

**AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
A.C.N. 164 568 610
ANNUAL REPORT
FOR THE YEAR ENDED 30 JUNE 2020**

**AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
ANNUAL REPORT
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**AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 30 JUNE 2020**

GENERAL INFORMATION

Australian Company Number

164 568 610

Directors

Ian Silk (President)
Antony Thow (Deputy President)
Debby Blakey (Remuneration Committee Chair)
Candy Broad
Lou Capparelli
Vicki Doyle
David Elia
Michelle Gardiner
Donna Heffernan
Joshua Lim
John Livanos (Finance, Risk and Audit Committee Chair)
Liza McDonald
Dave Noonan
Michael Pennisi

Company Secretary

Carole Alt

Auditor

PricewaterhouseCoopers
2 Riverside Quay
Southbank VIC 3006

Registered Office

Level 23
150 Lonsdale Street
Melbourne VIC 3000

Country of Incorporation

Australia

Country of Domicile

Australia

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

The directors present their report on Australian Council of Superannuation Investors Limited (ACSI) for the year ended 30 June 2020.

Directors

The following persons were directors of ACSI during the financial year and up to the date of this report:

Name	Roles	Date Appointed
Julie Bignell	CareSuper, Deputy Chair Austin Health, Director	10 April 2018 (ceased 31 December 2019)
Debby Blakey	HESTA, Chief Executive Officer Fund Executives Association Ltd, Director Industry Super Australia, Director IFM Shareholder Advisory Board, Member ME Shareholder and Key Stakeholder Engagement Group, Member	20 April 2015
Candy Broad	First Super, Independent Trustee Director PrimeSafe, Statutory Authority, Victorian Government, Chair and Board Director (ceased 1 October 2019) Women's Health Victoria Inc, Chair and Board Director Loddon Mallee Housing Services Ltd trading as Haven: Home Safe, Director	17 February 2017
Lou Capparelli	Unisuper, Sustainable Portfolios and Governance, Manager	29 May 2019
Brendan Casey	REST, General Manager Investments Skildar Pty Ltd ATF Brendan and Alison Casey Super Fund, Chair	16 October 2018 (ceased 1 November 2019)
Vicki Doyle	REST Super, Chief Executive Officer Superfriend, Director	2 November 2019
David Elia	HOSTPLUS, Chief Executive Officer and Company Secretary Host-Plus Peel Street Pty Ltd, Director Host-Plus Phillip Street Pty Ltd, Director Host-Plus North Fremantle Pty Ltd, Director Association of Superannuation Funds of Australia, Director EJ Whitten Foundation, Director Galileo Phillip Street JV Pty Limited, Director Industry Super Australia (ISA) Pty Ltd, Director HOSTPLUS Sunbury Pty Limited, Director HOSTPLUS Helensvale Pty Limited, Director Helensvale Nominee Pty Limited, Director Redding Ridge Asset Management LLC, Director North Fremantle JV Pty Ltd, Director and Company Secretary Darling Harbour Live HoldCo 3 Pty Limited, Director and Company Secretary Darling Harbour Live HoldCo 4 Pty Limited, Director and Company Secretary Darling Harbour Live 3 Pty Limited, Director and Company Secretary Darling Harbour Live 4 Pty Limited, Director and Company Secretary Peel Street JV Pty Ltd, Director and Company Secretary Host-Plus Investments Pty Ltd, Director and Company Secretary Host-Plus Property Pty Ltd, Director and Company Secretary Delaware North Australia, Advisory Committee Tourism and Transport Forum, Advisory Board IFM Shareholder Advisory Board ME Bank Shareholder Advisory Board M.H. Carnegie and Co. Pty Ltd, Advisory Board Darling Harbour Live Partnership, Advisory Board Carnegie Innovation Fund No. 1 and Fund No. 2, Advisory Board Carnegie Private Opportunities Fund No.1 and Fund No.2, Advisory Board Redding Ridge Holdings LP, Advisory Board	28 July 2015
Michelle Gardiner	CareSuper Pty Ltd, Trustee Director In Business Pty Ltd, Director and Secretary Maynine Pty Ltd, Director Dandaloo Super Pty Ltd, Director IFM Shareholder Advisory Board, Member	23 January 2020
Donna Heffernan	Local Government Super, Deputy CEO and Company Secretary LIF Pty Ltd, Company Secretary LGFS Pty Ltd, Company Secretary	14 June 2019
Joshua Lim (Sze Tsung)	IFM Investors Pty Ltd, Deputy Chief Executive and Company Secretary IFM Holdings Pty Ltd, Company Secretary IFM Investors (Nominees) Ltd, Company Secretary IFM Investors Fiduciary Pty Ltd, Company Secretary IFM Investors Fiduciary No.2 Pty Ltd, Company Secretary Industry Super Holdings, Company Secretary	19 June 2019
John Livanas	State Super, Chief Executive Officer STC Funds Nominee Pty Ltd, Director University of Sydney, Member of the Finance & Audit Investment Sub-Committee	30 July 2013
Liza McDonald	First State Super, Head of Responsible Investments PRI Australian Advisory Committee, Member ESG Research Australia Committee, Member	1 August 2018

