



Bendigo Wealth

Adelaide Cash Management Trust

Annual Report 2011

ARSN 088 786 681

The Responsible Entity and issuer of Adelaide CMT is Sandhurst Trustees Limited ABN 16 004 030 737
AFSL No 237906 a subsidiary of Bendigo and Adelaide Bank Limited ABN 11 068 049 178 AFSL No 237879

Issued by **Sandhurst Trustees**

Directors' Report

In accordance with the Corporations Act 2001, the Directors of Sandhurst Trustees Limited (ABN 16 004 030 737), the 'Responsible Entity', 'Manager' and 'Trustee' of the Adelaide Cash Management Trust ('the Trust'), submit their report for the Trust for the year ended 30 June 2011.

Sandhurst Trustees Limited has been the Responsible Entity of the Trust from 9 November 2009. Prior to this date, Adelaide Managed Funds Limited ('AMF') was the responsible entity of the Trust. Bendigo and Adelaide Bank Limited ('Bendigo and Adelaide Bank') is the Custodian and Service Provider of the Trust and has prepared these accounts.

Directors

The name of each person who has been a Director of Sandhurst Trustees Limited, during the year and to the date of this report are:

Jennifer Dawson (Chairman)	Director	
Ian Mansbridge	Director	
Marnie Baker	Director	
John Billington	Director	Appointed 28 September 2010

Principal Activities

The principal activity of the Trust is the pooling of investors' funds and the investment of these funds. There has been no significant change in the nature of this activity during the year.

ARSN 088 786 681

The Trust is an Australian registered managed investment scheme.

The Responsible Entity of the Trust, is incorporated and domiciled in Australia.

The registered office of the Responsible Entity is located at The Bendigo Centre, 22-44 Bath Lane, Bendigo, Victoria, Australia, 3550.

Review of Operations

In accordance with its Constitution (in the form of a trust deed) the Trust maintained its entire investments in Bendigo and Adelaide Bank. The revenue earned by the Trust is derived solely as interest from the investment in Bendigo and Adelaide Bank.

Results

The performance of the Trust for the year ended 30 June 2011, as represented by the results of its operations, was as follows:

Total Interest Income:	\$13,507,940	(2010: \$10,593,239)
Finance Costs - Distribution to unitholders:	\$12,169,015	(2010: \$9,197,711)

The total value of assets held by the Trust as at 30 June 2011 was \$278,381,525 (2010: \$282,293,106).

Management fees paid to Adelaide Managed Funds Ltd during the financial year were \$nil (2010: \$427,861).

Management fees paid to the Responsible Entity during the financial year were \$1,176,920 (2010: \$805,852).

The number of units issued during the year ended 30 June 2011 was 2,201,172,866 (2010: 1,993,514,039) with an additional 12,141,212 (2010: 8,925,965) units issued as a result of unitholders reinvestment from distributions made. The number of units redeemed during the year ended 30 June 2011 was 2,216,971,367 (2010: 2,031,001,283).

The total number of units issued as at 30 June 2011 was 277,279,775 (2010: 281,211,115).

Distributions

A distribution to ordinary unit holders of \$12,169,015 (2010: \$9,197,711) was made during the year.

Significant Changes in the State of Affairs

There were no significant changes in the state of affairs of the Trust during the year, not otherwise disclosed in this report or the financial statements.

Significant Events after Balance Date

No other matter or circumstance has arisen since 30 June 2011, not otherwise dealt with in this report or the financial statements that has significantly affected or may significantly affect:

- (i) the operation of the Trust in future financial periods, or
- (ii) the results of those operations in future financial periods, or
- (iii) the state of affairs of the Trust in subsequent financial periods.

Likely Developments

In the opinion of the Directors, disclosure of any further information on likely developments would be prejudicial to the Trust.

Environmental Issues

The operations of the Trust are not subject to particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Trust.

