

AMP Group Finance Services Limited

ABN 95 084 247 914

**Directors' report and Financial report
for the half year ended
30 June 2021**

AMP Group Finance Services Limited
DIRECTORS' REPORT
for the half year ended 30 June 2021

The directors present their report of AMP Group Finance Services Limited (the Company) for the half year ended 30 June 2021.

Directors

The directors of the Company during the half year ended 30 June 2021 and up to the date of this report are shown below. Directors were in office for this entire period unless otherwise stated.

James Georgeson (Chairman)
Jason Bounassif
Nicola Darnell
John O'Farrell

Principal activities

The principal activities of the Company during the half year were to undertake financial risk management and treasury activities for the AMP Limited group (the AMP group). There have been no significant changes in these activities during the half year.

Review of operations and results

The result for the half year ended 30 June 2021 was a net loss after tax of \$2.9m (2020: \$13.0m).

Events occurring after the reporting date

At the date of this report, the directors are not aware of any matter or circumstance that have arisen since the reporting date that has significantly affected, or may significantly affect, the entity's operations in future years; the results of those operations in future years; or the Company's state of affairs in future years.

Rounding

In accordance with the Australian Securities and Investments Commission Corporations Instrument 2016/191, amounts in this Directors' report and the accompanying Financial report have been rounded to the nearest hundred thousand Australian dollars, unless stated otherwise.

Auditor's independence

The directors have obtained an independence declaration from the Company's auditor, Ernst & Young, a copy of which is attached to this report and forms part of the Directors' report for the half year ended 30 June 2021.

Signed in accordance with a resolution of the directors.



.....
Director

Sydney, 9 September 2021



**Building a better
working world**

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Auditor's Independence Declaration to the Directors of AMP Group Finance Services Limited

As lead auditor for the review of the half-year financial report of AMP Group Finance Services Limited for the half-year ended 30 June 2021, 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

Clare Sporle
Partner
9 September 2021

AMP Group Finance Services Limited

ABN 95 084 247 914

Financial report

for the half year ended 30 June 2021

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Registered Office:
33 Alfred Street
Sydney NSW 2000 Australia

AMP Group Finance Services Limited is a company limited by shares and is incorporated and domiciled in Australia.

Statement of comprehensive income

for the half year ended 30 June 2021

		30 Jun 2021 \$m	30 Jun 2020 \$m
	Note		
Interest income calculated using the effective interest method	2	4.9	9.1
Other interest income	2	21.0	23.5
Finance costs calculated using the effective interest method	2	(15.3)	(19.9)
Other finance costs	2	(18.2)	(22.3)
Net finance costs		(7.6)	(9.6)
Foreign exchange (losses) gains		(1.6)	3.1
Derivative gains (losses) ¹		21.1	(12.6)
Losses on debt securities measured at fair value through profit or loss		(17.4)	(0.6)
Other income		1.4	1.1
Loss for the period before income tax		(4.1)	(18.6)
Income tax credit	3	1.2	5.6
Loss for the period		(2.9)	(13.0)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Cash flow hedges			
- net gain or loss on cash flow hedge		0.5	4.8
- tax effect on cash flow hedge gain or loss		(0.2)	(1.4)
Other comprehensive income gain for the period		0.3	3.4
Total comprehensive loss for the period		(2.6)	(9.6)

¹ Derivative gain (losses) include fair value and foreign currency movements on Borrowings and subordinated debt in effective hedging relationships.

