

**CIMIC FINANCE (USA) PTY LTD
(FORMERLY LEIGHTON FINANCE (USA) PTY
LIMITED)
FINANCIAL REPORT 2015**

ABN 76 132 500 684

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Directors' Report

for the year ended 31 December 2015

The Directors present their report together with the financial report of CIMIC Finance (USA) Pty Ltd ("the Company") for the financial year ended 31 December 2015.

The company name was changed from Leighton Finance (USA) Pty Limited to CIMIC Finance (USA) Pty Ltd on 28 April 2015. The Company was incorporated on 31 July 2008.

Directors

The Directors of the Company at any time during or since the end of the financial year were:

Name and qualifications

Steven J Fouracre Director	Appointed Director on 17 April 2013.
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David G Kent Director	Appointed Director on 24 June 2015.
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Malcolm R Ashcroft Director	Appointed Director on 17 April 2013. Resigned 10 June 2015.
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Company secretary

Louise S Griffiths was appointed secretary of the Company on 24 June 2015.

John C Easy was appointed secretary of the Company on 24 June 2015 and resigned on 18 March 2016.

Vanessa R Rees was appointed secretary of the Company on 7 July 2009 and resigned on 11 August 2015.

Remuneration of key management personnel

Information about the remuneration of key management personnel is included in note 17: *Related party disclosures*.

Principal activity

The purpose and principal activity of the Company during the course of the financial year was the borrowing and lending of funds.

There were no significant changes in the nature of the activities of the Company during the year.

Directors' Report continued

for the year ended 31 December 2015

Review of operations

During the course of the financial year the Company continued to borrow funds on behalf of other related entities.

Dividends

No dividends were paid or declared during the year ended 31 December 2015.

Financial results

The profit after tax for the year ended 31 December 2015 amounted to US\$73.8 million (2014: profit of US\$36.9 million).

Events subsequent to reporting date

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

Likely developments

The Company will continue to act as a borrower and lender of funds.

Environmental regulation

The Company is not subject to any significant environmental legislation or regulation.

Indemnification of officers

The Company has not during or since the end of the financial year, except to the extent permitted by law, indemnified or agreed to indemnify an officer of the Company or of any related body corporate against a liability incurred as such an officer.

Directors' Report continued

for the year ended 31 December 2015

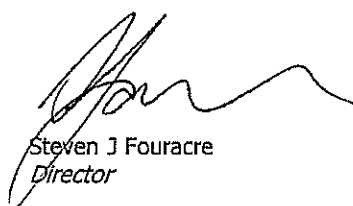
Auditors Independence Declaration

The Auditor's Independence Declaration is set out on page 5 and forms part of the Directors' Report for the financial year ended 31 December 2015.

Rounding off

The Company is of a kind referred to in ASIC Class Order 98/100 dated 10 July 1998 and in accordance with that Class Order, amounts in the financial report and Directors' report have been rounded off to the nearest thousand dollars, unless otherwise stated.

This report is made in accordance with a resolution of the Directors:



Steven J Fouracre
Director



David G Kent
Director

Dated at Sydney this 29th day of April 2016.

The Directors
CIMIC Finance (USA) Pty Limited
472 Pacific Highway
ST LEONARDS NSW 2065

29 April 2016

Dear Directors

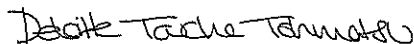
Auditor's Independence Declaration to CIMIC Finance (USA) Pty Limited (formerly Leighton Finance (USA) Pty Limited)

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of CIMIC Finance (USA) Pty Limited.

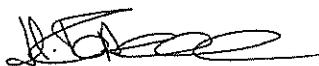
As lead audit partner for the audit of the financial report of CIMIC Finance (USA) Pty Limited for the financial year ended 31 December 2015, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours sincerely



DELOITTE TOUCHE TOHMATSU



H Fortescue
Partner
Chartered Accountants

Statement of Profit or Loss

for the year ended 31 December 2015

	Note	12 months to December 2015 US\$'000	12 months to December 2014 US\$'000 (Restated ¹)
Revenue	3	201,071	210,690
Expenses	4	(14)	(8)
Finance costs	4	(82,071)	(111,701)
Profit/(loss) before tax		118,986	98,981
Income tax (expense)/benefit	6	(45,160)	(62,052)
Profit/(loss) for the year		73,826	36,929

¹ Refer to Note 2.