Insurance and indemnification for officers or auditors

Indemnification

Since the end of the previous financial year, the Trust has not indemnified or made a relevant agreement for indemnifying against a liability any person who is or has been an officer of the Responsible Entity or an auditor of the Trust. So long as the officers of both the Responsible Entity and the Custodian act in accordance with the Constitution and the law, both parties remain fully indemnified out of the assets of the Trust against any losses incurred while acting on behalf of the Trust.

Insurance Premiums

During the financial year an associate of the Responsible Entity has paid premiums in respect of its directors and officers for liability and legal expenses on insurance contracts for the financial year ended 30 June 2011. This entity has paid or agreed to pay in respect of the Trust, premiums in respect of such insurance contracts for the financial year ending 30 June 2012. Such insurance contracts insure against certain liability (subject to specified exclusions) for persons who are or have been directors of the Responsible Entity or executive officers of the Responsible Entity and this entity.

Details of the nature of the liabilities covered or the amount of the premium paid has not been included as such disclosure is prohibited under the terms of the contracts.

Auditor's Independence Declaration

The audit of this financial report is in accordance with the declaration "Auditor's Independence Declaration to the Directors of Sandhurst Trustees Limited as Responsible Entity for Adelaide Cash Management Trust" on page 16.

Rounding

The amounts contained in this report and the financial report have been rounded to the nearest thousand where rounding is applicable, under the option available to the Trust under ASIC Class Order 98/100. The Trust is an entity to which this Class Order applies.

This report has been made in accordance with the resolution of directors.



Jennifer L Dawson
Chairman
19 September 2011
Bendigo

Statement Of Comprehensive Income
For The Year Ended 30 June 2011

	Note	2011 \$'000	2010 \$'000
Income			
Finance Income/Income from Investments	3(a)	13,508	10,593
Expense			
Responsible Entity/Trustee's Fees	3(b)	135	135
Custodian Fees		27	27
Responsible Entity/Manager's Fees		1,177	1,234
Net Profit available to Unitholders		12,169	9,197
Finance Costs - Distribution to Unitholders	3(c)	12,169	9,197
Change in Net Assets attributable to Unitholders		-	-

The above statement should be read in accordance with the accompanying notes.

Statement Of Financial Position
As At 30 June 2011

	Note	2011 \$'000	2010 \$'000
Assets			
Cash and Cash Equivalents	4(a)	277,280	281,211
Trade and Other Receivables	5	1,102	1,086
Total Assets		278,382	282,297
Liabilities			
Trade and Other Payables	6	1,102	1,086
Total Liabilities excluding Net Assets attributable to Unitholders		1,102	1,086
Net Assets Attributable to Unitholders	7	277,280	281,211

The above statement should be read in accordance with the accompanying notes.

Statement Of Changes In Net Assets Attributable To Unitholders
For The Year Ended 30 June 2011

	2011	2010
	\$'000	\$'000
Net Assets Attributable to Unitholders at the beginning of the year	281,211	310,035
New units issued during the year	2,201,173	1,993,514
Distributions reinvested	12,141	8,926
Units redeemed (withdrawals and fees)	(2,217,245)	(2,031,264)
Net Profit available to Unitholders	12,169	9,197
Distribution to Unitholders	(12,169)	(9,197)
Net Assets Attributable to Unitholders at the end of the year	<u>277,280</u>	<u>281,211</u>

The above statement should be read in accordance with the accompanying notes.

Cash Flow Statement
For The Year Ended 30 June 2011

	Note	2011 \$'000	2010 \$'000
Cash flows from operating activities			
Interest received		13,507	10,283
Fees paid to Manager/Related Entity and Trustee/Custodian		(1,366)	(1,357)
Net cash flows from operating activities	4(b)	12,141	8,926
Cash flows from financing activities			
Applications for units		2,201,173	2,000,185
Redemption of units (withdrawals)		(2,216,971)	(2,037,672)
Redemption of units (fees)		(274)	(263)
Net cash flows provided by/(used in) financing activities		(16,072)	(37,750)
Net increase/(decrease) in cash and cash equivalents		(3,931)	(28,824)
Cash and cash equivalents held at the beginning of the financial year		281,211	310,035
Cash and cash equivalents held at the end of the financial year	4(a)	277,280	281,211

The above statement should be read in accordance with the accompanying notes.