Statement of financial position

as at 30 June 2021

	Note	30 Jun 2021 \$m	31 Dec 2020 \$m
Current assets			
Cash and cash equivalents		813.6	748.2
Financial assets measured at amortised cost			
- Negotiable certificates of deposit		-	264.9
- Promissory notes		-	100.0
- Floating rate notes		96.3	50.1
- Receivables	4	642.9	304.1
Financial assets measured at fair value through profit or loss			
- Investments in unlisted managed investment schemes		0.1	0.1
- Derivative financial assets		23.8	26.5
- Debt Securities		111.1	5.3
Intercompany tax receivable from head entity		16.0	14.8
Total current assets		1,703.8	1,514.0
Non-current assets			
Financial assets measured at amortised cost			
- Floating rate notes		119.7	166.3
- Receivables	4	327.9	386.1
Financial assets measured at fair value through profit or loss			
- Debt Securities		449.1	572.4
Deferred tax assets	3	0.5	0.6
Total non-current assets		897.2	1,125.4
Total assets		2,601.0	2,639.4
Current liabilities			
Financial liabilities measured at amortised cost			
- Payables	5	1,049.1	1,049.3
- Borrowings and subordinated debt	6	413.6	401.2
- Collateral deposits held		10.2	23.5
Financial liabilities measured at fair value through profit and loss			
- Derivative financial liabilities		80.7	97.7
Total current liabilities		1,553.6	1,571.7
Non-current liabilities			
Financial liabilities measured at amortised cost			
- Borrowings and subordinated debt	6	889.1	906.8
Total non-current liabilities		889.1	906.8
Total liabilities		2,442.7	2,478.5
Net assets		158.3	160.9
Equity			
Issued capital	7	582.5	582.5
Reserves		(2.1)	(2.4)
Accumulated losses		(422.1)	(419.2)
Total equity		158.3	160.9

Statement of changes in equity

for the half year ended 30 June 2021

	Issued capital \$m	Cash flow hedge reserve \$m	Retained earnings (accumulated losses) \$m	Total shareholder equity \$m
30 June 2021				
Balance at 1 January 2021	582.5	(2.4)	(419.2)	160.9
Loss for the period	-	-	(2.9)	(2.9)
Other comprehensive income	-	0.3	-	0.3
Total comprehensive loss	-	0.3	(2.9)	(2.6)
Balance at 30 June 2021	582.5	(2.1)	(422.1)	158.3
30 June 2020				
Balance at 1 January 2020	400.0	(1.5)	(392.4)	6.1
Loss for the period	-	-	(13.0)	(13.0)
Other comprehensive income	-	3.4	-	3.4
Total comprehensive loss	-	3.4	(13.0)	(9.6)
Shares issued	182.5	-	-	182.5
Balance at 30 June 2020	582.5	1.9	(405.4)	179.0

AMP Group Finance Services Limited
Statement of cash flows
for the half year ended 30 June 2021

	30 Jun 2021 \$m	30 Jun 2020 \$m
Cash flows from operating activities		
Interest and other items of a similar nature received	25.9	35.5
Interest paid and other finance costs	(28.9)	(40.7)
Other items	1.5	0.7
Cash flows used in operating activities before changes in operating assets and liabilities	(1.5)	(4.5)
Changes in operating assets and liabilities arising from cashflow movements		
(Increase) decrease in receivables - related	(288.5)	257.4
(Decrease) increase in payables - related	(1.5)	1,394.6
Net payment of collateral deposits	(4.4)	(22.0)
Net movement in derivative financial assets and liabilities	(0.6)	(15.3)
Net movement in other payables	1.3	0.3
Cash flows (used in) from operating activities	(295.2)	1,610.5
Cash flows from investing activities		
Net proceeds from sale of (payments to acquire):		
- negotiable certificate of deposit	265.0	(684.7)
- promissory notes	100.0	-
- floating rate notes	-	(71.9)
- debt securities	-	(521.3)
Cash flows from (used in) investing activities	365.0	(1,277.9)
Cash flows from financing activities		
Proceeds from issue of share capital	-	182.5
(Repayments of) proceeds from borrowings and subordinated debt	(4.4)	273.6
Cash flows (used in) from financing activities	(4.4)	456.1
Net increase in cash and cash equivalents	65.4	788.7
Cash and cash equivalents at the beginning of the period	748.2	784.4
Cash and cash equivalents at the end of the period	813.6	1,573.1

Notes to the financial statements

for the half year ended 30 June 2021

1. Basis of preparation and summary of significant accounting policies

AMP Group Finance Services Limited (the Company) is an unlisted public company limited by shares, incorporated and domiciled in Australia. The Company conducts business in Australia. The parent entity of the Company is AMP Group Services Limited. The ultimate parent entity is AMP Limited.

