



QUEENSLAND
TREASURY
CORPORATION

HALF-YEARLY
REPORT
DECEMBER 2013

VISION Securing Queensland's financial success

MISSION To deliver optimal financial outcomes
through sound funding and financial
risk management

VALUES We are focused on our clients

We are passionate about Queensland

We value and respect our people

We are collaborative and
seek continuous improvement

Above all else, we value integrity



As the Queensland Government's central financing authority, Queensland Treasury Corporation (QTC) plays a pivotal role in securing the State's financial success.

QTC provides a range of financial services to the State and its public sector entities, including local governments. These services include debt funding and management, short- to medium-term cash management facilities, financial risk management advisory, and specialist public finance training.

Debt funding and management

QTC borrows funds in the domestic and global markets in the most cost-effective manner and in a way that minimises liquidity risk and refinancing risk. QTC achieves significant economies of scale and scope by issuing, managing and administering the State's debt funding.

QTC works closely with Queensland's public sector entities, including local governments, to assist them to most effectively manage their financial transactions, minimise their financial risk and achieve the best financial solutions for their organisation and the State.

Short- to medium-term cash management facilities

QTC assists the State's public sector entities to make the best use of their short- to medium-term cash balances within a conservative risk management framework. It offers overnight and fixed-term facilities and a managed short-term fund.

Financial risk management advisory

QTC offers a range of financial risk management advisory services to clients, including:

- support to ensure financial risks are identified and effectively managed
- advice on financial and commercial considerations
- expertise in financial transactions and structures
- project management support to deliver key fiscal outcomes, and
- collaboration with the financial markets and private sector institutions.

Specialist public finance training

QTC offers a range of training courses that complement its products and advisory services and allow it to share its specialist financial, commercial, treasury management and risk management expertise with clients. Courses are developed and delivered by QTC's experienced professionals and industry experts.

QUEENSLAND TREASURY CORPORATION

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UPDATE FROM THE CHAIRMAN & CHIEF EXECUTIVE

Borrowing program

In response to the State Government's Mid-Year Fiscal and Economic Review, QTC released its mid-year update of its 2013-14 borrowing program on 19 December 2013. In this update, QTC's borrowing task was reduced by \$1 billion, as a result of better operating performance in the General Government sector, lower borrowing requirements across Government, and use of surplus liquidity.

The revised \$11.1 billion borrowing program for 2013-14 consists of \$6.1 billion of term debt, \$3 billion of which had been raised by the end of the calendar year via:

- a syndicated \$1.2 billion 2016 floating-rate note issue in September, which was QTC's first issue of a floating-rate note since 2011
- a syndicated tap of its existing 2019 benchmark bond line, raising \$1.1 billion and bringing this line to \$4 billion, and
- an additional \$500 million of its 2016 floating rate note via syndication in October.

In the period under review, QTC's bond spreads contracted to those of the other Australian semi-government and Commonwealth issuers.

AUD benchmark bonds will remain QTC's principal source of funding with other instruments, including floating rate notes, considered subject to funding requirements and investor preference. QTC also plans to maintain approximately \$5 billion of short-term debt under its commercial paper and treasury-note programs.

Credit rating

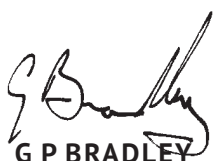
In November, Standard & Poor's affirmed Queensland and QTC's credit rating at AA+/A-1+ with the outlook remaining stable, citing Australia's strong institutional framework, together with Queensland's strengthening economy, positive financial management and strong liquidity.

Whole-of-State benefits

QTC's capital markets activities, together with its ability to leverage economies of scale, have delivered an estimated \$162 million worth of benefits for clients in the six months to 31 December 2013. On the financial advisory side of its business, QTC is working with the State to deliver its wider fiscal priorities and support the Public Sector Commission's implementation of the Commission of Audit recommendations.

Operating profit

For the half-year ended 31 December 2013, Queensland Treasury Corporation (QTC) achieved an operating profit from its capital markets operations of \$97.9 million (HY2012: \$225.4 million). In addition to these capital markets activities, QTC's long-term assets operations recorded a \$446.0 million profit (HY2012: \$1,154.5 million)*.



G P BRADLEY

Chairman



P C NOBLE

Chief Executive

**Under an administrative arrangement, QTC on behalf of the State receives returns from investments held to meet the State's long-term obligations, primarily superannuation, which are managed by QIC Limited. In return, QTC has issued to the State fixed-rate notes that provide a stable return. While QTC bears the fluctuations in the value of and returns on the long-term asset portfolio, there is no cash flow effect; any losses incurred would have no impact on QTC's capital markets activities or its ability to meet its obligations.*

FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED
31 DECEMBER 2013

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QUEENSLAND
TREASURY
CORPORATION

Statement of comprehensive income

For the half-year ended 31 December 2013

		HALF-YEAR ENDED	
	NOTE	31 DECEMBER 2013 \$000	31 DECEMBER 2012 \$000
CAPITAL MARKETS OPERATIONS			
Net interest income			
Interest income	5	1 891 633	2 934 633
Interest expense	5	(1 812 535)	(2 719 583)
		79 098	215 050
Other income			
Fees	6	34 269	33 478
Lease income		25 166	23 296
Amortisation of cross border lease deferred income		12 160	3 219
Gain on disposal of property, plant and equipment		1 112	-
		72 707	59 993
Expenses			
Administration expenses		(26 930)	(26 000)
Depreciation on leased assets		(16 822)	(15 436)
Other expenses		(15)	(30)
		(43 767)	(41 466)
Share of associate's net profit		146	355
Profit from capital markets operations before income tax		108 184	233 932
Income tax expense	7	(10 263)	(8 574)
Profit from capital markets operations after income tax		97 921	225 358
LONG TERM ASSETS			
Net return from investments in long term assets			
Net change in fair value of unit trusts	8	1 569 595	2 354 994
Interest on fixed rate notes		(1 089 772)	(1 168 220)
Management fees		(33 778)	(32 228)
Profit from long term assets		446 045	1 154 546
Total net profit for the year after tax		543 966	1 379 904
Total comprehensive income attributable to the owner		543 966	1 379 904
Total comprehensive income derived from:			
Capital markets operations	4	97 921	225 358
Long term assets	4	446 045	1 154 546
Total comprehensive income		543 966	1 379 904

The notes on pages 8 to 18 are an integral part of these financial statements.

Note: Throughout these financial statements the capital markets operations and the long term assets operations have been disclosed separately to distinguish between QTC's main central treasury management role and its additional responsibilities following the transfer of the State's superannuation and other long-term assets (refer notes 1 and 4).