Notes To The Financial Statements

1 Corporate Information

The financial report of Adelaide Cash Management Trust (the Trust) for the year ended 30 June 2011 was authorised for issue in accordance with a resolution of the directors of the Responsible Entity on 19 September 2011. The Trust is an Australian registered Trust, constituted on 25 June 1998. Sandhurst Trustees Limited, the Responsible Entity of the Trust, is incorporated and domiciled in Australia. The registered office of the Responsible Entity is located at The Bendigo Centre, PO Box 480, Bendigo, Victoria, Australia, 3552.

2 Summary of Significant Accounting Policies

(a) Basis of accounting

The financial report is a general-purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001 which includes applicable Accounting Standards. Other mandatory professional reporting requirements have also been complied with.

The financial report has been prepared on a historical cost basis. The balance sheet is presented on a liquidity basis. The financial report is presented in Australian dollars.

(b) Statement of compliance

The financial report complies with Australian Accounting Standards and International Financial Reporting Standards ('IFRS') as issued by the International Accounting Standards Board.

(c) Application of Accounting Standards

Australian Accounting Standards that have recently been issued but are not yet effective have not been adopted for the annual reporting period ending 30 June 2011.

AASB Amendment/ Standard	Title	Nature of change to accounting policy	Application date of Standard	Application date for the scheme
AASB 2010-4	Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 1, AASB 7, AASB 101, AASB 134 and Interpretation 13]	Emphasises the interaction between quantitative and qualitative AASB 7 disclosures and the nature and extent of risks associated with financial instruments.	1 Jan 2011	1 Jul 2011
AASB 2010-5	Amendments to Australian Accounting Standards [AASB 1, 3, 4, 5, 101, 107, 112, 118, 119, 121, 132, 133, 134, 137, 139, 140, 1023 & 1038 and Interpretations 112, 115, 127, 132 & 1042]	This Standard makes numerous editorial amendments to a range of Australian Accounting Standards and Interpretations, including amendments to reflect changes made to the text of IFRS by the IASB. These amendments have no major impact on the requirements of the amended pronouncements.	1 Jan 2011	1 Jul 2011
AASB 2010-7	Amendments to Australian Accounting Standards arising from AASB 9 (December 2010) [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 120, 121, 127, 128, 131, 132, 136, 137, 139, 1023, & 1038 and interpretations 2, 5, 10, 12, 19 & 127]	The requirements for classifying and measuring financial liabilities were added to AASB 9. The existing requirements for the classification of financial liabilities and the ability to use the fair value option have been retained.	1 Jan 2013	1 Jul 2013
AASB 2011-1	Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence project [AASB 1, AASB 5, AASB 101, AASB 107, AASB 108, AASB 121, AASB 128, AASB 132, AASB 134, Interpretation 2, Interpretation 112, Interpretation 113]	This Standard amends many Australian Accounting Standards, removing the disclosures which have been relocated to AASB 1054.	1 Jul 2011	1 Jul 2011

2 Summary of Significant Accounting Policies (cont)

(c) Application of Accounting Standards (cont)

AASB Amendment/ Standard	Title	Nature of change to accounting policy	Application date of Standard	Application date for the scheme
AASB 2010-4	Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 1, AASB 7, AASB 101, AASB 134 and Interpretation 13]	Emphasises the interaction between quantitative and qualitative AASB 7 disclosures and the nature and extent of risks associated with financial instruments.	1 Jan 2011	1 Jul 2011
AASB 2010-5	Amendments to Australian Accounting Standards [AASB 1, 3, 4, 5, 101, 107, 112, 118, 119, 121, 132, 133, 134, 137, 139, 140, 1023 & 1038 and Interpretations 112, 115, 127, 132 & 1042]	This Standard makes numerous editorial amendments to a range of Australian Accounting Standards and Interpretations, including amendments to reflect changes made to the text of IFRS by the IASB. These amendments have no major impact on the requirements of the amended pronouncements.	1 Jan 2011	1 Jul 2011
AASB 2010-7	Amendments to Australian Accounting Standards arising from AASB 9 (December 2010) [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 120, 121, 127, 128, 131, 132, 136, 137, 139, 1023, & 1038 and interpretations 2, 5, 10, 12, 19 & 127]	The requirements for classifying and measuring financial liabilities were added to AASB 9. The existing requirements for the classification of financial liabilities and the ability to use the fair value option have been retained.	1 Jan 2013	1 Jul 2013
AASB 2011-1	Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence project [AASB 1, AASB 5, AASB 101, AASB 107, AASB 108, AASB 121, AASB 128, AASB 132, AASB 134, Interpretation 2, Interpretation 112, Interpretation 113]	This Standard amends many Australian Accounting Standards, removing the disclosures which have been relocated to AASB 1054.	1 Jul 2011	1 Jul 2011

