173)
Creditors & Accruals	8	-
	8	-
Base for determining tax payable	15,262	10,064
Income tax expense calculated at 15% comprises:		
Current income tax payable before tax credits	2,289	1,510
Less: tax credits	(90)	(230)
Current income tax payable	2,199	1,280
Under/(over) provision	(4)	148
Deferred income tax expense	(92)	(56)
Income tax expense	2,103	1,372

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

Current tax payable	2,199	1,280
Less: instalment paid	(640)	(556)
Provision for income tax	1,559	724

6. LIABILITY FOR ACCRUED BENEFITS

	2000	1999
	\$'000	\$'000
(a) Changes in the Liability for Accrued Benefits		
Liability for Accrued Benefits – at Beginning of the Year	45,739	33,179
Add: Benefits Accrued as a Result of Operating Result	30,077	15,171
Less: Benefits Paid	(4,665)	(2,461)
- Members' Accounts	(49)	(150)
- Death or Invalidity Reserve		
Liability for Accrued Benefits - at End of Year	71,102	45,739
(b) Funds Not Yet Allocated to Members' Accounts		
	(353)	8

Funds not yet allocated to members' accounts relates mainly to timing differences between the receipt of cash and receipt of information required for allocation.

Division A

(c) Movement in Administration Reserve

Balance at the Beginning of the Year	-	-
Transfer from Members' Account	316	-
Death or Invalidity Benefits Paid	(159)	-
Balance at the End of the Year	157	-

(d) Movement in Death or Invalidity Reserve

Balance at the Beginning of the Year	101	138
Transfer from Members' Accounts	242	113
Death or Invalidity Benefits Paid	(49)	(150)
Balance at the End of the Year	294	101

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

7. CHANGES IN NET MARKET VALUE

30 June 2000

	HELD AT REPORTING DATE \$'000	REALISED DURING THE YEAR \$'000	TOTAL \$'000
<i>Divisions A & F</i>			
Short Term Investments	-	(32)	(32)
Australian Fixed Interest	592	9	601
Australian Equities	748	183	931
International Investments	(83)	1,646	1,563
Property Trusts	1	154	155
	<u>1,258</u>	<u>1,960</u>	<u>3,218</u>
<i>Division E</i>			
BT Stable Capital Fund	376	9	385
BT Retirement Fund	906	41	947
	<u>1,282</u>	<u>50</u>	<u>1,332</u>
Total	<u><u>2,540</u></u>	<u><u>2,010</u></u>	<u><u>4,550</u></u>

30 June 1999

	HELD AT REPORTING DATE \$'000	REALISED DURING THE YEAR \$'000	TOTAL \$'000
<i>Divisions A & F</i>			
Short Term Investments	-	-	-
Australian Fixed Interest	(684)	(1)	(685)
Australian Equities	820	-	820
International Investments	102	1	103
Property Trusts	(97)	-	(97)
	<u>141</u>	<u>-</u>	<u>141</u>
<i>Division E</i>			
BT Stable Capital Fund	343	51	394
BT Retirement Fund	601	1	602
	<u>944</u>	<u>52</u>	<u>996</u>
Total	<u><u>1,085</u></u>	<u><u>52</u></u>	<u><u>1,137</u></u>

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

8. INVESTMENT INCOME

	2000	1999
	\$'000	\$'000
<i>Divisions A & F</i>		
Interest	111	43
Dividends	1,924	1,853
Other	(96)	4
Total	1,939	1,900
 <i>Division E</i>		
Interest	41	31
Total Investment Income	1,980	1,931

9. FUNDING ARRANGEMENTS

Compulsory Employer Contributions

The percentage of salary or wages of employees prescribed as the rate of compulsory employer (Superannuation Guarantee) contributions between 1 July 1999 and 30 June 2000 was 7% (1999: 7%).

Optional Employer Contributions

Employers may make additional contributions to the Scheme for employees in respect of whom compulsory employer contributions are being made.

Optional Member Contributions

Employees as defined in the Act, may make voluntary contributions to the Scheme in the form of periodical payments or single payments. Payments include benefits transferred or rolled over from another superannuation fund, approved deposit fund, or retirement savings account.

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

10. INVESTMENT STRATEGY SELECTION

Divisions A & F

Members can choose from five different options in determining their investment strategy. If a member subject to member protection has not chosen a particular investment strategy the account balance is invested in the Cash Plus strategy. If a member with an account balance greater than \$1,000 has not chosen a particular investment strategy, an automatic investment strategy selection will be made on the basis of the member's age as shown below.

INVESTMENT STRATEGY	MEMBERS AGE GROUP
High Growth	No automatic allocation. Must be selected by members.
Diversified	Members aged 18 – 45
Balanced	Members aged 46 – 54
Capital Guarded	Members aged 55 and over
Cash Plus	Automatic strategy for accounts under \$1,000 (subject to 'member protection'). Must be selected by other members.

Division E

Members must elect to invest in BT or Westpac Cash Management. Members electing BT are able to nominate the proportion to be invested in either the BT Stable Capital Fund or BT Retirement Fund.

Since 1 July 1999, all members have the same investment strategy options.