Balance sheet

As at 31 December 2013

	NOTE	31 DECEMBER 2013 \$000	30 JUNE 2013 \$000
ASSETS			
Capital markets operations			
Cash		1 535	197
Receivables		4 781	3 568
Financial assets at fair value through profit or loss	9	11 583 878	20 194 045
Derivative financial assets	10	476 915	788 461
Onlendings	11	83 282 974	79 118 832
Property, plant and equipment	12	246 330	326 267
Investments accounted for using the equity method		1 292	1 407
Intangible assets		3 091	4 192
Deferred tax asset		2 012	2 132
		95 602 808	100 439 101
Long term assets			
Financial assets at fair value through profit or loss	9	30 498 110	29 767 721
		30 498 110	29 767 721
Total Assets		126 100 918	130 206 822
LIABILITIES			
Capital markets operations			
Payables		110 799	142 424
Tax liabilities		10 143	15 635
Derivative financial liabilities	13	140 055	167 726
Financial liabilities at fair value through profit or loss			
- Interest bearing liabilities	14	88 718 294	93 274 588
- Deposits	14	5 814 563	6 127 695
		94 793 854	99 728 068
Long term assets			
Financial liabilities at amortised cost	15	31 731 947	31 447 603
		31 731 947	31 447 603
Total Liabilities		126 525 801	131 175 671
Net Assets		(424 883)	(968 849)
EQUITY			
Capital markets operations			
Retained surplus		808 954	711 033
		808 954	711 033
Long term assets			
Retained deficit		(1 233 837)	(1 679 882)
		(1 233 837)	(1 679 882)
Total Equity		(424 883)	(968 849)

The notes on pages 8 to 18 are an integral part of these financial statements.

Statement of changes in equity

For the half-year ended 31 December 2013

	CAPITAL MARKETS OPERATIONS	LONG TERM ASSETS	TOTAL
	RETAINED SURPLUS \$000	RETAINED SURPLUS \$000	EQUITY \$000
Balance at 1 July 2012	488 149	(2 670 230)	(2 182 081)
Profit for the half-year	225 358	1 154 546	1 379 904
Balance at 31 December 2012	713 507	(1 515 684)	(802 177)
Balance at 1 July 2013	711 033	(1 679 882)	(968 849)
Profit for the half-year	97 921	446 045	543 966
Balance at 31 December 2013	808 954	(1 233 837)	(424 883)

The notes on pages 8 to 18 are an integral part of these financial statements.

Statement of cash flows

For the half-year ended 31 December 2013

	HALF-YEAR ENDED	
	31 DECEMBER 2013 \$000	31 DECEMBER 2012 \$000
CAPITAL MARKETS OPERATIONS		
Cash flows from operating activities		
Interest received from onlendings	2 043 240	2 443 527
Interest received from investments	505 362	494 019
Interest received - other	25 795	27 693
Fees received	33 591	33 522
GST paid to suppliers	(4 968)	(6 372)
GST refunds from ATO	5 370	10 104
GST paid to ATO	(2 813)	(3 262)
GST received from clients	3 474	3 242
Interest paid on interest-bearing liabilities	(2 290 098)	(2 199 656)
Interest paid on deposits	(87 362)	(90 323)
Administration expenses paid	(32 328)	(25 552)
Income tax paid	(15 635)	(8 588)
Net cash provided by operating activities	183 628	678 354
Cash flows from investing activities		
Net proceeds / (payments) of investments	8 695 062	(2 228 304)
Net increase in onlendings	(4 527 434)	(5 074 815)
Payments for property, plant and equipment	(266)	(22 025)
Payments for intangibles	-	(1 734)
Proceeds from sale of property, plant and equipment	4 400	13
Dividend received	260	491
Net cash provided by / (used in) investing activities	4 172 022	(7 326 374)
Cash flows from financing activities		
Net (repayments) / proceeds from interest-bearing liabilities	(4 031 210)	6 587 191
Net (decrease) / increase in deposits	(323 102)	111 887
Net cash (used in) / provided by financing activities	(4 354 312)	6 699 078
Net increase in cash held	1 338	51 058
Cash at 1 July	197	743
Net cash at 31 December	1 535	51 801
LONG TERM ASSETS		
No external cashflow is generated from the long term assets (refer notes 1 and 4).		

The notes on pages 8 to 18 are an integral part of these financial statements.

Notes to and forming part of the Financial Statements

For the half-year ended 31 December 2013

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1 General information

Queensland Treasury Corporation (QTC) is constituted under the *Queensland Treasury Corporation Act 1988* (the Act), with the Under Treasurer designated as the Corporation Sole under section 5 (2) of the Act.

QTC is the State's central financing authority and corporate treasury services provider, with responsibility for providing debt funding, liability management, cash management and financial risk management advice to public sector clients. These services, which form part of QTC's Capital Markets Operations segment, are undertaken on a cost-recovery basis with QTC lending at an interest rate based on its cost of funds and with the benefits/costs of liability and asset management being passed on to its clients being Queensland public sector entities.

QTC's Capital Markets Operations can generate a profit although generally this reflects interest earned on equity. In undertaking its Capital Markets activities, QTC maintains adequate capital to manage its risks.

QTC holds a portfolio of assets which were transferred to QTC by the State Government. These assets are the investments of QTC's Long Term Assets segment and are held to fund superannuation and other long-term obligations of the State such as insurance and long service leave. In return, QTC has issued to the State fixed rate notes which has resulted in the State receiving a fixed rate of return on the notes, while QTC bears the impact of fluctuations in the value and returns on the asset portfolio (refer note 4 and note 8).

The Long Term Asset Advisory Board is responsible for the oversight of the Long Term Assets which do not form part of QTC's day-to-day Capital Markets Operations. The Long Term Assets are held in unit trusts managed by QIC Limited (QIC).

Although there is no domestic requirement for the preparation of half-year financial statements, in order to meet offshore requirements and to better meet the needs of users of QTC's financial information, an interim general purpose financial report has been prepared.

2 Summary of significant accounting policies

(a) Basis of preparation

The half-year financial report is a general purpose financial report prepared in accordance with AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*. The half-year report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report.

Other than as stated in note 2(b), the accounting policies used in the preparation of these interim financial statements have been applied consistently with those used in the preceding annual financial report.

Compliance with International Financial Reporting Standards

QTC's financial statements comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board. While QTC is designated as a not-for-profit entity, the Corporation has elected to comply with the requirements of International Financial Reporting Standards as if it is a for-profit entity.

(b) Change in accounting policy

A number of new or amended accounting standards became effective for annual reporting periods commencing on 1 July 2013. The affected policies and standards include:

- Principles of Consolidation - new standards AASB 10 *Consolidated Financial Statements* and AASB 11 *Joint Arrangements*. AASB 10 changes the definition of control based on the entity's exposure to the rights and variability of returns through its power to direct the activities of an investee. AASB 11 requires joint ventures to be classified based on the contractual rights and obligations and where each party has rights to the net assets of the arrangement to be accounted for using the equity method. QTC has reviewed its investments in other entities and no adjustments to the carrying amounts in the financial statements were required.
- Accounting for employee benefits - revised AASB 119 *Employee Benefits*. AASB 119 has changed the way employee benefits are measured now requiring these to be based on when the amount is expected to be settled. Previously this was based on when the amount was due. The impact of this change is immaterial.