The Company operated wholly in one segment. The principal activities of the Company are described in the Directors' report.

This general purpose financial report has been prepared in accordance with the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*. The Company is a for-profit entity for the purposes of preparing financial statements.

This half year financial report does not include all notes of the type normally included within the annual financial statements and therefore cannot be expected to provide as full an understanding of the financial position and financial performance of the Company as that given by the annual financial report. As a result, this report should be read in conjunction with the 2020 annual financial report of the Company.

Comparative information has been reclassified where required for consistency with the current half year's presentation. The principal accounting policies and methods of computation adopted in the preparation of the 2021 half year financial report are consistent with the accounting policies and methods of computation adopted in the preparation of the 2020 annual financial report.

COVID-19 impacts

The COVID-19 pandemic has continued to disrupt the global economy during the six months ended 30 June 2021 and there remains uncertainty over the ultimate duration and extent of the pandemic as well as the corresponding economic impacts. These uncertainties have been incorporated into the judgements and estimates used by management in the preparation of this report, including the carrying values of the assets and liabilities. Where the judgements and estimates are considered significant they have been disclosed in the notes to this report.

2. Net finance costs

	30 Jun 2021	30 Jun 2020
	\$m	\$m
Interest Income		
Interest income calculated using the effective interest method		
- related	3.9	6.9
- other	1.0	2.2
Other interest income		
- Debt securities interest income	11.0	-
- Derivative interest income	10.0	23.5
Total interest income	25.9	32.6
Finance costs on borrowings and subordinated debt		
Finance costs calculated using the effective interest method		
- related	(2.5)	(4.7)
- other	(12.8)	(15.2)
Other finance costs		
- Derivative and other finance costs	(18.2)	(22.3)
Total finance costs	(33.5)	(42.2)

Notes to the financial statements

for the half year ended 30 June 2021

3. Income tax

	30 Jun 2021	30 Jun 2020
	\$m	\$m
(a) Relationship between income tax and accounting profit or loss		
Loss for the period before income tax	(4.1)	(18.6)
Prima facie tax credit at 30% (2020: 30%)	1.2	5.6
Income tax credit per Statement of comprehensive income	1.2	5.6
	30 Jun 2021	31 Dec 2020
	\$m	\$m
(b) Analysis of deferred tax assets		
Expenses deductible in future years	0.1	-
Unrealised movements on borrowings and derivatives	0.4	0.6
Total deferred tax assets	0.5	0.6
	30 Jun 2021	30 Jun 2020
	\$m	\$m
(c) Amounts recognised directly in equity		
Deferred income tax expense related to items taken directly to equity during the current period	(0.2)	(1.4)

4. Receivables

	30 Jun 2021	31 Dec 2020
	\$m	\$m
Intercompany loan receivables	879.7	592.0
Receivables-other ¹	91.1	98.2
Total receivables²	970.8	690.2

¹ Includes collateral deposits of \$82.6m (2020: \$91.6m).² Receivables are presented net of expected credit loss of \$0.03m (2020: \$0.02m).**5. Payables**

	30 Jun 2021	31 Dec 2020
	\$m	\$m
Intercompany loan payables	1,043.4	1,044.9
Payables-other	5.7	4.4
Total payables	1,049.1	1,049.3

Notes to the financial statements

for the half year ended 30 June 2021

6. Borrowings and subordinated debt**(a) Borrowings and subordinated debt**

	30 Jun 2021	31 Dec 2020
	\$m	\$m
6.875% GBP Subordinated Guaranteed Bonds (maturity 2022)	64.6	64.3
USD Medium Term Notes ¹	406.4	397.9
CHF Medium Term Notes ¹	831.7	845.8
Total borrowings and subordinated debt	1,302.7	1,308.0

¹ USD 300m 4 per cent Bond was issued 14 March 2019 and matures 14 September 2021. CHF 110m Senior Unsecured Fixed Rate Bond was issued 19 June 2018 and matures 19 December 2022. This Bond was subsequently increased by CHF 50m on 19 September 2018. CHF 140m Senior Unsecured Fixed Rate Bond was issued 18 April 2019 and matures 18 July 2023. This Bond was subsequently increased by CHF 100m on 3 December 2019. CHF 175m Senior Unsecured Fixed Rate Bond was issued 3 March 2020 and matures 3 June 2024.

