

PERPETUAL WHOLESALE FUNDS

ANNUAL FINANCIAL REPORT
30 JUNE 2019

Perpetual Investment Management Limited
ABN 18 000 866 535 AFSL 234426

Perpetual 

Perpetual Wholesale Funds Annual Financial Report 30 June 2019

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Directors' report

The directors of Perpetual Investment Management Limited (a wholly owned subsidiary of Perpetual Limited), the Responsible Entity of Perpetual Wholesale Funds, present their report together with the annual financial report of Perpetual Wholesale Funds (the Schemes) for the year ended 30 June 2019 and the auditor's report thereon.

The following are the Schemes included within this report:

Statutory Name	Referred to in this document as	ARSN
Perpetual Dynamic Fixed Income Fund	"Wholesale Dynamic Fixed Income Fund"	147 094 415
Perpetual Income Share Fund	"Wholesale Income Share Fund"	093 446 256
Perpetual Australian Share Fund	"Wholesale Australian Share Fund"	091 189 132
Perpetual Concentrated Equity Fund	"Wholesale Concentrated Equity Fund"	091 185 590
Perpetual Ethical SRI Fund	"Wholesale Ethical SRI Fund"	099 975 041
Perpetual Geared Australian Share Fund	"Wholesale Geared Australian Share Fund"	103 864 688
Perpetual Wholesale Industrial Fund	"Wholesale Industrial Share Fund"	091 187 049
Perpetual Wholesale International Share Fund	"Wholesale International Share Fund"	091 186 837
Perpetual SHARE-PLUS Long-Short Fund	"Wholesale SHARE-PLUS Long-Short Fund"	103 864 937
Perpetual Smaller Companies Fund	"Wholesale Smaller Companies Fund"	091 188 082
Perpetual Wholesale Smaller Companies Fund No. 2	"Wholesale Smaller Companies Fund No. 2"	110 147 503
Perpetual Conservative Growth Fund	"Wholesale Conservative Growth Fund"	105 779 628
Perpetual Diversified Growth Fund	"Wholesale Diversified Growth Fund"	098 429 746
Perpetual Balanced Growth Fund	"Wholesale Balanced Growth Fund"	091 187 601
Perpetual Split Growth Fund	"Wholesale Split Growth Fund"	091 185 438
Perpetual Global Share Fund	"Wholesale Global Share Fund"	601 199 035
Perpetual Global Share Fund Hedged	"Wholesale Global Share Fund Hedged"	608 416 771
Perpetual Diversified Real Return Fund	"Diversified Real Return Fund"	146 128 181

Responsible Entity

The Responsible Entity of the Perpetual Wholesale Funds is Perpetual Investment Management Limited (ABN 18 000 866 535). The Responsible Entity's registered office and principal place of business is Level 18, 123 Pitt Street, Sydney, NSW 2000.

Directors' report (continued)

Directors

The following persons held office as directors of Perpetual Investment Management Limited during the year or since the end of the year and up to the date of this report:

D Lane (appointed 20 April 2017)
C Green (appointed 17 October 2018)
R Adams (appointed 17 October 2018)
G Larkins (appointed 7 January 2013, resigned 12 October 2018)
M Smith (appointed 3 November 2016, resigned 17 October 2018)
G Foster (appointed 25 January 2013, resigned 12 October 2018, Alternate for G Larkins)

Principal activities

The Schemes invest and trade in deposits, listed and unlisted equities, listed unit trusts and unlisted unit trusts, listed convertible notes, debt securities, derivatives and a range of diversified income generating assets in accordance with the provisions of the Constitutions of the Schemes.

The objectives and investment strategy of the Schemes are disclosed in the Perpetual Wholesale Funds' Product Disclosure Statement.

The Schemes did not have any employees during the year.

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

Review and results of operations

During the year, the Schemes continued to invest in accordance with target asset allocations as set out in the governing documents of the Schemes and in accordance with the provisions of the Schemes' Constitutions.

Directors' report (continued)

Review and results of operations (continued)

The performance of the Schemes, as represented by the results of their operations, was as follows:

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Operating profit/(loss)	1,236	287	8,903	8,432	55,780	110,428	35,419	111,585	(20,958)	82,672
Distributions paid and payable	852	350	9,220	12,542	58,992	43,644	98,835	98,652	44,344	71,833
Distributions (cents per unit)	3.91	3.04	6.95	10.12	7.77	4.66	17.60	15.48	7.54	10.79
	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Operating profit/(loss)	57,900	120,425	69,953	120,894	11,621	17,086	23,817	175,362	6,414	88,541
Distributions paid and payable	77,159	81,822	80,803	101,600	2,921	560	54,359	149,179	33,680	89,078
Distributions (cents per unit)	32.30	33.00	5.90	6.56	5.54	0.93	12.00	28.29	4.74	12.17

Directors' report (continued)

Review and results of operations (continued)

The performance of the Schemes, as represented by the results of their operations, was as follows:

	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Operating profit/(loss)	920	7,906	25,462	15,696	8,828	6,995	51,625	50,320	3,866	4,626
Distributions paid and payable	2,830	7,077	16,117	10,562	6,581	5,001	57,714	41,892	4,199	5,069
Distributions (cents per unit)	2.24	5.72	5.26	3.35	6.68	4.65	12.95	8.24	12.14	14.92
	Wholesale Global Share Fund - Class W		Wholesale Global Share Fund - Class A		Wholesale Global Share Fund Hedged - Class W		Wholesale Global Share Fund Hedged - Class A			
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000		
Operating profit/(loss)	61,493	87,082	-	-	1,309	2,169	-	-		
Distributions paid and payable	27,808	66,937	20,738	42,095	-	1,294	-	4,049		
Distributions (cents per unit)	14.75	32.42	9.77	23.01	-	26.05	-	23.59		
	Diversified Real Return Fund - Class W		Diversified Real Return Fund - Class Z							
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000						
Operating profit/(loss)	23,376	13,865	-	-						
Distributions paid and payable	15,802	14,610	379	1						
Distributions (cents per unit)	3.86	4.04	3.57	2.87						

Directors' report (continued)

Interests in the Schemes

The movement in units on issue in the Schemes during the year is disclosed in note 7 to the financial statements.

The value of the Schemes' assets and liabilities is disclosed on the balance sheets and derived using the basis set out in note 2 to the financial statements.

Significant changes in state of affairs

In the opinion of the directors, there were no other significant changes in the state of affairs of the Schemes that occurred during the financial year under review.

Likely developments and expected results of operations

The Schemes will continue to be managed in accordance with the investment objectives and guidelines as set out in the governing documents of the Schemes and in accordance with the provisions of the Schemes' Constitutions.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2019 that has significantly affected, or may significantly affect:

- (i) the operations of the Schemes in future financial years; or
- (ii) the results of those operations in future financial years; or
- (iii) the state of affairs of the Schemes in future financial years.

Environmental regulation

The operations of the Schemes are not subject to any particular or significant environmental regulations under a law of the Commonwealth, or of a State or Territory.

Fees paid to and interests held in the Schemes by the Responsible Entity or its associates

Fees paid to the Responsible Entity and its related parties out of Schemes' properties during the year are disclosed in note 15 to the financial statements.

No fees were paid out of Schemes' property to the directors of the Responsible Entity during the year.

The number of interests in the Schemes held by the Responsible Entity or its associates as at the end of the financial year are disclosed in note 15 to the financial statements.

Directors' report (continued)

Indemnification and insurance of officers and auditors

No insurance premiums are paid for out of the assets of the Schemes in regards to insurance cover provided to either the officers of Perpetual Investment Management Limited or the auditor of the Schemes. So long as the officers of Perpetual Investment Management Limited act in accordance with the Schemes' Constitutions and the law, the officers remain indemnified out of the assets of the Schemes against losses incurred while acting on behalf of the Schemes. The auditor of the Schemes is in no way indemnified out of the assets of the Schemes.

Rounding of amounts to the nearest thousand dollars

The Schemes are entities of a kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*. Amounts in the directors' report and financial report have been rounded to the nearest thousand dollars in accordance with the legislative instrument, unless otherwise indicated.

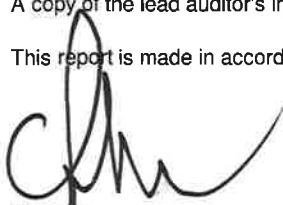
Financial statements presentation

The Schemes are entities of the kind referred to in *ASIC Corporations (Related Scheme Reports) Instrument 2015/839* and in accordance with that Instrument, Schemes with common Responsible Entity (or related Responsible Entities) can include their financial reports in adjacent columns in a single set of financial report.

Lead auditor's independence declaration

A copy of the lead auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 8.

This report is made in accordance with a resolution of the directors.



Director

Sydney
18 September 2019



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Perpetual Investment Management Limited as the Responsible Entity of the following Schemes:

Perpetual Dynamic Fixed Income Fund;	Perpetual Smaller Companies Fund;
Perpetual Income Share Fund;	Perpetual Wholesale Smaller Companies Fund No.2;
Perpetual Australian Share Fund;	Perpetual Conservative Growth Fund;
Perpetual Concentrated Equity Fund;	Perpetual Diversified Growth Fund;
Perpetual Ethical SRI Fund;	Perpetual Balanced Growth Fund;
Perpetual Geared Australian Share Fund;	Perpetual Split Growth Fund;
Perpetual Wholesale Industrial Fund;	Perpetual Global Share Fund;
Perpetual Wholesale International Share Fund;	Perpetual Global Share Fund Hedged; and
Perpetual SHARE-PLUS Long-Short Fund;	Perpetual Diversified Real Return Fund.

I declare that, to the best of my knowledge and belief, in relation to the audits of the Schemes for the financial year ended 30 June 2019 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audits; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audits.

KPMG

KPMG

Jessica Davis

Partner

Sydney

18 September 2019

Perpetual Wholesale Funds
Statements of comprehensive income
For the year ended 30 June 2019

Statements of comprehensive income

	Notes	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
		30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Investment income											
Dividend/distribution income		902	374	10,231	6,709	78,414	86,982	55,908	45,638	47,563	52,298
Interest income	3	15	12	153	166	-	-	68	65	1,355	1,596
Net gains/(losses) on financial instruments at fair value through profit or loss	4	322	(91)	317	3,461	(22,638)	23,444	(9,166)	78,883	(53,083)	48,192
Net foreign exchange gains/(losses)		-	-	-	-	-	-	(40)	(38)	(323)	(165)
Other income		-	-	-	-	4	6	5	14	151	39
Total net investment income/(loss)		1,239	295	10,701	10,336	55,780	110,432	46,775	124,562	(4,337)	101,960
Expenses											
Responsible Entity's fees	15	3	4	1,543	1,586	-	-	9,753	11,354	13,723	16,170
Other operating expenses	5	-	4	255	318	-	4	1,603	1,623	2,898	3,118
Total expenses		3	8	1,798	1,904	-	4	11,356	12,977	16,621	19,288
Operating profit/(loss)		1,236	287	8,903	8,432	55,780	110,428	35,419	111,585	(20,958)	82,672
Finance costs attributable to unitholders											
Interest expense		-	-	-	-	-	-	-	-	1	-
Profit/(loss)		1,236	287	8,903	8,432	55,780	110,428	35,419	111,585	(20,959)	82,672
Other comprehensive income		-	-	-	-	-	-	-	-	-	-
Total comprehensive income		1,236	287	8,903	8,432	55,780	110,428	35,419	111,585	(20,959)	82,672

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

Perpetual Wholesale Funds
Statements of comprehensive income
For the year ended 30 June 2019
(continued)

Statements of comprehensive income

	Notes	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
		30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Investment income											
Dividend/distribution income		75,791	54,254	177,793	203,750	10,465	22,057	69,526	62,680	39,147	29,721
Interest income	3	104	74	-	-	-	-	344	2,892	74	53
Net gains/(losses) on financial instruments at fair value through profit or loss	4	(1,692)	83,344	(89,592)	(61,974)	2,658	(3,447)	(12,883)	145,116	(20,055)	72,505
Net foreign exchange gains/(losses)		(87)	(49)	-	-	-	-	(540)	(620)	-	-
Gains/(losses) from short selling		-	-	-	-	-	-	(7,035)	(8,158)	-	-
Other income		-	21	1	-	-	-	3	78	107	249
Total net investment income/(loss)		74,116	137,644	88,202	141,776	13,123	18,610	49,415	201,988	19,273	102,528
Expenses											
Responsible Entity's fees	15	13,656	14,810	18,249	20,878	1,502	1,520	17,406	19,946	10,696	11,757
Short selling expenses		-	-	-	-	-	-	2,807	1,860	-	-
Other operating expenses	5	2,560	2,409	-	4	-	4	5,385	4,820	2,163	2,230
Total expenses		16,216	17,219	18,249	20,882	1,502	1,524	25,598	26,626	12,859	13,987
Operating profit/(loss)		57,900	120,425	69,953	120,894	11,621	17,086	23,817	175,362	6,414	88,541
Finance costs attributable to unitholders											
Interest expense		14,739	16,258	-	-	-	-	123	2	-	-
Profit/(loss)		43,161	104,167	69,953	120,894	11,621	17,086	23,694	175,360	6,414	88,541
Other comprehensive income		-	-	-	-	-	-	-	-	-	-
Total comprehensive income		43,161	104,167	69,953	120,894	11,621	17,086	23,694	175,360	6,414	88,541

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

Perpetual Wholesale Funds
Statements of comprehensive income
For the year ended 30 June 2019
(continued)

Statements of comprehensive income

	Notes	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
		30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Investment income											
Dividend/distribution income		3,357	8,335	17,973	16,291	6,816	6,701	42,996	38,374	5,346	5,748
Interest income	3	-	-	620	621	171	166	-	-	-	-
Net gains/(losses) on financial instruments at fair value through profit or loss	4	(2,438)	(426)	9,583	1,370	2,754	1,051	8,622	11,942	(981)	(612)
Net foreign exchange gains/(losses)		-	-	113	145	56	57	-	-	-	-
Other income		1	1	27	17	48	6	7	8	-	4
Total net investment income/(loss)		920	7,910	28,316	18,444	9,845	7,981	51,625	50,324	4,365	5,140
Expenses											
Responsible Entity's fees	15	-	-	1,562	1,642	574	614	-	-	499	510
Other operating expenses	5	-	4	1,292	1,106	443	372	-	4	-	4
Total expenses		-	4	2,854	2,748	1,017	986	-	4	499	514
Operating profit/(loss)		920	7,906	25,462	15,696	8,828	6,995	51,625	50,320	3,866	4,626
Finance costs attributable to unitholders											
Interest expense		-	-	11	56	5	22	-	-	-	-
Profit/(loss)		920	7,906	25,451	15,640	8,823	6,973	51,625	50,320	3,866	4,626
Other comprehensive income		-	-	-	-	-	-	-	-	-	-
Total comprehensive income		920	7,906	25,451	15,640	8,823	6,973	51,625	50,320	3,866	4,626

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

Perpetual Wholesale Funds
Statements of comprehensive income
For the year ended 30 June 2019
(continued)

Statements of comprehensive income

	Notes	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
		30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Investment income							
Dividend/distribution income		17,149	9,537	2,041	5,016	23,479	24,857
Interest income	3	844	546	-	1	287	179
Net gains/(losses) on financial instruments at fair value through profit or loss	4	47,379	79,692	(714)	(2,514)	5,015	(7,951)
Net foreign exchange gains/(losses)		2,085	2,221	190	(110)	359	345
Other income		93	393	-	-	68	1
Total net investment income/(loss)		67,550	92,389	1,517	2,393	29,208	17,431
Expenses							
Responsible Entity's fees	15	2,961	2,631	208	200	2,038	1,659
Other operating expenses	5	3,096	2,676	-	24	3,794	1,907
Total expenses		6,057	5,307	208	224	5,832	3,566
Operating profit/(loss)		61,493	87,082	1,309	2,169	23,376	13,865
Finance costs attributable to unitholders							
Distributions to unitholders	6	48,546	109,032	-	5,343	16,181	14,611
Interest expense		66	58	-	-	11	75
Changes in net assets attributable to unitholders	7	12,881	(22,008)	1,309	(3,174)	7,184	(821)
Profit/(loss)		-	-	-	-	-	-
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income		-	-	-	-	-	-

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

Perpetual Wholesale Funds
Balance sheets
As at 30 June 2019

Balance sheets

	Notes	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
		30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Assets											
Cash and cash equivalents	13(b)	648	1,289	14,764	8,663	-	-	2,582	15,739	110,458	120,657
Financial assets at fair value through profit or loss	8	19,029	12,129	153,315	150,351	954,791	1,147,513	862,945	1,024,120	936,105	1,226,231
Receivables for securities sold		-	-	266	835	778	668	1,009	9,043	2,139	12,761
Receivables	10	393	193	802	1,236	42,418	60,042	2,242	6,561	4,565	13,738
Total assets		20,070	13,611	169,147	161,085	997,987	1,208,223	868,778	1,055,463	1,053,267	1,373,387
Liabilities											
Financial liabilities at fair value through profit or loss	9	-	-	-	-	-	-	-	-	-	14
Distributions payable to unitholders of the Schemes	6	353	107	2,303	7,693	39,292	23,971	77,749	79,820	17,964	52,095
Payables for securities purchased		-	-	3,884	205	128	87	4,193	3,903	856	5,083
Payables	11	14	13	507	189	778	819	1,529	2,187	2,946	9,130
Total liabilities		367	120	6,694	8,087	40,198	24,877	83,471	85,910	21,766	66,322
Net assets attributable to unitholders - equity	7	19,703	13,491	162,453	152,998	957,789	1,183,346	785,307	969,553	1,031,501	1,307,065

The above balance sheets should be read in conjunction with the accompanying notes.

Perpetual Wholesale Funds
Balance sheets
As at 30 June 2019
(continued)

Balance sheets

	Notes	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
		30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Assets											
Cash and cash equivalents	13(b)	4,654	4,962	-	-	-	-	136,222	192,668	3,464	15,347
Financial assets at fair value through profit or loss	8	1,213,977	1,300,233	1,626,733	1,906,571	112,407	106,082	1,283,198	1,615,984	789,586	927,029
Receivables for securities sold		6,630	406	1,986	2,294	65	207	14,766	46	151	7,040
Receivables	10	3,031	8,481	125,410	145,385	9,908	21,606	4,628	10,512	2,372	2,838
Total assets		1,228,292	1,314,082	1,754,129	2,054,250	122,380	127,895	1,438,814	1,819,210	795,573	952,254
Liabilities											
Bank overdraft	12,13(b)	641,462	687,669	-	-	-	-	-	-	-	-
Financial liabilities at fair value through profit or loss	9	27	-	-	-	-	-	252,778	289,237	-	-
Distributions payable to unitholders of the Schemes	6	54,835	61,787	40,089	56,134	2,921	560	33,059	128,247	13,292	76,580
Payables for securities purchased		34,121	4,763	491	633	23	8	20,517	3,670	19,524	5,121
Interest payable	12	929	1,387	-	-	-	-	-	-	-	-
Payables	11	2,315	3,002	2,516	3,096	197	346	3,928	4,514	1,894	2,004
Total liabilities		733,689	758,608	43,096	59,863	3,141	914	310,282	425,668	34,710	83,705
Net assets attributable to unitholders - equity	7	494,603	555,474	1,711,033	1,994,387	119,239	126,981	1,128,532	1,393,542	760,863	868,549

The above balance sheets should be read in conjunction with the accompanying notes.

Perpetual Wholesale Funds
Balance sheets
As at 30 June 2019
(continued)

Balance sheets

		Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
	Notes	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Assets											
Cash and cash equivalents	13(b)	-	-	6,485	10,934	3,487	4,655	-	-	-	-
Financial assets at fair value through profit or loss	8	80,341	81,473	355,999	349,241	111,799	118,231	643,282	736,514	44,269	44,211
Receivables for securities sold		-	52	-	350	350	168	841	307	10	27
Receivables	10	1,433	7,260	11,606	10,073	4,662	4,817	34,068	32,227	4,781	5,215
Total assets		81,774	88,785	374,090	370,598	120,298	127,871	678,191	769,048	49,060	49,453
Liabilities											
Financial liabilities at fair value through profit or loss	9	-	-	3,844	4,295	1,284	1,519	-	-	-	-
Distributions payable to unitholders of the Schemes	6	883	5,932	11,627	7,637	5,084	3,863	52,575	41,884	4,199	5,069
Payables for securities purchased		27	66	-	79	-	38	73	111	16	46
Payables	11	-	52	609	1,143	716	234	865	307	56	73
Total liabilities		910	6,050	16,080	13,154	7,084	5,654	53,513	42,302	4,271	5,188
Net assets attributable to unitholders - equity	7	80,864	82,735	358,010	357,444	113,214	122,217	624,678	726,746	44,789	44,265

The above balance sheets should be read in conjunction with the accompanying notes.

Perpetual Wholesale Funds
Balance sheets
As at 30 June 2019
(continued)

Balance sheets

	Notes	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
		30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Assets							
Cash and cash equivalents	13(b)	79,468	86,253	-	-	15,509	19,719
Financial assets at fair value through profit or loss	8	535,957	590,647	22,007	24,214	453,753	378,837
Receivables for securities sold		-	3,457	-	-	-	1,124
Receivables	10	1,690	1,517	1,928	4,928	14,979	16,680
Total assets		617,115	681,874	23,935	29,142	484,241	416,360
Liabilities							
Financial liabilities at fair value through profit or loss	9	284	-	21	682	10,329	11,896
Distributions payable to unitholders of the Schemes	6	46,632	107,589	-	5,318	10,698	11,466
Payables for securities purchased		-	21,904	3	-	-	254
Payables	11	1,838	1,089	18	22	496	308
Total liabilities (excluding net assets attributable to unitholders)		48,754	130,582	42	6,022	21,523	23,924
Net assets attributable to unitholders - liability	7	568,361	551,292	23,893	23,120	462,718	392,436

The above balance sheets should be read in conjunction with the accompanying notes.