AASB 13 *Fair Value Measurement* which is applicable for the first time this year has introduced additional disclosures, however the standard has not impacted the amounts reported in the financial statements.

(c) Impact of standards issued but not yet adopted

AASB 9 *Financial Instruments* addresses the classification, measurement and derecognition of financial assets and financial liabilities. The effective date for the standard has changed and is now not applicable until 1 July 2017, however the standard is available for early adoption. QTC has not early adopted AASB 9 however this standard is not expected to change the current practice of measuring financial instruments at fair value with movements recognised directly in profit or loss.

(d) Estimations and uncertainties

The judgements, estimates and assumptions applied in the half-year financial statements, including the key sources of estimation uncertainty were the same as those applied in the Corporation's last annual financial statements.

3 Operating result

The operating profit after tax for the half-year ended 31 December 2013 for the Capital Markets Operations segment was \$97.9 million. QTC recorded an operating profit of \$446.0 million for the Long Term Assets segment.

The accumulated net losses of \$424.9 million have no impact on QTC's capacity to meet its obligations as there is no cash flow effect for QTC (refer note 17(b)). In addition, under the *Queensland Treasury Corporation Act 1988*, any losses of the Corporation shall be the responsibility of the Consolidated Fund of the Queensland Government.

4 Segment reporting

An operating segment is identified where QTC engages in a business activity where separate financial information is evaluated regularly by the chief operating decision makers in deciding how to allocate resources.

Revenue and expenses directly associated with each business segment are included to determine their result. The accounting policies for each operating segment are applied consistently.

The results from QTC's operating segments are shown below:

SEGMENT REVENUE AND EXPENSES	FOR THE HALF-YEAR ENDED 31 DECEMBER 2013			FOR THE HALF-YEAR ENDED 31 DECEMBER 2012		
	Capital markets operations \$000	Long term assets \$000	Total \$000	Capital markets operations \$000	Long term assets \$000	Total \$000
Income						
Interest income	1 891 633	-	1 891 633	2 934 633	-	2 934 633
Net change in fair value of unit trusts	-	1 569 595	1 569 595	-	2 354 994	2 354 994
Other income	72 707	-	72 707	59 993	-	59 993
Total income	1 964 340	1 569 595	3 533 935	2 994 626	2 354 994	5 349 620
Expenses						
Interest expense	1 812 535	1 089 772	2 902 307	2 719 583	1 168 220	3 887 803
Depreciation on leased assets	16 822	-	16 822	15 436	-	15 436
Management fees	-	33 778	33 778	-	32 228	32 228
Other expenses	26 945	-	26 945	26 030	-	26 030
Total expenses	1 856 302	1 123 550	2 979 852	2 761 049	1 200 448	3 961 497
Share of associate's net profit	146	-	146	355	-	355
Profit before income tax	108 184	446 045	554 229	233 932	1 154 546	1 388 478
Income tax expense	10 263	-	10 263	8 574	-	8 574
Profit for the period	97 921	446 045	543 966	225 358	1 154 546	1 379 904

SEGMENT ASSETS AND LIABILITIES	AS AT 31 DECEMBER 2013			AS AT 30 JUNE 2013		
	Capital markets operations \$000	Long term assets \$000	Total \$000	Capital markets operations \$000	Long term assets \$000	Total \$000
Assets						
Onlendings	83 282 974	-	83 282 974	79 118 832	-	79 118 832
Financial assets	11 583 878	30 498 110	42 081 988	20 194 045	29 767 721	49 961 766
Other assets	735 956	-	735 956	1 126 224	-	1 126 224
Total assets	95 602 808	30 498 110	126 100 918	100 439 101	29 767 721	130 206 822
Liabilities						
Financial liabilities	94 532 857	31 731 947	126 264 804	99 402 283	31 447 603	130 849 886
Other liabilities	260 997	-	260 997	325 785	-	325 785
Total liabilities	94 793 854	31 731 947	126 525 801	99 728 068	31 447 603	131 175 671
Net assets	808 954	(1 233 837)	(424 883)	711 033	(1 679 882)	(968 849)

Notes to and forming part of the Financial Statements

For the half-year ended 31 December 2013

5 Interest income and interest expense from capital markets operations

FOR THE HALF-YEAR ENDED 31 DECEMBER 2013				
	INTEREST \$000	NET UNREALISED GAIN/LOSS \$000	NET REALISED GAIN/LOSS \$000	TOTAL INTEREST \$000
Interest income from financial assets				
Onlendings*	2 038 000	(414 996)	-	1 623 004
Other investments	245 588	10 840	8 228	264 656
Interest income from derivatives	6 798	(63 112)	60 287	3 973
Total interest income	2 290 386	(467 268)	68 515	1 891 633
Interest expense from financial liabilities				
Deposits	86 913	(175)	-	86 738
Interest-bearing liabilities	1 826 984	(181 585)	313 055	1 958 454
Interest expense from derivatives	(3 485)	308 607	(555 159)	(250 037)
Other	17 380	-	-	17 380
Total interest expense	1 927 792	126 847	(242 104)	1 812 535

FOR THE HALF-YEAR ENDED 31 DECEMBER 2012				
	INTEREST \$000	NET UNREALISED GAIN/LOSS \$000	NET REALISED GAIN/LOSS \$000	TOTAL INTEREST \$000
Interest income from financial assets				
Onlendings*	1 941 048	508 371	-	2 449 419
Other investments	354 925	(17 110)	92 196	430 011
Interest income from derivatives	6 779	(136 966)	185 390	55 203
Total interest income	2 302 752	354 295	277 586	2 934 633
Interest expense from financial liabilities				
Deposits	85 528	(61)	-	85 467
Interest-bearing liabilities	1 874 079	306 132	425 182	2 605 393
Interest expense from derivatives	(14 122)	13 048	5 827	4 753
Other	23 970	-	-	23 970
Total interest expense	1 969 455	319 119	431 009	2 719 583

*The majority of onlendings are provided to clients on a pooled fund basis. Interest costs are allocated to clients based on the daily movement in the market value of the pooled fund. In periods of rising interest rates, the market value of the funding pool will fall leading to lower interest income from onlendings. During the half-year ended 31 December 2013, interest rates rose slightly compared to the comparative period when interest rates fell, leading to lower interest income in the current period.

6 Fees

	31 DECEMBER 2013 \$000	31 DECEMBER 2012 \$000
Fees – management	32 959	32 798
Fees – professional & other services	1 310	680
	34 269	33 478

Management fees represent income earned from the management of QTC's onlendings and deposits. A further amount of \$3.289 million (31 December 2012 \$4.020 million), derived from fees on certain managed funds and pools is included under interest income as it forms part of the interest rate applied.