(b) Financing arrangements

	30 Jun 2021	31 Dec 2020
	\$m	\$m
(i) Bilateral facilities:		
- Available ¹	450.0	450.0
- Used	-	-
Unused	450.0	450.0
(ii) Funding programs available:		
- Available	15,345.9	14,086.8
- Used ²	(2,029.1)	(2,535.7)
Unused	13,316.8	11,551.1

¹ During August 2021, the maturity of the bilateral facilities of \$450.0m was extended to 30 April 2022.

² Financing is available under funding programs in place for the Company and another company in the AMP group. The amount of the funding programs used by the Company is \$1,229.1m (2020: \$1,235.7m). The remainder of the used amount relates to the other company.

7. Issued capital

	30 Jun 2021	31 Dec 2020
	\$m	\$m
Total issued capital		
22 (2020: 22) fully paid ordinary share	582.5	582.5
Balance at the end of the period	582.5	582.5

Holders of ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of shares held.

Ordinary shares entitle their holder to one vote per share, either in person or by proxy, at a meeting of the Company.

Notes to the financial statements

for the half year ended 30 June 2021

8. Fair value information

The following table shows the carrying amount and estimated fair values of financial instruments, including the levels in the fair value hierarchy.

	Carrying amount \$m	Level 1 \$m	Level 2 \$m	Level 3 \$m	Total fair value \$m
30 June 2021					
Financial assets measured at fair value					
<i>Financial assets measured at fair value through profit and loss</i>					
Investment in unlisted managed investment schemes	0.1	-	0.1	-	0.1
Debt Securities	560.2	-	560.2	-	560.2
Derivative financial assets	23.8	-	23.8	-	23.8
Total financial assets measured at fair value	584.1	-	584.1	-	584.1
Financial assets not measured at fair value					
<i>Financial assets measured at amortised cost</i>					
Floating rate notes	216.0	-	217.3	-	217.3
Receivables	970.8	-	970.8	-	970.8
Total financial assets not measured at fair value	1,186.8	-	1,188.1	-	1,188.1
Financial liabilities measured at fair value					
<i>Financial liabilities measured at fair value through profit and loss</i>					
Derivative financial liabilities	80.7	-	80.7	-	80.7
Total financial liabilities measured at fair value	80.7	-	80.7	-	80.7
Financial liabilities not measured at fair value					
<i>Financial liabilities measured at amortised cost</i>					
Borrowings and subordinated debt	1,302.7	-	1,322.0	-	1,322.0
Collateral deposits held	10.2	-	10.2	-	10.2
Payables	1,049.1	-	1,049.1	-	1,049.1
Total financial liabilities not measured at fair value	2,362.0	-	2,381.3	-	2,381.3
31 December 2020					
Financial assets measured at fair value					
<i>Financial assets measured at fair value through profit and loss</i>					
Investment in unlisted managed investment schemes	0.1	-	0.1	-	0.1
Debt Securities	577.7	-	577.7	-	577.7
Derivative financial assets	26.5	-	26.5	-	26.5
Total financial assets measured at fair value	604.3	-	604.3	-	604.3
Financial assets not measured at fair value					
<i>Financial assets measured at amortised cost</i>					
Negotiable certificates of deposit	264.9	-	265.0	-	265.0
Floating rate notes	216.4	-	218.1	-	218.1
Promissory notes	100.0	-	100.0	-	100.0
Receivables	690.2	-	690.2	-	690.2
Total financial assets not measured at fair value	1,271.5	-	1,273.3	-	1,273.3
Financial liabilities measured at fair value					
<i>Financial liabilities measured at fair value through profit and loss</i>					
Derivative financial liabilities	97.7	-	97.7	-	97.7
Total financial liabilities measured at fair value	97.7	-	97.7	-	97.7
Financial liabilities not measured at fair value					
<i>Financial liabilities measured at amortised cost</i>					
Borrowings and subordinated debt	1,308.0	-	1,326.2	-	1,326.2
Collateral deposits held	23.5	-	23.5	-	23.5
Payables	1,049.3	-	1,049.3	-	1,049.3
Total financial liabilities not measured at fair value	2,380.8	-	2,399.0	-	2,399.0