If these accounting standards had been adopted, we do not believe that there would have been a material impact to either the Statement of Comprehensive Income for the year to 30 June 2011 or the Statement of Financial Position as at 30 June 2011.

(d) Changes in Accounting Policies

The impact of new or amended Australian Accounting Standards and interpretations has been assessed and to the extent applicable to the Trust for the annual reporting period ended 30 June 2011 are outlined in the table below.

AASB Amendment/ Standard	Title	Nature of change to accounting policy
AASB 2009-5	Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 5, 8, 101, 107, 117, 118, 136 & 139]	Amendments to Standards resulting in accounting changes for presentation, recognition or measurement purposes, some amendments that relate to terminology and editorial changes have had no or minimal effect on accounting.

not yet effective are not relevant to the Trust and will have no impact on the results, financial position or disclosures by the Trust.

2 Summary of Significant Accounting Policies (cont)

- (e) **Interest Income**
Interest income is recognised when control of the right to receive consideration has been attained. Interest income comprises interest earned on deposits held with Bendigo and Adelaide Bank Ltd, and is recognised as the interest accrues using the effective yield method.
- (f) **Distribution of income**
Income is credited monthly to Unitholders' accounts.
- (g) **Cash and Cash Equivalents**
Cash and cash equivalents in the Statement of Financial Position and for the purpose of the Cash Flow Statement includes cash at bank, deposits held at call with banks and short term investments with original maturity of three months or less.
- (h) **Income Tax**
Under current Income Tax Legislation, the Trust is not liable to pay income tax provided the unitholders are presently entitled to the income of the Trust and the Trust fully distributes its taxable income.
- (i) **Economic Dependency**
The Trust invests its entire assets, wholly within Bendigo and Adelaide Bank.
- (j) **Terms and Conditions of Units on Issue**
Each unit confers upon the unitholder an equal interest in the Trust (subject to income entitlements), and is of equal value. A unit does not confer an interest in any particular asset or investment of the Trust. Unitholders have various rights under the Constitution and the Corporations Act 2001, including the right to:
- have their units redeemed;
- receive income distributions;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Trust.

As unitholders have the ability to redeem units from the Trust, all unitholders' funds have been classified as liabilities of the Trust. All distributions paid and payable are classified as interest expense in the Statement of Comprehensive Income.

- (k) **Trade and Other Receivables**
Receivables include amounts where settlement has not yet occurred. Receivables are carried at original amounts less any provision for uncollectible amounts. Interest is accrued at the reporting date from the last payment. Amounts are generally received within 30 days of being recorded as receivables. Due to the short term nature of these receivables, their carrying value is assumed to approximate their fair value.
- (l) **Trade and Other Payables**
Payables are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Trust, and include outstanding settlements on the purchase of investments and distributions payable. The carrying period is dictated by market conditions and is generally less than 30 days. Payables are measured at amortised cost. Due to the short term nature of these payables, their carrying value is assumed to approximate their fair value.
- (m) **Net assets attributable to Unitholders**
Net assets attributable to Unitholders are represented by the residual interest in the assets of the Trust after deducting its liabilities.