7 Income tax expense

	31 DECEMBER 2013 \$000	31 DECEMBER 2012 \$000
Income tax expense	10 263	8 574

QTC makes a payment in lieu of income tax to the Queensland Government's Consolidated Fund. Income tax expense is recognised based on the income of certain activities controlled by QTC's Capital Markets Operations calculated at the tax rate of 30 per cent. No income tax is payable on the Long Term Assets.

8 Net change in fair value of unit trusts

	31 DECEMBER 2013 \$000	31 DECEMBER 2012 \$000
Net returns	1 569 595	2 354 994

Represents the change in the net asset value of the unit trusts based on the hard close unit price. Refer to note 9 for details of balances and asset allocations held at balance date.

Notes to and forming part of the Financial Statements

For the half-year ended 31 December 2013

9 Financial assets at fair value through profit or loss

	31 DECEMBER 2013 \$000	30 JUNE 2013 \$000
CAPITAL MARKETS OPERATIONS		
Money market deposits	801 342	1 717 477
Discount securities	3 687 374	7 743 703
Commonwealth and state securities ⁽¹⁾	899 675	3 642 350
Floating rate notes	3 764 528	4 314 169
Term deposits	784 877	552 625
Other investments	1 646 082	2 223 721
	11 583 878	20 194 045

⁽¹⁾ QTC maintains holdings of its own stocks. These holdings are netted off and therefore excluded from financial assets and financial liabilities at fair value through profit or loss (refer note 14).

The total includes investments made to manage:

- deposits of \$5,814.563 million (30 June 2013 \$6,127.695 million)
- surpluses of \$808.953 million (30 June 2013 \$711.033 million)
- cross border lease deferred income of \$40.107 million (30 June 2013 \$52.267 million)

The remaining investments are used to facilitate management of liquidity and interest rate risk or result from QTC borrowing in advance of requirements to manage financing/refinancing risk.

	31 DECEMBER 2013 \$000	30 JUNE 2013 \$000
LONG TERM ASSETS		
INVESTMENTS IN UNIT TRUSTS AND OTHER HOLDINGS – QIC		
Movement during the period: ⁽¹⁾		
Opening balance at 1 July	29 767 721	29 182 448
Net change in fair value of unit trusts	1 569 595	3 370 042
Net withdrawals	(839 206)	(2 784 769)
Closing balance	30 498 110	29 767 721

The underlying assets of the trusts consist of the following asset classes:

Growth assets

Global equities	6 740 083	7 228 291
Diversified alternatives & other	4 849 199	4 151 787

Unlisted assets

Global Infrastructure	2 134 868	2 060 959
Private equity	1 524 905	1 373 973
Real estate	2 470 347	2 240 173
Infrastructure	3 781 766	3 482 823

Defensive assets

Fixed interest	518 468	507 773
Cash	8 478 474	8 721 942
	30 498 110	29 767 721

⁽¹⁾ Movement in balance is for the six months to 31 December 2013 and for the twelve months to 30 June 2013.

10 Derivative financial assets

	31 DECEMBER 2013 \$000	30 JUNE 2013 \$000
Interest rate swaps	106 638	149 229
Cross currency swaps	184 056	136 217
Forward rate agreements	40 272	86 378
Foreign exchange contracts	145 949	416 637
	476 915	788 461

11 Onlendings

	31 DECEMBER 2013 \$000	30 JUNE 2013 \$000
Government departments and agencies	41 679 424	38 258 994
Government owned corporations	19 281 669	18 667 584
Local governments	6 714 844	6 632 514
Statutory bodies	15 013 628	14 979 661
QTC related entities	316 638	321 179
Other bodies	276 771	258 900
	83 282 974	79 118 832

12 Property, plant and equipment

During the period, QTC derecognised land and buildings with a carrying value of \$71.325 million which now form part of a finance lease arrangement.

13 Derivative financial liabilities

	31 DECEMBER 2013 \$000	30 JUNE 2013 \$000
Interest rate swaps	32 271	51 266
Cross currency swaps	107 706	116 402
Foreign exchange contracts	78	58
	140 055	167 726

Notes to and forming part of the Financial Statements

For the half-year ended 31 December 2013

14 Financial liabilities at fair value through profit or loss

	31 DECEMBER 2013 \$'000	30 JUNE 2013 \$'000
INTEREST-BEARING LIABILITIES – CAPITAL MARKETS OPERATIONS		
Domestic		
Treasury notes	1 393 514	1 237 105
Bonds ⁽¹⁾	79 466 140	85 167 737
Floating rate notes	2 052 759	350 884
Other	209 460	186 182
	83 121 873	86 941 908
Offshore		
Commercial paper	3 664 684	4 013 185
Bonds ⁽²⁾	830 732	1 263 077
Medium-term notes	1 101 005	1 056 418
	5 596 421	6 332 680
Total interest-bearing liabilities	88 718 294	93 274 588

⁽¹⁾ QTC holds its own stock with these holdings netted from the value of Bonds shown above.

⁽²⁾ Consists of AUD denominated global bonds which are borrowed in the United States and Euro markets.

Derivatives are used to hedge offshore borrowings resulting in no net exposure to any foreign currency.

QTC borrowings are guaranteed by the Queensland Government under the *Queensland Treasury Corporation Act 1988*.

An amount of \$5,473 million was issued in term debt during the half-year (2013 \$19,031 million). Repayments and redemptions of term debt over the same period totalled \$9,148 million (2013 \$10,121 million).

	31 DECEMBER 2013 \$'000	30 JUNE 2013 \$'000
DEPOSITS – CAPITAL MARKETS OPERATIONS		
Client deposits		
Local governments	1 598 651	1 930 247
Government owned corporations	762 109	768 996
Statutory bodies	1 466 498	1 479 541
Government departments and agencies	555 306	64 007
QTC related entities	504 031	57 270
Other depositors	183 048	201 336
	5 069 643	4 501 397
Other		
Collateral	319 407	552 721
Repurchase agreements	425 513	1 073 577
	744 920	1 626 298
Total deposits	5 814 563	6 127 695

15 Financial liabilities at amortised cost

	31 DECEMBER 2013 \$000	30 JUNE 2013 \$000
FIXED RATE NOTES – LONG TERM ASSETS		
State Government	31 731 947	31 447 603

The Board considers that the carrying value of financial liabilities recorded at amortised cost in the financial statements approximates their fair value.

16 Dividends

No dividends have been paid or recommended in the period (2013 nil).

17 Notes to the statement of cash flows

(a) Cash flows presented on a net basis

Cash flows arising from the following activities are presented on a net basis in the statement of cash flows:

- loan advances to and redemptions from clients
- sale and purchases of investments
- receipt and withdrawal of client deposits, and
- proceeds and repayments of interest bearing liabilities.