Perpetual Wholesale Funds
Statements of changes in equity
For the year ended 30 June 2019

Statements of changes in equity

	Notes	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
		30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the year	7	13,491	-	152,998	-	1,183,346	-	969,553	-	1,307,065	-
Reclassification due to AMIT tax regime implementation*	7	-	13,310	-	155,325	-	1,239,398	-	983,125	-	1,301,681
Comprehensive income for the year											
Profit/(loss)		1,236	287	8,903	8,432	55,780	110,428	35,419	111,585	(20,959)	82,672
Other comprehensive income		-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year		1,236	287	8,903	8,432	55,780	110,428	35,419	111,585	(20,959)	82,672
Transactions with unitholders											
Applications	7	23,080	7,267	12,713	4,441	120,410	132,893	131,637	120,819	182,243	345,517
Redemptions	7	(17,362)	(7,145)	(14,985)	(11,571)	(370,516)	(303,703)	(287,750)	(167,112)	(429,641)	(409,794)
Units issued upon reinvestment of distributions	7	110	122	12,044	8,913	27,761	47,974	35,283	19,788	37,137	58,822
Distributions to unitholders	6, 7	(852)	(350)	(9,220)	(12,542)	(58,992)	(43,644)	(98,835)	(98,652)	(44,344)	(71,833)
Total transactions with unitholders		4,976	(106)	552	(10,759)	(281,337)	(166,480)	(219,665)	(125,157)	(254,605)	(77,288)
Total equity at the end of the year	7	19,703	13,491	162,453	152,998	957,789	1,183,346	785,307	969,553	1,031,501	1,307,065

* Effective from 1 July 2017, the Schemes' units have been reclassified from financial liability to equity.

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

Perpetual Wholesale Funds
Statements of changes in equity
For the year ended 30 June 2019
(continued)

Statements of changes in equity

	Notes	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
		30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the year	7	555,474	-	1,994,387	-	126,981	-	1,393,542	-	868,549	-
Reclassification due to AMIT tax regime implementation*	7	-	550,175	-	2,100,974	-	118,917	-	1,376,776	-	827,842
Comprehensive income for the year											
Profit/(loss)		43,161	104,167	69,953	120,894	11,621	17,086	23,694	175,360	6,414	88,541
Other comprehensive income		-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year		43,161	104,167	69,953	120,894	11,621	17,086	23,694	175,360	6,414	88,541
Transactions with unitholders											
Applications	7	138,237	167,750	242,052	320,268	13,928	6,920	187,828	427,851	56,783	75,413
Redemptions	7	(197,552)	(201,690)	(529,237)	(462,878)	(30,497)	(15,771)	(446,589)	(447,844)	(218,115)	(128,394)
Units issued upon reinvestment of distributions	7	32,442	16,894	14,681	16,729	127	389	24,416	10,578	80,912	94,225
Distributions to unitholders	6, 7	(77,159)	(81,822)	(80,803)	(101,600)	(2,921)	(560)	(54,359)	(149,179)	(33,680)	(89,078)
Total transactions with unitholders		(104,032)	(98,868)	(353,307)	(227,481)	(19,363)	(9,022)	(288,704)	(158,594)	(114,100)	(47,834)
Total equity at the end of the year	7	494,603	555,474	1,711,033	1,994,387	119,239	126,981	1,128,532	1,393,542	760,863	868,549

* Effective from 1 July 2017, the Schemes' units have been reclassified from financial liability to equity.

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

Perpetual Wholesale Funds
Statements of changes in equity
For the year ended 30 June 2019
(continued)

Statements of changes in equity

	Notes	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
		30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the year	7	82,735	-	357,444	-	122,217	-	726,746	-	44,265	-
Reclassification due to AMIT tax regime implementation*	7	-	73,635	-	379,465	-	121,398	-	725,592	-	44,085
Comprehensive income for the year											
Profit/(loss)		920	7,906	25,451	15,640	8,823	6,973	51,625	50,320	3,866	4,626
Other comprehensive income		-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year		920	7,906	25,451	15,640	8,823	6,973	51,625	50,320	3,866	4,626
Transactions with unitholders											
Applications	7	15,140	19,638	69,459	67,537	15,614	20,083	129,549	65,947	5,632	6,223
Redemptions	7	(21,030)	(19,356)	(88,274)	(103,932)	(30,468)	(25,518)	(248,922)	(97,235)	(7,992)	(7,305)
Units issued upon reinvestment of distributions	7	5,929	7,989	10,047	9,296	3,609	4,282	23,394	24,014	3,217	1,705
Distributions to unitholders	6, 7	(2,830)	(7,077)	(16,117)	(10,562)	(6,581)	(5,001)	(57,714)	(41,892)	(4,199)	(5,069)
Total transactions with unitholders		(2,791)	1,194	(24,885)	(37,661)	(17,826)	(6,154)	(153,693)	(49,166)	(3,342)	(4,446)
Total equity at the end of the year	7	80,864	82,735	358,010	357,444	113,214	122,217	624,678	726,746	44,789	44,265

* Effective from 1 July 2017, the Schemes' units have been reclassified from financial liability to equity.

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

The following Schemes' net assets attributable to unitholders are classified as a liability under AASB 132 *Financial Instruments: Presentation*:

Wholesale Global Share Fund
Wholesale Global Share Fund Hedged
Diversified Real Return Fund

As such the Schemes have no equity and no items of changes in equity have been presented for the current or comparative period.

Perpetual Wholesale Funds
Statements of cash flows
For the year ended 30 June 2019

Statements of cash flows

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Cash flows from operating activities										
Dividends/distributions received	675	413	10,664	6,429	95,928	105,708	59,503	45,959	55,647	48,523
Interest received	15	12	153	167	-	-	69	64	1,356	1,596
Other income received	-	-	132	140	4	6	953	945	1,498	1,472
Responsible Entity's fees paid	(3)	(4)	(1,651)	(1,705)	-	-	(10,632)	(12,186)	(15,013)	(17,395)
Other operating expenses paid	(1)	(4)	(273)	(341)	-	(4)	(1,718)	(1,734)	(3,215)	(3,338)
Net cash inflow/(outflow) from operating activities	686	417	9,025	4,690	95,932	105,710	48,175	33,048	40,273	30,858
Cash flows from investing activities										
Proceeds from sale of investments and settlement of derivative contracts	13,887	10,471	84,163	102,228	368,349	296,623	961,235	833,625	1,139,352	1,050,564
Payments for purchase of investments and settlement of derivative contracts	(20,465)	(7,513)	(82,562)	(101,736)	(198,334)	(203,381)	(800,962)	(763,281)	(896,251)	(1,017,640)
Net cash inflow/(outflow) from investing activities	(6,578)	2,958	1,601	492	170,015	93,242	160,273	70,344	243,101	32,924
Cash flows from financing activities										
Proceeds from applications by unitholders	23,108	7,198	12,713	4,441	120,520	133,458	132,240	120,717	183,305	345,821
Payments for redemptions by unitholders	(17,361)	(9,500)	(14,672)	(11,520)	(370,557)	(303,888)	(288,222)	(167,093)	(435,539)	(354,713)
Distributions paid	(496)	(365)	(2,566)	(2,142)	(15,910)	(28,522)	(65,623)	(43,755)	(41,338)	(54,847)
Interest expense paid	-	-	-	-	-	-	-	-	(1)	-
Net cash inflow/(outflow) from financing activities	5,251	(2,667)	(4,525)	(9,221)	(265,947)	(198,952)	(221,605)	(90,131)	(293,573)	(63,739)
Net increase/(decrease) in cash and cash equivalents	(641)	708	6,101	(4,039)	-	-	(13,157)	13,261	(10,199)	43
Cash and cash equivalents at the beginning of the year	1,289	581	8,663	12,702	-	-	15,739	2,478	120,657	120,614
Cash and cash equivalents at the end of the year	648	1,289	14,764	8,663	-	-	2,582	15,739	110,458	120,657

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

Perpetual Wholesale Funds
Statements of cash flows
For the year ended 30 June 2019
(continued)

Statements of cash flows

	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
Notes	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities										
Dividends/distributions received	81,163	53,677	197,241	172,801	22,167	6,834	74,878	61,936	39,402	30,263
Interest received	(16)	1	-	-	-	-	413	3,027	75	52
Other income received	1,185	1,415	1,467	1,571	121	109	1,698	1,812	1,156	1,261
Gains/(losses) from short selling	-	-	-	-	-	-	(7,825)	(8,438)	-	-
Responsible Entity's fees paid	(14,754)	(16,049)	(19,602)	(22,367)	(1,619)	(1,625)	(19,057)	(21,189)	(11,665)	(12,579)
Short selling expenses paid	-	-	-	-	-	-	(2,810)	(1,720)	-	-
Other operating expenses paid	(2,636)	(2,785)	(100)	(4)	(11)	(4)	(5,603)	(5,270)	(2,320)	(2,379)
Net cash inflow/(outflow) from operating activities	64,942	36,259	179,006	152,001	20,658	5,314	41,694	30,158	26,648	16,618
Cash flows from investing activities										
Proceeds from sale of investments and settlement of derivative contracts	919,056	865,825	555,469	469,967	23,397	17,726	1,831,355	1,615,534	1,316,638	988,050
Payments for purchase of investments and settlement of derivative contracts	(811,432)	(781,786)	(365,057)	(389,787)	(26,907)	(12,782)	(1,546,304)	(1,648,138)	(1,177,958)	(921,969)
Net cash inflow/(outflow) from investing activities	107,624	84,039	190,412	80,180	(3,510)	4,944	285,051	(32,604)	138,680	66,081
Cash flows from financing activities										
Proceeds from applications by unitholders	138,325	168,417	242,548	322,875	13,923	6,943	188,088	431,185	56,883	75,431
Payments for redemptions by unitholders	(198,140)	(200,480)	(529,799)	(462,097)	(30,638)	(15,792)	(446,005)	(448,526)	(218,038)	(127,734)
Distributions paid	(51,669)	(25,162)	(82,167)	(92,959)	(433)	(1,409)	(125,131)	(61,281)	(16,056)	(18,492)
Interest expense paid	(15,197)	(16,164)	-	-	-	-	(123)	(2)	-	-
Net cash inflow/(outflow) from financing activities	(126,681)	(73,389)	(369,418)	(232,181)	(17,148)	(10,258)	(383,171)	(78,624)	(177,211)	(70,795)
Net increase/(decrease) in cash and cash equivalents	45,885	46,909	-	-	-	-	(56,426)	(81,070)	(11,883)	11,904
Cash and cash equivalents/(bank overdraft) at the beginning of the year	(682,707)	(729,600)	-	-	-	-	192,668	273,704	15,347	3,443
Effects of foreign currency exchange rate changes on cash and cash equivalents	14	(16)	-	-	-	-	(20)	34	-	-
Cash and cash equivalents/(bank overdraft) at the end of the year	(636,808)	(682,707)	-	-	-	-	136,222	192,668	3,464	15,347

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

Perpetual Wholesale Funds
Statements of cash flows
For the year ended 30 June 2019
(continued)

Statements of cash flows

	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
Notes	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities										
Dividends/distributions received	9,145	10,093	16,679	15,221	6,969	6,052	41,141	48,444	5,746	3,326
Interest received	-	-	620	621	171	166	-	-	-	-
Other income received	1	1	156	144	96	52	7	8	40	40
Responsible Entity's fees paid	-	-	(1,668)	(1,783)	(620)	(659)	-	-	(536)	(546)
Other operating expenses paid	-	(4)	(1,299)	(1,112)	(446)	(374)	-	(4)	(2)	(4)
Net cash inflow/(outflow) from operating activities	9,146	10,090	14,488	13,091	6,170	5,237	41,148	48,448	5,248	2,816
13(a)										
Cash flows from investing activities										
Proceeds from sale of investments and settlement of derivative contracts	22,979	19,943	109,733	124,475	51,476	45,618	238,625	119,733	9,984	10,164
Payments for purchase of investments and settlement of derivative contracts	(24,272)	(28,014)	(106,937)	(94,962)	(42,680)	(41,311)	(137,343)	(111,688)	(11,036)	(10,892)
Net cash inflow/(outflow) from investing activities	(1,293)	(8,071)	2,796	29,513	8,796	4,307	101,282	8,045	(1,052)	(728)
Cash flows from financing activities										
Proceeds from applications by unitholders	15,179	19,593	69,212	68,144	15,613	20,030	129,563	66,172	5,665	6,199
Payments for redemptions by unitholders	(21,082)	(19,304)	(88,816)	(103,370)	(29,982)	(25,509)	(248,364)	(98,181)	(8,009)	(7,288)
Distributions paid	(1,950)	(2,308)	(2,080)	(2,020)	(1,751)	(1,875)	(23,629)	(24,484)	(1,852)	(999)
Interest expense paid	-	-	(11)	(56)	(5)	(22)	-	-	-	-
Net cash inflow/(outflow) from financing activities	(7,853)	(2,019)	(21,695)	(37,302)	(16,125)	(7,376)	(142,430)	(56,493)	(4,196)	(2,088)
Net increase/(decrease) in cash and cash equivalents	-	-	(4,411)	5,302	(1,159)	2,168	-	-	-	-
Cash and cash equivalents at the beginning of the year	-	-	10,934	5,547	4,655	2,463	-	-	-	-
Effects of foreign currency exchange rate changes on cash and cash equivalents	-	-	(38)	85	(9)	24	-	-	-	-
Cash and cash equivalents at the end of the year	-	-	6,485	10,934	3,487	4,655	-	-	-	-
13(b)										

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

Perpetual Wholesale Funds
Statements of cash flows
For the year ended 30 June 2019
(continued)

Statements of cash flows

	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities						
Dividends/distributions received	17,187	9,460	5,041	1,097	25,929	16,621
Interest received	843	546	-	1	287	179
Other income received	481	237	18	23	221	113
Responsible Entity's fees paid	(3,160)	(2,763)	(227)	(206)	(2,146)	(1,736)
Other operating expenses paid	(3,118)	(3,088)	(2)	(54)	(3,786)	(1,909)
Net cash inflow/(outflow) from operating activities	12,233	4,392	4,830	861	20,505	13,268
Cash flows from investing activities						
Proceeds from sale of investments	1,103,073	728,254	13,613	9,966	130,011	178,300
Payments for purchase of investments	(1,016,090)	(779,633)	(12,588)	(17,904)	(200,250)	(276,792)
Net cash inflow/(outflow) from investing activities	86,983	(51,379)	1,025	(7,938)	(70,239)	(98,492)
Cash flows from financing activities						
Proceeds from applications by unitholders	57,921	123,260	1,992	9,080	134,359	143,307
Payments for redemptions by unitholders	(151,697)	(99,894)	(3,610)	(536)	(80,653)	(46,401)
Distributions paid	(11,161)	(2,886)	(4,237)	(1,467)	(8,171)	(4,129)
Interest expense paid	(66)	(58)	-	-	(11)	(75)
Net cash inflow/(outflow) from financing activities	(105,003)	20,422	(5,855)	7,077	45,524	92,702
Net increase/(decrease) in cash and cash equivalents	(5,787)	(26,565)	-	-	(4,210)	7,478
Cash and cash equivalents at the beginning of the year	86,253	110,993	-	-	19,719	12,147
Effects of foreign currency exchange rate changes on cash and cash equivalents	(998)	1,825	-	-	-	94
Cash and cash equivalents at the end of the year	79,468	86,253	-	-	15,509	19,719

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

1 General information

This annual financial report covers Perpetual Wholesale Funds (the Schemes) as individual entities. The Schemes are registered managed investment schemes under the *Corporations Act 2001*. The Schemes are domiciled in Australia and are for-profit entities.

The Responsible Entity of the Schemes is Perpetual Investment Management Limited (the "Responsible Entity"). The Responsible Entity's registered office is Level 18, 123 Pitt Street, Sydney, NSW 2000.

The annual financial report was authorised for issue by the directors of the Responsible Entity on 18 September 2019. The directors of the Responsible Entity have the power to amend and reissue the annual financial report.

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of this annual financial report are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

(a) Basis of preparation

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

The annual financial report is prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Compliance with International Financial Reporting Standards

The annual financial report of the Schemes also complies with International Financial Reporting Standards and Interpretations issued by the International Accounting Standards Board.

Functional and presentation currency

The annual financial report is presented in Australian dollars, which is the Schemes' functional currency.

Use of estimates

Management makes estimates and assumptions that affect the reported amounts in the financial statements. These estimates and associated assumptions are continuously evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

For the majority of the Schemes' financial instruments, quoted market prices are readily available. However, when certain financial instruments are fairly valued using valuation techniques (for example, pricing models), observable data is used to the extent practicable. Management may be required to make estimates which may be based on assumptions and any changes in assumptions would affect the reported fair value of financial instruments.

The adoption of AASB 9 introduced a new expected credit loss (ECL) impairment model, which has not materially impacted the Schemes (refer to note 2(f)).

2 Summary of significant accounting policies (continued)

(b) New accounting standards and interpretations

New and amended accounting standards adopted by the Schemes

The following Australian Accounting Standards have been adopted by the Schemes for the reporting period beginning 1 July 2018:

(i) AASB 9 *Financial Instruments*

AASB 9 addresses the classification, measurement and derecognition of financial assets and financial liabilities. It replaces the multiple classification and measurement models in AASB 139 with a new model that classifies financial instruments based on the business model within which the financial instruments are managed, and whether the contractual cash flows under the instrument solely represent the payment of principal and interest. It also introduces revised rules around hedge accounting and impairment.

Under AASB 9, financial instruments are classified as:

- Amortised cost if the objective of the business model is to hold the financial instruments to collect contractual cash flows only and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI);
- Fair value through other comprehensive income if the objective of the business model is to hold the financial instruments both to collect contractual cash flows from SPPI and for the purpose of sale; or
- All other financial instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial instrument as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income.

A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represent solely payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell.

All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency.

AASB 9 has been applied retrospectively (without restating comparatives) by the Scheme from 1 July 2018 and it did not result in a change to the measurement of financial instruments. The Schemes' investment portfolio continues to be measured at fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. The derecognition rules have not been changed from previous requirements and the Schemes do not apply hedge accounting. As the Schemes' investments are all at fair value through profit or loss, the change in impairment rules will not have a material impact on the Schemes. The Schemes' cash and cash equivalents and receivables which had previously been classified as loans and receivables and measured at amortised cost under AASB 139 are now classified as amortised cost and continue to be measured at amortised cost under AASB 9 and the impact of any expected credit losses (ECL) is not material. The change in present value of the expected cash flows on non-substantial modifications of the borrowing facility does not have a material impact in the statement of comprehensive income.

2 Summary of significant accounting policies (continued)

(b) New accounting standards and interpretations (continued)

New and amended accounting standards adopted by the Scheme (continued)

(ii) AASB 15 Revenue from Contracts with Customers

AASB 15 establishes a single revenue recognition framework using a five-step model based on the transfer of goods and services and the consideration expected to be received in return for that transfer.

The Schemes' main source of income is investment income, in the form of gains on financial instruments at fair value as well as interest, dividend and distribution income. All these income types are outside the scope of the standard. Accordingly, the adoption of new revenue recognition rules did not have a material impact on the Schemes' accounting policies or the amounts recognised in the financial statements.

AASB 15 has been applied retrospectively (without restating comparatives) by the Schemes from 1 July 2018 and it did not result in a material change in revenue recognition for the Schemes.

New accounting standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual reporting periods beginning after 1 January 2019. Management has made an assessment and concluded that none of these are expected to have a material impact on the financial statements.

(c) Financial instruments

(i) Classification

The Schemes classify their investments based on its business model for managing those financial assets and their contractual cash flow characteristics. The Schemes' portfolio of financial assets is managed and its performance is evaluated on a fair value basis in accordance with the Schemes' documented investment strategy. The Schemes evaluate the information about their investments on a fair value basis together with other related financial information.

Derivatives, equity securities and unlisted unit trusts are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however, they are neither held for collecting contractual cash flows nor held for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Schemes' business model's objective. Consequently, the debt securities are measured at fair value through profit or loss.

The Schemes hold financial assets and financial liabilities comprising equity securities, debt securities and unlisted unit trusts which had previously been designated at fair value through profit or loss under AASB 139 prior to 1 July 2018. On adoption of AASB 9 from 1 July 2018, these securities continued to be measured at fair value but are now mandatorily classified as fair value through profit or loss.

2 Summary of significant accounting policies (continued)

(c) Financial instruments (continued)

(i) Classification (continued)

The Wholesale SHARE-PLUS Long-Short Fund makes short sales in which a borrowed security is sold in anticipation of a decline in the market value of that security, or it may use short sales for various arbitrage transactions. Short sales are classified as financial liabilities as fair value through profit or loss.

Derivative contracts that have negative fair values are presented as financial liabilities at fair value through profit or loss.

(ii) Recognition/derecognition

The Schemes recognise financial assets and liabilities on the date they become party to the purchase contractual agreement (trade date) and recognise changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised on the date the Schemes become party to the sale contractual agreement (trade date).

(iii) Measurement

At initial recognition, a financial asset or liability is measured at fair value. Transaction costs are expensed in profit or loss as incurred. Subsequently all financial assets and liabilities are measured at fair value without any deduction for estimated future selling cost. Gains and losses arising from changes in the fair value measurement are included in profit or loss in the period in which they arise.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Further details of fair value measurement are disclosed in note 17(d).

(iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

(d) Net assets attributable to unitholders

Units are redeemable at unitholders' option, however applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Schemes at any time for cash based on the redemption price, which is equal to a proportionate share of the Schemes' net assets attributable to unitholders. The units are carried at the redemption amount that is payable at the reporting date if the unitholders exercise their right to put the units back to the Schemes.

2 Summary of significant accounting policies (continued)

(d) Net assets attributable to unitholders (continued)

Under AASB 132 *Financial instruments: Presentation*, puttable financial instruments are classified as equity where certain strict criteria are met.

The Schemes classify the net assets attributable to unitholders as equity as they satisfy the following criteria:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Schemes' liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and the class features are identical;
- no contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Schemes, and it is not a contract settled in the Schemes' own equity instrument; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Schemes offering multiple unit classes do not meet the criteria as they have different contractual features. Consequently, these Schemes classify their net assets attributable to unitholders as financial liability.