The statement of profit or loss is to be read in conjunction with the notes to the financial statements.

Statement of Profit or Loss and Other Comprehensive Income

for the year ended 31 December 2015

	12 months to December 2015 US\$'000	12 months to December 2014 US\$'000 (Restated ¹)
Profit/(loss) for the year	73,826	36,929
Other comprehensive income:		
<i>Items that may be reclassified to profit or loss</i>	-	-
<i>Items that will not be reclassified to profit or loss</i>	-	-
Other comprehensive income/(expense) for the year	-	-
Total comprehensive income/(expense) for the year	73,826	36,929

¹ Refer to Note 2.

The statement of profit or loss and other comprehensive income is to be read in conjunction with the notes to the financial statements.

Statement of Financial Position

as at 31 December 2015

	Note	December 2015 US\$'000	December 2014 US\$'000 (Restated ¹)
Assets			
Cash and cash equivalents	7	72,560	55,227
Trade and other receivables	8	135,067	543,635
<i>Total current assets</i>		207,627	598,862
Trade and other receivables	8	2,271,913	2,473,797
<i>Total non-current assets</i>		2,271,913	2,473,797
Total assets		2,479,540	3,072,659
Liabilities			
Trade and other payables	9	439,561	93,239
Interest bearing liabilities	10	-	90,000
<i>Total current liabilities</i>		439,561	183,239
Trade and other payables	9	1,335,769	1,960,331
Interest bearing liabilities	10	461,295	760,000
<i>Total non-current liabilities</i>		1,797,064	2,720,331
Total liabilities		2,236,625	2,903,570
Net assets		242,915	169,089
Equity			
Share capital	11	-	-
Retained earnings	12	242,915	169,089
Total equity		242,915	169,089

¹ Refer to Note 2.

The statement of financial position is to be read in conjunction with the notes to the financial statements.

Statement of Changes in Equity

for the year ended 31 December 2015

	Share Capital US\$'000	Retained Earnings US\$'000	Total Equity US\$'000
Total equity at 1 January 2014 as previously reported	-	97,425	97,425
Adjustment to opening retained earnings due to restatement ¹	-	34,735	34,735
Restated ¹ total equity at 1 January 2014		132,160	132,160
Restated ¹ profit/(loss) for the year	-	36,929	36,929
Other comprehensive income for the year, net of tax	-	-	-
Restated ¹ total comprehensive income for the year	-	36,929	36,929
Restated ¹ total equity at 31 December 2014	-	169,089	169,089
Profit/(loss) for the year	-	73,826	73,826
Other comprehensive income for the year, net of tax	-	-	-
Total comprehensive income for the year	-	73,826	73,826
Total equity at 31 December 2015	-	242,915	242,915

¹ Refer to Note 2.

The statement of changes in equity is to be read in conjunction with the notes to the financial statements.

Statement of Cash Flows

for the year ended 31 December 2015

	Note	12 months to December 2015 US\$'000	12 months to December 2014 US\$'000
Cash flows from operating activities			
Cash receipts in the course of operations (including GST)		-	-
Cash payments in the course of operations (including GST)		(14)	(8)
Cash flows from operating activities		(14)	(8)
Interest received		166	135
Finance costs paid		(73,343)	(49,517)
Net cash used in operating activities	13	(73,191)	(49,390)
Cash flows from financing activities			
Proceeds from borrowings		-	-
Repayments of borrowings		(388,705)	-
Net receipts/(payments) on amounts due from/(due to) related entities		479,229	33,159
Net cash from financing activities		90,524	33,159
Net increase/(decrease) in cash held		17,333	(16,231)
Net cash at the beginning of the year		55,227	71,458
Net cash at reporting date	7	72,560	55,227

The statement of cash flows is to be read in conjunction with the notes to the financial statements.

Notes to the Financial Statements

for the year ended 31 December 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

CIMIC Finance (USA) Pty Ltd (the "Company") is a proprietary company domiciled in Australia.

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards ("AASB") adopted by the Australian Accounting Standards Board and in accordance with the Corporations Act 2001.

The financial report of the Company also complies with the International Financial Reporting Standards ("IFRS") adopted by the International Accounting Standards Board.