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

Name	Roles	Date Appointed
Dave Noonan	Cbus, Member Director Construction Forestry Mining Energy Union Construction and General Division, National Secretary Construction Forestry Mining Energy Union, National Assistant Secretary Building and Woodworkers International, Vice President (Asia Pacific Region) Cbus Property Pty Ltd, Director Australian Super Developments Pty Ltd, Director	11 April 2018
Michael Pennisi	QSuper, Chief Executive Officer QSuper Limited, Chief Executive Officer QInvest Limited, Chief Executive Officer QInsure Limited, Chief Executive Officer (ceased 3 June 2020) One QSuper Pty Ltd, Chief Executive Officer QSuper Asset Management Pty Ltd, Director One QSuper Pty Ltd, Director QSuper Investment Company Pty Ltd, Director QSuper Investment Holdings Pty Ltd, Director QSuper Global Assets Pty Ltd, Director QS Cash Pty Ltd, Director QS Diversified Alternatives Pty Ltd, Director QS Fixed Interest Pty Ltd, Director QS Infrastructure Pty Ltd, Director QS Real Estate Pty Ltd, Director Dalmo Pty Ltd, Director QS Iona Holdings Pty Limited, Director QInsure Limited, Director Menzies Health Institute Queensland Advisory Board, Member	30 October 2015
Ian Silk	AustralianSuper, Chief Executive Officer AustralianSuper Icon Parking No 1 Pty Ltd, Director AustralianSuper Icon Parking No 2 Pty Ltd, Director AustralianSuper Public Sector Pty Ltd, Director Industry Super Australia Pty Ltd, Director Westscheme Pty Ltd, Director Basketball Australia, Director (ceased 16 May 2020) AustralianSuper Research Pty Ltd, Director and Secretary IFM Shareholder Advisory Board, Member Investor Group on Climate Change, Member UNPRI Asset Owners Advisory Committee, Member ME Shareholder Engagement Group, Member	17 February 2017
Antony Thow	LUCRF Super, Deputy CEO and Chief Operating Officer	16 August 2013
David Atkin (alternate director)	Cbus, Chief Executive Officer United Super Investments Pty Ltd, Director SuperFriend - Industry Funds Forum Mental Health Foundation, Chair Industry Super Australia, Alternate Director	16 August 2013
Dmitry Capel (alternate director)	HOSTPLUS, Head of Equities and Governance	23 March 2016 (ceased 16 March 2020)

Directors' Meetings

The number of meetings of directors (including meetings of FRAC, Remuneration Committee and Nominations Committee) held during the year and the number of meetings attended by each director were as follows:

	Board Meetings		FRAC Meetings		Remuneration Meeting		Nominations Committee Meeting	
	Eligible to Attend	Meetings Attended	Eligible to Attend	Meetings Attended	Eligible to Attend	Meeting Attended	Eligible to Attend	Meeting Attended
Julie Bignell ³	2	2	2	2	-	-	1	1
Debby Blakey	4	4	-	-	1	1	1	1
Candy Broad	4	4	4	4	-	-	-	-
Lou Capparelli	4	4	-	-	-	-	-	-
Brendan Casey ²	1	1	-	-	-	-	1	1
Vicki Doyle ¹	3	2	-	-	-	-	-	-
David Elia	4	3	-	-	-	-	1	1
Michelle Gardiner ⁴	2	2	-	-	-	-	-	-
Donna Heffernan	4	3	-	-	-	-	-	-
Joshua Lim	4	3	-	-	-	-	-	-
John Livanas	4	4	4	4	-	-	-	-
Liza McDonald	4	4	4	4	-	-	-	-
Dave Noonan	4	2	-	-	-	-	-	-
Michael Pennisi	4	3	-	-	-	-	-	-
Ian Silk	4	4	4	4	1	1	-	-
Antony Thow	4	4	-	-	1	1	-	-

¹ Vicki Doyle appointed to Board on 2 November 2019,

² Brendan Casey resigned from Board on 1 November 2019

³ Julie Bignell resigned from the Board and FRAC on 31 December 2019.

⁴ Michelle Gardiner appointed to Board on 23 January 2020.

The Directors of the Company do not receive any remuneration for the performance of their duties as Directors.

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

Incorporation

ACSI was incorporated on 12 April 2001 as an Incorporated Association. On 1 July 2013, the organisation became a public company limited by guarantee, domiciled in Australia. The address of its registered office and principal place of business is Level 23, 150 Lonsdale Street, Melbourne, VIC 3000, Australia.

Principal Activities

ACSI provides a strong voice on environmental, social and governance (ESG) issues on behalf of its members who are Australian and international institutional investors.

ACSI's vision, mission and beliefs, as articulated in its strategic plan, encapsulate what ACSI stands for and what ACSI is trying to achieve. They serve as reference points for the goals, initiatives and measures set by ACSI.

ACSI's vision is to drive strong ESG performance in companies in which our members invest because ESG creates long-term value.

ACSI's mission is to use its collective impact to influence companies and financial markets in the interests of our members as long-term investors.

ACSI's business activities in each year, which represent a series of shorter-term goals and deliverables aimed at achieving the company's long-term objectives, are coordinated through the annual business plan. The business plan contains the major actions and projects to achieve the goals outlined in the strategic plan. Where relevant, the business plan documents key performance indicators for the actions and projects.

ACSI's business activities are managed by the company's CEO with oversight from the Board and with reference to the company's strategic plan and annual business plan. ACSI's management team reports progress to the Board against the strategic and annual business plan on an interim and end-of-year basis. The financial management of the company is overseen by the Board, through the Board's Finance, Risk and Audit Committee (FRAC).