(b) Long term assets

No external cashflow is generated from the Long Term Assets as deposits and withdrawals from the fixed rate notes result in a corresponding change to the investments held. Interest on the fixed rate notes is capitalised. Earnings, market movement and fees on the investment are recognised in the valuation of the investment.

Notes to and forming part of the Financial Statements

For the half-year ended 31 December 2013

18 Fair value hierarchy

Financial instruments measured at fair value have been classified in accordance with the hierarchy described in AASB 13 *Fair Value Measurement*. The fair value hierarchy is categorised into three levels based on the observability of the inputs to fair valuation techniques.

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

All financial instruments are valued by reference to either quoted market prices or observable inputs with no significant adjustments applied to instruments held and therefore no financial instruments are classified under Level 3.

Financial instruments classified as Level 1 consist primarily of short-term and tradable bank deposits and Commonwealth and semi-government bonds where an active market has been established. Financial instruments classified as Level 2 include non actively traded corporate and semi-government bonds (including QTC 2033 bond and the Capital Indexed bond), certain money market securities (commercial paper and promissory notes) and all derivatives.

QTC's onlendings and client deposits are included under Level 2. As mentioned above there are no financial instruments classified under Level 3.

There were no transfers between Level 1 and Level 2 or out of Level 3 during the half-year ended 31 December 2013.

The principal inputs to determine the valuation of financial instruments are discussed below:

- Interest rates – these are principally benchmark interest rates such as interbank rates and quoted interest rates in the swap, bond and futures markets. QTC applies mid-market pricing as a practical and consistent expedient for fair value measurements within the bid-ask spread.
- Counterparty credit spreads – adjustments are made to market prices for changes in the credit worthiness of the counterparty.
- Interest rate and foreign currency swaps – there are observable markets for both spot and forward contracts.
- Cross currency swaps – these instruments are typically held to maturity and valued using the original trading margin to the swap curve.
- Net Asset Value (NAV) – Units in unit trusts are valued by QIC using fair value methodologies. The NAV is based on the hard close unit price at measurement date.

	QUOTED MARKET PRICES LEVEL 1 \$000	OBSERVABLE MARKET INPUTS LEVEL 2 \$000	TOTAL \$000
AS AT 31 DECEMBER 2013			
CAPITAL MARKETS OPERATIONS			
Financial assets			
Onlendings	-	83 282 974	83 282 974
Money market deposits	801 342	-	801 342
Discount securities	3 534 817	152 557	3 687 374
Commonwealth and state securities	899 675	-	899 675
Floating rate notes	3 762 694	1 834	3 764 528
Term deposits	-	784 877	784 877
Other investments	58 685	1 587 397	1 646 082
	9 057 213	85 809 639	94 866 852
Derivative financial assets			
Interest rate swaps	-	106 638	106 638
Cross currency swaps	-	184 056	184 056
Forward rate agreements	-	40 272	40 272
Foreign exchange contracts	-	145 949	145 949
	-	476 915	476 915
Total financial assets	9 057 213	86 286 554	95 343 767
Financial liabilities			
Treasury notes	-	1 393 514	1 393 514
Commercial paper	-	3 664 684	3 664 684
Domestic bonds	77 817 570	1 648 570	79 466 140
Offshore bonds	830 732	-	830 732
Other	-	209 460	209 460
Medium-term notes	-	1 101 005	1 101 005
Floating rate notes	-	2 052 759	2 052 759
Client deposits	-	5 069 643	5 069 643
Collateral	-	319 407	319 407
Repurchase agreements	-	425 513	425 513
	78 648 302	15 884 555	94 532 857
Derivative financial liabilities			
Interest rate swaps	-	32 271	32 271
Cross currency swaps	-	107 706	107 706
Foreign exchange contracts	-	78	78
	-	140 055	140 055
Total financial liabilities	78 648 302	16 024 610	94 672 912
LONG TERM ASSETS			
Financial assets			
Investments in unit trusts - QIC	-	30 498 110	30 498 110
	-	30 498 110	30 498 110

18 Fair value hierarchy continued

AS AT 30 JUNE 2013	QUOTED MARKET PRICES LEVEL 1 \$000	OBSERVABLE MARKET INPUTS LEVEL 2 \$000	TOTAL \$000
CAPITAL MARKETS OPERATIONS			
Financial assets			
Onlendings	-	79 118 832	79 118 832
Money market deposits	1 717 477	-	1 717 477
Discount securities	7 616 756	126 947	7 743 703
Commonwealth and state securities	3 642 350	-	3 642 350
Floating rate notes	4 312 641	1 528	4 314 169
Term deposits	-	552 625	552 625
Other investments	125 102	2 098 619	2 223 721
	17 414 326	81 898 551	99 312 877
Derivative financial assets			
Interest rate swaps	-	149 229	149 229
Cross currency swaps	-	136 217	136 217
Forward rate agreements	-	86 378	86 378
Foreign exchange contracts	-	416 637	416 637
	-	788 461	788 461
Total financial assets	17 414 326	82 687 013	100 101 338
Financial liabilities			
Treasury notes	-	1 237 105	1 237 105
Commercial paper	-	4 013 185	4 013 185
Domestic bonds	83 529 812	1 637 925	85 167 737
Offshore bonds	1 263 077	-	1 263 077
Other	-	186 182	186 182
Medium-term notes	-	1 056 418	1 056 418
Floating rate notes	-	350 884	350 884
Client deposits	-	4 501 397	4 501 397
Collateral	-	552 721	552 721
Repurchase agreements	-	1 073 577	1 073 577
	84 792 889	14 609 394	99 402 283
Derivative financial liabilities			
Interest rate swaps	-	51 266	51 266
Cross currency swaps	-	116 402	116 402
Foreign exchange contracts	-	58	58
	-	167 726	167 726
Total financial liabilities	84 792 889	14 777 120	99 570 009
LONG TERM ASSETS			
Financial assets			
Investments in unit trusts - QIC	-	29 767 721	29 767 721
	-	29 767 721	29 767 721

Notes to and forming part of the Financial Statements

For the half-year ended 31 December 2013

19 Contingent liabilities

There have been no material changes in contingent liabilities since those disclosed in the financial statements for the year ended 30 June 2013. Refer to note 23 in the 2013 Annual Report.

20 Funding facilities

FACILITY	CURRENCY	LIMIT \$M	FACE VALUE ON ISSUE 31 DECEMBER 2013	FACE VALUE ON ISSUE 30 JUNE 2013
			\$M	\$M
Onshore facilities				
AUD Bond	AUD	Unlimited	AUD 75 606	AUD 78 507
Treasury Note	AUD	Unlimited	AUD 1 398	AUD 1 243
Other	AUD	N/A	AUD 552	AUD 529
Offshore facilities				
Global AUD Bond	AUD	AUD 20 000	AUD 760	AUD 1 169
Euro Commercial Paper	Multicurrency	USD 10 000	USD 1 773	USD 1 856
US Commercial Paper	USD	USD 10 000	USD 1 499	USD 1 862
Euro Medium Term Note	Multicurrency	USD 10 000	USD 987	USD 951

Certificate of the Queensland Treasury Corporation

The foregoing general purpose financial statements have been prepared in accordance with the requirements of AASB 134: *Interim Financial Reports*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34: *Interim Financial Reporting*.