The standards, amendments to standards and interpretations available for early adoption at reporting date that have not been applied in preparing this financial report are detailed in note 18: *New accounting standards*.

The financial report was authorised for issue by the Directors on 29 April 2016.

Basis of preparation

Presentation

The financial report is presented in United States dollars and has been prepared on the historical cost basis.

The functional and presentation currency is United States dollars since the transactions of CIMIC Finance (USA) Pty Ltd are predominantly in United States dollars.

The Company is a company of the kind referred to in ASIC Class Order 98/100 dated 10 July 1998 and in accordance with that Class Order, amounts in the financial report have been rounded off to the nearest thousand dollars, unless otherwise stated.

The significant accounting policies adopted in the preparation of the financial report are set out below. These policies have been applied consistently to all periods presented in the financial report.

New and amended standards adopted by the Company

In the current year, the Company has applied a number of new and revised accounting standards and amendments that are mandatorily effective for an accounting period that begins on or after 1 January 2015, as follows:

- AASB 1031 Materiality (December 2013); and
- AASB 2013-9 Amendments to Australian Accounting Standards – Conceptual Framework, Materiality and Financial Instruments (Part B).

While these standards introduced new disclosure requirements, they do not affect the Company's accounting policies or any of the amounts recognised in the financial statements.

Accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and are believed to be reasonable under the circumstances. Revisions to estimates are recognised in the period in which the estimate is revised and in any future period affected.

Revenue recognition

Interest revenue is recognised as it accrues (using the effective interest method, which is the rate that discounts estimated future cash receipts through the expected life of the financial instrument) to the net carrying amount of the financial asset.

Going Concern

The Company is in a current net liability position of US\$231,934 thousand as at 31 December 2015 (2014: current net asset of US\$415,623 thousand). The financial statements are prepared on the basis that CIMIC Finance Limited has given a commitment in writing to provide all the necessary financial support to enable the Company to pay its debts as and when they become due and payable for a period of at least twelve months from the date on which these financial statements are signed.

Notes to the Financial Statements continued

for the year ended 31 December 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

Non-derivative financial instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents, interest bearing liabilities, and trade and other payables. When acquired, non-derivative financial instruments are recognised at fair value. At subsequent reporting dates they are measured at amortised cost unless specifically discussed below.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, cash at bank and short term deposits at call. For the purposes of the statements of cash flows, net cash includes cash on hand, at bank and short term deposits at call, net of bank overdrafts.

Trade and other receivables

Trade and other receivables are stated at their cost less impairment losses. Recoverability of receivables is assessed at the reporting date and a provision is made for any doubtful debts.

Trade and other payables

Liabilities are recognised for amounts to be paid for goods or services received. Trade payables are normally settled within 60 days.

Interest bearing liabilities

All loans and borrowings are initially recognised at fair value, being the amount received less attributable transaction costs. After initial recognition, interest-bearing liabilities are stated at amortised cost with any difference between cost and redemption value being recognised in the statement of profit or loss over the period of the borrowings on an effective interest basis.

Share capital

Issued and paid up capital is recognised at the consideration received by the Company.

Finance costs

Finance costs are recognised as expenses in the period in which they are incurred.

Income tax

Income tax expense on the profit or loss for the year comprises current tax expense and deferred tax expense. Income tax expense is recognised in the statement of profit or loss except to the extent that it relates to items recognised directly to equity, in which case it is recognised in equity. Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted at the statement of financial position date, and any adjustment to tax payable in respect of previous years. The Company adopts the statement of financial position liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted at the statement of financial position date. Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

The Company forms part of a tax-consolidated group of which CIMIC Group Limited, the immediate Australian parent entity, is the head entity. The head entity recognises all of the current tax assets and liabilities and deferred tax assets in respect of tax losses of the tax-consolidated group (after elimination of intra-group transactions). Any deferred tax assets and liabilities in respect of temporary differences are recognised in the Company's financial statements. The tax-consolidated group has entered into a tax funding agreement that requires the Company to make contributions to the head entity for current tax assets and liabilities occurring after the implementation of tax consolidation. Under the tax funding agreement, the contributions are calculated using the "group allocation" approach so that the contributions are equivalent to the current tax balances generated by transactions entered into by wholly-owned subsidiaries.