ACSI's principal activities are:

- undertake or commission research into relevant ESG issues for members;
- provide members with information that assists the development and implementation of an ESG policy;
- provide educational activities, materials, seminars and conferences related to ESG issues;
- engage with ASX300 companies in order to understand and, where appropriate, improve the management of ESG risks and opportunities;
- provide members with Voting Alert Services on the ESG practices of Australia's ASX300 companies and large overseas listed companies to aid with voting and engagement decisions;
- provide members with fee-for-service consulting services on ESG policy development and disclosure;
- coordinate and act as an aggregator for ACSI members on international engagement; and
- advocate for improved ESG practices and standards including promotion of effective legislative and regulatory regimes.

Significant changes in the state of affairs and likely developments

There were no significant changes in the state of affairs of the Company during the financial year nor any likely developments in the Company's activities that were not finalised at the date of this report. Whilst COVID-19 has created some challenges, such as the need to cancel our annual conference due to restrictions, ACSI is navigating this period of uncertainty with a solid financial position to deliver on our program of work with our members.

Review of Operations

The operating surplus after tax for the year amounted to \$793,990 (2019: \$1,048,738).

The operating performance for the financial year ended 30 June 2020 was impacted by several factors, including:

- reduced event revenue as there was no Annual Conference held in 2020 due to COVID-19 restrictions;
- the impact of the new leasing standard AASB 16 Leases (refer note 2(A)) which brings forward accounting expenses of net \$26,097. The impact of this standard will be neutral over the period of leases entered but has a negative profit and loss impact in early years of leases entered.

This is the first set of the Company's annual financial statements in which AASB 16 Leases has been applied. Under the transition methods chosen, comparative information has not been restated. The 2020 results are therefore not directly comparable to prior years. Changes to significant accounting policies and the impact of applying new standards is described in note 2.

Events since the end of the financial year

No significant events have occurred since the end of the reporting period that would impact upon the financial position of the Company disclosed in the Balance Sheet as at 30 June 2020 or on the results and cash flows of the Company for the year ended on that date.

Environmental regulation

The Company is not subject to significant environmental regulation in respect of its activities.

Insurance of Officers

During the financial year, the Company paid a premium of \$24,353 (2019:\$20,206) to insure the Directors and Officers of the Company.

Contribution in Winding Up

The Company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$100 each towards any outstanding obligations of the entity. At 30 June 2020, the number of members was 41 (2019: 39).

Auditors Independence Declaration

A copy of the auditor's independence declaration as required under s.307C of the *Corporations Act 2001* is included in page 7.

Rounding of amounts

The Company is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the directors' report. Amounts in the directors' report have been rounded off in accordance with the instrument to the nearest thousand dollars, or in certain cases, to the nearest dollar.

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



Ian Silk
President

Melbourne, 19 October 2020



John Livanas
Director

Sydney, 19 October 2020



Auditor's Independence Declaration

As lead auditor for the audit of Australian Council of Superannuation Investors Limited for the year ended 30 June 2020, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in blue ink, appearing to read 'G. Sagonas', is written over a faint, illegible printed name.

George Sagonas
Partner
PricewaterhouseCoopers

Melbourne
19 October 2020

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Revenue from ordinary activities			
Membership subscription fees		3,762,305	3,866,284
Voting alert subscription fees		1,306,443	1,109,230
International engagement service fees		165,918	8,994
Fee-for-service consulting fees		40,500	21,500
Conference and events		125,699	417,487
Interest		118,264	140,676
Other income		117,344	2,903
Total revenue from ordinary activities		<u>5,636,473</u>	<u>5,567,074</u>
Expenses from ordinary activities			
Staff cost including superannuation		2,886,445	2,465,392
Finance and office expenses		543,092	412,275
Legal, compliance and consulting expenses		79,686	98,140
Research costs		52,604	270,785
Events and communication		159,110	277,630
Travel expenses		66,388	117,526
Promotion and development costs		24,330	27,563
Voting alert services		934,623	839,389
International engagement		96,205	9,636
Total expenses from ordinary activities		<u>4,842,483</u>	<u>4,518,336</u>
Profit/(loss) from ordinary activities before income tax		<u>793,990</u>	<u>1,048,738</u>
Income tax expense	3	-	-
Profit/(loss) from ordinary activities after income tax		<u>793,990</u>	<u>1,048,738</u>
Other comprehensive income			
Other comprehensive income		-	-
Total Comprehensive surplus/(loss) for the period		<u><u>793,990</u></u>	<u><u>1,048,738</u></u>

This statement should be read in conjunction with the notes to the financial statements.

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
BALANCE SHEET
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
ASSETS			
Current assets			
Cash and cash equivalents	14a	10,038,590	8,857,877
Receivables	4	167,563	85,895
Other assets	5	151,584	323,335
Total current assets		<u>10,357,737</u>	<u>9,267,107</u>
Non current assets			
Property, plant & equipment and right-of-use assets	6	903,681	86,419
Intangible assets	7	281,180	103,360
Total non current assets		<u>1,184,861</u>	<u>189,779</u>
Total assets		<u>11,542,598</u>	<u>9,456,886</u>
LIABILITIES			
Current liabilities			
Other payables	8	912,516	796,114
Employee benefit obligations	9	391,461	296,405
Lease liabilities	10	102,909	-
Income received in advance	11	4,358,111	4,110,715
Total current liabilities		<u>5,764,997</u>	<u>5,203,234</u>
Non current liabilities			
Employee benefit obligations	9	17,298	52,715
Lease liabilities	10	765,376	-
Total non current liabilities		<u>782,674</u>	<u>52,715</u>
Total liabilities		<u>6,547,671</u>	<u>5,255,949</u>
NET ASSETS		<u>4,994,927</u>	<u>4,200,937</u>
Equity			
Reserves	12	3,027,000	1,776,640
Retained earnings		1,967,927	2,424,297
TOTAL EQUITY		<u>4,994,927</u>	<u>4,200,937</u>

This statement should be read in conjunction with the notes to the financial statements.