11. SCHEME ADMINISTRATION EXPENSES

	2000	1999
	\$'000	\$'000
Included in Scheme Administration Expenses is the following item:		
Audit Fees	<u>55</u>	<u>38</u>

12. GUARANTEED BENEFITS

No guarantees have been made in respect of any future payments to members concerning accrued benefits.

13. VESTED BENEFITS

Vested benefits are benefits which are not conditional upon continued membership of the scheme (or any factor other than resignation from the scheme) and include benefits which members were entitled to receive had they terminated their plan membership as at reporting date.

	2000	1999
	\$'000	\$'000
Vested benefits as at 30 June	<u>71,004</u>	<u>45,630</u>

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

14. CASH FLOW INFORMATION

(a) Reconciliation of Cash

For the purposes of the Statement of Cash Flows, cash represents cash at bank. Cash at the end of the reporting period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	2000	1999
	\$'000	\$'000
Cash at Bank	<u>726</u>	<u>3,807</u>

The Scheme does not have any credit standby arrangements or loan facilities.

(b) Reconciliation of Benefits Accrued as a Result of Operations to Net Cash Flow provided by Operating Activities

Benefits Accrued as a Result of Operations	30,077	15,171
Benefits paid	(4,714)	(2,611)
Investment revenue	<u>(6,426)</u>	<u>(3,004)</u>
	<u>18,937</u>	<u>9,556</u>
Changes in Assets and Liabilities		
Decrease/ (increase) in receivables	(660)	47
Increase /(Decrease) in creditors	(240)	264
Increase/(Decrease) in provision for income tax	835	(229)
Increase/(Decrease) in provision for deferred income tax	(92)	(56)
Non-cash receivables/payables	<u>737</u>	<u>(124)</u>
Net Cash Flow from Operating Activities	<u>19,517</u>	<u>9,458</u>

15. FINANCIAL INSTRUMENTS

The information pertaining to financial instruments set out below is made in accordance with the provisions of AAS33 "Presentation and Disclosure of Financial Instruments".

For the purpose of these financial statements, a financial instrument is any contract that gives rise to both a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments include both primary instruments (such as receivables, payables and equity securities) and derivative instruments (such as financial options, foreign exchange transactions, forward rate agreements and interest rate and currency swaps).

(i) Use Of Derivative Financial Instruments

The Scheme's investment managers may use derivative financial instruments to reduce risks in the share, bond and currency markets and to increase or decrease the Scheme's exposure to particular investment classes or markets.

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

15. FINANCIAL INSTRUMENTS (Continued)

(ii) Liquidity Risk Exposures

Liquidity risk is the risk that there are insufficient liquid assets available to pay the beneficiaries of the Scheme. This risk is managed by assessing on both a short term and long term basis, the Scheme's cash flow requirements.

(iii) Credit Risk Exposures

The net market value of financial assets included in the financial report represents the Scheme's exposure to credit risk in relation to those assets.

The Scheme does not have any significant exposure to any individual counterparty or industry. Its assets are invested by individual investment managers and in specific investment trusts.

(iv) Net Fair Values of Financial Assets and Liabilities

The Scheme's financial assets and liabilities are included in the Statement of Financial Position at amounts that approximate net fair value

(v) Interest Rate Risk

The Scheme invests in financial assets for the primary purpose of obtaining a return on investments on behalf of its members. The Scheme's investments are subject to interest rate risks and the return on the investments will fluctuate in accordance with movements in market interest rates.

The Scheme's investments at 30 June 2000 involve cash and cash equivalents, longer dated fixed interest investments and equities. Longer dated fixed interest investments result in the Scheme having exposure to interest rate movements.

16. RELATED PARTY INFORMATION

The Trustee of the Scheme is Energy Industries Superannuation Scheme Pty Limited. The names of the directors of Energy Industries Superannuation Scheme Pty Limited in office during the year ended 30 June 2000 are as follows:

Employer representatives

Mr W Hilzinger (resigned 24.3.2000)
Mrs M Browne
Mr C Murray
Mr J Eisenhuth (appointed 24.3.2000)
Mr D Croft

Employee representatives

Mr J Whelan OAM
Mr B Riordan
Mr C Hodges
Mr W Tomlins

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000

16. RELATED PARTY INFORMATION (CONTINUED)

Energy Industries Superannuation Scheme Pty Limited is also the Trustee for Energy Industries Superannuation Scheme – Pool B.

Energy Industries Superannuation Scheme Pool B and Pool A are related parties as they are both controlled by Energy Industries Superannuation Scheme Pty Limited.

Superannuation Services Company Pty Limited, which provides secretarial services to the Scheme, is a related party as Energy Industries Superannuation Scheme Pty Limited holds 50% of the share capital. Superannuation Services Company Pty Limited receives management fees directly from the Trustee of the Scheme for these services.

C Murray and J Whelan OAM are directors of Energy Industries Superannuation Scheme Pty Limited and also Superannuation Services Company Pty Limited.

- (a) Remuneration received or due and receivable by the directors of Energy Industries Superannuation Scheme Pty Limited during the financial year payable directly or indirectly, by the Energy Industries Superannuation Scheme Pty Limited or by any related party.