Notes to the Financial Statements continued

for the year ended 31 December 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES CONTINUED

Income tax continued

The contributions are payable as set out in the agreement and reflect the timing of the head entity's obligations to make payments for tax liabilities to the relevant tax authorities. The assets and liabilities arising under the tax funding agreement are recognised as intercompany assets and liabilities with a consequential adjustment to current income tax.

Impairment

The carrying amounts of the Company's assets are reviewed at each reporting date to determine whether there is any indication of impairment.

If any such indication exists, the asset's recoverable amount is estimated.

The recoverable amount of the Company's receivables carried at amortised cost are calculated as the present value of estimated future cash flows, discounted at the original effective interest rate (i.e. the effective interest rate computed at initial recognition of these financial assets).

Foreign currency translation

Functional and presentation currency

The financial statements are presented in United States dollars, which is CIMIC Finance (USA) Pty Ltd's functional and presentation currency.

Transactions

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of profit or loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of the initial transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

Notes to the Financial Statements continued

for the year ended 31 December 2015

2. RESTATEMENT

The Opening Total Equity at 1 January 2014 and the results for the year ended 31 December 2014 have been restated to correct an error in the calculation of income tax related to foreign exchange on payables/receivables within the CIMIC Group. As the error was with entities within the CIMIC tax-consolidated group this did not affect the overall tax paid by the CIMIC Group and does not affect the CIMIC Group Limited consolidated accounts.

The restatement had the following impact on the Statement of Profit and Loss and Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 December 2014 and the Statement of Financial Position at 31 December 2014:

a) STATEMENT OF PROFIT OR LOSS (EXTRACT)

	12 months to December 2014 US\$'000 (Previously stated)	Impact of restatement US\$'000	12 months to December 2014 US\$'000 (Restated)
Profit before tax	98,981	-	98,981
Income tax (expense)/benefit	100,562	(162,614)	(62,052)
Profit/(loss) for the year	199,543	(162,614)	36,929

b) STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (EXTRACT)

	12 months to December 2014 US\$'000 (Previously stated)	Impact of restatement US\$'000	12 months to December 2014 US\$'000 (Restated)
Profit/(loss) for the year	199,543	(162,614)	36,929
Total comprehensive income/(expense) for the year	199,543	(162,614)	36,929

Notes to the Financial Statements continued

for the year ended 31 December 2015

c) STATEMENT OF FINANCIAL POSITION (EXTRACT)

	December 2014 US\$'000 (Previously stated)	Impact of restatement ¹ US\$'000	December 2014 US\$'000 (Restated)
Trade and other receivables	645,443	(101,808)	543,635
<i>Total current assets</i>	700,670	(101,808)	598,862
Total assets	3,174,467	(101,808)	3,072,659
Trade and other payables	67,168	26,071	93,239
Total current liabilities	157,168	26,071	183,239
Net assets	296,968	(127,879)	169,089
Equity			
Retained earnings	296,968	(127,879)	169,089
Total equity	296,968	(127,879)	169,089

¹ Includes adjustment for the year ended 31 December 2014 of US\$162,614 thousand less opening Total Equity at 1 January 2014 adjustment of US\$34,735 thousand.

3. REVENUE

	Note	12 months to December 2015 US\$'000	12 months to December 2014 US\$'000
Interest			
- Related parties	17	200,905	210,555
- Other parties		166	135
Total revenue		201,071	210,690

Notes to the Financial Statements continued

for the year ended 31 December 2015

4. EXPENSES AND FINANCE COSTS

	Note	12 months to December 2015 US\$'000	12 months to December 2014 US\$'000
Other expenses		(14)	(8)
Expenses		(14)	(8)
Finance costs			
- Related parties	17	(12,544)	(54,227)
- Other parties		(67,272)	(56,088)
Facility fees		(2,255)	(1,386)
Net finance costs		(82,071)	(111,701)
Total expenses and finance costs		(82,085)	(111,709)

5. AUDITOR'S REMUNERATION

During the year US\$10,950 (31 December 2014: US\$13,500) was payable to Deloitte Touche Tohmatsu by a controlled entity of CIMIC Group Limited (formerly Leighton Holdings Limited), the Company's parent entity, in respect of the audit of CIMIC Finance (USA) Pty Ltd.