We certify that in our opinion:

- (i) the prescribed requirements for establishing and keeping the accounts have been complied with in all material respects
- (ii) the foregoing half-year financial statements have been drawn up so as to present a true and fair view of Queensland Treasury Corporation's assets and liabilities, financial position and financial performance for the half-year ended 31 December 2013, and
- (iii) the interim management report includes a fair review of the information required under article 4(4) of the Law of January 11, 2008 on transparency requirements for issuers of securities on the Luxembourg Stock Exchange.

Signed in accordance with a resolution of the directors.



G P BRADLEY
Chairman



P C NOBLE
Chief Executive

Brisbane
12 February 2014

Independent Auditor's review report

To the Capital Markets Board of Queensland Treasury Corporation

Review Report on the Half-year Financial Report

I have reviewed the accompanying half-year financial report of Queensland Treasury Corporation, which comprises the balance sheet as at 31 December 2013, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the certificates given by the Chairman and Chief Executive.

The Corporation Sole's responsibility for the Half-year Financial Report

The Corporation Sole is responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and for such internal control as the Corporation Sole determines is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express a conclusion on the half-year financial report based on my review. I conducted my review in accordance with the Auditor-General of Queensland Auditing Standards and Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, I have become aware of any matter that makes me believe that the half-year financial report is not in accordance with Australian Accounting Standards including: giving a true and fair view of Queensland Treasury Corporation's financial position as at 31 December 2013 and its performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting*. As the auditor of Queensland Treasury Corporation, ASRE 2410 requires that I comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Independence

The *Auditor-General Act 2009* promotes the independence of the Auditor-General and all authorised auditors. The Auditor-General is the auditor of all Queensland public sector entities and can be removed only by Parliament.

The Auditor-General may conduct a review in any way considered appropriate and is not subject to direction by any person about the way in which audit powers are to be exercised. The Auditor-General has for the purposes of conducting a review, access to all documents and property and can report to Parliament matters which in the Auditor-General's opinion are significant.

Conclusion

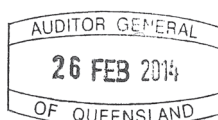
Based on my review, which is not an audit, I have not become aware of any matter that makes me believe that the half-year financial report of Queensland Treasury Corporation does not present a true and fair view, in all material respects, of the financial position of Queensland Treasury Corporation as at 31 December 2013 and of its financial performance for the half-year ended on that date; and comply with Australian Accounting Standard AASB 134 *Interim Financial Reporting*.

Other Matters – Electronic Presentation of the Reviewed Financial Report

Those viewing an electronic presentation of these financial statements should note that the review does not provide assurance on the integrity of the information presented electronically and does not provide an opinion on any information which may be hyperlinked to or from the financial statements. If users of the financial statements are concerned with the inherent risks arising from electronic presentation of information, they are advised to refer to the printed copy of the reviewed financial statements to confirm the accuracy of this electronically presented information.



A M GREAVES FCA FCPA
Auditor-General of Queensland



Queensland Audit Office
Brisbane

Management report for the half-year ended 31 December 2013

Review of operations

QTC made an operating profit after tax for the half-year ended 31 December 2013 of AUD544.0 million consisting of the following operating segment results:

■ Capital Markets Operations

During the period from 1 July 2013 to 31 December 2013, QTC continued in its ordinary course of business as the State of Queensland's central financing authority and corporate treasury services provider. The operating profit after tax for the half-year ended 31 December 2013 for the Capital Markets Operations segment was AUD97.9 million.

■ Long Term Assets

QTC holds a portfolio of assets which were transferred to QTC by the State Government under an administrative arrangement. These assets are the investments of QTC's Long Term Assets segment and were accumulated to fund superannuation and other long-term obligations of the State such as insurance and long service leave. In return, QTC issued to the State fixed rate notes which has resulted in the State receiving a fixed rate of return on the notes, while QTC bears the impact of fluctuations in the value and returns on the asset portfolio.

The operating profit after tax for the Long Term Assets segment was AUD446.0 million. The accumulated net losses incurred by the Long Term Assets segment to date have no impact on QTC's capacity to meet its obligations as there is no cash flow effect for QTC. In addition, under the *Queensland Treasury Corporation Act 1988*, any losses of the Corporation shall be the responsibility of the Consolidated Fund of the Queensland Government.

Principal risks and uncertainties

After some volatility in the latter part of 2012-13, financial market conditions were generally favourable during the first half of 2013-14. The key risks and uncertainties over the remainder of the year include how smoothly US monetary policy is normalised and how effectively the Australian economy re-balances away from investment in the resource sector, neither of which are expected to impact on QTC's performance or its ability to fund the State's borrowing requirement.



G P BRADLEY
Chairman



P C NOBLE
Chief Executive

Brisbane
12 February 2014

APPENDICES

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QUEENSLAND
TREASURY
CORPORATION

Appendix A

Loans to clients

	Total Debt Outstanding (Market Value) 30 June 2013 \$'000	Total Debt Outstanding (Market Value) 31 December 2013 \$'000
Loans to clients		
BODIES WITHIN THE PUBLIC ACCOUNTS		
CITEC	15 516	14 665
Department of Education Training and Employment	65 869	63 004
Department of National Parks Recreation Sport and Racing	859	477
Department of Science Information Technology Innovation and the Arts	6 390	6 206
Department of State Development Infrastructure and Planning	100 928	95 764
Department of the Premier and Cabinet	13 253	12 510
Department of Transport and Main Roads – Main Roads	1 009 027	965 098
Department of Transport and Main Roads – Queensland Transport	102 749	102 151
Department of Housing and Public Works	19 018	17 673
QFleet	179 684	150 073
Queensland Health	93 738	87 948
Queensland Treasury and Trade	36 651 962	40 163 855
Total	38 258 993	41 679 424
COOPERATIVE HOUSING SOCIETIES		
Cooperative Housing Societies	1 138	1 373
Total	1 138	1 373
GOVERNMENT OWNED CORPORATIONS		
CS Energy Ltd	892 400	721 899
Energex Limited	6 347 474	6 904 808
Ergon Energy Corporation Limited	5 317 572	5 569 801
Ergon Energy Queensland Pty Ltd	0	176 957
Eungella Water Pipeline Pty Ltd	26 305	25 423
Gladstone Ports Corporation	500 167	497 046
North Queensland Bulk Ports Corporation Limited	69 613	69 284
Port of Townsville Limited	62 194	84 915
Powerlink	4 364 233	4 478 453
Stanwell Corporation Limited	852 847	519 515
SunWater	234 780	233 568
Total	18 667 584	19 281 669