(e) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash at bank, margin accounts, other short term and highly liquid financial assets with a maturity period of three months or less from the date of acquisition that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown as a liability on the balance sheets.

Margin accounts comprise cash held as collateral for derivative transactions. The cash is held by the broker and is only available to meet margin calls.

(f) Receivables

Receivables include accrued income, application monies receivable and receivables for securities sold. Amounts are generally received within 30 days of being accrued for.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Schemes shall measure the loss allowance on receivables at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Schemes shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance.

The amount of the impairment loss is recognised in profit or loss within other operating expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other operating expenses in profit or loss.

2 Summary of significant accounting policies (continued)

(g) Payables

Payables include accrued expenses and redemption monies owing by the Schemes which are unpaid at the end of the reporting date. Amounts are generally paid within 30 days of being accrued for.

(h) Investment income

Interest income from financial assets at amortised cost is recognised using the effective interest method and includes interest from cash and cash equivalents.

Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities. Other changes in fair value for such instruments are recorded in accordance with the accounting policies described in note 2(c).

Dividend and distribution income from financial assets at fair value through profit or loss is recognised in profit or loss when the Schemes' right to receive payment is established.

(i) Expenses

All expenses, including Responsible Entity's fees, are recognised in profit or loss on an accruals basis.

Dividends declared on securities sold short are recorded as a short selling expense on the ex-dividend date.

Interest expense is recognised in profit or loss as it accrues, using the applicable interest rates on bank overdrafts.

(j) Income tax

The Schemes are not subject to income tax provided the taxable income of the Schemes is attributed in full to their unitholders each financial year either by way of cash or reinvestment. Unitholders are subject to income tax at their own marginal tax rates on amounts attributable to them.

The benefits of franking credits and foreign tax paid are passed on to unitholders, provided certain conditions are met.

(k) Distributions

Distributions are payable as set out in the Schemes' Constitutions. Such distributions are recognised as payable when they are determined by the Responsible Entity of the Schemes.

(l) Changes in net assets attributable to unitholders

Income not distributed from the Schemes offering multiple unit classes is included in net assets attributable to unitholders. Changes in net assets attributable to unitholders are recognised in profit or loss as finance costs attributable to unitholders.

2 Summary of significant accounting policies (continued)

(m) Goods and Services Tax

The Goods and Services Tax (GST) is incurred on the cost of various services provided to the Schemes by third parties. The Schemes qualify for Reduced Input Tax Credit; hence expenses such as Responsible Entity's fees have been recognised in profit or loss net of the amount of GST recoverable from the Australian Taxation Office. Payables are stated with the amount of GST included. The net amount of GST recoverable is included in receivables in the balance sheet. Cash flows are included in the statement of cash flows on a gross basis.

(n) Foreign currency translation

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when fair value was determined. Translation differences on assets and liabilities carried at fair value are reported in profit or loss on a net basis within net gains/(losses) on financial instruments at fair value through profit or loss.

3 Interest Income

	Wholesale Ethical SRI Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Conservative Growth Fund		Wholesale Global Share Fund		Diversified Real Return Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Cash and cash equivalents	1,355	1,596	344	2,892	109	112	844	546	277	179
Debt securities	-	-	-	-	511	509	-	-	10	-
Total	1,355	1,596	344	2,892	620	621	844	546	287	179

4 Net gains/(losses) on financial instruments at fair value through profit or loss

Net gains/(losses) arising from changes in the fair value measurement comprise:

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Net unrealised gains/(losses) on financial instruments at fair value through profit or loss	107	57	6,212	(5,429)	37,172	62,029	(60,115)	8,116	(56,079)	2,297
Net realised gains/(losses) on financial instruments at fair value through profit or loss	215	(148)	(5,895)	8,890	(59,810)	(38,585)	50,949	70,767	2,996	45,895
Net gains/(losses) on financial instruments at fair value through profit or loss	322	(91)	317	3,461	(22,638)	23,444	(9,166)	78,883	(53,083)	48,192
	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Net unrealised gains/(losses) on financial instruments at fair value through profit or loss	(12,642)	31,811	38,560	11,454	2,070	(5,211)	(22,103)	19,226	(27,734)	(3,408)
Net realised gains/(losses) on financial instruments at fair value through profit or loss	10,950	51,533	(128,152)	(73,428)	588	1,764	9,220	125,890	7,679	75,913
Net gains/(losses) on financial instruments at fair value through profit or loss	(1,692)	83,344	(89,592)	(61,974)	2,658	(3,447)	(12,883)	145,116	(20,055)	72,505

4 Net gains/(losses) on financial instruments at fair value through profit or loss (continued)

Net gains/(losses) arising from changes in the fair value measurement comprise:

	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Net unrealised gains/(losses) on financial instruments at fair value through profit or loss	(701)	832	8,211	4,618	1,846	1,789	(4,430)	10,776	(516)	(657)
Net realised gains/(losses) on financial instruments at fair value through profit or loss	(1,737)	(1,258)	1,372	(3,248)	908	(738)	13,052	1,166	(465)	45
Net gains/(losses) on financial instruments at fair value through profit or loss	(2,438)	(426)	9,583	1,370	2,754	1,051	8,622	11,942	(981)	(612)

	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Net unrealised gains/(losses) on financial instruments at fair value through profit or loss	13,807	(25,395)	589	(3,360)	6,470	(2,714)
Net realised gains/(losses) on financial instruments at fair value through profit or loss	33,572	105,087	(1,303)	846	(1,455)	(5,237)
Net gains/(losses) on financial instruments at fair value through profit or loss	47,379	79,692	(714)	(2,514)	5,015	(7,951)

5 Other operating expenses

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Transaction costs	-	-	255	314	-	-	1,602	1,438	2,898	3,114
Sundry expenses	-	4	-	4	-	4	1	185	-	4
Total	-	4	255	318	-	4	1,603	1,623	2,898	3,118

	Wholesale Geared Australian Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Transaction costs	2,551	2,397	5,370	4,809	2,163	1,707	47	39	27	21
Mandate managers fees	-	-	-	-	-	-	51	59	12	16
Sundry expenses	9	12	15	11	-	523	18	4	404	335
Swaps expenses	-	-	-	-	-	-	1,176	1,004	-	-
Total	2,560	2,409	5,385	4,820	2,163	2,230	1,292	1,106	443	372

	Wholesale Balanced Growth Fund		Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Transaction costs	-	-	3,088	2,238	-	-	135	119
Performance fees	-	-	-	435	-	20	-	-
Sundry expenses	-	4	8	3	-	4	33	1,788
Swaps expenses	-	-	-	-	-	-	3,626	-
Total	-	4	3,096	2,676	-	24	3,794	1,907

6 Distributions to unitholders

The distributions for the year were as follows:

	Wholesale Dynamic Fixed Income Fund				Wholesale Income Share Fund			
	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU
	Distributions paid - September	104	0.68	65	0.67	2,336	1.81	1,954
Distributions paid - December	167	0.58	105	0.96	3,341	2.50	1,581	1.28
Distributions paid - March	228	0.80	73	0.60	1,240	0.91	1,314	1.06
Distributions payable - June	353	1.85	107	0.81	2,303	1.73	7,693	6.16
Total distributions	852		350		9,220		12,542	

	Wholesale Australian Share Fund				Wholesale Concentrated Equity Fund			
	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU
	Distributions paid - December	19,700	2.46	19,673	2.03	21,086	3.60	18,832
Distributions payable - June	39,292	5.31	23,971	2.63	77,749	14.00	79,820	12.59
Total distributions	58,992		43,644		98,835		98,652	

	Wholesale Ethical SRI Fund				Wholesale Geared Australian Share Fund			
	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU
	Distributions paid - December	26,380	4.27	19,738	2.91	22,324	9.03	20,035
Distributions payable - June	17,964	3.27	52,095	7.88	54,835	23.27	61,787	25.05
Total distributions	44,344		71,833		77,159		81,822	

6 Distributions to unitholders (continued)

The distributions for the year were as follows:

	Wholesale Industrial Share Fund				Wholesale International Share Fund			
	30 June 2019	30 June 2019	30 June 2018	30 June 2018	30 June 2019	30 June 2019	30 June 2018	30 June 2018
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions paid - September	10,624	0.72	11,701	0.72	-	-	-	-
Distributions paid - December	20,624	1.43	21,305	1.34	-	-	-	-
Distributions paid - March	9,466	0.68	12,460	0.80	-	-	-	-
Distributions payable - June	40,089	3.07	56,134	3.70	2,921	5.54	560	0.93
Total distributions	80,803		101,600		2,921		560	

	Wholesale SHARE-PLUS Long-Short Fund				Wholesale Smaller Companies Fund			
	30 June 2019	30 June 2019	30 June 2018	30 June 2018	30 June 2019	30 June 2019	30 June 2018	30 June 2018
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distributions paid - December	21,300	4.32	20,932	3.67	20,388	2.72	12,498	1.67
Distributions payable - June	33,059	7.68	128,247	24.62	13,292	2.02	76,580	10.50
Total distributions	54,359		149,179		33,680		89,078	

	Wholesale Smaller Companies Fund No.2			
	30 June 2019	30 June 2019	30 June 2018	30 June 2018
	\$'000	CPU	\$'000	CPU
Distributions paid - December	1,947	1.53	1,145	0.93
Distributions payable - June	883	0.71	5,932	4.79
Total distributions	2,830		7,077	

6 Distributions to unitholders (continued)

The distributions for the year were as follows:

	Wholesale Conservative Growth Fund				Wholesale Diversified Growth Fund			
	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU
	Distributions paid - September	800	0.26	361	0.11	189	0.18	130
Distributions paid - December	1,877	0.61	384	0.12	680	0.66	21	0.02
Distributions paid - March	1,813	0.59	2,180	0.68	628	0.62	987	0.90
Distributions payable - June	11,627	3.80	7,637	2.44	5,084	5.22	3,863	3.61
Total distributions	16,117		10,562		6,581		5,001	

	Wholesale Balanced Growth Fund				Wholesale Split Growth Fund			
	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU
	Distributions paid - December	5,139	1.07	8	-	-	-	-
Distributions payable - June	52,575	11.88	41,884	8.24	4,199	12.14	5,069	14.92
Total distributions	57,714		41,892		4,199		5,069	

6 Distributions to unitholders (continued)

The distributions for the year were as follows:

	Wholesale Global Share Fund - Class W				Wholesale Global Share Fund - Class A			
	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU
Distributions paid - December	1,811	0.78	1,443	0.69	103	0.05	-	-
Distributions payable - June	25,997	13.97	65,494	31.73	20,635	9.72	42,095	23.01
Total distributions	27,808		66,937		20,738		42,095	

	Wholesale Global Share Fund Hedged - Class W				Wholesale Global Share Fund Hedged - Class A			
	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU
Distributions paid - December	-	-	25	0.49	-	-	-	-
Distributions payable - June	-	-	1,269	25.56	-	-	4,049	23.59
Total distributions	-		1,294		-		4,049	

	Diversified Real Return Fund - Class W				Diversified Real Return Fund - Class Z			
	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU	30 June 2019 \$'000	30 June 2019 CPU	30 June 2018 \$'000	30 June 2018 CPU
Distributions paid - September	399	0.10	498	0.17	-	0.05	-	-
Distributions paid - December	1,089	0.28	197	0.06	5	0.31	-	-
Distributions paid - March	3,967	0.97	2,450	0.69	23	0.78	-	-
Distributions payable - June	10,347	2.51	11,465	3.12	351	2.43	1	2.87
Total distributions	15,802		14,610		379		1	

7 Net assets attributable to unitholders

The Schemes offering a single unit class classify the net assets attributable to unitholders as equity from 1 July 2017 onwards as the puttable financial instruments satisfy all the criteria set out under AASB 132 (refer to note 2(d)).

Movements in the number of units and net assets attributable to unitholders during the year were as follows:

	Wholesale Dynamic Fixed Income Fund				Wholesale Income Share Fund			
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	Units '000	Units '000	\$'000	\$'000	Units '000	Units '000	\$'000	\$'000
Net assets attributable to unitholders - equity								
Opening balance	13,238	13,035	13,491	13,310	124,945	123,703	152,998	155,325
Applications	22,531	7,066	23,080	7,267	10,653	3,357	12,713	4,441
Redemptions	(16,783)	(6,982)	(17,362)	(7,145)	(12,446)	(9,141)	(14,985)	(11,571)
Units issued upon reinvestment of distributions	108	119	110	122	10,177	7,026	12,044	8,913
Distributions to unitholders	-	-	(852)	(350)	-	-	(9,220)	(12,542)
Profit/(loss)	-	-	1,236	287	-	-	8,903	8,432
Closing balance	19,094	13,238	19,703	13,491	133,329	124,945	162,453	152,998
	Wholesale Australian Share Fund				Wholesale Concentrated Equity Fund			
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	Units '000	Units '000	\$'000	\$'000	Units '000	Units '000	\$'000	\$'000
Net assets attributable to unitholders - equity								
Opening balance	910,028	1,005,696	1,183,346	1,239,398	633,750	649,977	969,553	983,125
Applications	94,907	103,517	120,410	132,893	87,052	76,639	131,637	120,819
Redemptions	(287,517)	(237,376)	(370,516)	(303,703)	(189,187)	(105,622)	(287,750)	(167,112)
Units issued upon reinvestment of distributions	22,327	38,191	27,761	47,974	23,576	12,756	35,283	19,788
Distributions to unitholders	-	-	(58,992)	(43,644)	-	-	(98,835)	(98,652)
Profit/(loss)	-	-	55,780	110,428	-	-	35,419	111,585
Closing balance	739,745	910,028	957,789	1,183,346	555,191	633,750	785,307	969,553

As stipulated within the Schemes' Constitutions, each unit represents a right to an individual unit in the Schemes and does not extend to a right to the underlying assets of the Schemes. There are no separate classes of units and each unit has the same right attaching to it as all other units of the Schemes.

7 Net assets attributable to unitholders (continued)

The Schemes offering a single unit class classify the net assets attributable to unitholders as equity from 1 July 2017 onwards as the puttable financial instruments satisfy all the criteria set out under AASB 132 (refer to note 2(d)).

Movements in the number of units and net assets attributable to unitholders during the year were as follows:

	Wholesale Ethical SRI Fund				Wholesale Geared Australian Share Fund			
	30 June 2019 Units '000	30 June 2018 Units '000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 Units '000	30 June 2018 Units '000	30 June 2019 \$'000	30 June 2018 \$'000
Net assets attributable to unitholders - equity								
Opening balance	661,337	663,212	1,307,065	1,301,681	246,689	254,205	555,474	550,175
Applications	682,784	172,369	182,243	345,517	66,337	72,480	138,237	167,750
Redemptions	(815,294)	(204,000) ¹	(429,641)	(409,794) ¹	(92,953)	(87,226)	(197,552)	(201,690)
Units issued upon reinvestment of distributions	19,854	29,756	37,137	58,822	15,592	7,230	32,442	16,894
Distributions to unitholders	-	-	(44,344)	(71,833)	-	-	(77,159)	(81,822)
Profit/(loss)	-	-	(20,959)	82,672	-	-	43,161	104,167
Closing balance	548,681	661,337	1,031,501	1,307,065	235,665	246,689	494,603	555,474
	Wholesale Industrial Share Fund				Wholesale International Share Fund			
	30 June 2019 Units '000	30 June 2018 Units '000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 Units '000	30 June 2018 Units '000	30 June 2019 \$'000	30 June 2018 \$'000
Net assets attributable to unitholders - equity								
Opening balance	1,516,511	1,611,270	1,994,387	2,100,974	60,327	64,619	126,981	118,917
Applications	188,649	241,745	242,052	320,268	6,361	3,465	13,928	6,920
Redemptions	(411,717)	(349,219)	(529,237)	(462,878)	(14,035)	(7,968)	(30,497)	(15,771)
Units issued upon reinvestment of distributions	11,443	12,715	14,681	16,729	60	211	127	389
Distributions to unitholders	-	-	(80,803)	(101,600)	-	-	(2,921)	(560)
Profit/(loss)	-	-	69,953	120,894	-	-	11,621	17,086
Closing balance	1,304,886	1,516,511	1,711,033	1,994,387	52,713	60,327	119,239	126,981

As stipulated within the Schemes' Constitutions, each unit represents a right to an individual unit in the Schemes and does not extend to a right to the underlying assets of the Schemes. There are no separate classes of units and each unit has the same right attaching to it as all other units of the Schemes.

¹ Included in redemptions for the Wholesale Ethical SRI Fund was an in specie transfer of stock of \$48,506,418 in exchange for 23,460,582 units in the Scheme.

7 Net assets attributable to unitholders (continued)

The Schemes offering a single unit class classify the net assets attributable to unitholders as equity from 1 July 2017 onwards as the puttable financial instruments satisfy all the criteria set out under AASB 132 (refer to note 2(d)).

Movements in the number of units and net assets attributable to unitholders during the year were as follows:

	Wholesale SHARE-PLUS Long-Short Fund				Wholesale Smaller Companies Fund			
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	Units '000	Units '000	\$'000	\$'000	Units '000	Units '000	\$'000	\$'000
Net assets attributable to unitholders - equity								
Opening balance	520,931	523,172	1,393,542	1,376,776	729,646	693,366	868,549	827,842
Applications	72,688	154,872	187,828	427,851	49,314	59,885	56,783	75,413
Redemptions	(172,345)	(161,020)	(446,589)	(447,844)	(189,634)	(101,794)	(218,115)	(128,394)
Units issued upon reinvestment of distributions	9,287	3,907	24,416	10,578	69,733	78,189	80,912	94,225
Distributions to unitholders	-	-	(54,359)	(149,179)	-	-	(33,680)	(89,078)
Profit/(loss)	-	-	23,694	175,360	-	-	6,414	88,541
Closing balance	430,561	520,931	1,128,532	1,393,542	659,059	729,646	760,863	868,549

	Wholesale Smaller Companies Fund No.2				Wholesale Conservative Growth Fund			
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	Units '000	Units '000	\$'000	\$'000	Units '000	Units '000	\$'000	\$'000
Net assets attributable to unitholders - equity								
Opening balance	123,741	111,465	82,735	73,635	313,403	336,886	357,444	379,465
Applications	23,523	27,974	15,140	19,638	59,757	58,829	69,459	67,537
Redemptions	(32,487)	(27,663)	(21,030)	(19,356)	(76,105)	(90,528)	(88,274)	(103,932)
Units issued upon reinvestment of distributions	9,121	11,965	5,929	7,989	8,772	8,216	10,047	9,296
Distributions to unitholders	-	-	(2,830)	(7,077)	-	-	(16,117)	(10,562)
Profit/(loss)	-	-	920	7,906	-	-	25,451	15,640
Closing balance	123,898	123,741	80,864	82,735	305,827	313,403	358,010	357,444

As stipulated within the Schemes' Constitutions, each unit represents a right to an individual unit in the Schemes and does not extend to a right to the underlying assets of the Schemes. There are no separate classes of units and each unit has the same right attaching to it as all other units of the Schemes.

7 Net assets attributable to unitholders (continued)

The Schemes offering multiple unit classes classify the net assets attributable to unitholders as equity from 1 July 2017 onwards as the puttable financial instruments satisfy all the criteria set out under AASB 132 (refer to note 2(d)).

Movements in the number of units and net assets attributable to unitholders during the year were as follows:

	Wholesale Diversified Growth Fund				Wholesale Balanced Growth Fund			
	30 June 2019 Units '000	30 June 2018 Units '000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 Units '000	30 June 2018 Units '000	30 June 2019 \$'000	30 June 2018 \$'000
Net assets attributable to unitholders - equity								
Opening balance	106,901	107,749	122,217	121,398	508,537	512,948	726,746	725,592
Applications	13,392	17,410	15,614	20,083	90,173	44,968	129,549	65,947
Redemptions	(26,139)	(22,043)	(30,468)	(25,518)	(172,413)	(66,355)	(248,922)	(97,235)
Units issued upon reinvestment of distributions	3,152	3,785	3,609	4,282	16,427	16,976	23,394	24,014
Distributions to unitholders	-	-	(6,581)	(5,001)	-	-	(57,714)	(41,892)
Profit/(loss)	-	-	8,823	6,973	-	-	51,625	50,320
Closing balance	97,306	106,901	113,214	122,217	442,724	508,537	624,678	726,746

	Wholesale Split Growth Fund			
	30 June 2019 Units '000	30 June 2018 Units '000	30 June 2019 \$'000	30 June 2018 \$'000
Net assets attributable to unitholders - equity				
Opening balance	33,986	33,489	44,265	44,085
Applications	4,186	4,472	5,632	6,223
Redemptions	(6,042)	(5,270)	(7,992)	(7,305)
Units issued upon reinvestment of distributions	2,470	1,295	3,217	1,705
Distributions to unitholders	-	-	(4,199)	(5,069)
Profit/(loss)	-	-	3,866	4,626
Closing balance	34,600	33,986	44,789	44,265

As stipulated within the Schemes' Constitutions, each unit represents a right to an individual unit in the Schemes and does not extend to a right to the underlying assets of the Schemes. There are no separate classes of units and each unit has the same right attaching to it as all other units of the Schemes.