Notes to the Financial Statements continued

for the year ended 31 December 2015

6. INCOME TAX EXPENSE

	12 months to December 2015 US\$'000	12 months to December 2014 US\$'000 (Restated ¹)
Income tax expense recognised in the statement of profit or loss		
Current tax expense	(45,160)	(62,052)
(Under)/over provision in prior periods	-	-
Other	-	-
Total income tax expense in statement of profit or loss	(45,160)	(62,052)
Reconciliation of prima facie tax to income tax expense:		
Profit/(loss) before tax	118,986	98,981
Prima facie income tax expense at 30% (31 December 2014: 30%)	(35,696)	(29,694)
Tax expense resulting from (gain)/loss due to functional currency	(9,464)	(32,358)
Other	-	-
Current year income tax expense	(45,160)	(62,052)
(Under)/over provision in prior periods	-	-
Income tax expense	(45,160)	(62,052)

¹ Refer to Note 2.

Notes to the Financial Statements continued

for the year ended 31 December 2015

7. CASH AND CASH EQUIVALENTS

	December 2015 US\$'000	December 2014 US\$'000
Cash at bank and on hand	72,560	55,227
Total cash and cash equivalents	72,560	55,227

8. TRADE AND OTHER RECEIVABLES

	Note	December 2015 US\$'000	December 2014 US\$'000 (Restated ¹)
Trade debtors		1	1
Amounts receivable from related parties	17	2,406,979	3,017,431
Total trade and other receivables		2,406,980	3,017,432
Current		135,067	543,635
Non-current		2,271,913	2,473,797
Total trade and other receivables		2,406,980	3,017,432

¹ Refer to Note 2.

9. TRADE AND OTHER PAYABLES

	Note	December 2015 US\$'000	December 2014 US\$'000 (Restated ¹)
Trade creditors and accruals		8,454	12,270
Amounts payable to related parties	17	1,766,876	2,041,300
Total trade and other payables		1,775,330	2,053,570
Current		439,561	93,239
Non-current		1,335,769	1,960,331
Total trade and other payables		1,775,330	2,053,570

¹ Refer to Note 2.

Notes to the Financial Statements continued

for the year ended 31 December 2015

10. INTEREST BEARING LIABILITIES

	Note	December 2015 US\$'000	December 2014 US\$'000
<i>Current</i>			
Guaranteed Notes		-	90,000
Total current interest bearing liabilities	16	-	90,000
<i>Non-current</i>			
Guaranteed Notes		461,295	760,000
Total non-current interest bearing liabilities	16	461,295	760,000
Total interest bearing liabilities	16	461,295	850,000

Notes to the Financial Statements continued

for the year ended 31 December 2015

11. EQUITY

	December 2015 No. of shares	December 2014 No. of shares
Issued and fully paid share capital		
Balance at beginning of reporting period	2	2
Issue of shares	-	-
Balance at reporting date	2	2

	12 months to December 2015 US\$	12 months to December 2014 US\$
Share capital		
Balance at beginning of reporting period	2	2
Issue of shares	-	-
Balance at reporting date	2	2

Changes to the then Corporations Law abolished the authorised capital and par value concept in relation to share capital from 1 July 1998. Therefore, the Company does not have a limited amount of authorised capital and issued shares do not have a par value.

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings. In the event of winding up of the Company ordinary shareholders rank after creditors and are fully entitled to any proceeds of liquidation.

12. RETAINED EARNINGS

	12 months to December 2015 US\$'000	12 months to December 2014 US\$'000 (Restated ¹)
Balance at beginning of reporting period	169,089	97,425
Adjustment to opening retained earnings due to restatement ¹	-	34,735
Included in statement of profit or loss	73,826	36,929
Balance at reporting date	242,915	169,089

¹ Refer to Note 2.

Notes to the Financial Statements continued

for the year ended 31 December 2015

13. RECONCILIATION OF PROFIT FOR THE YEAR TO NET CASH FROM OPERATING ACTIVITIES

	12 months to December 2015 US\$'000	12 months to December 2014 US\$'000 (Restated ¹)
Profit/(loss) for the year	73,826	36,929
<i>Adjustments for non-cash items:</i>		
Amortisation of transaction costs capitalised	-	7,957
<i>Net changes in assets/liabilities:</i>		
(Increase)/decrease in net amounts receivable/(payable) from related parties	(143,201)	(94,277)
Increase/(decrease) in trade and other payables	(3,816)	1
Net cash from operating activities	(73,191)	(49,390)

¹ Refer to Note 2.