Notes to the financial statements

for the half year ended 30 June 2021

8. Fair value information (continued)

The company's methodology and assumptions used to estimate the fair value of financial instruments are described below:

<i>Negotiable certificates of deposit (NCD) and Promissory notes</i>	The fair value of NCDs and promissory notes represents the discounted amount of estimated future cash flows expected to be received, based on the maturity profile of the NCDs and promissory notes. The fair value is the par value plus any accrued interest.
<i>Floating rate notes</i>	The fair value of floating rate notes represents the discounted amount of estimated future cash flows expected to be received, based on the maturity profile of the floating rate notes. For short term floating rate notes, the fair value is the par value plus any accrued interest.
<i>Receivables and payables</i>	Receivables/payables primarily represents loans to/from entities within the AMP Limited Group. For balances receivable/payable on demand, the fair value is the outstanding balance. For balances not receivable/payable on demand, fair value is estimated with reference to a discounted cash flow model using discount rates appropriate for the respective counterparties and the terms to maturity.
<i>Investments in unlisted managed investment schemes</i>	The fair value of investments in unlisted managed investment schemes is determined on the basis of published redemption prices of those managed investment schemes at the reporting date.
<i>Derivative financial assets and liabilities</i>	The fair value of financial instruments traded in active markets (such as publicly traded derivatives) is based on quoted market prices (current bid price or current offer price) at the reporting date. The fair value of financial instruments not traded in an active market (e.g. over-the-counter derivatives) is determined using valuation techniques. Valuation techniques include net present value techniques, option pricing models, forward pricing, swap models, discounted cash flow methods and comparison to quoted market prices or dealer quotes for similar instruments. The models use a number of inputs, including the credit quality of counterparties, foreign exchange spot and forward rates, yield curves of the respective currencies, currency basis spreads between the respective currencies, interest rate curves and forward rate curves of the underlying instruments. Some derivative contracts are significantly cash collateralised, thereby minimising both counterparty risk and the Company's own non-performance risk.
<i>Borrowings and subordinated debt</i>	Borrowings can comprise commercial paper, drawn liquidity facilities, various floating-rate and medium-term notes, and subordinated debt. The estimated fair value of borrowings and subordinated debt is determined with reference to quoted market prices at the reporting date. For borrowings and subordinated debt where quoted market prices are not available, a discounted cash flow model is used, based on a current yield curve appropriate for the remaining term to maturity. For short term borrowings and subordinated debt, the par value is considered a reasonable approximation of the fair value.
<i>Debt Securities</i>	Debt securities comprise a portfolio of government and semi-government bonds. The fair value of listed debt securities reflects the bid price at the reporting date. Listed debt securities that are not frequently traded are valued by discounting estimated recoverable amounts.

The financial assets and liabilities measured at fair value are categorised using the fair value hierarchy which reflects the significance of inputs into the determination of fair value as follows:

- Level 1: the fair value is valued by reference to quoted prices and active markets for identical assets or liabilities;
- Level 2: the fair value is estimated 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);
- Level 3: the fair value is estimated using inputs for the asset or liability that are not based on observable market data.

For assets and liabilities that are recognised in the financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

There have been no significant transfers between Level 1 and Level 2 during the 2021 financial half year.

Notes to the financial statements

for the half year ended 30 June 2021

9. Transactions with related parties

The company has transactions with related parties including controlled entities and associated entities. Most of those related party activities are provision of inter-company loans to companies within the AMP group. Other related party transactions are in respect of administrative services provided by fellow controlled entities in the AMP group.