It is represented by Units to be issued and undistributed income attributable to Unitholders (otherwise termed as changes in net assets attributable to Unitholders). Costs directly attributable to the issue of Units are shown in net assets attributable to Unitholders as a deduction, net of tax, from the proceeds of issuance.
- (n) **Unit Prices**
Unit prices are determined in accordance with the Trust's Constitution. The value of each Unit is fixed at \$1.00.

2 Summary of Significant Accounting Policies (cont)

(o) Capital Management

The manager manages its net assets attributable to unitholders as capital, notwithstanding net assets attributable to unitholders is classified as a liability. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Trust is subject to daily applications and redemptions at the discretion of unitholders. The Responsible Entity monitors the level of daily applications and redemptions relative to the liquid assets in the Trust. In order to maintain or adjust the capital structure, the Responsible Entity may return capital to unitholders. The Trust is not subject to any externally imposed capital requirements.

(p) Derecognising of assets and liabilities

The derecognition of a financial instrument takes place when the Trust no longer controls the contractual rights that comprise the financial instrument, which is normally the case when the instrument is sold, or all the cash flows attributable to the instrument are passed through to an independent third party.

(q) Goods and services tax (GST)

Expenses incurred by the Trust are recognised net of the amount of GST that can be recovered from the Australian Taxation Office (ATO). Amounts recognised as receivables and payables at balance date are inclusive of GST. Reduced input tax credits (RITC) recoverable by the Trust from the ATO are recognised as receivables in the Statement of Financial Position.

(r) Significant accounting judgments and estimates

The preparation of the Trust's financial statements requires management to make judgments, estimates and assumptions that affect the amounts recognised in the financial statements. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

Significant Accounting Judgements

In the process of applying the Trust's accounting policies, management has made judgements, apart from those involving estimations, which have an impact on the amounts recognised in the financial statements. No judgements have been determined to be individually significant.

Significant Accounting Estimates and Assumptions

The carrying amounts of certain assets and liabilities are often determined based on estimates and assumptions of future events. There are no key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period.

Impairment of Assets

The Trust's investments consists solely of cash and cash equivalents.

	Note	2011 \$'000	2010 \$'000
3 Interest Income, Expenses and Distribution to Unitholders			
(a) Finance Income			
Interest from Investments		13,508	10,593
		13,508	10,593
(b) Expenses			
Trustee's Remuneration		135	135
Custodian Fee		27	27
Manager's Remuneration		1,177	1,234
Finance Costs - Distribution to unitholders	3(c)	12,169	9,197
		13,508	10,593
(c) Finance Costs - Distribution to unitholders			
Accrued Distribution at the beginning of the year		(962)	(689)
Distributions Paid for the year		12,142	8,924
Accrued Distribution at the end of the year		989	962
		12,169	9,197
4 Cash and Cash Equivalents			
(a) Reconciliation of cash and cash equivalents			
Deposit with Bendigo and Adelaide Bank		277,280	281,211
Investments in Bendigo and Adelaide Bank are valued in accordance with accounting policy Note 2(g).			
Average balance		289,187	289,422
Average interest rate		4.66%	3.67%
Maturity analysis based on remaining term to maturity at 30 June			
At call		277,280	281,211
(b) Reconciliation of net profit attributable to unitholders to net cash flows from operating activities			
Net Profit Attributable to Unitholders		12,169	9,197
<i>Changes in assets and liabilities</i>			
GST Receivable		50	55
Interest Receivable		(1)	(310)
Management fee Payable		(77)	(18)
Net cash flows from operating activities		12,141	8,924
5 Trade and Other Receivables			
Receivables Other		8	(8)
Receivables due from Other Financial Institutions		1,094	1,094
		1,102	1,086
Maturity analysis based on remaining term to maturity at 30 June less than 3 months			
		1,102	1,086
6 Trade and Other Payables			
Management Fee		99	107
Custodian Fee		2	3
Trustee Fee		12	14
Distributions Payable		989	962
		1,102	1,086