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2020

	Reserves	Retained Earnings	Total
	\$	\$	\$
2020			
Balance as at 1 July 2019	1,776,640	2,424,297	4,200,937
Profit for the year	-	793,990	793,990
Transfer to/from reserves	1,250,360	(1,250,360)	-
Balance as at 30 June 2020	<u>3,027,000</u>	<u>1,967,927</u>	<u>4,994,927</u>
	12		
2019			
Balance as at 1 July 2018	-	3,152,199	3,152,199
Profit for the year	-	1,048,738	1,048,738
Transfer to/from reserves	1,776,640	(1,776,640)	-
Balance as at 30 June 2019	<u>1,776,640</u>	<u>2,424,297</u>	<u>4,200,937</u>
	12		

This statement should be read in conjunction with the notes to the financial statements.

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Cash flows from operating activities			
Cash receipts in the course of operations		5,566,596	5,750,014
Cash receipts from other revenue		117,344	2,903
Cash payments in the course of operations		(4,321,596)	(4,282,205)
Interest expense on lease liabilities		(23,014)	-
Income taxes received/(paid)		-	-
Net cash inflow from operating activities	14(b)	1,339,330	1,470,713
Cash flows from investing activities			
Interest received		118,263	140,676
Proceeds from sale of property, plant and equipment		-	955
Payments for property, plant and equipment		(2,987)	(47,816)
Payments for intangible assets		(177,820)	(103,360)
Net cash outflow from investing activities		(62,544)	(9,546)
Cash flows from financing activities			
Repayment of principal lease liabilities		(96,073)	-
Net cash outflow from financing activities		(96,073)	-
Net increase in cash held		1,180,713	1,461,167
Cash and cash equivalents at the beginning of the financial year		8,857,877	7,396,710
Cash and cash equivalents at the end of the financial year	14(a)	10,038,590	8,857,877

This statement should be read in conjunction with the notes to the financial statements.

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

1. REPORTING ENTITY

General Information

The Australian Council of Superannuation Investors Limited ("Company") (ACN: 164 568 610) was incorporated on 12 April 2001 as an Incorporated Association. On 1 July 2013, the organisation became a public company limited by guarantee, domiciled in Australia. The address of its registered office and principal place of business is Level 23, 150 Lonsdale Street, Melbourne, VIC 3000, Australia.

ACSI's principal activities are:

- undertake or commission research into relevant environmental, social and governance (ESG) issues for members;
- provide members with information that assists the development and implementation of an ESG policy;
- provide educational activities, materials, seminars and conferences related to ESG issues;
- engage with ASX300 companies in order to understand and, where appropriate, improve the management of ESG risks and opportunities;
- provide members with Voting Alert Services on the ESG practices of Australia's ASX300 companies and large overseas listed companies to aid with voting and engagement decisions;
- provide members with fee-for-service consulting services on ESG policy development and disclosure;
- coordinate and act as an aggregator for ACSI members on international engagement; and
- advocate for improved ESG practices and standards including promotion of effective legislative and regulatory regimes.

The financial statements for the year ended 30 June 2020 were approved and authorised for issue by the Board of Directors on 19 October 2020.

Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. ACSI is a Not-for-Profit company and these financial statements comply with Australian Accounting Standards - Reduced Disclosure Requirements as issued by the AASB.

This is the first set of the Company's annual financial statements in which AASB 16 Leases, AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-For-Profit Entities has been applied. Under the transition methods chosen, comparative information has not been restated. Changes to significant accounting policies and the impact of applying new standards is described in the notes to the financial statements.

The financial report has been prepared on the basis of historical cost. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, which is the Company's functional currency.

2. SIGNIFICANT ACCOUNTING POLICIES

(A) Change in Significant Accounting Policies

The Company has consistently applied the accounting policies set out in Note 2 to all periods presented in these financial statements, unless otherwise stated.

The Company has applied the following standards and amendments for the first time for their annual reporting period commencing 1 July 2019:

AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities

AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-profit Entities, which establishes a comprehensive framework for determining whether, how much and when revenue is recognised, and is mandatory for the Company's 2019 financial statements. The new accounting policies are disclosed in note 2(B). There has been no impact on the historical financial statements from the adoption of AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities.

AASB 16 Leases

The Company has adopted AASB 16 Leases from 1 July 2019 using the modified retrospective approach and electing to measure the right-of-use asset equal to the right-of-use liability at the date of adoption, less any portion of the right-of-use asset that was reclassified to lease receivables. Therefore, the comparative information presented for 2019 is not restated.

On adoption of AASB 16, the Company recognised lease liabilities in relation to leases which had previously been classified as 'operating leases' under the principles of AASB 117 Leases. These liabilities were measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate as of 1 July 2019. The weighted average lessee's incremental borrowing rate applied to the lease liabilities on 1 July 2019 was 2.5%.