14. SEGMENT INFORMATION

Description of segments

The company operates as one segment, being the borrowing and lending of funds.

Geographical segments

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of the customer, as shown below:

Geographical revenue information	12 months to December 2015 US\$'000	12 months to December 2014 US\$'000
Australia Pacific	191,412	181,058
Asia	9,659	29,632
Total	201,071	210,690

Major customers

Revenue from one related party, LMENA No.1 Pty Limited, a wholly owned subsidiary of the Company's immediate parent entity, represents US\$185.3 million (2014: US\$175.4 million) of the Company's total revenue.

Notes to the Financial Statements continued

for the year ended 31 December 2015

15. CAPITAL RISK MANAGEMENT

Capital planning forms part of the business and strategic plans of the Company. Decisions relating to obtaining and investing capital are made following consideration of the Company's key financial and business objectives being, the provision of and borrowing of funds on behalf of related entities within the broader immediate parent entity's group.

16. FINANCIAL INSTRUMENTS

The activities of the Company expose it to credit risk, liquidity risk and interest rate risk.

a) Credit risk

Credit risk represents the risk that a counterparty will not complete its obligations under a financial instrument resulting in a financial loss to the Company. The Company has a credit policy in place and exposure to credit risk is monitored on an ongoing basis.

The Company has a concentration of credit risk in relation to amounts due from related parties. The Company's maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

The Company has no receivables considered past due (2014: US\$nil).

b) Liquidity risk

Liquidity risk is the risk of having insufficient funds to settle financial liabilities as and when they fall due. This includes having insufficient levels of committed credit facilities. The Company continually reviews liquidity through daily cash monitoring, review of available credit facilities and forecasting of cash flows.

Liquidity risk of the Company is limited to the risk of having insufficient funds to settle financial liabilities as and when they fall due. Refer to note 16(e): *Financial instruments – interest bearing loans*.

Contractual maturities of financial liabilities as at 31 December 2015:

			US\$'000		
	Carrying amount	Contractual cash flows	Less than 1 year	1-5 years	More than 5 years
December 2015					
Trade and other payables	8,454	(8,454)	(8,454)	-	-
Amounts payable to related parties	1,766,876	(1,912,620)	(431,107)	(1,481,513)	-
Guaranteed Notes	461,295	(593,507)	(26,193)	(342,065)	(225,249)
December 2014 (Restated¹)					
Trade and other payables	12,270	(12,270)	(12,270)	-	-
Amounts payable to related parties	2,041,300	(2,290,883)	(80,968)	(2,209,915)	-
Guaranteed Notes	850,000	(1,168,605)	(138,025)	(305,726)	(724,854)

¹ Refer to Note 2.

Notes to the Financial Statements continued

for the year ended 31 December 2015

16. FINANCIAL INSTRUMENTS CONTINUED

c) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument or cash flow associated with the instrument will fluctuate due to changes in market interest rates.

The Company's interest rate risk arises from the interest receivable on cash and cash equivalents and amounts receivable from related parties, and on the interest payable on interest bearing liabilities and amounts payable to related parties. At reporting date it is estimated that an increase of one percentage point in floating rate interest rates would have decreased the Company's profit after tax and retained earnings by US\$2.7 million (31 December 2014: decreased by US\$11.3 million). A one percentage point decrease in interest rates would have had an equal and opposite effect.

Profile

At the reporting date the interest rate profile of the Company's interest bearing financial instruments was:

	December 2015 US\$'000	December 2014 US\$'000
Fixed rate instruments		
- Financial assets	2,256,971	2,192,853
- Financial liabilities	(473,988)	(862,495)
	1,782,983	1,330,358
Variable rate instruments		
- Financial assets	139,788	811,554
- Financial liabilities	(1,754,110)	(2,002,661)
	(1,614,322)	(1,191,107)

Notes to the Financial Statements continued

for the year ended 31 December 2015

16. FINANCIAL INSTRUMENTS CONTINUED

d) Fair value measurement of financial instruments

Fair value of hierarchy

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the fair value hierarchy.

Valuation techniques

Fair value of financial assets and liabilities has been determined based on either the listed price or the net present value of cash flows using current market rates of interest. The carrying amounts of other financial assets and liabilities in the Company's statement of financial position, other than those listed below, approximate fair values.