7 Net assets attributable to unitholders (continued)

The Schemes offering a single unit class classify the net assets attributable to unitholders as financial liability as the puttable financial instruments do not satisfy all the criteria set out under AASB 132

Movements in the number of units and net assets attributable to unitholders during the year were as follows:

	Wholesale Global Share Fund				Wholesale Global Share Fund Hedged			
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	Units '000	Units '000	\$'000	\$'000	Units '000	Units '000	\$'000	\$'000
Net assets attributable to unitholders - liability								
Opening balance	389,295	354,733	551,292	524,743	22,124	15,335	23,120	17,820
Applications	44,267	79,832	58,281	123,129	1,924	7,189	1,993	8,970
Redemptions	(103,095)	(62,167)	(152,435)	(100,281)	(3,451)	(434)	(3,610)	(536)
Units issued upon reinvestment of distributions	67,967	16,897	98,342	25,709	1,031	34	1,081	40
Changes in net assets attributable to unitholders	-	-	12,881	(22,008)	-	-	1,309	(3,174)
Closing balance	398,434	389,295	568,361	551,292	21,628	22,124	23,893	23,120

Net assets attributable to unitholders - liability

	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	Units '000	Units '000	\$'000	\$'000
Opening balance	367,508	271,375	392,436	288,681
Applications	125,492	131,660	135,108	143,262
Redemptions	(74,538)	(42,880)	(80,788)	(46,544)
Units issued upon reinvestment of distributions	8,187	7,353	8,778	7,858
Changes in net assets attributable to unitholders	-	-	7,184	(821)
Closing balance	426,649	367,508	462,718	392,436

	Diversified Real Return Fund			
	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	Units '000	Units '000	\$'000	\$'000
Opening balance	367,508	271,375	392,436	288,681
Applications	125,492	131,660	135,108	143,262
Redemptions	(74,538)	(42,880)	(80,788)	(46,544)
Units issued upon reinvestment of distributions	8,187	7,353	8,778	7,858
Changes in net assets attributable to unitholders	-	-	7,184	(821)
Closing balance	426,649	367,508	462,718	392,436

As stipulated within the Schemes' Constitutions, each unit represents a right to an individual unit in the Schemes and does not extend to a right to the underlying assets of the Schemes. There are no separate classes of units and each unit has the same right attaching to it as all other units of the Schemes except for the Wholesale Global Share Fund, Wholesale Global Share Fund Hedged and Diversified Real Return Fund which have two classes of units in the Schemes - Class W for wholesale investors, Class A or Class Z for retail investors.

Capital risk management

The Schemes consider their net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Schemes are subject to daily applications and daily redemptions at the discretion of unitholders.

Applications and redemptions are reviewed relative to the liquidity of the Schemes' underlying assets on a daily basis by the Responsible Entity. Under the terms of the Schemes' Constitutions, the Responsible Entity has the discretion to reject an application and to defer or adjust a redemption if the exercise of such discretion is in the best interests of unitholders.

8 Financial assets at fair value through profit or loss

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Mandatorily at fair value through profit or loss (2018: Held for trading)										
Futures	-	-	-	-	-	-	-	-	115	-
Mandatorily at fair value through profit or loss (2018: Designated at fair value through profit or loss)										
Equities	-	-	153,300	150,351	-	-	827,263	989,091	935,990	1,226,231
Unlisted unit trusts	19,029	12,129	15	-	954,791	1,147,513	35,682	35,029	-	-
Total financial assets at fair value through profit or loss	19,029	12,129	153,315	150,351	954,791	1,147,513	862,945	1,024,120	936,105	1,226,231
	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Mandatorily at fair value through profit or loss (2018: Held for trading)										
Futures	-	274	-	-	-	-	-	-	-	-
Options	-	-	-	-	-	-	256	-	-	-
Foreign exchange forward contracts	-	-	-	-	-	-	58	-	-	-
Mandatorily at fair value through profit or loss (2018: Designated at fair value through profit or loss)										
Equities	1,213,977	1,299,959	-	-	-	-	1,282,784	1,615,884	657,007	857,013
Unlisted unit trusts	-	-	1,626,733	1,906,571	112,407	106,082	100	100	132,579	70,016
Total financial assets at fair value through profit or loss	1,213,977	1,300,233	1,626,733	1,906,571	112,407	106,082	1,283,198	1,615,984	789,586	927,029

8 Financial assets at fair value through profit or loss (continued)

	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Mandatorily at fair value through profit or loss (2018: Held for trading)										
Futures	-	-	300	131	105	31	-	-	-	-
Options	-	-	435	1,372	191	631	-	-	-	-
Foreign exchange forward contracts	-	-	228	107	116	24	-	-	-	-
Mandatorily at fair value through profit or loss (2018: Designated at fair value through profit or loss)										
Equities	-	-	14,205	14,801	5,641	7,334	-	-	-	-
Debt securities	-	-	13,839	19,469	3,927	4,988	-	-	-	-
Unlisted unit trusts	80,341	81,473	326,992	313,361	101,819	105,223	643,282	736,514	44,269	44,211
Total financial assets at fair value through profit or loss	80,341	81,473	355,999	349,241	111,799	118,231	643,282	736,514	44,269	44,211

8 Financial assets at fair value through profit or loss (continued)

	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Mandatorily at fair value through profit or loss (2018: Held for trading)						
Futures	-	-	-	-	904	747
Options	110	527	-	-	1,161	3,739
Foreign exchange forward contracts	320	-	127	16	1,193	100
Mandatorily at fair value through profit or loss (2018: Designated at fair value through profit or loss)						
Equities	535,527	590,120	-	-	59,474	52,455
Unlisted unit trusts	-	-	21,880	24,198	391,021	321,796
Total financial assets at fair value through profit or loss	535,957	590,647	22,007	24,214	453,753	378,837

9 Financial liabilities at fair value through profit or loss

	Wholesale Ethical SRI Fund		Wholesale Geared Australian Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Conservative Growth Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Mandatorily at fair value through profit or loss (2018: Held for trading)								
Futures	-	14	27	-	-	-	677	249
Options	-	-	-	-	-	-	-	350
Swaps	-	-	-	-	-	-	3,089	3,687
Foreign exchange forward contracts	-	-	-	-	45	-	78	9
Mandatorily at fair value through profit or loss (2018: Designated at fair value through profit or loss)								
Equity securities sold short	-	-	-	-	252,733	289,237	-	-
Total financial liabilities at fair value through profit or loss	-	14	27	-	252,778	289,237	3,844	4,295

	Wholesale Diversified Growth Fund		Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Mandatorily at fair value through profit or loss (2018: Held for trading)								
Futures	228	61	-	-	-	-	1,425	1,709
Options	-	168	-	-	-	-	-	1,124
Swaps	1,018	1,215	-	-	-	-	8,687	8,480
Foreign exchange forward contracts	38	75	284	-	21	682	217	583
Total financial liabilities at fair value through profit or loss	1,284	1,519	284	-	21	682	10,329	11,896

10 Receivables

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Dividends/distributions receivable	351	123	758	1,191	42,289	59,803	1,619	5,214	3,720	11,804
Interest receivable	-	-	-	-	-	-	-	1	4	5
Applications receivable	42	70	-	-	129	239	498	1,101	527	1,589
Other receivables	-	-	44	45	-	-	125	245	314	340
Total receivables	393	193	802	1,236	42,418	60,042	2,242	6,561	4,565	13,738

	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Dividends/distributions receivable	2,205	7,577	124,721	144,169	9,867	21,569	3,185	8,537	1,743	1,998
Interest receivable	194	74	-	-	-	-	36	105	-	1
Applications receivable	439	527	460	956	13	8	1,163	1,423	493	593
Other receivables	193	303	229	260	28	29	244	447	136	246
Total receivables	3,031	8,481	125,410	145,385	9,908	21,606	4,628	10,512	2,372	2,838

10 Receivables (continued)

	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Dividends/distributions receivable	1,406	7,194	11,153	9,859	4,526	4,679	33,971	32,116	4,759	5,159
Interest receivable	-	-	-	-	-	-	-	-	-	-
Applications receivable	27	66	431	184	128	127	97	111	13	46
Other receivables	-	-	22	30	8	11	-	-	9	10
Total receivables	1,433	7,260	11,606	10,073	4,662	4,817	34,068	32,227	4,781	5,215

	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Dividends/distributions receivable	472	510	1,922	4,922	13,736	16,186
Interest receivable	2	1	-	-	-	-
Applications receivable	629	269	1	-	1,208	459
Other receivables	587	737	5	6	35	35
Total receivables	1,690	1,517	1,928	4,928	14,979	16,680

11 Payables

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Responsible Entity's fees payable	-	-	143	138	-	-	837	1,003	1,107	1,393
Redemptions payable	14	13	364	51	778	819	692	1,164	1,839	7,737
Other payables	-	-	-	-	-	-	-	20	-	-
Total payables	14	13	507	189	778	819	1,529	2,187	2,946	9,130

	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Responsible Entity's fees payable	1,212	1,311	461	479	131	139	1,457	1,834	854	1,041
Redemptions payable	1,103	1,691	2,055	2,617	66	207	2,173	1,589	1,040	963
Other payables	-	-	-	-	-	-	298	1,091	-	-
Total payables	2,315	3,002	2,516	3,096	197	346	3,928	4,514	1,894	2,004

11 Payables (continued)

	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Responsible Entity's fees payable	-	-	149	141	50	54	-	-	46	46
Redemptions payable	-	52	460	1,002	666	180	865	307	10	27
Total payables	-	52	609	1,143	716	234	865	307	56	73

	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Responsible Entity's fees payable	280	263	18	22	202	161
Performance fees payable	-	-	-	-	12	-
Redemptions payable	1,558	820	-	-	282	147
Other payables	-	6	-	-	-	-
Total payables	1,838	1,089	18	22	496	308

12 Borrowings and interest payables

	Wholesale Geared Australian Share Fund	
	30 June 2019 \$'000	30 June 2018 \$'000
Bank overdraft	641,462	687,669
Loan interest payable	929	1,387
Total borrowings and interest payables	642,391	689,056

The carrying amount of the bank overdraft represents amount drawn under a cash advance facility, which approximates the fair value. This arrangement is available for Wholesale Geared Australian Share Fund for the purpose of gearing the investments of the Scheme.

13 Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
(a) Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities										
Operating profit/(loss)	1,236	287	8,903	8,432	55,780	110,428	35,419	111,585	(20,958)	82,672
(Increase)/decrease in dividends/distributions receivable	(228)	39	433	(280)	17,514	18,726	3,596	321	8,084	(3,775)
(Increase)/decrease in interest receivable	-	-	-	1	-	-	1	(1)	1	-
(Increase)/decrease in other receivables	-	-	1	1	-	-	119	(11)	26	30
Increase/(decrease) in payables	-	-	5	(3)	-	-	(166)	(1)	(286)	(42)
Net (gains)/losses on financial instruments at fair value through profit or loss	(322)	91	(317)	(3,461)	22,638	(23,444)	9,166	(78,883)	53,083	(48,192)
Net foreign exchange (gains)/losses	-	-	-	-	-	-	40	38	323	165
Net cash inflow/(outflow) from operating activities	686	417	9,025	4,690	95,932	105,710	48,175	33,048	40,273	30,858
(b) Components of cash and cash equivalents										
Cash at the end of the year as shown in the statements of cash flows is reconciled to the balance sheets as follows:										
Cash at bank	648	1,289	14,721	8,620	-	-	2,582	15,739	110,130	120,519
Margin accounts	-	-	43	43	-	-	-	-	328	138
Total cash and cash equivalents	648	1,289	14,764	8,663	-	-	2,582	15,739	110,458	120,657
(c) Non-cash financing activities										
During the year, the following distribution payments were satisfied by the issue of units under the distribution reinvestment plans	110	122	12,044	8,913	27,761	47,974	35,283	19,788	37,137	58,822
(d) Non-cash investing activities										
During the year ended 30 June 2018, an in specie transfer of stock occurred in relation to a transfer of 23,460,582 units between the classes of the Scheme	-	-	-	-	-	-	-	-	-	48,506

13 Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities (continued)

	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
(a) Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities										
Operating profit/(loss)	57,900	120,425	69,953	120,894	11,621	17,086	23,817	175,362	6,414	88,541
(Increase)/decrease in dividends/distributions receivable	5,372	(577)	19,448	(30,949)	11,702	(15,223)	5,352	(744)	255	542
(Increase)/decrease in interest receivable	(120)	(73)	-	-	-	-	69	135	1	(1)
(Increase)/decrease in other receivables	110	(66)	31	43	1	(2)	203	(175)	110	2
Increase/(decrease) in payables	(99)	(155)	(18)	39	(8)	6	(1,170)	76	(187)	39
Net (gains)/losses on financial instruments at fair value through profit or loss	1,692	(83,344)	89,592	61,974	(2,658)	3,447	12,883	(145,116)	20,055	(72,505)
Net foreign exchange (gains)/losses	87	49	-	-	-	-	540	620	-	-
Net cash inflow/(outflow) from operating activities	64,942	36,259	179,006	152,001	20,658	5,314	41,694	30,158	26,648	16,618
(b) Components of cash and cash equivalents										
Cash at the end of the year as shown in the statements of cash flows is reconciled to the balance sheets as follows:										
Bank overdraft	(641,462)	(687,669)	-	-	-	-	-	-	-	-
Cash at bank	4,527	4,237	-	-	-	-	134,430	191,697	3,464	15,347
Margin accounts	127	725	-	-	-	-	1,792	971	-	-
Total cash and cash equivalents/(bank overdraft)	(636,808)	(682,707)	-	-	-	-	136,222	192,668	3,464	15,347
(c) Non-cash financing activities										
During the year, the following distribution payments were satisfied by the issue of units under the distribution reinvestment plans	32,442	16,894	14,681	16,729	127	389	24,416	10,578	80,912	94,225
(d) Reconciliation of liabilities arising from financing activities										
Bank overdraft at the beginning of the year	687,669	729,871	-	-	-	-	-	-	-	-
Cash flows	(46,207)	(42,202)	-	-	-	-	-	-	-	-
Bank overdraft at the end of the year	641,462	687,669	-	-	-	-	-	-	-	-

13 Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities (continued)

	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
(a) Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities										
Operating profit/(loss)	920	7,906	25,462	15,696	8,828	6,995	51,625	50,320	3,866	4,626
(Increase)/decrease in dividends/distributions receivable	5,788	1,758	(1,294)	(1,070)	153	(649)	(1,855)	10,070	400	(2,422)
(Increase)/decrease in interest receivable	-	-	-	-	-	-	-	-	-	-
(Increase)/decrease in other receivables	-	-	8	1	3	-	-	-	1	(1)
Increase/(decrease) in payables	-	-	8	(21)	(4)	(1)	-	-	-	1
Net (gains)/losses on financial instruments at fair value through profit or loss	2,438	426	(9,583)	(1,370)	(2,754)	(1,051)	(8,622)	(11,942)	981	612
Net foreign exchange (gains)/losses	-	-	(113)	(145)	(56)	(57)	-	-	-	-
Net cash inflow/(outflow) from operating activities	9,146	10,090	14,488	13,091	6,170	5,237	41,148	48,448	5,248	2,816
(b) Components of cash and cash equivalents										
Cash at the end of the year as shown in the statements of cash flows is reconciled to the balance sheets as follows:										
Cash at bank	-	-	2,307	6,251	1,939	3,030	-	-	-	-
Margin accounts	-	-	4,178	4,683	1,548	1,625	-	-	-	-
Total cash and cash equivalents	-	-	6,485	10,934	3,487	4,655	-	-	-	-
(c) Non-cash financing activities										
During the year, the following distribution payments were satisfied by the issue of units under the distribution reinvestment plans	5,929	7,989	10,047	9,296	3,609	4,282	23,394	24,014	3,217	1,705

13 Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities (continued)

	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
(a) Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities						
Operating profit/(loss)	61,493	87,082	1,309	2,169	23,376	13,865
(Increase)/decrease in dividends/distributions receivable	38	(77)	3,000	(3,919)	2,450	(8,236)
(Increase)/decrease in interest receivable	(1)	-	-	-	-	-
(Increase)/decrease in other receivables	150	(382)	1	6	-	(11)
Increase/(decrease) in payables	17	(318)	(4)	(19)	53	44
Net (gains)/losses on financial instruments at fair value through profit or loss	(47,379)	(79,692)	714	2,514	(5,015)	7,951
Net foreign exchange (gains)/losses	(2,085)	(2,221)	(190)	110	(359)	(345)
Net cash inflow/(outflow) from operating activities	12,233	4,392	4,830	861	20,505	13,268
(b) Components of cash and cash equivalents						
Cash at the end of the year as shown in the statements of cash flows is reconciled to the balance sheets as follows:						
Cash at bank	79,469	85,048	-	-	2,832	6,026
Margin accounts	(1)	1,205	-	-	12,677	13,693
Total cash and cash equivalents	79,468	86,253	-	-	15,509	19,719
(c) Non-cash financing activities						
During the year, the following distribution payments were satisfied by the issue of units under the distribution reinvestment plans	98,342	25,709	1,081	40	8,778	7,858

14 Remuneration of auditors

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Amount received or due and receivable by KPMG: Audit and review of financial report and compliance plan	13,966	13,274	18,472	17,843	13,966	13,504	24,099	23,300	24,099	23,300

	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Amount received or due and receivable by KPMG: Audit and review of financial report and compliance plan	24,099	23,300	13,966	13,504	13,966	13,504	24,099	23,300	24,099	23,300

14 Remuneration of auditors (continued)

	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Amount received or due and receivable by KPMG: Audit and review of financial report and compliance plan	10,924	10,553	22,893	19,351	22,893	19,351	13,966	13,504	10,924	10,553

	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$	\$	\$	\$	\$	\$
Amount received or due and receivable by KPMG: Audit and review of financial report and compliance plan	26,297	25,431	15,880	15,330	23,577	22,876

Audit fees were paid or payable by the Responsible Entity.

15 Related party transactions

Responsible Entity

The Responsible Entity of the Perpetual Wholesale Funds is Perpetual Investment Management Limited (ABN 18 000 866 535), a wholly owned subsidiary of Perpetual Limited (ACN 000 431 827).

The Schemes do not employ personnel in their own right. However, they are required to have an incorporated Responsible Entity to manage the activities of the Schemes and this is considered the key management personnel.

Key management personnel

(a) Directors

The directors of Perpetual Investment Management Limited during the financial year or since the end of the year and up to the date of this report were as follows:

D Lane (appointed 20 April 2017)

C Green (appointed 17 October 2018)

R Adams (appointed 17 October 2018)

G Larkins (appointed 7 January 2013, resigned 12 October 2018)

M Smith (appointed 3 November 2016, resigned 17 October 2018)

G Foster (appointed 25 January 2013, resigned 12 October 2018, Alternate for G Larkins)

(b) Other key management personnel

There were no other persons with responsibility for planning, directing and controlling the activities of the Schemes, directly or indirectly, during or since the end of the financial year.

Key management personnel unitholdings

From time to time directors of the Responsible Entity, or their related entities, may invest in or withdraw from the Schemes. These investments or withdrawals are on the same terms and conditions as those entered into by other unitholders of the Schemes.

There were no material balances involving key management personnel's interests in the Schemes at the reporting date.

15 Related party transactions (continued)

Transactions with key management personnel

Key management personnel services are provided by Perpetual Investment Management Limited and included in the Responsible Entity's fees. There is no separate charge for these services. There was no compensation paid directly by the Schemes to any of the key management personnel during the year.

The Schemes have not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel or their personally related entities at any time during the reporting period.

Responsible Entity's fees and other transactions

Under the terms of the Schemes' Constitutions (as amended), the Responsible Entity is entitled to receive management fees calculated by reference to the net asset value of the relevant unit classes of the Schemes offering, multi units classes or the net asset values of the Schemes offering a single unit class (except for the Wholesale Geared Australian Share Fund and Wholesale SHARE-PLUS Long-Short Fund which is a percentage of the gross asset value and sum of the long and short positions respectively). Where the Schemes invest into other Schemes, the Responsible Entity's Fees are calculated after rebating management fees charged by the underlying Schemes.

Schemes	Responsible Entity's fees % p.a.
Wholesale Dynamic Fixed Income Fund	0.550
Wholesale Income Share Fund	0.990
Wholesale Australian Share Fund	0.990
Wholesale Concentrated Equity Fund	1.100
Wholesale Ethical SRI Fund	1.175
Wholesale Geared Australian Share Fund	1.170
Wholesale Industrial Share Fund	0.990
Wholesale International Share Fund	1.226
Wholesale SHARE-PLUS Long-Short Fund	0.990
Wholesale Smaller Companies Fund	1.250
Wholesale Smaller Companies Fund No. 2	1.250
Wholesale Conservative Growth Fund	0.900
Wholesale Diversified Growth Fund	0.960
Wholesale Balanced Growth Fund	1.040
Wholesale Split Growth Fund	1.160
Wholesale Global Share Fund - Class W	0.000
Wholesale Global Share Fund - Class A	1.100
Wholesale Global Share Fund Hedged - Class W	0.000
Wholesale Global Share Fund Hedged - Class A	1.100
Diversified Real Return Fund - Class W	0.850
Diversified Real Return Fund - Class Z	0.350

15 Related party transactions (continued)

Responsible Entity's fees and other transactions (continued)

The Responsible Entity is also entitled to receive performance fees. The Wholesale SHARE-PLUS Long-Short Fund has a performance fee of 13.98% p.a. of the difference between the Scheme's daily return and its performance hurdle multiplied by the Scheme's adjusted net asset value subject to the conditions in the offer document being met. The Perpetual Wholesale Global Share Fund (Class A) and the Perpetual Wholesale Global Share Fund Hedged (Class A) have a performance fee of 15% between the unit class' daily return and their performance hurdle multiplied by the unit class' adjusted net asset value subject to the conditions in the offer document being met. The Perpetual Diversified Real Return Fund (Class Z) has a performance fee of 10% between the unit class' daily return and its performance hurdle multiplied by the unit class' adjusted net asset value subject to the conditions in the offer document being met.