	2011 '000	2010 '000
7 Net Assets Attributable to Unitholders		
Units on Issue		
Opening balance 000's	281,211	310,035
Gross movement		
Units issued 000's – 2,201,173 (2010: 1,993,514)	2,201,173	1,993,514
fully paid units to \$1		
Units redeemed 000's – 2,217,245 (2010: 2,031,264)	(2,217,245)	(2,031,264)
fully paid units to \$1		
Reinvestments 000's – 12,141 (2010: 8,926) fully paid units to \$1	12,141	8,926
Closing balance 000's	277,280	281,211

	2011 \$	2010 \$
8 Auditors' Remuneration		
The audit fee paid/payable by Sandhurst Trustees Limited to Ernst & Young on behalf of the Adelaide Cash Management Trust	10,000	6,400

9 Financial Instruments

(a) Net Fair Values

The Trust's Trade and Other Receivables assets are valued in accordance with Note 2(k).

The Trust's Trade and Other Payables are valued in accordance with Note 2(l).

The Trust's financial assets are valued in accordance with Note 2(g). Due to their short term nature, the net fair values of these assets are equivalent to the carrying value as at 30 June 2011.

(b) Market risk exposures

The risk of the carrying value of the Trust's investment being affected by movements in interest rates is managed by ensuring all transactions are within defined, approved limits.

(c) Interest rate risk exposures

The Trust is exposed to interest rate risk through its Cash and Cash Equivalents with Bendigo and Adelaide Bank Ltd.

	Weighted Average Effective Interest Rate	2011 \$'000	2010 \$'000
Financial Asset	% p.a.		
Floating Rate Deposit with Bendigo and Adelaide Bank	4.66	277	281

The effective interest rate on the Cash and Cash Equivalents during the year was 4.66% (2010: 3.67%).

	Increase in Interest Rate %	Sensitivity of interest income \$'000	Decrease in Interest Rate %	Sensitivity of interest income \$'000
2011				
Financial Asset				
Cash	+ 1.00 %	2,773	- 0.50%	(1,386)
2010				
Financial Asset				
Cash	+ 1.00 %	2,812	- 0.50%	(1,406)

9 Financial Instruments (cont)

(d) Liquidity and Cash Flow Risk

The Trust's investment with Bendigo and Adelaide Bank Ltd is treated like any other bank deposit liability, as such the deposit will have the same protection as is afforded to deposit liabilities under the Banking Act. This means that the Trust is expected to have the capacity at all times to meet withdrawals on an at call basis at face value. This controls the liquidity risks of satisfying unitholders' redemption requests.

Maturity profile of liabilities:

	2011 \$'000	2010 \$'000
	Less than 3 months	Less than 3 months
Management Fees Accrued	113	125
Distribution Payable to Unitholders	989	962
Unitholders Funds	277,280	281,207
Total	278,382	282,294

(e) Credit Risk Exposures

Total credit risk exposure of the Trust is limited to the carrying value of assets on the Balance Sheet. The Trust is exposed to credit risk through its Cash and Cash Equivalents with Bendigo and Adelaide Bank Ltd.

(f) Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Trust is not subject to currency risk as it does not hold foreign currency financial instruments.

10 Director Disclosures

(a) The Directors of the Responsible Entity during the financial year were :

Jennifer Dawson	Director	
Ian Mansbridge	Director	
Marnie Baker	Director	
John Billington	Director	Appointed 28 September 2010

(b) The Trust has not made, guaranteed or secured, directly or indirectly any loans to the Directors or their Director related entities during the year.

(c) No Directors held any interests during the year covered by this financial report.

(d) There were no Key Management Personnel (KMP) employed by the Trust.

(e) Key management personnel

Disclosures in relation to KMP during the year and until the date of this report are set out in Note 11.

(f) Other related parties - the Responsible Entity

Sandhurst Trustees Limited has been the Responsible Entity of the Trust from 9 November 2009. Prior to this AMF was the responsible entity of the Trust. Bendigo and Adelaide Bank is the Custodian and Service Provider and has prepared these accounts.

The Trust solely invests all Trust funds in Bendigo and Adelaide Bank, the parent company of the manager/related entity. The total receivables due from other financial institutions represents the accrued interest receivable from Bendigo and Adelaide Bank.