(i) Definition of a lease

Previously, the Company determined at contract inception whether an arrangement was or contained a lease under AASB Interpretation 4 Determining whether an arrangement contains a lease. The Company now assesses whether a contract is or contains a lease based upon the definition of a lease, as explained in note 2(E). On transition to AASB 16, The Company elected to apply the practical expedient to grandfather the assessment of which transactions are leases. The Company applied AASB 16 only to contracts that were previously identified as leases. Contracts that were not identified as leases under AASB 117 and AASB Interpretation 4 were not reassessed for whether there is a lease under AASB 16. Therefore, the definition of a lease under AASB 16 was applied only to contracts entered into or changed on or after 1 July 2019.

(ii) Leases as a lessee

The Company leases office accommodation as a sub-lessee of the lead tenant under a 10-year lease which was entered into 2017. The Company also leases photocopier equipment under a 5-year lease arrangement. Previously, the leases were classified as operating leases under AASB 117. Under AASB 16, the Company recognises a right-of-use asset and lease liability.

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

MEASUREMENT OF LEASE LIABILITIES

Operating lease commitments as at 30 June 2019

Office building	\$	1,060,747
Office equipment	\$	8,811
Total operating lease commitments as at 30 June 2019	\$	1,069,557
Discounted using the incremental borrowing rate - initial application	\$	964,358

Lease liability recognised at 1 July 2019	\$	964,358
Current lease liabilities	\$	96,074
Non-current lease liabilities	\$	868,284

MEASUREMENT OF RIGHT-OF-USE ASSETS

The associated right-of-use assets were measured at the amount equal to the lease liability at 1 July 2019, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the balance sheet as at 30 June 2019.

Office building	\$	955,878
Office equipment	\$	8,480
Total right-of-use assets recognised at 1 July 2019	\$	964,358

(B) Revenue

The Company has applied AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not-for-Profit Entities from 1 July 2019. Revenue is measured on the consideration specified in a contract with a customer. The company recognises revenue when it transfers control of a good or service to a customer.

The following table provides information about the nature and timing of the satisfaction of performance obligations in contracts with customers, including significant payment terms and the related revenue recognition policies.

Stream of Revenue	Nature and timing of satisfaction of performance obligations, including significant payment terms.	Revenue recognition under AASB 15 and AASB 1058 (applicable from 1 July 2019)	Revenue recognition under AASB 118 (applicable before 1 July 2019)
Membership Subscription Fees	Services provided to members, including but not limited to research into relevant ESG issues, information to assist the development and implementation of ESG policy and engagement with ASX300 companies in order to understand and improve ESG risks and opportunities. Membership fees are paid annually at the beginning of the membership year.	Membership subscription fee income is recognised on an accrual basis and recognised in profit or loss over the membership period.	The subscription income is brought to account in the period when the service is provided.
Voting Alert Subscription fees	Provides members with voting alert services on the ESG practices of Australia's ASX300 companies and large overseas listed companies to aid with voting and engagement decisions. Voting alert fees are either paid annually or half yearly at the beginning of the calendar year and/or at the beginning of the financial year.	Voting alert subscription fee income is recognised on an accrual basis and recognised in profit or loss over the subscription period.	The subscription income is brought to account in the period when the service is provided.
International Engagement Service fees	Service to act as coordinator and aggregator on behalf of ACSI members on international engagements. Income includes service fees from small members, paid annually at the beginning of the financial year and service fees from Hermes EOS which are paid quarterly.	International engagement service income is recognised on an accrual basis and recognised in profit or loss over the period of the engagement.	Other services revenue is recognised when services are delivered.
Conference and events	The Company organises seminars and conferences for members and other attendees interested in matters related to ESG issues. Income includes registration fees, sponsorship income and other income associated with these events.	Conference and event income and any associated sponsorship income is recognised when the event takes place. Monies received in advance are recognised as income received in advance in the balance sheet.	Other services revenue is recognised when services are delivered. All revenue is stated net of the amount of goods and services tax (GST).
Fee For Service Consulting Fees	Provides members with fee-for-service consulting services on ESG policy development and disclosure.	Fee for service consulting fee income is recognised on an accruals basis and recognised in profit or loss over the period of the engagement.	Other services revenue is recognised when services are delivered. All revenue is stated net of the amount of goods and services tax (GST).
Other Revenue	Other revenue, including but not limited to interest income.	Other revenue is recognised when the right to receive the revenue has been established. All revenue is stated net of the amount of goods and services tax (GST). Other revenue also includes government grants and assistance, such as small business tax relief, that the Company is eligible for and is disclosed on a gross presentation basis. There are no unfulfilled conditions or other contingencies attaching to these grants.	Other services revenue is recognised when services are delivered. All revenue is stated net of the amount of goods and services tax (GST).

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(B) Revenue (continued)

AASB 1058 applies to transactions where the consideration to acquire an asset is significantly less than fair value principally to enable a not-for-profit entity to further its objectives, and the receipt of volunteer services. The Company does not have any transactions where assets are acquired for less than fair value or receive volunteer services and as such revenue is recognised as performance obligations are met.

(C) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

- (i) where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an assets or as a non-income tax expense.
- (ii) for receivables and payables which are recognised inclusive of GST. The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from or payable to the taxation authority is classified within operating cash flows.