The transactions during the year and amounts payable/receivable at the reporting date between the Schemes and the Responsible Entity were as follows:

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Responsible Entity's fees paid and payable	2,667	3,867	1,542,746	1,586,419	1	1	9,752,950	11,354,260	13,723,006	16,169,750
Fees payable to the Responsible Entity	4	357	143,213	138,462	-	-	837,492	1,003,205	1,107,208	1,392,650
Responsible Entity's rebates received and receivable	120	-	-	-	3,624	5,945	-	-	-	-
Rebates receivable from the Responsible Entity	56	-	-	-	-	-	-	-	-	-

	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Responsible Entity's fees paid and payable	13,655,914	14,810,098	18,248,578	20,877,946	1,502,078	1,519,786	17,405,661	19,946,258	10,695,867	11,757,490
Fees payable to the Responsible Entity	1,211,569	1,310,866	460,737	478,754	131,365	138,838	1,456,812	1,834,337	853,998	1,040,827

15 Related party transactions (continued)

Responsible Entity's fees and other transactions (continued)

The transactions during the year and amounts payable/receivable at the reporting date between the Schemes and the Responsible Entity were as follows:

	Wholesale Smaller Companies Fund No.2		Wholesale Conservative Growth Fund		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Responsible Entity's fees paid and payable	-	-	1,561,663	1,641,900	573,536	614,234	2	1	499,033	509,827
Fees payable to the Responsible Entity	-	-	149,098	140,614	49,752	54,293	-	-	46,759	46,231
Responsible Entity's rebates received and receivable	607	794	-	-	-	-	7,157	8,033	-	-
	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund					
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Responsible Entity's fees paid and payable	2,960,784	2,630,758	207,897	200,430	2,038,195	1,658,615				
Fees payable to the Responsible Entity	280,143	262,672	17,889	21,511	201,561	160,881				
Responsible Entity's rebates received and receivable	-	-	-	-	57,012	4				
Rebates receivable from the Responsible Entity	-	-	-	-	5,474	4				
Performance fees paid and payable	-	434,995	-	-	10,800	18				
Performance fees payable to the Responsible Entity	-	-	-	20,317	11,602	18				

15 Related party transactions (continued)

Related party unitholdings

Parties related to the Schemes (including the Responsible Entity, its related parties and other schemes managed by the Responsible Entity) held units in the Schemes as follows:

	Number of units held 30 June 2019 '000	Interest held 30 June 2019 %	Number of units acquired 30 June 2019 '000	Number of units disposed 30 June 2019 '000	Distributions paid/payable 30 June 2019 \$'000	Number of units held 30 June 2018 '000	Interest held 30 June 2018 %	Number of units acquired 30 June 2018 '000	Number of units disposed 30 June 2018 '000	Distributions paid/payable 30 June 2018 \$'000
Wholesale Dynamic Fixed Income Fund										
Unitholders										
Perpetual Limited	2,553	13.4	-	-	100	2,553	19.3	-	-	78
Perpetual WealthFocus Investment Advantage Fund	2,277	11.9	1,688	1,036	83	1,625	12.3	2,103	1,341	46
Wholesale Income Share Fund										
Unitholder										
The Trust Company Philanthropy Fund	110,795	83.1	17,985	8,296	7,654	101,106	80.9	8,493	6,377	10,116
Wholesale Australian Share Fund										
Unitholder										
Perpetual Super Wrap	676	0.1	27	2	52	651	0.1	651	-	30

15 Related party transactions (continued)

Related party unitholdings (continued)

Parties related to the Schemes (including the Responsible Entity, its related parties and other schemes managed by the Responsible Entity) held units in the Schemes as follows:

	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions
	units held	held	units	units	paid/payable	units held	held	units	units	paid/payable
Wholesale Concentrated Equity Fund	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000
Unitholders										
Perpetual WealthFocus Investment Advantage Fund	22,457	4.0	4,716	5,152	3,968	22,893	3.6	3,926	6,700	3,589
Perpetual's Select Superannuation Fund	9,919	1.8	1,939	1,765	1,754	9,745	1.5	1,313	2,039	1,524
Perpetual Super Wrap	669	0.1	57	99	120	711	0.1	135	22	109
Wholesale Ethical SRI Fund	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions
	units held	held	units	units	paid/payable	units held	held	units	units	paid/payable
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000
Unitholders										
Perpetual Limited	182	0.3	19	202	14	365	0.1	199	-	29
Perpetual WealthFocus Investment Advantage Fund	32,477	5.9	6,464	10,639	2,572	36,652	5.5	9,594	12,076	4,062
Perpetual Super Wrap	745	0.1	105	138	55	778	0.1	69	82	84

15 Related party transactions (continued)

Related party unitholdings (continued)

Parties related to the Schemes (including the Responsible Entity, its related parties and other schemes managed by the Responsible Entity) held units in the Schemes as follows:

Wholesale Geared Australian Share Fund	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions
	units held	held	units	units	paid/payable					
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000
Unitholder										
Perpetual WealthFocus Investment Advantage Fund	49,862	21.2	21,875	20,132	16,112	48,119	19.5	15,247	18,155	15,986
Perpetual Limited	-	-	6,937	6,937	-	-	-	-	-	-
Wholesale Industrial Share Fund										
	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions
	units held	held	units	units	paid/payable					
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000
Unitholders										
Perpetual Limited	-	-	-	-	-	-	-	8	279	-
Perpetual Super Wrap	109	-	2	-	6	107	-	15	63	7

15 Related party transactions (continued)

Related party unitholdings (continued)

Parties related to the Schemes (including the Responsible Entity, its related parties and other schemes managed by the Responsible Entity) held units in the Schemes as follows:

	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions	
	units held	held	units	units	paid/payable		units held	held	units	units	paid/payable
	30 June	30 June	30 June	30 June	30 June		30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018	
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000	
Wholesale SHARE-PLUS Long-Short Fund											
Unitholders											
Perpetual Limited	266	0.1	33	71	32	304	0.1	21	172	86	
Perpetual WealthFocus Investment Advantage Fund	21,512	5.0	8,635	6,636	2,619	19,513	3.7	8,585	5,133	5,481	
Perpetual Super Wrap	13	-	3	12	2	22	-	38	30	7	
Wholesale Smaller Companies Fund											
Unitholders											
Perpetual Balanced Growth Fund No.2	20,650	3.1	4,060	18,742	1,418	35,332	4.8	4,743	4,738	4,316	
Perpetual WealthFocus Investment Advantage Fund	306,075	46.4	48,688	53,204	14,884	310,591	42.6	55,749	43,318	37,886	
Perpetual Wholesale Conservative Growth Fund	2,819	0.4	589	2,846	207	5,076	0.7	606	-	616	
Perpetual Wholesale Diversified Growth Fund	1,294	0.2	2,448	4,098	101	2,944	0.4	352	-	357	
Perpetual Diversified Real Return Fund	9,327	1.4	1,285	3,026	516	11,068	1.5	3,262	-	1,331	
Perpetual Wholesale Smaller Companies Fund No.2	69,696	10.6	21,071	19,921	3,357	68,546	9.4	22,580	15,967	8,335	
Perpetual's Pooled Superannuation Trust	5,075	0.8	655	1,363	256	5,783	0.8	806	1,000	7,125	
Perpetual Super Wrap	820	0.1	83	-	38	737	0.1	678	2	89	

15 Related party transactions (continued)

Related party unitholdings (continued)

Parties related to the Schemes (including the Responsible Entity, its related parties and other schemes managed by the Responsible Entity) held units in the Schemes as follows:

Wholesale Conservative Growth Fund	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions
	units held	held	units	units	paid/payable					
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000
Unitholders										
Perpetual WealthFocus Investment Advantage Fund	19,135	6.3	2,893	3,863	1,011	20,105	6.4	2,504	4,224	675
Perpetual Super Wrap	1,259	0.4	14	8	66	1,253	0.4	14	27	42
Perpetual WealthFocus Superannuation Fund	63,817	20.9	13,988	20,465	3,390	70,294	22.4	14,007	20,738	2,387
Wholesale Diversified Growth Fund										
	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions
	units held	held	units	units	paid/payable					
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000
Unitholders										
Perpetual WealthFocus Investment Advantage Fund	7,751	8.0	1,657	1,520	521	7,614	7.1	1,930	985	350
Perpetual Super Wrap	288	0.3	-	-	19	288	0.3	-	27	14
Perpetual WealthFocus Superannuation Fund	42,190	43.4	5,813	14,907	2,886	51,284	48.0	8,239	13,047	2,417

15 Related party transactions (continued)

Related party unitholdings (continued)

Parties related to the Schemes (including the Responsible Entity, its related parties and other schemes managed by the Responsible Entity) held units in the Schemes as follows:

	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions
	units held	held	units	units	paid/payable	units held	held	units	units	paid/payable
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000
Wholesale Balanced Growth Fund										
Unitholder										
Perpetual Superannuation Limited	13,764	3.1	850	-	1,781	12,914	2.5	809	-	1,064
Wholesale Split Growth Fund										
Unitholder										
Perpetual WealthFocus Investment Advantage Fund	18,007	52.0	4,236	3,261	2,186	17,032	50.1	3,198	3,089	2,540

15 Related party transactions (continued)

Related party unitholdings (continued)

Parties related to the Schemes (including the Responsible Entity, its related parties and other schemes managed by the Responsible Entity) held units in the Schemes as follows:

Wholesale Global Share Fund	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions
	units held	held	units	units	paid/payable	units held	held	units	units	paid/payable
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000
Unitholders - Class W										
Perpetual Balanced Growth Fund No.2	58,459	16.5	11,535	8,279	8,652	55,203	15.8	9,725	3,525	17,860
Perpetual Diversified Real Return Fund	24,180	6.8	4,646	-	3,560	19,534	5.6	11,096	-	6,296
Perpetual Private Investment Funds - International Share Fund	-	-	6,354	36,791	261	30,437	8.7	2,666	17,377	9,961
Perpetual Wholesale Conservative Growth Fund	6,712	1.9	1,315	884	996	6,281	1.8	1,269	-	2,030
Perpetual Wholesale Diversified Growth Fund	3,687	1.0	751	650	549	3,586	1.0	661	553	1,162
Perpetual Wholesale Global Share Fund Hedged	13,759	3.9	5,061	6,812	2,041	15,510	4.4	8,143	3,802	5,016
Perpetual Wholesale International Share Fund	70,649	19.9	17,181	14,502	10,465	67,970	19.4	7,537	10,199	22,057
Perpetual Wholesale Split Growth Fund	8,693	2.4	2,613	1,789	1,283	7,869	2.2	1,457	1,896	2,555
Unitholders - Class A										
Perpetual Limited	710	0.3	426	282	69	566	0.3	301	118	130
Perpetual's International Share Fund	124,097	58.5	32,451	18,493	12,123	110,139	60.2	16,586	17,117	25,348
Wholesale Global Share Fund Hedged										
	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions
	units held	held	units	units	paid/payable	units held	held	units	units	paid/payable
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000
Unitholders - Class W										
Perpetual Limited	4,964	23.1	-	-	-	4,964	22.7	-	-	1,293
Unitholders - Class A										
Perpetual Limited	4,964	29.8	-	-	-	4,964	28.9	-	-	1,171

15 Related party transactions (continued)

Related party unitholdings (continued)

Parties related to the Schemes (including the Responsible Entity, its related parties and other schemes managed by the Responsible Entity) held units in the Schemes as follows:

Diversified Real Return Fund	Number of	Interest	Number of	Number of	Distributions	Number of	Interest	Number of	Number of	Distributions
	units held	held	units	units	paid/payable					
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018
	'000	%	'000	'000	\$'000	'000	%	'000	'000	\$'000
Unitholders - Class W										
Perpetual Limited	648	0.2	38	401	25	1,011	0.3	416	-	40
Perpetual Balanced Growth Fund No.2	108,129	25.4	4,790	13,943	4,191	117,282	31.9	4,761	10,199	4,747
Perpetual WealthFocus Investment Advantage Fund	16,424	3.9	11,041	2,734	603	8,117	2.2	5,013	1,761	320
Perpetual Wholesale Conservative Growth Fund	33,950	8.0	1,501	4,422	1,310	36,871	10.0	1,423	905	1,487
Perpetual Wholesale Diversified Growth Fund	11,293	2.7	490	1,145	436	11,948	3.3	1,378	1,189	482

15 Related party transactions (continued)

Investments

The Schemes held investments in the following schemes which are also managed by the Responsible Entity or its related parties:

	Number of units held 30 June 2019 '000	Fair value of investments 30 June 2019 \$'000	Interest held 30 June 2019 %	Number of units acquired 30 June 2019 '000	Number of units disposed 30 June 2019 '000	Distributions received/ receivable 30 June 2019 \$'000	Number of units held 30 June 2018 '000	Fair value of investments 30 June 2018 \$'000	Interest held 30 June 2018 %	Number of units acquired 30 June 2018 '000	Number of units disposed 30 June 2018 '000	Distributions received/ receivable 30 June 2018 \$'000
Wholesale Dynamic Fixed Income Fund												
Investments												
Perpetual Active Fixed Interest Fund	6,889	7,266	1.8	8,743	6,752	464	4,898	4,980	1.4	3,322	3,911	124
Perpetual Diversified Income Fund	12,179	11,762	0.9	11,741	6,963	438	7,401	7,149	0.6	4,209	4,244	250

	Number of units held 30 June 2019 '000	Fair value of investments 30 June 2019 \$'000	Interest held 30 June 2019 %	Number of units acquired 30 June 2019 '000	Number of units disposed 30 June 2019 '000	Distributions received/ receivable 30 June 2019 \$'000	Number of units held 30 June 2018 '000	Fair value of investments 30 June 2018 \$'000	Interest held 30 June 2018 %	Number of units acquired 30 June 2018 '000	Number of units disposed 30 June 2018 '000	Distributions received/ receivable 30 June 2018 \$'000
Wholesale Australian Share Fund												
Investment												
Perpetual Australian Share Fund	203,959	954,791	66.2	42,441	78,161	78,414	239,679	1,147,513	70.6	42,112	60,999	86,982

15 Related party transactions (continued)

Investments (continued)

The Schemes held investments in the following schemes which are also managed by the Responsible Entity or its related parties:

	Number of units held 30 June 2019 '000	Fair value of investments 30 June 2019 \$'000	Interest held 30 June 2019 %	Number of units acquired 30 June 2019 '000	Number of units disposed 30 June 2019 '000	Distributions received/ receivable 30 June 2019 \$'000	Number of units held 30 June 2018 '000	Fair value of investments 30 June 2018 \$'000	Interest held 30 June 2018 %	Number of units acquired 30 June 2018 '000	Number of units disposed 30 June 2018 '000	Distributions received/ receivable 30 June 2018 \$'000
Wholesale Concentrated Equity Fund												
Investment												
Perpetual Institutional Cash Management Trust	35,682	35,682	2.5	310,353	309,700	827	35,029	35,029	2.5	289,261	318,200	1,027
Wholesale Industrial Share Fund												
Investment												
Perpetual Industrial Share Fund - Class B	1,963,375	1,626,733	68.8	425,334	650,211	177,793	2,188,252	1,906,571	69.4	422,696	512,982	203,750

15 Related party transactions (continued)

Investments (continued)

The Schemes held investments in the following schemes which are also managed by the Responsible Entity or its related parties:

	Number of units held 30 June 2019 '000	Fair value of investments 30 June 2019 \$'000	Interest held 30 June 2019 %	Number of units acquired 30 June 2019 '000	Number of units disposed 30 June 2019 '000	Distributions received/ receivable 30 June 2019 \$'000	Number of units held 30 June 2018 '000	Fair value of investments 30 June 2018 \$'000	Interest held 30 June 2018 %	Number of units acquired 30 June 2018 '000	Number of units disposed 30 June 2018 '000	Distributions received/ receivable 30 June 2018 \$'000
Wholesale International Share Fund												
Investments												
Perpetual Wholesale Global Share Fund - Class W	70,649	112,344	19.9	17,181	14,502	10,465	67,970	106,040	19.4	7,537	10,199	22,057
Perpetual's International Share Pool Fund	53	63	48.8	-	-	-	53	42	48.4	-	-	-
Wholesale SHARE-PLUS Long-Short Fund												
Investment												
Perpetual Institutional Cash Management Trust	100	100	-	-	-	2	100	100	-	85,000	85,900	379

15 Related party transactions (continued)

Investments (continued)

The Schemes held investments in the following schemes which are also managed by the Responsible Entity or its related parties:

	Number of units held 30 June 2019 '000	Fair value of investments 30 June 2019 \$'000	Interest held 30 June 2019 %	Number of units acquired 30 June 2019 '000	Number of units disposed 30 June 2019 '000	Distributions received/ receivable 30 June 2019 \$'000	Number of units held 30 June 2018 '000	Fair value of investments 30 June 2018 \$'000	Interest held 30 June 2018 %	Number of units acquired 30 June 2018 '000	Number of units disposed 30 June 2018 '000	Distributions received/ receivable 30 June 2018 \$'000
Wholesale Smaller Companies Fund												
Investment												
Perpetual Institutional Cash Management Trust	132,579	132,579	9.4	546,031	483,468	2,546	70,016	70,016	5.1	371,716	378,100	1,692
Wholesale Smaller Companies Fund No.2												
Investment												
Perpetual Wholesale Smaller Companies Fund	69,696	80,341	10.6	21,071	19,921	3,357	68,546	81,473	9.4	22,580	15,967	8,335

15 Related party transactions (continued)

Investments (continued)

The Schemes held investments in the following schemes which are also managed by the Responsible Entity or its related parties:

	Number of units held 30 June 2019 '000	Fair value of investments 30 June 2019 \$'000	Interest held 30 June 2019 %	Number of units acquired 30 June 2019 '000	Number of units disposed 30 June 2019 '000	Distributions received/ receivable 30 June 2019 \$'000	Number of units held 30 June 2018 '000	Fair value of investments 30 June 2018 \$'000	Interest held 30 June 2018 %	Number of units acquired 30 June 2018 '000	Number of units disposed 30 June 2018 '000	Distributions received/ receivable 30 June 2018 \$'000
Wholesale Conservative Growth Fund												
Investments												
Perpetual Active Fixed Interest Fund	92,726	97,798	23.6	3,021	4,253	5,547	93,958	95,540	27.1	6,208	22,202	2,833
Perpetual Active Fixed Interest Fund - Class A	20,349	21,367	16.0	636	-	1,193	19,713	19,962	35.0	19,713	-	242
Perpetual Australian Share Fund	8,982	42,044	2.9	2,701	1,001	3,296	7,282	34,862	2.1	722	563	2,592
Perpetual Diversified Income Fund	19,653	18,981	1.5	-	12,258	633	31,911	30,824	2.6	-	6,093	1,324
Perpetual Diversified Real Return Fund - Class W	33,950	36,878	8.0	1,500	4,421	1,310	36,871	39,325	10.0	1,423	905	1,487
Perpetual Economic Diversification Global Equity Fund	9,309	14,041	7.5	884	967	2,372	9,392	14,502	6.9	787	1,422	1,366
Perpetual Global Share Fund	6,712	10,674	1.9	1,315	884	996	6,281	9,799	1.8	1,269	-	2,030
Perpetual Institutional Cash Management Trust	22,901	22,901	1.6	76,735	54,000	199	166	166	-	46,131	73,000	207
Perpetual Pure Credit Alpha Fund	9,250	11,705	1.5	-	722	343	9,972	12,343	2.3	-	-	565
Perpetual Pure Equity Alpha Fund	3,810	4,150	1.0	416	807	186	4,201	4,700	1.3	117	-	458
Perpetual Smart Beta Emerging Market Equities Fund	6,663	8,037	12.3	258	-	332	6,405	7,265	11.7	292	430	277
Perpetual Wholesale Smaller Companies Fund	2,819	3,250	0.4	589	2,846	207	5,076	6,033	0.7	606	-	616

15 Related party transactions (continued)

Investments (continued)

The Schemes held investments in the following schemes which are also managed by the Responsible Entity or its related parties:

	Number of units held 30 June 2019 '000	Fair value of investments 30 June 2019 \$'000	Interest held 30 June 2019 %	Number of units acquired 30 June 2019 '000	Number of units disposed 30 June 2019 '000	Distributions received/ receivable 30 June 2019 \$'000	Number of units held 30 June 2018 '000	Fair value of investments 30 June 2018 \$'000	Interest held 30 June 2018 %	Number of units acquired 30 June 2018 '000	Number of units disposed 30 June 2018 '000	Distributions received/ receivable 30 June 2018 \$'000
Wholesale Diversified Growth Fund												
Investments												
Perpetual Active Fixed Interest Fund	19,495	20,562	5.0	651	2,044	1,173	20,888	21,239	6.0	1,867	6,197	633
Perpetual Active Fixed Interest Fund - Class A	4,602	4,832	3.6	144	-	270	4,458	4,514	7.9	4,458	-	55
Perpetual Australian Share Fund	5,072	23,744	1.6	1,034	410	1,871	4,448	21,295	1.3	445	431	1,583
Perpetual Diversified Income Fund	1,534	1,481	0.1	-	2,387	61	3,921	3,787	0.3	-	2,541	180
Perpetual Diversified Real Return Fund - Class W	11,293	12,267	2.7	490	1,145	436	11,948	12,744	3.3	1,378	1,189	482
Perpetual Economic Diversification Global Equity Fund	5,845	8,816	4.7	593	1,052	1,490	6,304	9,734	4.7	531	992	917
Perpetual Institutional Cash Management Trust	3,024	3,024	0.2	26,650	25,700	44	2,074	2,074	0.2	21,450	21,800	61
Perpetual Pure Credit Alpha Fund	2,978	3,769	0.5	-	201	110	3,179	3,934	0.7	-	-	180
Perpetual Pure Equity Alpha Fund	1,525	1,660	0.4	173	451	70	1,803	2,017	0.6	50	-	197
Perpetual Smart Beta Emerging Market Equities Fund	3,639	4,390	6.7	141	-	181	3,498	3,968	6.4	155	213	147
Perpetual Wholesale Global Share Fund - Class W	3,688	5,864	1.0	751	649	549	3,586	5,595	1.0	661	553	1,162
Perpetual Wholesale Smaller Companies Fund	1,294	1,492	0.2	2,448	4,098	101	2,944	3,499	0.4	352	-	357

15 Related party transactions (continued)

Investments (continued)

The Schemes held investments in the following schemes which are also managed by the Responsible Entity or its related parties:

	Number of units held 30 June 2019 '000	Fair value of investments 30 June 2019 \$'000	Interest held 30 June 2019 %	Number of units acquired 30 June 2019 '000	Number of units disposed 30 June 2019 '000	Distributions received/ receivable 30 June 2019 \$'000	Number of units held 30 June 2018 '000	Fair value of investments 30 June 2018 \$'000	Interest held 30 June 2018 %	Number of units acquired 30 June 2018 '000	Number of units disposed 30 June 2018 '000	Distributions received/ receivable 30 June 2018 \$'000
Wholesale Balanced Growth Fund												
Investment												
Perpetual Balanced Growth Fund No.2	416,228	643,282	57.5	89,702	155,367	42,996	481,893	736,514	59.8	72,594	76,953	38,374
Wholesale Split Growth Fund												
Investments												
Perpetual Economic Diversification Global Equity Fund	8,719	13,152	7.0	1,770	1,758	2,222	8,707	13,443	6.4	1,741	1,655	1,267
Perpetual Industrial Share Fund	20,822	17,252	0.7	4,675	5,029	1,840	21,176	18,450	0.7	5,541	3,978	1,925
Perpetual Institutional Cash Management Trust	42	42	-	1	-	1	41	41	-	1	-	1
Perpetual Wholesale Global Share Fund - Class W	8,693	13,823	2.4	2,613	1,789	1,283	7,869	12,277	2.2	1,457	1,896	2,555

15 Related party transactions (continued)

Investments (continued)

The Schemes held investments in the following schemes which are also managed by the Responsible Entity or its related parties:

	Number of units held	Fair value of investments	Interest held	Number of units acquired	Number of units disposed	Distributions received/ receivable	Number of units held	Fair value of investments	Interest held	Number of units acquired	Number of units disposed	Distributions received/ receivable
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018	2018
	'000	\$'000	%	'000	'000	\$'000	'000	\$'000	%	'000	'000	\$'000
Wholesale Global Share Fund Hedged												
Investment												
Perpetual Wholesale Global Share Fund	13,759	21,880	3.9	5,061	6,812	2,041	15,510	24,198	4.4	8,143	3,802	5,016
	Number of units held	Fair value of investments	Interest held	Number of units acquired	Number of units disposed	Distributions received/ receivable	Number of units held	Fair value of investments	Interest held	Number of units acquired	Number of units disposed	Distributions received/ receivable
	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2019	2019	2019	2019	2019	2018	2018	2018	2018	2018	2018
	'000	\$'000	%	'000	'000	\$'000	'000	\$'000	%	'000	'000	\$'000
Diversified Real Return Fund												
Investments												
Perpetual Active Fixed Interest Fund	36,504	38,501	9.3	3,293	-	396	33,211	33,770	9.6	11,624	6,489	906
Perpetual Active Fixed Interest Fund - Class A	6,749	7,087	5.3	211	-	396	6,538	6,621	11.6	6,538	-	80
Perpetual Australian Share Fund	18,254	85,451	5.9	1,944	-	6,717	16,310	78,087	4.8	4,739	-	5,588
Perpetual Credit Income Fund	35,736	36,989	5.5	4,955	-	1,314	30,781	31,944	4.9	4,262	2,566	1,635
Perpetual Economic Diversification Global Equity Fund	12,307	18,563	9.9	-	-	3,136	12,307	19,002	9.1	3,660	-	1,791
Perpetual Institutional Cash Management Trust	63,034	63,034	4.5	134,263	98,600	943	27,371	27,371	2.0	142,826	138,700	383
Perpetual Pure Credit Alpha Fund	18,465	23,366	2.9	2,575	-	592	15,890	19,667	3.6	4,085	-	846
Perpetual Pure Equity Alpha Fund	20,626	22,462	5.5	3,062	-	925	17,564	19,649	5.4	4,541	-	1,904
Perpetual Wholesale Global Share Fund - Class W	24,180	38,450	6.8	4,646	-	3,560	19,534	30,475	5.6	11,096	-	6,296
Perpetual Wholesale Smaller Companies Fund	9,327	10,751	1.4	1,285	3,026	516	11,068	13,155	1.5	3,262	-	1,331

16 Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding control, and the relevant activities are directed by means of contractual arrangements.

The Schemes consider all investments in unlisted unit trusts to be structured entities. The Schemes invest in unlisted unit trusts for the purpose of capital appreciation and earning investment income.

The unlisted unit trusts are invested in accordance with the investment strategy by their respective investment managers. The return of the unlisted unit trusts is exposed to the variability of the performance of their investments. The unlisted unit trusts finance their operations by issuing redeemable units which are puttable at the holder's option and entitle the holder to a proportional stake in the respective trusts' net assets and distributions.

The Schemes' exposure to structured entities is disclosed in note 8. The fair value of these entities is included in financial assets at fair value through profit or loss in the balance sheets.

The Schemes' maximum exposure to loss from their interests in the structured entities is equal to the total fair value of their investments in these entities as there are no off balance sheet exposures relating to them. The Schemes' exposure to any risk from the structured entities will cease when these investments are disposed of.

The Schemes do not have current commitments or intentions and contractual obligations to provide financial or other support to the structured entities. There are no loans or advances currently made to these entities.

There are no significant restrictions on the ability of the structured entities to transfer funds to the Schemes in the form of cash distributions.

Unconsolidated subsidiaries

The Schemes apply the investment entity exception to consolidation available under AASB 10 *Consolidated Financial Statements* and measure their subsidiaries at fair value through profit or loss.

The following unconsolidated structured entities are considered to be the Schemes' subsidiaries at the reporting date:

	Wholesale Australian Share Fund			
	Fair Value		Ownership interest	
	30 June 2019 \$'000	30 June 2018	30 June 2019 %	30 June 2018 %
Perpetual Australian Share Fund	954,791	1,147,513	66.2	70.6

The above subsidiary is domiciled in Australia.

16 Structured entities (continued)

Unconsolidated subsidiaries (continued)

The following unconsolidated structured entities are considered to be the Schemes' subsidiaries at the reporting date:

	Wholesale Industrial Share Fund			
	Fair Value		Ownership interest	
	30 June	30 June	30 June	30 June
	2019	2018	2019	2018
	\$'000	\$'000	%	%
Perpetual Industrial Share Fund - Class B	1,626,733	1,906,571	68.8	69.4

	Wholesale Balanced Growth Fund			
	Fair Value		Ownership interest	
	30 June	30 June	30 June	30 June
	2019	2018	2019	2018
	\$'000	\$'000	%	%
Perpetual Balanced Growth Fund No.2	643,282	736,514	57.5	59.8

Each of the above subsidiaries is domiciled in Australia.

The subsidiary of the Wholesale Balanced Growth Fund controlled the following schemes which are domiciled in Australia:

	Perpetual Balanced Growth Fund No.2			
	Fair Value		Ownership interest	
	30 June	30 June	30 June	30 June
	2019	2018	2019	2018
	\$'000	\$'000	%	%
Perpetual Economic Diversification Global Equity Fund	132,836	152,273	71.0	72.9
Perpetual Smart Beta Emerging Market Equities Fund	53,115	50,716	81.0	81.9

17 Financial risk management

The Schemes' investing activities expose them to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

A risk management framework has been established by the Responsible Entity of the Schemes to monitor the Schemes' compliance with their governing documents and to minimise risks in their investment activities. This framework incorporates a regular assessment process to ensure procedures and controls adequately manage the investment activities. The Schemes are permitted to use derivative products. However, the use of derivatives must be consistent with the investment strategy and restrictions specified in the Schemes' governing documents.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equities, unlisted unit trusts and debt securities is limited to the fair values of those positions. On equities sold short, the maximum loss of capital is unlimited. The maximum loss of capital on derivatives is limited to the notional contract values of those positions.

The Schemes' asset managers aim to manage these risks through the use of consistent and carefully considered investment strategy and guidelines specifically tailored for the Schemes' investment objectives. Risk management techniques are used in the selection of investments. These include periodic stress testing for fixed income securities. Asset managers will only purchase securities (including derivatives) which meet the prescribed investment criteria. Risk may also be reduced by diversifying investments across several asset managers, markets, regions or different asset classes and counterparties.

The Schemes use different methods to measure different types of risks to which they are exposed. These methods include sensitivity analysis in the case of currency risk, interest rate risk, and price risk; and credit ratings analysis for credit risk.

(a) Market risk

(i) Currency risk

Currency risk arises as the fair value or future cash flows of monetary securities denominated in foreign currency will fluctuate due to changes in exchange rates. The currency risk relating to non-monetary assets and liabilities is a component of price risk not currency risk. However, management monitors the exposures on all foreign currency denominated assets and liabilities.

The Schemes held foreign exchange forward contracts to protect the valuation of financial assets and liabilities against variations in the exchange rates. The Schemes do not designate any derivatives as hedges, and hence these derivative financial instruments are classified at fair value through profit or loss.

With the exception of Wholesale Global Share Fund and Wholesale Global Share Fund Hedged, the Schemes did not have any significant direct exposure to currency risk at the reporting date.

17 Financial risk management (continued)

(a) Market risk (continued)

(i) Currency risk (continued)

The following tables summarises the Schemes' exposure to currency risk (net of foreign currency exposure arising from derivatives where applicable):

	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
United States Dollar	372,641	389,988	(14,356)	(17,405)
Euro	85,839	103,431	(3,225)	(4,416)
British Pound	-	-	(1,553)	(1,153)
Other currencies	118,055	135,857	(3,004)	(4,217)
Total foreign currency exposure	576,535	629,276	(22,138)	(27,191)

The table presented in note 17(a)(iv) summarises sensitivity analysis to currency risk. This analysis is based on the assumption that the Australian dollar weakened and strengthened against the individual foreign currency to which the Schemes are significantly exposed to at the reporting date.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Schemes are exposed to cash flow interest rate risk on financial instruments with floating interest rates. Financial instruments with fixed interest rates expose the Schemes to fair value interest rate risk.

The Schemes' exposure to interest rate risk predominantly arises from cash and cash equivalents and units in cash management trusts, which earn/charge a floating rate of interest.

With the exception of the Wholesale Geared Australian Share Fund, Wholesale Conservative Growth Fund, Wholesale Diversified Growth Fund and Diversified Real Return Fund, the Schemes' exposure to interest rate risk is limited to their cash and cash equivalents and units in cash management trusts, which earn/charge a floating rate of interest.

Wholesale Geared Australian Share Fund

The Scheme is exposed to interest rate risk on its cash holdings and borrowings. Interest income from cash holdings is received and interest expense from cash borrowings is incurred at variable interest rates. The weighted average interest rate received on cash holdings as at 30 June 2019 is 1.55% (2018: 1.80%). The interest rate paid on borrowings as at 30 June 2019 is 1.55% (2018: 1.80%).

17 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

The following tables summarise the Schemes' exposure to interest rate risk:

Wholesale SHARE-PLUS Long-Short Fund

	30 June 2019				30 June 2018			
	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
Financial assets								
Cash and cash equivalents	136,222	-	-	136,222	192,668	-	-	192,668
Cash management trusts	100	-	-	100	100	-	-	100

Wholesale Smaller Companies Fund

	30 June 2019				30 June 2018			
	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
Financial assets								
Cash and cash equivalents	3,464	-	-	3,464	15,347	-	-	15,347
Cash management trusts	132,579	-	-	132,579	70,016	-	-	70,016

Wholesale Conservative Growth Fund

	30 June 2019				30 June 2018			
	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
Financial assets								
Cash and cash equivalents	6,485	-	-	6,485	10,934	-	-	10,934
Cash management trusts	22,901	-	-	22,901	166	-	-	166
Debt securities	-	13,839	-	13,839	-	19,469	-	19,469
Derivatives	-	300	-	300	-	-	-	-
Financial liabilities								
Derivatives	3,089	383	-	3,472	3,687	110	-	3,797

17 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

The following tables summarises the Schemes' exposure to interest rate risk:

Wholesale Diversified Growth Fund

	30 June 2019				30 June 2018			
	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
Financial assets								
Cash and cash equivalents	3,487	-	-	3,487	4,655	-	-	4,655
Cash management trusts	3,024	-	-	3,024	2,074	-	-	2,074
Debt securities	-	3,927	-	3,927	-	4,988	-	4,988
Derivatives	-	105	-	105	-	-	-	-
Financial liabilities								
Derivatives	1,018	123	-	1,141	1,215	28	-	1,243

Diversified Real Return Fund

	30 June 2019				30 June 2018			
	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
Financial assets								
Cash and cash equivalents	15,509	-	-	15,509	19,719	-	-	19,719
Cash management trusts	63,034	-	-	63,034	27,371	-	-	27,371
Derivatives	-	368	-	368	-	-	-	-
Financial liabilities								
Derivatives	8,687	636	-	9,323	8,480	62	-	8,542

17 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

The following tables summarises the Schemes' exposure to interest rate risk:

Wholesale Ethical SRI Fund

	30 June 2019				30 June 2018			
	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
Financial assets								
Cash and cash equivalents	110,458	-	-	110,458	120,657	-	-	120,657

Wholesale Global Share Fund

	30 June 2019				30 June 2018			
	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
Financial assets								
Cash and cash equivalents	79,468	-	-	79,468	86,253	-	-	86,253

The table presented in note 17(a)(iv) summarises sensitivity analysis to interest rate risk. This analysis assumes that all other variables, in particular foreign currency exchange rates remain constant.

17 Financial risk management (continued)

(a) Market risk (continued)

(iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk).

The Schemes are exposed to price risk predominantly through their investments for which prices in the future are uncertain. The price risk arising from investments in debt securities is impacted by movements in interest rates and is reflected in note 17(a)(ii).

The fair value of the Schemes' investments exposed to price risk was as follows:

	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Equities*	-	-	153,315	150,351	-	-	827,263	989,091
Units in fixed income trusts	19,029	12,129	-	-	-	-	-	-
Units in equity and other trusts*	-	-	-	-	954,791	1,147,513	-	-

*Equities and equity related securities

	Wholesale Ethical SRI Fund		Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Derivatives*	115	(14)	(27)	274	-	-	-	-
Equities*	935,990	1,226,231	1,213,977	1,299,960	-	-	-	-
Units in fixed income trusts	-	-	-	-	-	-	-	-
Units in equity and other trusts*	-	-	-	-	1,626,733	1,906,571	112,407	106,082

*Equities and equity related securities

17 Financial risk management (continued)

(a) Market risk (continued)

(iii) Price risk (continued)

At the reporting date, the fair value of the Schemes' investments exposed to price risk was as follows:

	Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund		Wholesale Smaller Companies Fund No. 2		Wholesale Conservative Growth Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Derivatives*	269	-	-	-	-	-	387	1,014
Equities*	1,030,051	1,326,647	657,007	857,013	-	-	14,205	14,801
Units in fixed income trusts	-	-	-	-	-	-	149,852	138,707
Units in equity and other trusts*	-	-	-	-	80,341	81,473	154,239	174,488

*Equities and equity related securities

	Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund		Wholesale Global Share Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Derivatives*	85	462	-	-	-	-	110	527
Equities*	5,641	7,334	-	-	-	-	535,527	590,120
Units in fixed income trusts	30,643	33,475	-	-	-	-	-	-
Units in equity and other trusts*	68,153	69,675	643,282	736,514	44,227	44,170	-	-

*Equities and equity related securities

17 Financial risk management (continued)

(a) Market risk (continued)

(iii) Price risk (continued)

At the reporting date, the fair value of the Schemes' investments exposed to price risk was as follows:

	Wholesale Global Share Fund Hedged		Diversified Real Return Fund	
	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Derivatives*	-	-	909	1,715
Equities*	-	-	59,474	52,455
Units in fixed income trusts	-	-	113,646	109,388
Units in equity and other trusts*	21,880	24,198	214,341	185,038

*Equities and equity related securities

The tables presented in the note 17(a)(iv) summarise sensitivity analysis to price risk. This analysis assumes that all other variables remain constant.

17 Financial risk management (continued)

(a) Market risk (continued)

The fair value of the Schemes' investments exposed to price risk was as follows:

(iv) Sensitivity analysis

The following tables summarise the sensitivity of the operating profit and net assets attributable to unitholders to currency risk, interest rate risk, and price risk. The reasonably possible movements in the risk variables have been determined based on management's best estimate, having regard to a number of factors, including historical levels of changes in foreign currency exchange rates, interest rates and historical correlation of the Schemes' investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market movements resulting from changes in the performance of and/or correlation between the performances of the economies, markets and securities in which the Schemes invest. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

Impact on operating profit/net assets attributable to unitholders

	Sensitivity rates	Wholesale Dynamic Fixed Income Fund		Wholesale Income Share Fund		Wholesale Australian Share Fund		Wholesale Concentrated Equity Fund		Wholesale Ethical SRI Fund	
		30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Price risk											
Units in fixed income trusts	+5%	951	606	-	-	-	-	-	-	-	-
	-5%	(951)	(606)	-	-	-	-	-	-	-	-
Equities and equity related securities*	+10%	-	-	15,331	15,035	95,479	114,751	82,726	98,909	93,611	122,622
	-10%	-	-	(15,331)	(15,035)	(95,479)	(114,751)	(82,726)	(98,909)	(93,611)	(122,622)

*Equities and equity related securities include listed equities, equity derivatives, units in equity and other trusts

17 Financial risk management (continued)

(a) Market risk (continued)

(iv) Sensitivity analysis (continued)

Impact on operating profit/net assets attributable to unitholders

	Sensitivity rates	Wholesale Geared Australian Share Fund		Wholesale Industrial Share Fund		Wholesale International Share Fund		Wholesale SHARE-PLUS Long-Short Fund		Wholesale Smaller Companies Fund	
		30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Interest rate risk	+0.5%	3,184	-	-	-	-	-	682	-	680	427
	-0.5%	(3,184)	-	-	-	-	-	(682)	-	(680)	(427)
	+1%	-	6,827	-	-	-	-	-	1,928	-	-
	-1%	-	(6,827)	-	-	-	-	-	(1,928)	-	-
Price risk											
Equities and equity related securities*	+10%	121,395	130,023	162,673	190,657	11,241	10,608	103,031	132,665	65,701	85,701
	-10%	(121,395)	(130,023)	(162,673)	(190,657)	(11,241)	(10,608)	(103,031)	(132,665)	(65,701)	(85,701)

*Equities and equity related securities include listed equities, equity derivatives, units in equity and other trusts

17 Financial risk management (continued)

(a) Market risk (continued)

(iv) Sensitivity analysis (continued)

Impact on operating profit/net assets attributable to unitholders

	Sensitivity rates	Wholesale Smaller Companies Fund No. 2		Wholesale Conservative Growth Fund ¹		Wholesale Diversified Growth Fund		Wholesale Balanced Growth Fund		Wholesale Split Growth Fund	
		30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Interest rate risk	+0.5%	-	-	631	-	(201)	-	-	-	-	-
	-0.5%	-	-	(631)	-	201	-	-	-	-	-
	+1%	-	-	-	712	-	(204)	-	-	-	-
	-1%	-	-	-	(712)	-	204	-	-	-	-
Price risk											
Units in fixed income trusts	+5%	-	-	7,493	6,935	1,532	1,674	-	-	-	-
	-5%	-	-	(7,493)	(6,935)	(1,532)	(1,674)	-	-	-	-
Equities and equity related securities*	+10%	8,034	8,147	16,883	19,030	7,388	7,747	64,328	73,651	4,423	4,417
	-10%	(8,034)	(8,147)	(16,883)	(19,030)	(7,388)	(7,747)	(64,328)	(73,651)	(4,423)	(4,417)

*Equities and equity related securities include listed equities, equity derivatives, units in equity and other trusts

¹ The Scheme is exposed to interest risk however it was not considered significant.

17 Financial risk management (continued)

(a) Market risk (continued)

(iv) Sensitivity analysis (continued)

Impact on operating profit/net assets attributable to unitholders

	Sensitivity rates	Wholesale Global Share Fund		Wholesale Global Share Fund Hedged		Diversified Real Return Fund*	
		30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000	30 June 2019 \$'000	30 June 2018 \$'000
Currency risk							
USD	+10%	(37,264)	(38,999)	(1,436)	1,741	-	-
	-10%	37,264	38,999	1,436	(1,741)	-	-
EUR	+8%	(6,867)	(8,274)	(258)	353	-	-
	-8%	6,867	8,274	258	(353)	-	-
GBP	+8%	-	-	(124)	92	-	-
	-8%	-	-	124	(92)	-	-
Interest rate risk							
	+0.5%	-	-	-	-	(770)	-
	-0.5%	-	-	-	-	770	-
	+1%	-	-	-	-	-	(1,633)
	-1%	-	-	-	-	-	1,633
Price risk							
Units in fixed income trusts	+5%	-	-	-	-	5,682	5,469
	-5%	-	-	-	-	(5,682)	(5,469)
Equities and equity related securities*	+10%	53,564	-	2,188	-	27,472	23,921
	-10%	(53,564)	-	(2,188)	-	(27,472)	(23,921)
	+15%	-	88,597	-	3,630	-	-
	-15%	-	(88,597)	-	(3,630)	-	-

*Equities and equity related securities include listed equities, equity derivatives, units in equity and other trusts

17 Financial risk management (continued)

(b) Credit risk

Credit risk is the risk that a counterparty will be unable to pay amounts when they fall due. The Schemes (except Wholesale Conservative Growth Fund and Wholesale Diversified Growth Fund) are exposed to counterparty credit risk on derivative financial instruments, cash and cash equivalents, and receivables for securities sold. The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

For Wholesale Conservative Growth Fund and Wholesale Diversified Growth Fund, the main concentration of counterparty credit risk, to which the Schemes are exposed to, arises predominantly from the Schemes' investments in debt securities. The Schemes are also exposed to counterparty credit risk on derivative financial instruments, cash and cash equivalents, and receivables for securities sold. The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired.

The Schemes determine credit risk and measures expected credit losses for financial assets measured at amortised cost using probability of default, exposure at default and loss given default. Management considers relevant, historical analysis and forward looking information in determining any expected credit loss. At the reporting date, all receivables and cash and cash equivalents are held with approved counterparties and are either callable on demand or due within 30 days. Management consider the probability of default to be low, as a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Schemes.

(i) Debt securities

Investment management processes include the consideration of counterparty risk. The asset managers may refer to the credit ratings issued by rating agencies to assess the creditworthiness of counterparties. The asset managers consider (among other things) branding, stability and security marketability of counterparties and consistently monitor exposure through electronic systems.

The Schemes monitor the credit ratings of debt securities on a regular basis.