The fair value of interest bearing liabilities is:

- *Listed:* 10-Year-Fixed-Rate Guaranteed Notes fair value US\$207.5 million; carrying value US\$201.3 million (31 December 2014: fair value US\$529.1 million; carrying value US\$500 million); and
- *Unlisted:* Guaranteed Senior Notes fair value US\$286.2 million, carrying value of US\$260.0 million (31 December 2014: fair value: US\$378.4 million, carrying value of US\$350 million).

No financial instruments are measured at fair value subsequent to initial recognition in the statement of financial position.

e) Interest bearing loans

Guaranteed notes

On 21 July 2010, the Company issued a total of US\$350.0 million Guaranteed Senior Notes in three series:

- Series A Notes: US\$90.0 million Guaranteed Senior Notes at the rate of 4.51% maturing on 21 July 2015
- Series B Notes: US\$145.0 million Guaranteed Senior Notes at the rate of 5.22 % maturing on 21 July 2017
- Series C Notes: US\$115.0 million Guaranteed Senior Notes at the rate of 5.78 % maturing on 21 July 2020

Interest on the above notes is paid semi-annually on the 21st day of January and July in each year. Carrying amount at 31 December 2015: US\$260 million (31 December 2014: US\$350 million).

The Company repaid Series A Notes of US\$90.0 million on 21 July 2015.

On 13 November 2012, the Company issued US\$500.0 million of 10-Year Fixed-Rate Guaranteed Senior Notes.

The notes bear interest from 13 November 2012 at the rate of 5.95% per annum and mature on 13 November 2022. Interest on the notes will be paid semi-annually on the 13th day of May and November in each year, commencing on 13 May 2013. Carrying amount at 31 December 2015: US\$201.3 million (31 December 2014: US\$500 million).

The Company repurchased US\$298.7 million of Guaranteed Senior Notes on 24 June 2015.

Notes to the Financial Statements continued

for the year ended 31 December 2015

17. RELATED PARTY DISCLOSURES

Transactions with other related parties

Transactions with related parties are made on normal commercial terms and conditions. The related party relationship is by virtue of their immediate Australian parent entity, being CIMIC Group Limited, incorporated in Australia.

	12 months to December 2015 US\$'000	12 months to December 2014 US\$'000 (Restated ¹)
Aggregate amounts receivable from related parties at reporting date		
CIMIC Group Limited	78,591	-
Leighton Contractors (Asia) Limited Corp	-	489,428
PT Leighton Contractors Indonesia – LAL Coy	-	116,893
LMENA No. 1 Pty Limited	2,184,372	2,124,751
Other related entities	144,016	286,359
Aggregate amounts payable to related parties at reporting date		
CIMIC Group Limited	-	(26,071)
CIMIC Finance Limited	(1,281,612)	(1,947,762)
Leighton Contractors (Asia) Limited Corp	(376,045)	-
Other related entities	(109,219)	(67,467)
Interest received from related parties		
Other related entities	200,905	210,555
Interest paid to related parties		
Other related entities	(12,544)	(54,227)

¹ Refer to Note 2.

Number of employees

The Company has no employees.

Directors

The Directors who held office as Directors of CIMIC Finance (USA) Pty Ltd during the year ended 31 December 2015, or since the end of the financial year, were:

- Steven J Fouracre
- David G Kent (appointed 24 June 2015)
- Malcolm R Ashcroft (appointed 17 April 2013, resigned 10 June 2015)

Directors' transactions

There were no transactions with Directors during the year.

Notes to the Financial Statements continued

for the year ended 31 December 2015

17. RELATED PARTY DISCLOSURES CONTINUED

Company information

CIMIC Finance (USA) Pty Ltd is domiciled in Australia. The Company was incorporated in NSW, Australia on 31 July 2008. The address of the registered office is 472 Pacific Highway, St Leonards, NSW, Australia, 2065.

Immediate parent entity

The immediate Australian parent entity is CIMIC Group Limited, incorporated in Australia.

Ultimate parent entity

The ultimate Australian parent entity is HOCHTIEF Australia Holdings Limited and the ultimate parent entity is Actividades de Construcción y Servicios, SA ("ACS") incorporated in Spain.

Key management personnel

No compensation is provided by the Company or on behalf of the Company in exchange for services rendered to the Company by key management personnel.