(D) Income Tax

The income tax expense in the statement of profit or loss and other comprehensive income is matched with the accounting surplus after allowing for permanent differences. In determining the extent to which the accounting surplus is subject to income tax, reliance has been placed on an interpretative advice received from the Australian Taxation Office which indicated that the entity is subject to the principle of mutuality. On the basis of this interpretative advice, only the non-mutual income of entity is subject to income tax.

(E) LEASES

As described in Note 2(A), the Company has applied AASB 16 using the modified retrospective approach and therefore comparative information has not been restated.

Accounting policy applicable from 1 July 2019

(i) Lease payments

For any new contracts entered into on or after 1 July 2019, the Company considers whether a contract is, or contains a lease. A lease is defined as 'a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration'.

To apply this definition the Company assesses whether the contract meets three key evaluations which are whether:

- (i) the contract contains an identified asset, which is either explicitly identified in the contract or implicitly specified by being identified at the time the asset is made available to the Company;
- (ii) the Company has the right to obtain substantially all of the economic benefits from use of the identified asset throughout the period of use, considering its rights within the defined scope of the contract; and
- (iii) the Company has the right to direct the use of the identified asset throughout the period of use.

The Company assess whether it has the right to direct 'how and for what purpose' the asset is used throughout the period of use.

(ii) Measurement and recognition of leases as a lessee

At lease commencement date, the Company recognises a right-of-use asset and a lease liability on the balance sheet. The right-of-use asset is initially measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Company, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date (net of any incentives received).

The Company depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The Company also assesses the right-of-use asset for impairment when such indicators exist.

At the commencement date, the Company measures the lease liability at the present value of the lease payments unpaid at that date, discounted using the interest rate implicit in the lease if that rate is readily available or the Company's incremental borrowing rate.

Lease payments included in the measurement of the lease liability are made up of fixed payments (including in-substance fixed payments), variable payments based on an index or rate that is in effect at the lease commencement date, amounts expected to be payable under a residual value guarantee and payments arising from options reasonably certain to be exercised.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured to reflect any reassessment or modification, or if there are changes in in-substance fixed payments.

When the lease liability is remeasured, the corresponding adjustment is reflected in the right-of-use asset, or profit and loss if the right-of-use asset is already reduced to zero.

The Company has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognising a right-of-use asset and lease liability, the payments in relation to these are recognised as an expense in profit or loss on a straight-line basis over the lease term.

On the balance sheet, right-of-use assets have been included in property, plant and equipment and lease liabilities have been presented as standalone financial statement items as lease liabilities.

Accounting policy applicable pre 1 July 2019

(i) Lease payments and assets

Payments made under operating leases are recognised in profit or loss on a straight line basis over the term of the lease. Lease incentives received are recognised as an integral part of the total lease expense, over the term of the lease.

All leases were defined as operating leases and therefore no leased assets were recognised in the Company's balance sheet.

(F) CASH AND CASH EQUIVALENTS

Term deposits are presented as cash equivalents if they have a maturity of three months or less from the date of acquisition and are repayable with 24 hours' notice with no loss of interest. See note 13 for the Company's reconciliation of cash and cash equivalents.

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(G) RECEIVABLES

Receivables and other contract assets are impaired where there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure to make contractual payments for a period of greater than 120 days past due. Impairment losses on receivables and other contract assets are presented as net impairment losses within other expenses. Subsequent recoveries of amounts previously written off are credited against the same line item.

(H) PROPERTY, PLANT & EQUIPMENT

Property, plant & equipment is measured at historical cost less accumulated depreciation. Depreciation is calculated using a straight-line method over an asset's estimated useful life as follows from the time an asset is held ready for use.

Office Equipment	3 - 5 years
Furniture and Fittings	3 - 5 years
Right-of-use leased asset(s)	Over the term of the lease agreement

(I) INTANGIBLES

Intangible assets are measured at cost less accumulated amortisation and impairment. Amortisation is calculated using a straight-line method over an asset's estimated useful life as follows from the time an asset is held ready for use.

Computer software	3 - 5 years
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Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognised in profit or loss as incurred.

(J) PAYABLES

Payables are unsecured and are usually paid within 30 days of recognition.

(K) EMPLOYEE BENEFIT OBLIGATIONS

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave when it is probable that settlement is required and they are capable of being measured reliably.

Liabilities recognised in respect of employee benefits expected to be settled within 12 months are measured at their nominal values using the remuneration rate expected to apply at the time of settlement.

Liabilities recognised in respect of employee benefits which are not expected to be settled within 12 months are measured as the present value of the estimated future cash outflows to be made by the Company in respect of services provided by employees up to reporting date.

(L) INCOME RECEIVED IN ADVANCE

Income received in advance comprises proceeds received for services which have not yet been performed and is recorded in the balance sheet, consistent with the revenue recognition policy (refer Note 2(B)).