The tables below set out the analysis of debt securities by credit ratings as issued by Standard & Poor's:

	Wholesale Diversified Growth Fund									
	30 June 2019					30 June 2018				
	AAA to AA- \$'000	A+ to A- \$'000	BBB+ to BBB- \$'000	NON-RATED \$'000	Total \$'000	AAA to AA- \$'000	A+ to A- \$'000	BBB+ to BBB- \$'000	NON-RATED \$'000	Total \$'000
Debt securities	3,927	-	-	-	3,927	4,988	-	-	-	4,988
	3,927	-	-	-	3,927	4,988	-	-	-	4,988

	Wholesale Conservative Growth Fund									
	30 June 2019					30 June 2018				
	AAA to AA- \$'000	A+ to A- \$'000	BBB+ to BBB- \$'000	NON-RATED \$'000	Total \$'000	AAA to AA- \$'000	A+ to A- \$'000	BBB+ to BBB- \$'000	NON-RATED \$'000	Total \$'000
Debt securities	13,839	-	-	-	13,839	19,469	-	-	-	19,469
	13,839	-	-	-	13,839	19,469	-	-	-	19,469

17 Financial risk management (continued)

(b) Credit risk (continued)

(ii) Derivative financial instruments

The risk of counterparty default in a derivative transaction is minimised by predominantly using exchange traded derivatives (except for currency hedging, contracts for differences, and occasionally other approved over the counter instruments). The exchange traded derivatives are only executed and cleared through approved members of the exchanges. For over the counter derivatives, minimum credit ratings apply for counterparties at the time of entering into a contract and ISDA agreements are put in place with counterparties.

(iii) Cash and cash equivalents

The exposure to credit risk for cash and cash equivalents is low as all counterparties have a rating of A or higher (as determined by Standard & Poor's).

(iv) Receivables for securities sold

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered low, as delivery of securities sold is only made once the broker has received payment from the counterparty. Payments on securities acquired are only made after the broker has received the securities. The trade will fail if either party fails to meet its obligations.

All transactions in unlisted unit trusts are settled/unitised when unit prices are issued. The risk of default is considered low except when trading in a suspended unlisted unit trust.

(c) Liquidity risk

Liquidity risk is the risk that the Schemes will not be able to meet their financial obligations as they fall due.

The Schemes are exposed to daily cash redemptions of redeemable units and daily margin calls on derivatives.

The Schemes' investments in equity securities are considered to be readily realisable. The Schemes primarily hold investments in an active market which can be readily disposed. There are no significant equity securities that are not actively traded on stock exchange.

The Schemes' investments in unlisted unit trusts expose them to the risk that the responsible entity or the manager of those trusts may be unwilling or unable to fulfil the redemption requests within the timeframe requested by the Schemes. However, these investments are considered readily realisable unless the unlisted unit trusts are declared illiquid or suspended.

The Schemes may, from time to time, invest in derivative contracts traded over the counter, which are not traded in an organised market and may be illiquid. As a result, the Schemes may not be able to quickly liquidate their investments in these instruments at an amount close to their fair value to meet their liquidity requirements or to respond to specific events. No significant over the counter derivative contracts were held at year end.

In order to manage the Schemes' overall liquidity, asset managers will only purchase securities (including derivatives) which meet the Schemes' investment criteria, including the assessment of saleability in different market conditions. The Schemes' investment strategy generally defines a minimum liquidity level for the Schemes which are monitored regularly. The Responsible Entity has the discretion to reject an application and to defer or adjust redemption of units if the exercise of such discretion is in the best interests of unitholders. The Schemes did not reject or withhold any redemptions during the reporting period.

17 Financial risk management (continued)

(c) Liquidity risk (continued)

The following tables summarise the contractual maturities of financial liabilities, including interest payments where applicable:

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount \$'000	At call \$'000	less than 6 months \$'000	Carrying amount \$'000	At call \$'000	less than 6 months \$'000
Wholesale Dynamic Fixed Income Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	353	-	353	107	-	107
Payables	14	-	14	13	-	13
Total	367	-	367	120	-	120

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount \$'000	At call \$'000	less than 6 months \$'000	Carrying amount \$'000	At call \$'000	less than 6 months \$'000
Wholesale Income Share Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	2,303	-	2,303	7,693	-	7,693
Payables for securities purchased	3,884	-	3,884	205	-	205
Payables	507	-	507	189	-	189
Total	6,694	-	6,694	8,087	-	8,087

17 Financial risk management (continued)

(c) Liquidity risk (continued)

The following tables summarise the contractual maturities of financial liabilities, including interest payments where applicable:

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount	At call	less than 6 months	Carrying amount	At call	less than 6 months
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Wholesale Australian Share Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	39,292	-	39,292	23,971	-	23,971
Payables for securities purchased	128	-	128	87	-	87
Payables	778	-	778	819	-	819
Total	40,198	-	40,198	24,877	-	24,877

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount	At call	less than 6 months	Carrying amount	At call	less than 6 months
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Wholesale Concentrated Equity Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	77,749	-	77,749	79,820	-	79,820
Payables for securities purchased	4,193	-	4,193	3,903	-	3,903
Payables	1,529	-	1,529	2,187	-	2,187
Total	83,471	-	83,471	85,910	-	85,910

17 Financial risk management (continued)

(c) Liquidity risk (continued)

The following tables summarise the contractual maturities of financial liabilities, including interest payments where applicable:

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount \$'000	At call \$'000	less than 6 months \$'000	Carrying amount \$'000	At call \$'000	less than 6 months \$'000
Wholesale Ethical SRI Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	17,964	-	17,964	52,095	-	52,095
Payables for securities purchased	856	-	856	5,083	-	5,083
Payables	2,946	-	2,946	9,130	-	9,130
Total	21,766	-	21,766	66,308	-	66,308
Derivative financial liabilities						
Futures	-	-	-	14	-	14
Total	-	-	-	14	-	14
Wholesale Geared Australian Share Fund						
Non-derivative financial liabilities						
Bank overdraft	641,462	641,462	-	687,669	687,669	-
Distributions payable to unitholders of the Scheme	54,835	-	54,835	61,787	-	61,787
Payables for securities purchased	34,121	-	34,121	4,763	-	4,763
Payables	2,315	-	2,315	3,002	-	3,002
Interest payable	929	929	-	1,387	1,387	-
Total	733,662	642,391	91,271	758,608	689,056	69,552
Derivative financial liabilities						
Futures	27	-	27	-	-	-
Total	27	-	27	-	-	-

17 Financial risk management (continued)

(c) Liquidity risk (continued)

The following tables summarise the contractual maturities of financial liabilities, including interest payments where applicable:

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount	At call	less than 6 months	Carrying amount	At call	less than 6 months
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Wholesale Industrial Share Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	40,089	-	40,089	56,134	-	56,134
Payables for securities purchased	491	-	491	633	-	633
Payables	2,516	-	2,516	3,096	-	3,096
Total	43,096	-	43,096	59,863	-	59,863

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount	At call	less than 6 months	Carrying amount	At call	less than 6 months
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Wholesale International Share Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	2,921	-	2,921	560	-	560
Payables for securities purchased	23	-	23	8	-	8
Payables	197	-	197	346	-	346
Total	3,141	-	3,141	914	-	914

17 Financial risk management (continued)

(c) Liquidity risk (continued)

The following tables summarise the contractual maturities of financial liabilities, including interest payments where applicable:

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount	At call	less than 6 months	Carrying amount	At call	less than 6 months
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Wholesale SHARE-PLUS Long-Short Fund						
Non-derivative financial liabilities						
Financial liabilities at fair value through profit or loss	252,733	252,733	-	289,237	289,237	-
Distributions payable to unitholders of the Scheme	33,059	-	33,059	128,247	-	128,247
Payables for securities purchased	20,517	-	20,517	3,670	-	3,670
Payables	3,928	-	3,928	4,514	-	4,514
Total	310,237	252,733	57,504	425,668	289,237	136,431
Derivative financial liabilities						
Foreign exchange forward contracts	45	-	-	-	-	-
Outflow	-	-	3,222	-	-	-
Inflow	-	-	(3,177)	-	-	-
Total	45	-	45	-	-	-
Wholesale Smaller Companies Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	13,292	-	13,292	76,580	-	76,580
Payables for securities purchased	19,524	-	19,524	5,121	-	5,121
Payables	1,894	-	1,894	2,004	-	2,004
Total	34,710	-	34,710	83,705	-	83,705

17 Financial risk management (continued)

(c) Liquidity risk (continued)

The following tables summarise the contractual maturities of financial liabilities, including interest payments where applicable:

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount \$'000	At call \$'000	less than 6 months \$'000	Carrying amount \$'000	At call \$'000	less than 6 months \$'000
Wholesale Smaller Companies Fund No. 2						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	883	-	883	5,932	-	5,932
Payables for securities purchased	27	-	27	66	-	66
Payables	-	-	-	52	-	52
Total	910	-	910	6,050	-	6,050

	30 June 2019					30 June 2018				
	Contractual cash flows					Contractual cash flows				
	Carrying amount \$'000	At call \$'000	less than 6 months \$'000	6 - 12 months \$'000	More than 6 months \$'000	Carrying amount \$'000	At call \$'000	less than 6 months \$'000	6 - 12 months \$'000	More than 6 months \$'000
Wholesale Conservative Growth Fund										
Non-derivative financial liabilities										
Distributions payable to unitholders of the Scheme	11,627	-	11,627	-	-	7,637	-	7,637	-	-
Payables for securities purchased	-	-	-	-	-	79	-	79	-	-
Payables	609	-	609	-	-	1,143	-	1,143	-	-
Total	12,236	-	12,236	-	-	8,859	-	8,859	-	-
Derivative financial liabilities										
Futures	677	-	677	-	-	249	-	249	-	-
Options	-	-	-	-	-	350	-	350	-	-
Swaps	3,089	-	-	-	-	3,687	-	-	-	-
Outflow	-	-	556	556	113,479	-	-	540	531	110,349
Foreign exchange forward contracts	78	-	-	-	-	9	-	-	-	-
Outflow	-	-	8,890	-	-	-	-	8,137	-	-
Inflow	-	-	(8,812)	-	-	-	-	(8,128)	-	-
Total	3,844	-	1,311	556	113,479	4,295	-	1,148	531	110,349

17 Financial risk management (continued)

(c) Liquidity risk (continued)

The following tables summarise the contractual maturities of financial liabilities, including interest payments where applicable:

Wholesale Diversified Growth Fund	30 June 2019					30 June 2018				
	Carrying amount \$'000	At call \$'000	less than 6 months \$'000	6 - 12 months \$'000	More than 6 months \$'000	Carrying amount \$'000	At call \$'000	less than 6 months \$'000	6 - 12 months \$'000	More than 6 months \$'000
Non-derivative financial liabilities										
Distributions payable to unitholders of the Scheme	5,084	-	5,084	-	-	3,863	-	3,863	-	-
Payables for securities purchased	-	-	-	-	-	38	-	38	-	-
Payables	716	-	716	-	-	234	-	234	-	-
Total	5,800	-	5,800	-	-	4,135	-	4,135	-	-
Derivative financial liabilities										
Futures	228	-	228	-	-	61	-	61	-	-
Options	-	-	-	-	-	168	-	168	-	-
Swaps	1,018	-	-	-	-	1,215	-	-	-	-
Outflow	-	-	183	183	37,412	-	-	178	175	36,380
Foreign exchange forward contracts	38	-	-	-	-	75	-	-	-	-
Outflow	-	-	4,155	-	-	-	-	8,575	-	-
Inflow	-	-	(4,117)	-	-	-	-	(8,500)	-	-
Total	1,284	-	449	183	37,412	1,519	-	482	175	36,380

17 Financial risk management (continued)

(c) Liquidity risk (continued)

The following tables summarise the contractual maturities of financial liabilities, including interest payments where applicable:

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount	At call	less than 6 months	Carrying amount	At call	less than 6 months
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Wholesale Balanced Growth Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	52,575	-	52,575	41,884	-	41,884
Payables for securities purchased	73	-	73	111	-	111
Payables	865	-	865	307	-	307
Total	53,513	-	53,513	42,302	-	42,302
	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount	At call	less than 6 months	Carrying amount	At call	less than 6 months
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Wholesale Split Growth Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	4,199	-	4,199	5,069	-	5,069
Payables for securities purchased	16	-	16	46	-	46
Payables	56	-	56	73	-	73
Total	4,271	-	4,271	5,188	-	5,188

17 Financial risk management (continued)

(c) Liquidity risk (continued)

The following tables summarise the contractual maturities of financial liabilities, including interest payments where applicable:

	30 June 2019			30 June 2018		
	Contractual cash flows			Contractual cash flows		
	Carrying amount	At call	less than 6 months	Carrying amount	At call	less than 6 months
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Wholesale Global Share Fund						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	46,632	-	46,632	107,589	-	107,589
Payables for securities purchased	-	-	-	21,904	-	21,904
Payables	1,838	-	1,838	1,089	-	1,089
Net assets attributable to unitholders - liability	568,361	568,361	-	551,292	551,292	-
Total	616,831	568,361	48,470	681,874	551,292	130,582
Derivative financial liabilities						
Foreign exchange forward contracts	284	-	-	-	-	-
Outflow	-	-	36,921	-	-	-
Inflow	-	-	(36,637)	-	-	-
Total	284	-	284	-	-	-
Wholesale Global Share Fund Hedged						
Non-derivative financial liabilities						
Distributions payable to unitholders of the Scheme	-	-	-	5,318	-	5,318
Payables for securities purchased	3	-	3	-	-	-
Payables	18	-	18	22	-	22
Net assets attributable to unitholders - liability	23,893	23,893	-	23,120	23,120	-
Total	23,914	23,893	21	28,460	23,120	5,340
Derivative financial liabilities						
Foreign exchange forward contracts	21	-	-	682	-	-
Outflow	-	-	3,307	-	-	28,112
Inflow	-	-	(3,286)	-	-	(27,429)
Total	21	-	21	682	-	683

17 Financial risk management (continued)

(c) Liquidity risk (continued)

The following tables summarise the contractual maturities of financial liabilities, including interest payments where applicable:

	30 June 2019					30 June 2018				
	Carrying amount \$'000	Contractual cash flows				Carrying amount \$'000	Contractual cash flows			
At call \$'000		less than 6 months \$'000	6 - 12 months \$'000	More than 6 months \$'000	At call \$'000		less than 6 months \$'000	6 - 12 months \$'000	More than 6 months \$'000	
Diversified Real Return Fund										
Non-derivative financial liabilities										
Distributions payable to unitholders of the Scheme	10,698	-	10,698	-	-	11,466	-	11,466	-	-
Payables for securities purchased	-	-	-	-	-	254	-	254	-	-
Payables	496	-	496	-	-	308	-	308	-	-
Net assets attributable to unitholders - liability	462,718	462,718	-	-	-	392,436	392,436	-	-	-
Total	473,912	462,718	11,194	-	-	404,464	392,436	12,028	-	-
Derivative financial liabilities										
Futures	1,425	-	1,390	22	13	1,709	-	1,637	72	-
Options	-	-	-	-	-	1,124	-	1,124	-	-
Swaps	8,687	-	-	-	-	8,480	-	-	-	-
Outflow	-	-	1,430	1,430	292,767	-	-	1,323	1,301	270,935
Foreign exchange forward contracts	217	-	-	-	-	583	-	-	-	-
Outflow	-	-	20,024	-	-	-	-	61,600	-	-
Inflow	-	-	(19,807)	-	-	-	-	(61,017)	-	-
Total	10,329	-	3,037	1,452	292,780	11,896	-	4,667	1,373	270,935

17 Financial risk management (continued)

(d) Fair value measurement

The Schemes classify fair value measurement of their financial assets and liabilities using a fair value hierarchy model that reflects the subjectivity of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2); and
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

(i) Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets is based on quoted market prices at the end of the reporting period without any deduction for estimated future selling costs. For the majority of exchange traded financial assets and liabilities, information provided by the independent pricing services is relied upon for valuation.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. An active market is a market in which transactions for the financial asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

Listed securities and exchange traded derivatives are valued at the last traded price. Investments in unlisted unit trusts that are considered actively traded are recorded at the redemption value per unit as reported by the investment managers of such trusts.

(ii) Fair value in an inactive or unquoted market (level 2 and level 3)

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

Some of the inputs to a valuation model may not be market observable and are therefore estimated based on assumptions. The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions held.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions. For other pricing models, inputs are based on market data at the end of the reporting period. Quoted market prices or dealer quotes for similar instruments are used for debt securities held.

The fair value of derivatives that are not exchange traded is estimated at the amount that would be received or paid to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties.

Investments in unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such trusts.

17 Financial risk management (continued)

(d) Fair value measurement (continued)

(ii) Fair value in an inactive or unquoted market (level 2 and level 3) (continued)

The Wholesale Conservative Growth Fund, Wholesale Diversified Growth Fund and Diversified Real Return Fund held investments in unlisted unit trusts that are classified as level 3. The unlisted unit trusts have exposure to direct property which may use significant unobservable inputs in their valuations. The Schemes obtained the fair value prices from the relevant investment managers without significant adjustments and did not calculate any unobservable inputs themselves.

The Wholesale SHARE-PLUS Long-Short Fund held level 3 assets which include a short position in equity securities that have been impaired. These equity securities are valued at a price that the investment manager has deemed as fair value as approved by its Asset Valuation Committee. The Scheme did not hold any other financial instruments with fair value measurements using significant unobservable inputs at reporting date.

There are no individual significant unobservable inputs into the valuation of the level 3 assets and, accordingly, a sensitivity analysis by input is not included in the notes to the financial statements.

No other Schemes held financial instruments with fair value measurements using significant unobservable inputs (level 3) at 30 June 2019 and 30 June 2018.

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

Wholesale Dynamic Fixed Income Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Designated at fair value through profit or loss)								
Unlisted unit trusts	-	19,029	-	19,029	-	12,129	-	12,129
Total	-	19,029	-	19,029	-	12,129	-	12,129

Wholesale Income Share Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Designated at fair value through profit or loss)								
Equities	151,536	1,764	-	153,300	150,351	-	-	150,351
Unlisted unit trusts	-	15	-	15	-	-	-	-
Total	151,536	1,779	-	153,315	150,351	-	-	150,351

17 Financial risk management (continued)

(d) Fair value measurement (continued)

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

Wholesale Australian Share Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Designated at fair value through profit or loss)								
Unlisted unit trusts	954,791	-	-	954,791	1,147,513	-	-	1,147,513
Total	954,791	-	-	954,791	1,147,513	-	-	1,147,513

Wholesale Concentrated Equity Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Designated at fair value through profit or loss)								
Equities	827,263	-	-	827,263	989,091	-	-	989,091
Unlisted unit trusts	35,682	-	-	35,682	35,029	-	-	35,029
Total	862,945	-	-	862,945	1,024,120	-	-	1,024,120

Wholesale Ethical SRI Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Futures	115	-	-	115	-	-	-	-
(2018: Designated at fair value through profit or loss)								
Equities	935,990	-	-	935,990	1,226,231	-	-	1,226,231
Total	936,105	-	-	936,105	1,226,231	-	-	1,226,231

Financial liabilities mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Futures	-	-	-	-	14	-	-	14
Total	-	-	-	-	14	-	-	14

17 Financial risk management (continued)

(d) Fair value measurement (continued)

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

Wholesale Geared Australian Share Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Futures	-	-	-	-	274	-	-	274
(2018: Designated at fair value through profit or loss)								
Equities	1,213,977	-	-	1,213,977	1,299,959	-	-	1,299,959
Total	1,213,977	-	-	1,213,977	1,300,233	-	-	1,300,233

Financial liabilities mandatorily at fair value through profit or loss

(2018: Held for trading)

Derivatives

 Futures

	27	-	-	27	-	-	-	-
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Total	27	-	-	27	-	-	-	-
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Wholesale Industrial Share Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Designated at fair value through profit or loss)								
Unlisted unit trusts	1,626,733	-	-	1,626,733	1,906,571	-	-	1,906,571
Total	1,626,733	-	-	1,626,733	1,906,571	-	-	1,906,571

Wholesale International Share Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Designated at fair value through profit or loss)								
Unlisted unit trusts	112,344	63	-	112,407	106,040	42	-	106,082
Total	112,344	63	-	112,407	106,040	42	-	106,082

17 Financial risk management (continued)

(d) Fair value measurement (continued)

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

Wholesale SHARE-PLUS Long-Short Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Options	256	-	-	256	-	-	-	-
Foreign exchange forward contracts	-	58	-	58	-	-	-	-
(2018: Designated at fair value through profit or loss)								
Equities	1,282,784	-	-	1,282,784	1,615,884	-	-	1,615,884
Unlisted unit trusts	100	-	-	100	100	-	-	100
Total	1,283,140	58	-	1,283,198	1,615,984	-	-	1,615,984
Financial liabilities mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Options	-	-	-	-	-	-	-	-
Foreign exchange forward contracts	-	45	-	45	-	-	-	-
(2018: Designated at fair value through profit or loss)								
Equity securities sold short	252,733	-	-	252,733	289,237	-	-	289,237
Total	252,733	45	-	252,778	289,237	-	-	289,237

17 Financial risk management (continued)

(d) Fair value measurement (continued)

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

Wholesale Smaller Companies Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Designated at fair value through profit or loss)								
Equities	648,728	8,279	-	657,007	854,036	2,977	-	857,013
Unlisted unit trusts	132,579	-	-	132,579	70,016	-	-	70,016
Total	781,307	8,279	-	789,586	924,052	2,977	-	927,029

Wholesale Smaller Companies Fund No.2	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Designated at fair value through profit or loss)								
Unlisted unit trusts	80,341	-	-	80,341	81,473	-	-	81,473
Total	80,341	-	-	80,341	81,473	-	-	81,473

17 Financial risk management (continued)

(d) Fair value measurement (continued)