	2000	1999
	\$'000	\$'000
332,423	332,423	292,666

The number of Directors whose total income falls within each successive \$10,000 band of income:

	2000	1999
	Numbers	
\$ 0 - \$ 9,999	1	2
\$ 10,000 - \$ 19,999	-	1
\$ 30,000 - \$ 39,999	6	4
\$ 40,000 - \$ 49,999	1	-
\$ 50,000 - \$ 59,999	-	1
\$ 70,000 - \$ 79,999	1	1
	9	9

(b) Transactions entered into during the year with Directors and their related entities

There have been no transactions between the directors set out in note (16) and for the Scheme, except for the payment to the directors fees as set out in note (a) and for the reimbursement of administration costs incurred by the directors whilst attending to Trustee business.



BOX 12 GPO
SYDNEY NSW 2001

INDEPENDENT AUDIT REPORT

ENERGY INDUSTRIES SUPERANNUATION SCHEME POOL A

To Members of the New South Wales Parliament and the Trustee of the Scheme

(A) Financial Statements

Scope

I have audited the accounts of the Energy Industries Superannuation Scheme Pool A for the year ended 30 June 2000. The superannuation Scheme's trustee is responsible for the financial report consisting of the accompanying operating statement, statement of financial position and statement of cash flows together with the notes thereto, and the information contained therein. My responsibility is to express an opinion on the financial report to Members of the New South Wales Parliament and trustee of the Scheme based on my audit as required by sections 34 and 45(1) of the *Public Finance and Audit Act 1983*.

My audit has been conducted in accordance with the provisions of the Act and Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements, in Australia, so as to present a view which is consistent with my understanding of the Scheme's financial position, the results of its operations and cash flows.

The financial report audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In my opinion, the financial report of the Energy Industries Superannuation Scheme Pool A presents fairly in accordance with applicable Accounting Standards and other mandatory professional reporting requirements, the financial position of the Scheme as at 30 June 2000 and the results of its operations and its cash flows for the year then ended.

(B) Compliance

Scope

I have conducted tests in accordance with Australian Auditing Standards as necessary to provide reasonable assurance whether the Energy Industries Superannuation Scheme Pool A has complied, in all material respects with:

- (a) the relevant requirements of the following provisions (to the extent applicable) of the *Superannuation Industry (Supervision) Act 1993* and Regulations: sections 19(2), 19(3), 36, 65, 66, 67, 69-85, 86-93A, 95, 97, 98, 101, 103, 104, 105, 106, 107, 109, 111, 112, 113, 117, 118, 121, 122, 124, 125, 152, 153, 154, 163, 169
- (b) Regulations 2.10(1), 2.13(1), 2.21(3), 2.33(2), 2.43(1), 3.10, 4.08(3), 5.08, 6.17, 7.04, 7.05, 9.09, 9.14, 9.29, 9.30, 13.14, 13.17, 13.17A; and
- (c) adhered to the Guidelines for preparing risk management statements ("Guidelines") issued by Australian Prudential Regulation Authority in Circular II.D.7 on Derivatives (to the extent applicable) for the year ended 30 June 2000.

My procedures included examination, on a test basis, of evidence supporting compliance with those requirements of the *Superannuation Industry (Supervision) Act 1993* and Regulations.

My procedures with respect to Regulation 6.17 included testing whether amounts identified by the trustee as preserved and restricted non-preserved have been cashed or transferred only in accordance with the requirements of Part 6 of the Regulations. These procedures did not include testing of the calculation of the preserved and the restricted non-preserved amounts.

My procedures with respect to the Guidelines consisted of confirming whether any Risk Management Statement was to be prepared by the Scheme's trustee under the Guidelines contained in Australian Prudential Regulation Authority Circular II.D.7 at any time during the year of income. These procedures indicated that a Part A Risk Management Statement should be prepared by the Scheme's trustee. This has been prepared and is broadly consistent with the requirements of the Guidelines.

These tests have not been performed continuously throughout the year, were not designed to detect all instances of non-compliance, and have not covered any other provisions of the *Superannuation Industry (Supervision) Act 1993* and Regulations or Guidelines apart from those specified. The trustee is responsible for complying with the *Superannuation Industry (Supervision) Act 1993* and Regulations and appropriately applying the Guidelines.

The opinion on compliance expressed in this report has been formed on the above basis.

Qualification

Section 36 has not been complied with as the annual return for the year ended 30 June 2000 has not been lodged within the required timeframe.

Section 113 has not been complied with as the financial statements and underlying information for the year ended 30 June 2000 were not made available to allow the completion of the audit and signing of the audit report within the required timeframe.

Qualified Audit Opinion

In my opinion, except for the matter referred to in the qualification paragraph, the trustee of the Energy Industries Superannuation Scheme Pool A has complied, in all material respects, with the requirements of the *Superannuation Industry (Supervision) Act 1993* and Regulations and applied the Guidelines specified above for the year ended 30 June 2000.



R J Sendt
Auditor-General

SYDNEY
29 November 2000