All remuneration and fees have been calculated in accordance with the Constitution. Manager/Responsible Entity remuneration amounted to \$1,176,920 (2010: \$1,233,713) for the year ended 30 June 2011. The Custodian's remuneration amounted to \$27,001 (2010: \$26,969) for the year ended 30 June 2011. The Trustee's/Responsible Entity remuneration amounted to \$135,005 (2010: \$134,846) for the year ended 30 June 2011. The Responsible Entity of the Trust is also the Trustee and the Manager and the total fees paid amounted to \$1,338,925 (2010: \$1,395,529).

11 Key Management Personnel

- (a) The key management personnel (KMP) of the Trust only include persons who are KMP of the Responsible Entity. The names of the KMP of the Responsible Entity during the year and until the date of this report (unless otherwise stated) are:

Jennifer Dawson (Chairman)	Director	
Ian Mansbridge	Director	
Marnie Baker	Director	
John Billington	Director	Appointed 28 September 2010

There are no other Key Management Personnel.

Compensation is paid to the Responsible Entity in the form of fees and is disclosed in Note 10(f).

(b) **Compensation of Key Management Personnel**

KMP of the Responsible Entity are paid by Bendigo and Adelaide Bank Ltd in their roles as KMP of the Responsible Entity, KMP of the Responsible Entity are not remunerated by the Trust.

No securities were granted to KMP during the year as compensation.

(c) **Key management personnel related entities**

Jennifer Dawson is a Non Executive Director of Bendigo and Adelaide Bank.

Marnie Baker is an Executive of Bendigo and Adelaide Bank.

John Billington is an Executive of Bendigo and Adelaide Bank.

12 Subsequent Events

Since 30 June 2011 there has not been any matter or circumstances not otherwise dealt with in the financial report that has significantly affected or may significantly affect the Trust.

Responsible Entity's declaration to the Unitholders of the Adelaide Cash Management Trust

The Directors of the Responsible Entity declare that:

- (a) The financial statements and notes of the Trust are in accordance with the Corporations Act 2001, including:
 - (i) Giving a true and fair view of the financial position of the Trust as at 30 June 2011 and its performance for the year ended on that date; and
 - (ii) Complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001;
- (b) There are reasonable grounds to believe that the Trust will be able to pay their debts as and when they become due and payable;
- (c) The financial statements are in accordance with the provisions of the Trust's Constitution; and
- (d) The financial statements and notes also comply with International Financial Reporting Standards as disclosed in Note 2.

This declaration is made in accordance with a resolution of the Board of Directors of the Responsible Entity.



Jennifer L Dawson
Chairman
19 September 2011

Auditor's Independence Declaration to the Directors of Sandhurst Trustees Limited as Responsible Entity of Adelaide Cash Management Trust

In relation to our audit of the financial report of Adelaide Cash Management Trust for the financial year ended 30 June 2011, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.

A handwritten signature in cursive script that reads 'Ernst & Young'.

Ernst & Young

A handwritten signature in cursive script, appearing to be 'TM Dring'.

TM Dring
Partner
Melbourne
19 September 2011

Independent auditor's report to the unitholders of Adelaide Cash Management Trust

Report on the financial report

We have audited the accompanying financial report of Adelaide Cash Management Trust (the Trust), which comprises the statement of financial position as at 30 June 2011, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' responsibility for the financial report

The directors of the Responsible Entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal controls as the directors determine are necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In Note 2, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements comply with *International Financial Reporting Standards*.

Auditor's responsibility

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

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

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

Independence

In conducting our audit we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written Auditor's Independence Declaration, a copy of which is included in the directors' report.


Opinion

In our opinion:

- a. the financial report of Adelaide Cash Management Trust is in accordance with the *Corporations Act 2001*, including:
 - i giving a true and fair view of Adelaide Cash Management Trust's financial position as at 30 June 2011 and of its performance for the year ended on that date; and
 - ii complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and
- b. the financial report also complies with *International Financial Reporting Standards* as disclosed in Note 2.



Ernst & Young



TM Dring
Partner
Melbourne
19 September 2011

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