	Total Debt Outstanding (Market Value) 30 June 2013 \$000	Total Debt Outstanding (Market Value) 31 December 2013 \$000
Loans to clients		
LOCAL GOVERNMENTS		
Balonne Shire Council	4 328	4 164
Banana Shire Council	13 713	13 200
Barcaldine Regional Council	3 201	3 054
Barcoo Shire Council	128	115
Blackall Tambo Regional Council	4 819	2 594
Brisbane City Council	2 296 355	2 484 567
Bulloo Shire Council	4 131	3 885
Bundaberg Regional Council	64 136	60 740
Burdekin Shire Council	7 687	6 853
Cairns Regional Council	100 399	97 947
Carpentaria Shire Council	5 219	5 075
Cassowary Coast Regional Council	27 666	26 143
Central Highlands Regional Council	59 263	57 833
Charters Towers Regional Council	173	130
Cloncurry Shire Council	15 207	14 881
Cook Shire Council	4 153	4 005
Diamantina Shire Council	1 499	1 321
Etheridge Shire Council	1 924	1 658
Fraser Coast Regional Council	127 679	122 482
Gladstone Regional Council	190 416	185 434
Gold Coast City Council	841 216	812 344
Gympie Regional Council	28 021	27 317
Ipswich City Council	428 649	442 115
Isaac Regional Council	42 590	41 801
Local Government Association of Queensland	5 320	7 216
Lockyer Valley Regional Council	28 731	28 162
Logan City Council	204 952	199 153
Longreach Regional Council	8 234	8 033
Mackay Regional Council	247 108	240 685
Maranoa Regional Council	19 333	18 620
McKinlay Shire Council	1 159	767
Moreton Bay Regional Council	418 364	406 880
Mount Isa City Council	28 564	27 891
Murweh Shire Council	4 707	4 304
North Burnett Regional Council	4 274	4 002
Northern Peninsula Area Regional Council	1 926	2 099
Paroo Shire Council	2 584	2 516
Redland City Council	69 305	66 792
Richmond Shire Council	1 013	729
Rockhampton Regional Council	253 549	247 379
Scenic Rim Regional Council	11 514	10 633
South Burnett Regional Council	13 529	12 263
Southern Downs Regional Council	30 583	29 526
Sunshine Coast Regional Council	282 365	276 027
Tablelands Regional Council	8 978	11 500
Toowoomba Regional Council	165 199	159 865
Torres Shire Council	1 844	1 682
Torres Strait Island Regional Council	510	485
Townsville City Council	393 473	381 152
Western Downs Regional Council	69 126	66 627
Whitsunday Regional Council	80 294	76 884
Winton Shire Council	3 407	3 313
Total	6 632 514	6 714 844

Appendix A

Loans to clients continued

	Total Debt Outstanding (Market Value) 30 June 2013 \$'000	Total Debt Outstanding (Market Value) 31 December 2013 \$'000
Loans to clients		
STATUTORY BODIES		
Grammar schools		
Brisbane Girls Grammar School	19 541	18 525
Brisbane Grammar School	12 676	11 853
Ipswich Girls' Grammar School	22 971	23 277
Ipswich Grammar School	2 454	1 575
Rockhampton Girls Grammar School	4 324	4 205
Rockhampton Grammar School	12 186	19 803
Toowoomba Grammar School	8 186	7 774
Townsville Grammar School	16 423	15 635
Queensland Water Entities		
Queensland Bulk Water Supply Authority	10 020 790	10 001 297
Queensland Urban Utilities	537 963	538 100
Unitywater	322 516	386 538
River Improvement Trusts		
Pioneer River Improvement Trust	38	18
Universities		
Griffith University	49 946	43 055
James Cook University	49 682	81 851
Queensland University of Technology	77 633	76 877
Sunshine Coast University	15 537	14 704
University of Southern Queensland	13 460	12 720
Water Boards		
Avondale Water Board	88	33
Fernlee Water Authority	940	917
Gladstone Area Water Board	222 895	227 225
Glamorgan Vale Water Board	40	0
Grevillea Water Board	162	157
Kelsey Creek Water Board	454	341
Mount Isa Water Board	2 579	2 347
Pioneer Valley Water Board	1 075	738
Riversdale Murray Valley Water Management Board	36	0
Water Supply Boards		
Bollon South Water Authority	551	514
Bollon West Water Authority	1 457	1 389
Ingie Water Authority	337	318
Other Statutory Bodies		
Economic Development Queensland	68 862	75 655
Mt Gravatt Showgrounds Trust	33	29
National Trust of Queensland	817	0
Queensland Rail Limited	3 340 998	3 300 499
QRRA	5 174	4 361
South Bank Corporation	25 591	23 172
Stadiums Queensland	121 248	118 125
Total	14 979 662	15 013 628

	Total Debt Outstanding (Market Value) 30 June 2013 \$000	Total Debt Outstanding (Market Value) 31 December 2013 \$000
Loans to clients		
SUNCORP-METWAY LTD		
Suncorp Metway Facility	1 138	940
Total	1 138	940
QTC RELATED ENTITIES		
DBCT Holdings Pty Ltd	167 474	162 504
Queensland Treasury Holdings Pty Ltd	153 705	154 135
Total	321 179	316 638
OTHER BODIES		
Aviation Australia Pty Ltd	2 094	1 979
Aspire Schools Financing Services	192 376	210 695
State Schools	3 246	2 897
Royal National Agricultural Industry Association of Queensland	59 150	59 143
Total	256 866	274 714
GRAND TOTAL	79 119 074	83 283 231

Appendix B

QTC's 2013-14 indicative borrowing program

Mid-year update, released 19 December 2013

TERM DEBT BORROWING REQUIREMENTS	2013-14 MID-YEAR UPDATE AUD M*	2013-14 ORIGINAL AUD M*
New money		
State	8 100	8 500
Local Government and other entities ⁽¹⁾	900	1 000
Total new money	9 000	9 500
Net term debt refinancing	4 400	4 400
Pre-funding	(7 300)	(6 800)
Total borrowing program⁽²⁾	6 100	7 100

* Numbers are rounded to the nearest \$100 million

⁽¹⁾ Other entities include: retail water entities, universities, grammar schools and water boards

⁽²⁾ Funding activity may vary depending upon actual client requirements, the State's fiscal position and financial market conditions.