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

Wholesale Conservative Growth Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Futures	300	-	-	300	131	-	-	131
Options	87	348	-	435	168	1,204	-	1,372
Foreign exchange forward contracts	-	228	-	228	-	107	-	107
(2018: Designated at fair value through profit or loss)								
Equities	14,205	-	-	14,205	14,801	-	-	14,801
Debt securities	-	13,839	-	13,839	-	19,469	-	19,469
Unlisted unit trusts	97,059	216,145	13,788	326,992	70,063	230,142	13,156	313,361
Total	111,651	230,560	13,788	355,999	85,163	250,922	13,156	349,241
Financial liabilities mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Futures	677	-	-	677	249	-	-	249
Options	-	-	-	-	-	350	-	350
Swaps	-	3,089	-	3,089	-	3,687	-	3,687
Foreign exchange forward contracts	-	78	-	78	-	9	-	9
Total	677	3,167	-	3,844	249	4,046	-	4,295

17 Financial risk management (continued)

(d) Fair value measurement (continued)

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

Wholesale Diversified Growth Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Futures	105	-	-	105	31	-	-	31
Options	45	146	-	191	73	558	-	631
Foreign exchange forward contracts	-	116	-	116	-	24	-	24
(2018: Designated at fair value through profit or loss)								
Equities	5,641	-	-	5,641	7,334	-	-	7,334
Debt securities	-	3,927	-	3,927	-	4,988	-	4,988
Unlisted unit trusts	44,600	52,484	4,735	101,819	44,213	57,085	3,925	105,223
Total	50,391	56,673	4,735	111,799	51,651	62,655	3,925	118,231
Financial liabilities mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Futures	228	-	-	228	61	-	-	61
Options	-	-	-	-	-	168	-	168
Swaps	-	1,018	-	1,018	-	1,215	-	1,215
Foreign exchange forward contracts	-	38	-	38	-	75	-	75
Total	228	1,056	-	1,284	61	1,458	-	1,519

17 Financial risk management (continued)

(d) Fair value measurement (continued)

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Wholesale Balanced Growth Fund								
Financial assets mandatorily at fair value through profit or loss								
(2018: Designated at fair value through profit or loss)								
Unlisted unit trusts	-	643,282	-	643,282	-	736,514	-	736,514
Total	-	643,282	-	643,282	-	736,514	-	736,514
Wholesale Split Growth Fund								
Financial assets mandatorily at fair value through profit or loss								
(2018: Designated at fair value through profit or loss)								
Unlisted unit trusts	44,269	-	-	44,269	44,211	-	-	44,211
Total	44,269	-	-	44,269	44,211	-	-	44,211

17 Financial risk management (continued)

(d) Fair value measurement (continued)

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

Wholesale Global Share Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Options	110	-	-	110	527	-	-	527
Foreign exchange forward contracts	-	320	-	320	-	-	-	-
(2018: Designated at fair value through profit or loss)								
Equities	535,527	-	-	535,527	590,120	-	-	590,120
Total	535,637	320	-	535,957	590,647	-	-	590,647
Financial liabilities mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Foreign exchange forward contracts	-	284	-	284	-	-	-	-
Total	-	284	-	284	-	-	-	-

17 Financial risk management (continued)

(d) Fair value measurement (continued)

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

Wholesale Global Share Fund Hedged	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Foreign exchange forward contracts	-	127	-	127	-	16	-	16
(2018: Designated at fair value through profit or loss)								
Unlisted unit trusts	21,880	-	-	21,880	24,198	-	-	24,198
Total	21,880	127	-	22,007	24,198	16	-	24,214
Financial liabilities mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Foreign exchange forward contracts	-	21	-	21	-	682	-	682
Total	-	21	-	21	-	682	-	682

17 Financial risk management (continued)

(d) Fair value measurement (continued)

The following tables present the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy:

Diversified Real Return Fund	30 June 2019				30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Futures	904	-	-	904	747	-	-	747
Options	266	895	-	1,161	280	3,459	-	3,739
Foreign exchange forward contracts	-	1,193	-	1,193	-	100	-	100
(2018: Designated at fair value through profit or loss)								
Equities	59,474	-	-	59,474	52,455	-	-	52,455
Unlisted unit trusts	238,712	128,916	23,393	391,021	187,739	123,254	10,803	321,796
Total	299,356	131,004	23,393	453,753	241,221	126,813	10,803	378,837
Financial liabilities mandatorily at fair value through profit or loss								
(2018: Held for trading)								
Derivatives								
Futures	1,425	-	-	1,425	1,709	-	-	1,709
Options	-	-	-	-	-	1,124	-	1,124
Swaps	-	8,687	-	8,687	-	8,480	-	8,480
Foreign exchange forward contracts	-	217	-	217	-	583	-	583
Total	1,425	8,904	-	10,329	1,709	10,187	-	11,896

17 Financial risk management (continued)

(d) Fair value measurement (continued)

Transfers between levels

The Schemes' policy is to recognise transfers into and transfers out of the fair value hierarchy levels at the end of the reporting period.

The following tables present the transfers between fair value hierarchy levels, by class of financial instruments, for the year ended 30 June 2018.

	30 June 2018		
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
Wholesale SHARE-PLUS Long-Short Fund			
Transfers between levels 1 and 3:			
Equities	(2,307)	-	2,307

The transfer from level 1 to level 3 was related to a single listed equity which has gone into voluntary administration on 30 November 2017. The entire value of \$2,307,391 was subsequently written down to zero and recognised in profit or loss at the reporting date.

There were no transfers between levels for the year ended 30 June 2019.

Fair value measurements using significant unobservable inputs (level 3)

The following tables present the movement in level 3 instruments, by class of financial instruments, for the years ended 30 June 2019 and 30 June 2018:

	30 June 2019			30 June 2018		
	Equity \$'000	Equity short \$'000	Total \$'000	Equity \$'000	Equity short \$'000	Total \$'000
Wholesale SHARE-PLUS Long-Short Fund						
Opening balance	-	-	-	-	(1,028)	(1,028)
Purchases	-	-	-	-	-	-
Sales	-	-	-	(568)	-	(568)
Transfers into level 3	-	-	-	2,307	-	2,307
Gains/(losses) recognised in profit or loss	-	-	-	(1,739)	1,028	(711)
Closing balance	-	-	-	-	-	-
Total unrealised gains/(losses) for the year included in the statement of comprehensive income for financial assets and liabilities held at the end of the year	-	-	-	(380)	1,028	648

17 Financial risk management (continued)

(d) Fair value measurement (continued)

Fair value measurements using significant unobservable inputs (level 3) (continued)

The following tables present the movement in level 3 instruments, by class of financial instruments, for the years ended 30 June 2019 and 30 June 2018:

	30 June 2019		30 June 2018	
	Unlisted unit trusts \$'000	Total \$'000	Unlisted unit trusts \$'000	Total \$'000
Wholesale Conservative Growth Fund				
Opening balance	13,156	13,156	12,632	12,632
Gains/(losses) recognised in profit or loss	632	632	524	524
Closing balance	13,788	13,788	13,156	13,156
Total unrealised gains/(losses) for the year included in the statement of comprehensive income for financial assets and liabilities held at the end of the year	632	632	524	524
	30 June 2019		30 June 2018	
	Unlisted unit trusts \$'000	Total \$'000	Unlisted unit trusts \$'000	Total \$'000
Wholesale Diversified Growth Fund				
Opening balance	3,925	3,925	3,769	3,769
Purchases	600	600	-	-
Gains/(losses) recognised in profit or loss	210	210	156	156
Closing balance	4,735	4,735	3,925	3,925
Total unrealised gains/(losses) for the year included in the statement of comprehensive income for financial assets and liabilities held at the end of the year	210	210	156	156

17 Financial risk management (continued)

(d) Fair value measurement (continued)

Fair value measurements using significant unobservable inputs (level 3) (continued)

The following tables present the movement in level 3 instruments, by class of financial instruments, for the years ended 30 June 2019 and 30 June 2018:

	30 June 2019		30 June 2018	
	Unlisted unit trusts \$'000	Total \$'000	Unlisted unit trusts \$'000	Total \$'000
Diversified Real Return Fund				
Opening balance	10,803	10,803	10,399	10,399
Purchase	10,500	10,500	482	482
Sales	-	-	(6)	(6)
Gains/(losses) recognised in profit or loss	2,090	2,090	(72)	(72)
Closing balance	23,393	23,393	10,803	10,803
Total unrealised gains/(losses) for the year included in the statement of comprehensive income for financial assets and liabilities held at the end of the year	2,090	2,090	45	45

18 Offsetting financial assets and financial liabilities

Financial assets and liabilities are offset and the net amount is reported in the balance sheets when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The gross and net positions of financial assets and liabilities that have been offset in the balance sheets are disclosed in the first three columns of the tables below.

Apart from the Schemes mentioned in this note, no other Schemes held any financial assets or liabilities subject to offsetting arrangements as at 30 June 2019 and 30 June 2018.

	30 June 2019					30 June 2018				
	Effects of offsetting on the balance sheet			Related amounts not offset		Effects of offsetting on the balance sheet			Related amounts not offset	
Wholesale Geared Australian Share Fund	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets										
Margin accounts	127	-	127	-	127	725	-	725	-	725
Derivative financial instruments	-	-	-	-	-	274	-	274	-	274
Total	127	-	127	-	127	999	-	999	-	999
Financial liabilities										
Derivative financial instruments	27	-	27	-	27	-	-	-	-	-
Total	27	-	27	-	27	-	-	-	-	-

18 Offsetting financial assets and financial liabilities (continued)

	30 June 2019					30 June 2018				
	Effects of offsetting on the balance sheet			Related amounts not offset		Effects of offsetting on the balance sheet			Related amounts not offset	
	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts
Wholesale Conservative Growth Fund										
Financial assets										
Margin accounts	4,178	-	4,178	(2,680)	1,498	4,683	-	4,683	(3,687)	996
Derivative financial instruments	963	-	963	(78)	885	1,610	-	1,610	(9)	1,601
Total	5,141	-	5,141	(2,758)	2,383	6,293	-	6,293	(3,696)	2,597
Financial liabilities										
Derivative financial instruments	(3,844)	-	(3,844)	2,758	(1,086)	(4,295)	-	(4,295)	3,696	(599)
Total	(3,844)	-	(3,844)	2,758	(1,086)	(4,295)	-	(4,295)	3,696	(599)
	30 June 2019					30 June 2018				
	Effects of offsetting on the balance sheet			Related amounts not offset		Effects of offsetting on the balance sheet			Related amounts not offset	
	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts
Wholesale Diversified Growth Fund										
Financial assets										
Margin accounts	1,548	-	1,548	(1,018)	530	1,625	-	1,625	(1,215)	410
Derivative financial instruments	412	-	412	(38)	374	686	-	686	(10)	676
Total	1,960	-	1,960	(1,056)	904	2,311	-	2,311	(1,225)	1,086
Financial liabilities										
Derivative financial instruments	(1,284)	-	(1,284)	1,056	(228)	(1,519)	-	(1,519)	1,225	(294)
Total	(1,284)	-	(1,284)	1,056	(228)	(1,519)	-	(1,519)	1,225	(294)

18 Offsetting financial assets and financial liabilities (continued)

	30 June 2019					30 June 2018				
	Effects of offsetting on the balance sheet			Related amounts not offset		Effects of offsetting on the balance sheet			Related amounts not offset	
	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts
Wholesale Global Share Fund										
Financial assets										
Margin accounts	-	-	-	-	-	1,205	-	1,205	-	1,205
Derivative financial instruments	430	-	430	(284)	146	527	-	527	-	527
Total	430	-	430	(284)	146	1,732	-	1,732	-	1,732
Financial liabilities										
Margin accounts	1	-	1	-	1	-	-	-	-	-
Derivative financial instruments	284	-	284	(284)	-	-	-	-	-	-
Total	285	-	285	(284)	1	-	-	-	-	-
	30 June 2019					30 June 2018				
	Effects of offsetting on the balance sheet			Related amounts not offset		Effects of offsetting on the balance sheet			Related amounts not offset	
	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts
Wholesale Global Share Fund Hedged										
Financial assets										
Derivative financial instruments	127	-	127	(21)	106	16	-	16	(16)	-
Total	127	-	127	(21)	106	16	-	16	(16)	-
Financial liabilities										
Derivative financial instruments	(21)	-	(21)	21	-	(682)	-	(682)	16	(666)
Total	(21)	-	(21)	21	-	(682)	-	(682)	16	(666)

18 Offsetting financial assets and financial liabilities (continued)

	30 June 2019					30 June 2018				
	Effects of offsetting on the balance sheet			Related amounts not offset		Effects of offsetting on the balance sheet			Related amounts not offset	
	Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts		Gross amounts set off in the balance sheet	Net amounts presented in the balance sheet	Amounts subject to master netting arrangements	Net amounts	
	\$'000	\$'000	\$'000	\$'000		\$'000	\$'000	\$'000	\$'000	
Diversified Real Return Fund										
Financial assets										
Margin accounts	12,677	-	12,677	(5,426)	7,251	13,693	-	13,693	(8,480)	5,213
Derivative financial instruments	3,258	-	3,258	(414)	2,844	4,586	-	4,586	(54)	4,532
Total	15,935	-	15,935	(5,840)	10,095	18,279	-	18,279	(8,534)	9,745
Financial liabilities										
Derivative financial instruments	10,329	-	10,329	(5,839)	4,490	(11,896)	-	(11,896)	8,534	(3,362)
Total	10,329	-	10,329	(5,839)	4,490	(11,896)	-	(11,896)	8,534	(3,362)

Master netting arrangements - not currently enforceable

Agreements with derivative counterparties are based on the ISDA Master Agreements. Under the terms of these arrangements, only where certain events occur (such as default), the net position owing/receivable to a single counterparty in the same currency will be taken as owing and all the relevant arrangements terminated. As the Schemes do not presently have a legally enforceable right of set-off, these amounts have not been offset in the balance sheets, but have been presented separately in this note.

19 Derivative financial instruments

A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign currency exchange rates, index of prices or rates, credit rating or credit index or other variables.

Derivative financial instruments require no initial net investment or an initial net investment that is smaller than would be required for other types of contracts that would be expected to have a similar response to changes in market factors.

Derivative transactions include many different instruments, such as foreign exchange forward contracts, futures and options. Derivatives are considered to be part of the investment process and the use of derivatives is an essential part of the Schemes' portfolio management. Derivatives are not managed in isolation. Consequently, the use of derivatives is multifaceted and includes:

- hedging to protect an asset or liability of the Schemes against a fluctuation in market values or to reduce volatility;
- a substitution for trading of physical securities; and
- adjusting asset exposures within the parameters set in the investment strategy, and adjusting the duration of fixed interest portfolios or the weighted average maturity of cash portfolios.

While derivatives are used for trading purposes, they are not used to gear (leverage) a portfolio. Gearing a portfolio would occur if the level of exposure to the markets exceeds the underlying value of the Schemes.

The Schemes held the following derivative financial instruments during the year:

(a) Futures

Futures are contractual obligations to buy or sell financial instruments on a future date at a specified price established in an organised market. The futures contracts are collateralised by cash or marketable securities. Changes in futures contracts' values are usually settled net daily with the exchange.

(b) Options

An option is a contractual arrangement under which the seller (writer) grants the purchaser (holder) the right, but not the obligation, either to buy (a call option) or sell (a put option) at or by a set date or during a set period, a specific amount of securities or a financial instrument at a predetermined price. The seller receives a premium from the purchaser in consideration for the assumption of future securities price risk. Options held by the Schemes are exchange traded. The Schemes are exposed to credit risks on purchased options to the extent of their carrying amounts which is their fair value. Options are settled on a gross basis.

(c) Foreign exchange forward contracts

Foreign exchange forward contracts are primarily used by the Schemes to hedge against currency risks on its non-Australian dollar denominated trading securities. The Schemes agree to receive or deliver a fixed quantity of foreign currency for an agreed upon price on an agreed future date. Foreign exchange forward contracts are valued at the prevailing bid price at the end of each reporting period. The Schemes recognise a gain or loss equal to the change in fair value at the end of each reporting period.

19 Derivative financial instruments (continued)

(d) Swaps

Swaps are derivative instruments in which two counterparties agree to exchange one stream of cash flow against another stream.

Interest rate swaps are valued based on the estimated amount that the entity would receive or pay to terminate the swap at the balance sheet date, taking into account current interest rates and the current creditworthiness of the swap counterparties.

Total return swaps are valued at fair value in which payments made by the Schemes or the counterparty are based on the total return of a particular reference asset or assets (such as an equity or fixed income security, a combination of such securities, or an index). The value of the Schemes' swap positions will increase or decrease depending on the changes in value of the underlying rates, currency values, volatility or other indices or measures.

Risk exposures and fair value measurements

Information about the Schemes' exposure to financial risks and the methods and assumptions used in determining fair values is provided in note 17. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of the derivative financial instruments.

20 Events occurring after the reporting period

No significant events have occurred since the reporting date which would have impact on the financial position of the Schemes disclosed in the balance sheets as at 30 June 2019 or on the results and cash flows of the Schemes for the year ended on that date.

21 Contingent assets, liabilities and commitments

There were no outstanding contingent assets, liabilities or commitments as at 30 June 2019 and 30 June 2018.

Directors' declaration

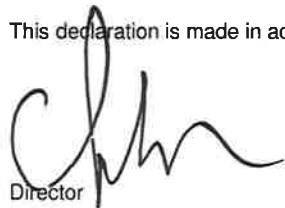
Perpetual Investment Management Limited presents the Directors' declaration in respect of the following Schemes:

Perpetual Dynamic Fixed Income Fund	Perpetual Smaller Companies Fund
Perpetual Income Share Fund	Perpetual Wholesale Smaller Companies Fund No. 2
Perpetual Australian Share Fund	Perpetual Conservative Growth Fund
Perpetual Concentrated Equity Fund	Perpetual Diversified Growth Fund
Perpetual Ethical SRI Fund	Perpetual Balanced Growth Fund
Perpetual Geared Australian Fund	Perpetual Split Growth Fund
Perpetual Wholesale Industrial Fund	Perpetual Global Share Fund
Perpetual Wholesale International Share Fund	Perpetual Global Share Fund Hedged
Perpetual SHARE-PLUS Long-Short Fund	Perpetual Diversified Real Return Fund

In the opinion of the directors of Perpetual Investment Management Limited, the Responsible Entity of the Schemes:

- (a) the annual financial statements and notes, set out on pages 9 to 123, are in accordance with the *Corporations Act 2001*, including:
- (i) complying with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board and the *Corporations Regulations 2001*; and
 - (ii) giving a true and fair view of the Schemes' financial positions as at 30 June 2019 and of their performances for the financial year ended on that date;
- (b) there are reasonable grounds to believe that the Schemes will be able to pay their debts as and when they become due and payable; and
- (c) note 2(a) confirms that the financial statements comply with International Financial Reporting Standards and Interpretations issued by the International Accounting Standards Board.

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



Director

Sydney
18 September 2019



Independent Auditor's Report

To the respective unitholders of the following Schemes:

Perpetual Dynamic Fixed Income Fund;

Perpetual Income Share Fund;

Perpetual Australian Share Fund;

Perpetual Concentrated Equity Fund;

Perpetual Ethical SRI Fund;

Perpetual Geared Australian Share Fund;

Perpetual Wholesale Industrial Fund;

Perpetual Wholesale International Share Fund;

Perpetual SHARE-PLUS Long-Short Fund;

Perpetual Smaller Companies Fund;

Perpetual Wholesale Smaller Companies Fund No.2;

Perpetual Conservative Growth Fund;

Perpetual Diversified Growth Fund;

Perpetual Balanced Growth Fund;

Perpetual Split Growth Fund;

Perpetual Global Share Fund;

Perpetual Global Share Fund Hedged; and

Perpetual Diversified Real Return Fund.

For the purpose of this report, the term Scheme and Schemes denote the individual and distinct entity for which the financial information is prepared and upon which our audit is performed. Each is to be read as a singular subject matter.

Opinions

We have audited the **Financial Reports** of the Schemes.

In our opinion, the accompanying Financial Report of each Scheme is in accordance with the *Corporations Act 2001*, including

- giving a true and fair view of the Scheme's financial position as at 30 June 2019 and of its financial performance for the year ended on that date; and
- complying with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The respective **Financial Reports** of the individual Schemes comprise of:

- Balance sheets as at 30 June 2019
- Statements of comprehensive income, Statements of changes in equity, and Statements of cash flows for the year then ended
- Notes including a summary of significant accounting policies
- Directors' Declarations.

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Basis for opinions

We conducted our audits in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinions.

Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report.

We are independent of the Schemes in accordance with the *Corporations Act 2001* and the relevant ethical requirements of *the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants* (the Code). We have fulfilled our other ethical responsibilities in accordance with the Code.

Other Information

Other Information is financial and non-financial information in the issuer of the respective Scheme's annual reporting which is provided in addition to the Financial Report and the Auditor's Report. This includes the Directors' report. The Directors of Perpetual Investment Management Limited (the Responsible Entity) are responsible for the Other Information.

Our opinions on the Financial Reports do not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audits of the Financial Reports, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Reports or our knowledge obtained in the audits, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Directors for the Financial Reports

The Directors of Perpetual Investment Management Limited (the Responsible Entity) are responsible for:

- preparing the Financial Reports that give a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*;
- implementing necessary internal control to enable the preparation of the Financial Reports that give a true and fair view and are free from material misstatement, whether due to fraud or error; and



- assessing the Schemes' ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Schemes or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audits of the Financial Reports

Our objective is:

- to obtain reasonable assurance about whether the Financial Reports as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an Auditor's Report that includes our opinions.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Reports.

A further description of our responsibilities for the audits of the Financial Reports is located at the *Auditing and Assurance Standards Board* website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our Auditor's Report.

KPMG

Jessica Davis

Partner

Sydney

18 September 2019



**AUSTRALIAN CAPITAL
TERRITORY**

Level 6
10 Rudd Street
Canberra ACT 2601

NEW SOUTH WALES

Angel Place
Level 18
123 Pitt Street
Sydney NSW 2000

QUEENSLAND

Central Plaza 1
Level 15
345 Queen Street
Brisbane QLD 4000

SOUTH AUSTRALIA

Level 11
101 Grenfell Street
Adelaide SA 5000

VICTORIA

Rialto South Tower
Level 29
525 Collins Street
Melbourne VIC 3000

WESTERN AUSTRALIA

Exchange Tower
Level 29
2 The Esplanade
Perth WA 6000

www.perpetual.com.au