(a) Income and expense transactions with related parties

	30 Jun 2021	30 Jun 2020	30 Jun 2021	30 Jun 2020	30 Jun 2021	30 Jun 2020
	Interest income from related parties		Other income from related parties		Interest expense to related parties	
Related parties	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
AMP Limited	-	-	-	-	2,476	2,797
AMP Wealth Management Holdings Pty Ltd	-	45	-	-	-	-
AMP Advice Holdings Pty Limited	48	2,690	-	-	-	-
AMP Capital Finance Limited	3,411	4,201	1,116	877	-	-
AMP Bank Limited	489	-	-	-	-	-
AMP AAPH Limited	-	-	-	-	-	1,874
Total	3,948	6,936	1,116	877	2,476	4,671

(b) Investments and balances with related parties

	30 Jun 2021	31 Dec 2020	30 Jun 2021	31 Dec 2020
	Amounts owed by related parties		Amounts owed to related parties	
Related parties	\$'000	\$'000	\$'000	\$'000
AMP Limited	-	-	649,711	569,591
AMP Group Holdings Limited	-	-	122,133	88,754
AMP Finance Services Limited	-	2,199	3,595	5,904
AMP Services Limited	551,603	203,693	-	149,684
AMP Wealth Management Holdings Pty Limited	-	-	89,942	187,210
AMP Advice Holdings Pty Limited	45,779	13,829	148,000	13,712
National Mutual Funds Management (Global) Limited	-	-	30,000	30,000
AMP Capital Finance Limited	282,164	372,259	-	-
AMP Bank Limited	500,489	-	-	-
AMP New Zealand Holdings Limited	-	49	-	-
Total	1,380,035	592,029	1,043,381	1,044,855

Notes to the financial statements

for the half year ended 30 June 2021

10. New accounting standards

A number of new accounting standards' amendments have been adopted effective 1 January 2021. These have not had a material effect on the financial position or performance of the Company other than as described below.

Interest Rate Benchmark Reform

In September 2020, the AASB issued AASB 2020-8 Amendments to Australian Accounting Standards - Interest Rate Benchmark Reform - Phase II. This standard offers a number of practical expedients and addresses issues that may affect the company at the point of transition from an existing Interbank Offer Rate (IBOR rate) to an Alternative Reference Rates (ARR), including the effects of changes to contractual cash flows or hedging relationships.

The company has exposure to IBOR rates that are subject to reform through its issuance of GBP debt and associated hedging instruments which reference GBP LIBOR. The company is continuing to monitor market developments in relation to the removal of GBP LIBOR as a reference rate, is actively progressing its transition plan for hedging instruments exposed to GBP LIBOR and assessing whether the transition, which is expected to occur later this year, has an impact on the company's financial position.

In managing the transition to ARR for the affected financial instruments the company expects to apply the practical expedients provided under Phase II.

11. Events occurring after the reporting date

Other than the matters within this report, as at the date of this report, the directors are not aware of any matter or circumstance that has arisen since the reporting date that has significantly affected or may significantly affect the Company's operations in future years, the results of its operations in future years, or the Company's state of affairs in future years which is not already reflected in this report.

Directors' declaration

for the half year ended 30 June 2021

In accordance with a resolution of the directors of AMP Group Finance Services Limited, we state for the purposes of Section 303(4) of the *Corporations Act 2001* that, in the opinion of the directors:

- (a) there are reasonable grounds to believe that AMP Group Finance Services Limited will be able to pay its debts as and when they become due and payable; and
- (b) the financial statements and the notes of AMP Group Finance Services Limited for the financial half year ended 30 June 2021 are in accordance with the *Corporations Act 2001*, including Section 304 (compliance with accounting standards) and Section 305 (true and fair view).



.....
Director

Sydney, 9 September 2021

Independent auditor's review report to the members of AMP Group Finance Services Limited

Conclusion

We have reviewed the accompanying half-year financial report of AMP Group Finance Services Limited (the Company), which comprises the statement of financial position as at 30 June 2021, 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, we have not become aware of any matter that makes us believe that the half-year financial report of the Company does not comply 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 half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report. 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 and 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 annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Directors' responsibilities for the half-year financial report

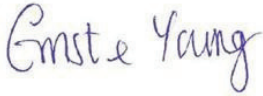
The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us 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 Company's financial position as at 30 June 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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.



Ernst & Young



Clare Sporle
Partner
Sydney
9 September 2021