3 INCOME TAX	2020	2019
	\$	\$
Income Tax Expense		
Prima facie income tax expense at 27.5%	218,347	288,403
Exempt from tax under the principle of mutuality	<u>(218,347)</u>	<u>(288,403)</u>
Income tax expense	<u>-</u>	<u>-</u>
	2020	2019
	\$	\$
4 RECEIVABLES		
Current		
Outstanding subscriptions	117,536	65,901
Other receivables	<u>50,027</u>	<u>19,994</u>
Total receivables	<u>167,563</u>	<u>85,895</u>

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$		
5 OTHER ASSETS				
Current				
Prepayments	151,584	323,335		
6 PROPERTY PLANT & EQUIPMENT AND RIGHT-OF-USE ASSETS				
OFFICE EQUIPMENT				
At cost				
Balance as at 1 July	53,268	24,882		
Additions	2,987	45,298		
Disposals	-	(16,912)		
Balance as at 30 June	56,255	53,268		
Accumulated depreciation				
Balance as at 1 July	10,430	15,205		
Charge during the year	12,782	10,164		
Disposals	-	(14,939)		
Balance as at 30 June	23,212	10,430		
Office equipment net book value	33,043	42,838		
FURNITURE & FITTINGS				
At cost				
Balance as at 1 July	59,953	57,435		
Additions	-	2,518		
Balance as at 30 June	59,953	59,953		
Accumulated depreciation				
Balance as at 1 July	16,372	1,572		
Charge during the year	14,989	14,800		
Balance as at 30 June	31,361	16,372		
Furniture & fittings net book value	28,592	43,581		
RIGHT-OF-USE ASSETS (LEASED)				
	Office Building	Photocopier	Total	
	\$	\$	\$	
Balance at 1 July 2019	955,878	8,480	964,358	-
Depreciation charge for the year	119,485	2,827	122,312	-
Balance as at 30 June	836,393	5,653	842,046	-
The associated right-of-use assets were measured at the amount equal to the lease liability at 1 July 2019, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the balance sheet as at 30 June 2019.				
Property, Plant & Equipment owned			61,635	86,419
Property, Plant & Equipment leased			842,046	-
PROPERTY, PLANT & EQUIPMENT AND RIGHT-OF-USE ASSETS NET BOOK VALUE			903,681	86,419
7 INTANGIBLE ASSETS				
COMPUTER SOFTWARE				
At cost				
Balance as at 1 July	103,360	-		
Additions	177,820	103,360		
Balance as at 30 June	281,180	103,360		
Amortisation				
Balance as at 1 July	-	-		
Charge during the year	-	-		
Balance as at 30 June	-	-		
INTANGIBLE ASSETS NET BOOK VALUE	281,180	103,360		
8 OTHER PAYABLES				
Trade and other payables	383,842	240,573		
GST payables	434,334	303,974		
Accrued expenses	94,340	251,567		
Total other payables	912,516	796,114		

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
9 EMPLOYEE BENEFIT OBLIGATIONS		
Current		
Annual leave obligations	185,931	169,774
Long service leave obligations	205,530	126,631
Total current employee benefit obligations	<u>391,461</u>	<u>296,405</u>
Non-current		
Long service leave obligations	17,298	52,715
Total non current employee benefit obligations	<u>17,298</u>	<u>52,715</u>
	2020	2019
	\$	\$
10 LEASE LIABILITIES		
Current		
Lease liabilities	102,909	-
Total current lease liability	<u>102,909</u>	<u>-</u>
Non-current		
Lease liabilities	765,376	-
Total non current lease liability	<u>765,376</u>	<u>-</u>
	2020	2019
	\$	\$
11 INCOME RECEIVED IN ADVANCE		
Subscriptions received in advance - Voting alert	580,851	557,707
Subscriptions received in advance - Memberships	3,777,260	3,553,008
Total income received in advance	<u>4,358,111</u>	<u>4,110,715</u>
	2020	2019
	\$	\$
12 RESERVES		
OPERATING RESERVE		
Opening balance	1,450,000	-
Transfer in	1,450,000	1,450,000
Closing balance	<u>2,900,000</u>	<u>1,450,000</u>
STRATEGIC RESERVE		
Opening balance	326,640	-
Transfer in	-	430,000
Transfer out	(199,640)	(103,360)
Closing balance	<u>127,000</u>	<u>326,640</u>
TOTAL RESERVE	<u>3,027,000</u>	<u>1,776,640</u>

The Company's Operating Reserve is to hold an adequate level of funds to support the Company in the event of significant operational losses. The Company's Strategic Reserve is for setting aside funds for strategic projects.

13 RELATED PARTY TRANSACTIONS

Key Management Personnel

The names of the directors and personnel that were key management personnel during the periods reported in these financial statements are as follows:

Ian Silk, President
 Antony Thow, Deputy President
 Julie Bignell, Director (to 31 December 2019)
 Debby Blakey, Director
 Candy Broad, Director
 Lou Capparelli, Director (from 29 May 2019)
 Brendan Casey, Director (to 1 November 2019)
 Vicki Doyle, Director (from 2 November 2019)
 David Elia, Director
 Michelle Gardiner, Director (from 23 January 2020)
 Bill Hartnett, Director (to 26 March 2019)
 Donna Heffernan, Director (from 14 June 2019)
 Joshua Lim, Director (from 19 June 2019)
 John Livanas, Director
 Liza McDonald, Director (from 1 August 2018)
 Dave Noonan, Director (from 11 April 2018)
 Michael Pennisi, Director
 Lucy Thomas, Director (to 17 May 2019)
 Talieh Williams, Director (to 26 February 2019)
 David Atkin, Alternate Director
 Dmitry Capel, Alternate Director (to 16 March 2020)
 Charles Donnelly, Alternate Director (to 5 April 2019)
 Simon Hudson, Alternate Director (to 26 February 2019)
 Louise Davidson, CEO
 Carole Alt, Company Secretary
 Ed John, Executive Manager, Governance, Engagement and Policy
 Karen Griffiths, Executive Manager, Finance & Corporate Services (from 20 January 2020)
 Kate Griffiths, Executive Manager, Public Policy & Advocacy
 Connie Howe, Executive Manager, Finance & Corporate Services (to 17 January 2020)
 Jane Rennie, Executive Manager, Communications & Public Relations (to 27 September 2019)
 Nathan Robertson, Executive Manager, Communications & Public Relations (from 23 September 2019)

AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

13 RELATED PARTY TRANSACTIONS

Key Management Personnel (continued)

Total key management personnel compensation in relation to the Company is as follows:

	2020 \$	2019 \$
Short-term employee benefits	1,411,137	1,161,273
Post employment benefits (Superannuation)	110,474	94,986
Other long-term benefits (LSL)	-	24,032
	<u>1,521,610</u>	<u>1,280,290</u>

The Directors of the Company do not receive any remuneration for the performance of their duties as Directors.

14 NOTES TO THE STATEMENT OF CASHFLOWS

(a) Reconciliation of cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents includes cash on hand and in banks and deposits at call.

Cash and cash equivalents at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

	2020 \$	2019 \$
Cash at bank and in hand	5,638,590	5,407,877
Term deposits	4,400,000	3,450,000
	<u>10,038,590</u>	<u>8,857,877</u>

(b) Reconciliation of operating profit after income tax to net cash provided by operating activities

Profit for the period	793,990	1,048,738
Adjustment of non operating items:		
Investment income	(118,263)	
Adjustment of non cash items:		
Depreciation of property, plant and equipment	150,083	24,964
Loss on disposal of office equipment	-	1,018
Net cash provided by operating activities before changes in assets and liabilities	<u>825,810</u>	<u>1,074,720</u>
Changes in net Assets and Liabilities		
(Increase)/decrease in receivables	(81,668)	(8,835)
(Increase)/decrease in other assets	171,751	(11,033)
Increase/(decrease) in accruals and other payables	116,402	112,883
Increase/(decrease) in employee benefits obligations	59,639	108,301
Increase/(decrease) in income received in advance	247,396	335,352
Net cash inflow from operating activities	<u>1,339,330</u>	<u>1,611,388</u>

15 AUDITOR'S REMUNERATION

During the year the following fees were paid or payable for services provided by PricewaterhouseCoopers Australia (PwC) as the auditor of the Australian Council of Superannuation Investors Limited, by PwC's related network firms and by non-related audit firms:

	2020 \$	2019 \$
Audit of financial statements	7,854	5,891
Audit and review of AFSL	3,366	2,525
	<u>11,220</u>	<u>8,415</u>

16 COMMITMENTS

Significant capital expenditure contracted for at the end of the reporting period but not recognised as liabilities is as follows:

	2020 \$	2019 \$
Intangible assets	-	155,040

17 CONTINGENCIES

There were no known contingent liabilities as at 30 June 2020 (2019: Nil).

18 EVENTS AFTER THE REPORTING PERIOD

No significant events have occurred since the end of the reporting period that would impact upon the financial position of the Company disclosed in the Balance Sheet as at 30 June 2020 or on the results and cash flows of the Company for the year ended on that date.



Independent auditor's report

To the members of Australian Council of Superannuation Investors Limited

Our opinion

In our opinion:

The accompanying financial report of Australian Council of Superannuation Investors Limited (the Company) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2020 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

What we have audited

The financial report comprises:

- the balance sheet as at 30 June 2020
- the statement profit or loss and other comprehensive income for the year then ended
- the statement of changes in equity for the year then ended
- the statement of cash flows for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

Basis for opinion

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

Independence

We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2020, but does not include the financial report and our auditor's report thereon.

PricewaterhouseCoopers, ABN 52 780 433 757
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Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the financial report

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

In preparing the financial report, the directors are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and 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 the financial report.

A further description of our responsibilities for the audit of the financial report 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.

Matters relating to the electronic presentation of the audited financial report

This auditor's report relates to the financial report of Australian Council of Superannuation Investors Limited for the year ended 30 June 2020 included on Australian Council of Superannuation Investors Limited's web site. The directors of the Company are responsible for the integrity of Australian Council of Superannuation Investors Limited's web site. We have not been engaged to report on the integrity of this web site. The auditor's report refers only to the financial report named above. It does not provide an opinion on any other information which may have been hyperlinked to/from the financial report. If users



of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

A handwritten signature in blue ink that reads 'PricewaterhouseCoopers'.

PricewaterhouseCoopers

A handwritten signature in blue ink, appearing to be 'George Sagonas'.

George Sagonas
Partner

Melbourne
19 October 2020

**AUSTRALIAN COUNCIL OF SUPERANNUATION INVESTORS LIMITED
DIRECTORS' DECLARATION
FOR THE YEAR ENDED 30 JUNE 2020**

In the directors' opinion:

- (a) the financial statements and notes set out on pages 8 to 18 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards - General Purpose Financial Statements - Simplified Disclosures, the *Corporations Regulations 2001* and other mandatory professional reporting requirements, and
 - (ii) giving a true and fair view of the Company's financial position as at 30 June 2020 and of its performance for the financial year ended on that date, and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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



Ian Silk
President

Melbourne, 19 October 2020



John Livanas
Director

Sydney, 19 October 2020