The change in outstandings⁽¹⁾ to date for QTC's funding facilities since 30 June 2013 is:

FUNDING FACILITY	OUTSTANDINGS AS AT 31 DECEMBER 2013 (AUD M*)	OUTSTANDINGS AS AT 30 JUNE 2013 (AUD M*)	CHANGE IN OUTSTANDINGS (AUD M*)
Domestic benchmark bond	59 897	60 999	(1 102)
Australian Government Guaranteed bond	12 463	15 972	(3 509)
Floating rate note	2 050	350	1 700
Preferred bond line	725	725	-
Capital indexed bond**	821	663	158
Global AUD bond	760	1 169	(409)
Domestic T-Note	1 398	1 243	155
US Medium-Term Note (USMTN)	-	-	-
Euro Medium-Term Note (EMTN)	1 106	1 027	79
Commercial paper	3 667	4 015	(348)
Total	82 887	86 163	(3 276)

* Numbers are rounded to the nearest \$100m

** Excludes capital indexation

⁽¹⁾ Does not include refinancing

Appendix C

Contacts

QUEENSLAND TREASURY CORPORATION

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Brisbane Queensland Australia

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Brisbane Queensland
Australia 4001

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Queensland Treasury Corporation's annual and half-yearly reports (ISSN 1837-1256 print; ISSN 1837-1264 online) are available on QTC's website at www.qtc.com.au/qtc/public/annual-reports. If you would like a copy of a report posted to you, please call QTC's Communication and Marketing Group on +61 7 3842 4714.

If you would like to comment on a report, please complete the online enquiry form located on our website.

	Telephone
EXECUTIVE	+61 7 3842 4611
BUSINESS SERVICES DIVISION	
Risk Services Group	+61 7 3842 4704
CLIENT SERVICES DIVISION	
Local Government & Statutory Bodies Group	+61 7 3842 4743
Strategic Partners Group	+61 7 3842 4901
Treasury & Departments Group	+61 7 3842 4798
CORPORATE SERVICES DIVISION	
Client & Market Solutions Delivery	+61 7 3842 4644
Communication & Marketing Group	+61 7 3842 4714
Financial Solutions Group	+61 7 3842 4833
Human Resources Group	+61 7 3842 4761
Operations Group	+61 7 3842 4877
FUNDING & MARKETS DIVISION	
Funding & Liquidity Group	+61 7 3842 4789
Market Strategy & Risk Group	+61 7 3842 4789
STOCK REGISTRY (LINK MARKET SERVICES LTD)	1800 777 166



Interpreter

QTC is committed to providing accessible services to Queensland residents from culturally and linguistically diverse backgrounds. If you have difficulty understanding this report, please contact QTC's Communication and Marketing Group on +61 7 3842 4714 and we will arrange for an interpreter to assist you.

Appendix C

Contacts continued

DEALER PANELS as at 31 December 2013

Note: actual dealer entities may vary depending on the facility and location of the dealer.

DOMESTIC AND GLOBAL AUD BOND FACILITY DISTRIBUTION GROUP	
Australia and New Zealand Banking Group Ltd	Telephone
Domestic (Australia)	+61 2 9227 1110
Global (London)	+44 203 229 2070
Bank of America Merrill Lynch	
Domestic (Australia)	+61 2 9226 5570
Global (London)	+44 207 995 6750
Barclays	
Domestic (Australia)	+61 2 9334 6400
Global (London)	+44 203 555 2851
BNP Paribas	
Domestic (Australia)	+61 2 9025 5011
Global (London)	+44 207 595 8231
Citigroup Global Markets Australia Ltd	
Domestic (Australia)	+61 2 8225 6450
Global (London)	+44 207 986 9521
Commonwealth Bank of Australia	
Domestic (Australia)	+61 2 9117 0020
Global (London)	+44 207 329 6444
Deutsche Capital Markets Australia¹	
Domestic (Australia)	+61 2 8258 1444
Global (London)	+44 207 547 1931
HSBC	
Domestic (Australia)	+61 2 9255 2208
Global (London)	+44 207 991 5262
JP Morgan	
Domestic (Australia)	+61 2 9003 7988
Global (London)	+44 207 742 1829
National Australia Bank Ltd	
Domestic (Australia)	+61 2 9295 1166
Global (London)	+44 207 796 4761
Nomura International Plc	
Domestic (Australia)	+61 2 8062 8000
Global (London)	+44 207 103 6631
RBC Capital Markets	
Domestic (Australia)	+61 2 9033 3222
Global (London)	+44 207 029 0094
TD Securities	
Domestic (Singapore)	1800 646 497
Global (London)	+44 207 628 4334
UBS Investment Bank²	
Domestic (Australia)	+61 2 9324 2222
Global (London)	+44 207 567 3645
Westpac Banking Corporation	
Domestic (Australia)	+61 2 8204 2711
Global (London)	+44 207 7621 7620

PANEL MEMBERS	
QTC Treasury Note Facility Dealer Panel	Telephone
Australia and New Zealand Banking Group Ltd	+61 2 8037 0360
Commonwealth Bank of Australia Ltd (Sydney)	+61 2 9117 0020
Deutsche Bank AG (Sydney)	+61 2 8258 2288
National Australia Bank Ltd (Sydney)	+61 2 9295 1133
Westpac Banking Corporation Ltd (Sydney)	+61 2 8204 2744
US Commercial Paper Facility Dealer Panel	
Bank of America Merrill Lynch	+1 646 855 6333
Citigroup Global Markets Inc (New York)	+1 212 723 6252
Deutsche Bank Securities (New York)	+1 212 250 7179
UBS Securities	+1 203 719 7014
Multicurrency Euro Commercial Paper Facility Dealer Panel	
Bank of America Merrill Lynch	+44 207 996 8904
Barclays Bank Plc (London)	+44 207 773 7863
Citigroup International Plc (Hong Kong) ³	+852 2501 2974
Commonwealth Bank of Australia	+61 2 9117 0047
Deutsche Bank AG (Singapore)	+65 6883 0808
National Australia Bank Limited (Hong Kong and London)	+852 2526 5892
UBS Ltd (London)	+44 207 329 0203
Multicurrency Euro Medium-Term Note Facility Dealer Panel⁴	
Includes all Domestic and Global AUD Bond Facility Distribution Group	
Multicurrency US Medium-Term Note Facility Dealer Panel	
Australia and New Zealand Banking Group Limited	+1 212 801 9151
Bank of America Merrill Lynch	+1 646 855 8032
Barclays	+44 207 773 9090
BNP Paribas	+1 212 471 8240
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Commonwealth Bank of Australia	+44 207 710 3959
Daiwa Capital Markets Europe Limited	+61 3 9916 1313
Deutsche Bank Securities Inc (New York) ³	+1 212 250 6801
HSBC	+1 212 525 4688
JP Morgan	+1 212 834 4533
National Australia Bank (New York)	+1 212 916 9688
RBC Capital Markets (New York)	+1 212 858 7138
TD Securities	+1 212 827 7199
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¹ Lead Manager – United States

² Lead Manager – Europe

³ Lead Arranger

⁴ Lead Arranger – UBS Ltd (London)

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