18. NEW ACCOUNTING STANDARDS

The following standards, amendments to standards and interpretations have been identified as those which may impact the Company in the period of initial application. They are available for early adoption at 31 December 2015, but have not been applied in preparing this financial report. The Company's assessment of these new standards and interpretations is set out below:

- AASB 9 Financial Instruments (revised December 2014) and AASB 2014-7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2014)

This standard replaces AASB 139 Financial Instruments: Recognition and Measurement. AASB 9 includes revised guidance on the classification and measurement of financial instruments, including a new expected credit loss model for calculation of impairment on financial assets, and new general hedge accounting requirements. It also carries forward guidance on recognition and derecognition of financial instruments from AASB 139. The standard will become mandatory for reporting periods beginning on or after 1 January 2018. Retrospective application is required with some exceptions. The Company is still assessing the potential impact on its financial statements resulting from the application of AASB 9.
- The following new or amended standards are not expected to have a significant impact on the Company's financial statements:
 - Amendments to IAS 7 Statement of Cash Flows - improvements to disclosures
 - AASB 2014-3 Amendments to Australian Accounting Standards – Accounting for acquisitions of interests in joint operations
 - AASB 2014-4 Amendments to Australian Accounting Standards – Clarification of acceptable methods of depreciation and amortisation
 - AASB 2014-9 Amendments to Australian Accounting Standards – Equity method in separate financial statements
 - AASB 2014-10 Amendments to Australian Accounting Standards – Sale or contribution of assets between investor and its associate and joint venture
 - AASB 2015-1 Amendments to Australian Accounting Standards – Annual improvements to Australian Accounting Standards 2012-2014 cycle
 - AASB 2015-2 Amendments to AASB 101
 - AASB 2015-3 Amendments to Australian Accounting Standards arising from the Withdrawal of AASB 1031 Materiality
 - AASB 2015-4 Financial Reporting Requirements for Australian Groups with a Foreign Parent
 - AASB 2015-5 Investment Entities: Applying the Consolidation Exception
 - AASB 1056 Superannuation Entities – replaces AAS 25 Financial Reporting

Notes to the Financial Statements continued

for the year ended 31 December 2015

18. NEW ACCOUNTING STANDARDS CONTINUED

- AASB 15 Revenue from Contracts with Customers and AASB 2014-5 Amendments to Australian Accounting Standards arising from AASB 15
- IFRS 16 – Leases

19. EVENTS SUBSEQUENT TO BALANCE DATE

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

The Directors approved the financial report on 29 April 2016.

Statutory Statements

Directors' Declaration

1. In the opinion of the Directors of CIMIC Finance (USA) Pty Ltd ("the Company"):
 - (a) the financial statements and notes, set out on pages 6 to 27, are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Company's financial position as at 31 December 2015 and of its performance for the financial year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and
 - (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
2. The Directors draw attention to Note 1 to the financial statements, which includes a statement of compliance with International Financial Reporting Standards.

Dated at Sydney this 29th day of April 2016.

Signed for and on behalf of the Directors in accordance with a resolution of the Directors made pursuant to S295 of the Corporations Act 2001:



Steven J Fouracre
Director



David G Kent
Director

Independent Auditor's Report to the members of CIMIC Finance (USA) Pty Limited (formerly Leighton Finance (USA) Pty Limited)

We have audited the accompanying financial report of CIMIC Finance (USA) Pty Limited, which comprises the Statement of Financial Position as at 31 December 2015, the Statement of Profit or Loss, the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the company, as set out on pages 6 to 28.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1 the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements comply with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control, relevant to the company's preparation of the financial report that gives a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

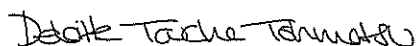
Auditor's Independence Declaration

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of CIMIC Finance (USA) Pty Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

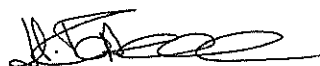
Opinion

In our opinion:

- (a) the financial report of CIMIC Finance (USA) Pty Limited is in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the company's financial position as at 31 December 2015 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and
- (b) the financial statements also comply with International Financial Reporting Standards as disclosed in Note 1.



DELOITTE TOUCHE TOHMATSU



H Fortescue
Partner
Chartered Accountants
Sydney, 29 April 2016