

AUST(Q)

ANNUAL REPORT 2005

CELEBRATING 20 YEARS



14% pa credited to members for 1 January to 30 June 2005



CELEBRATING 20 YEARS OF SUCCESS

"AUST(Q) has been with me since the start. I'm really happy with the investment returns and service they give. Me & my crew are sticking with AUST(Q) – why fix it if it's not broken?"



Name: Bob Reader
Years a member: 20
Role: Site Manager, Brisbane Square
Employer: Started with Siganto & Stacey as a sheet metal worker in 1985.



Roger Ngan Woo

Celebrating 20 years of success	3
Message from the Chairman	4
Choices, changes and new features	5
Investments	6
Contribute to your future	8
Insurance	9
Legislative changes	9
Understanding your statement	10
Accounts and audit	12
Other information	13
Who manages AUST(Q)?	14
Enquiries/complaints	15
Privacy statement	15

Since its establishment in 1985, AUST(Q) has delivered low cost, high performance, no fuss superannuation for members and employers in the construction, maintenance, labour hire and allied industries in Queensland.

At the milestone of 20 years, the Fund is pleased to announce a 20 year compounded return of 10.82% pa, and are proud to again announce that AUST(Q) has never posted a negative annual return.



Daniel Nance



David Beames



George Dzogii



John Hinterreiter

20 years of growth

Since its humble beginnings in 1985, the Fund has grown to over:

- \$101 million in member's assets
- 17,875 members
- 449 employers

You will notice throughout this year's report, we have featured members who have been with us from the beginning, from one of our very first employers: Siganto & Stacey.

20 years of partnership

AUST(Q) would like to thank members, employers, unions, employer associations and service providers that have contributed to the success of the Fund over the years.

The Fund has partnered with a number of sponsoring unions and associations such as the AI Group, QMBA, AMWU, ETU & AWU/ FIME to provide positive and constructive outcomes for members and employers.

Service providers such as Superpartners, have been involved with the day to day administration of AUST(Q) since day one. Superpartners have assisted AUST(Q) to look after the needs of our members and employers, from answering and directing telephone enquiries to processing application forms and superannuation entitlements. This assistance has enabled AUST(Q) to look after the strategic direction and investment performance of the Fund.

20 years of change

Over the years, there have been many changes in legislation, investment markets and the industry such as the introduction of new licensing requirements, choice of fund and fee disclosures just to name a few. AUST(Q) has weathered these changes, embraced them and protected members' investments in the process.

MESSAGE FROM THE CHAIRMAN



On behalf of all the AUST(Q) Directors, we are very proud and excited to present our 20th Annual Report.

The 2005 AUST(Q) Annual Report highlights another successful financial year, with strong performances in all asset classes. Members' accounts were once again credited with an excellent return of 13.41% pa for the 12 month period; 14% pa was delivered for January to June 2005, and 12% pa for July to December 2004.

The past financial year has been a particularly busy year. We've seen changes to:

- Choice of Fund
- Portability Rules
- Transition to Retirement

We have embraced these changes, as they give members greater opportunity to take control of their superannuation. Please take the time to read this report in detail.

Choice of Fund

On 1 July 2005 we saw the introduction of 'Choice of Fund'. This legislation allows eligible Australians to decide which super fund their super contributions can be directed into.

You may have noticed the promotional 'Lifetime of Difference' campaign for Industry Super Funds? Look out for it - AUST(Q) is a proud sponsor. The campaign highlights the advantages of belonging to an industry super fund compared with a retail super fund. More information is detailed on page 5 of this report.

Portability rules

Choice of Fund legislation coincided with portability rules, which allows eligible employees to rollout their existing super account balance into another super fund. This is yet another example of how now more than ever, eligible employees can decide the future direction of their super.

If you are thinking about rolling your other super accounts into AUST(Q), contact our Customer Service Centre on (07) 3307 6444 or 1800 637 698 (country callers).

Transition to retirement

Another significant change, effective from 1 July 2005, was the introduction of 'transition to retirement' rules. This allows superannuation fund members that have reached their preservation age to access their preserved benefits as a non-commutable pension without first having to retire from gainful employment.

We've made our own changes too!

AUST(Q) website

On 1 July 2005, we proudly launched the new AUST(Q) website, detailing current and relevant information on everything from investments and insurance to fees and contributions.

Our focus has been to address the developing needs of our members and employers. Through SuperSite, members and employers can track and review the current status of their accounts, update personal details, and make payments on-line.

The feedback so far has been outstanding: easy to navigate, a one stop shop of information about AUST(Q), all the contact details required, and access to account details.

Preparing for more change

New superannuation laws being introduced on 1 July 2006, require all funds to be licensed by the Australian Prudential Regulation Authority (APRA).

AUST(Q) is already well advanced in the process and lodged its draft application on 30 June 2005. During the process we took the opportunity to review and strengthen our operational and corporate governance procedures and have developed a comprehensive risk management plan and strategy.

I would also like to mention the ongoing service and support of our fund administrator, Superpartners, and our Client Service Manager, Cathy Powell. As well a big thank you to our previous Client Service Manager, Helen Medland, who resigned due to family commitments.

It is this combination of commitment, enterprise and skill that allows AUST(Q) to deliver excellent results year after year.

Finally, I would like to thank my fellow Directors for their commitment and support during the past year.

Ultimately though, recognition for all achievements goes to the AUST(Q) membership. Thank you for your loyalty and support, and together, we look forward to another productive and rewarding year... and future.

Bob Henricks
Chairman AUST(Q)

September 2005

Left to right: John Jones, Ian McComb, Bob Henricks, Mark Vining, David Whiting.

CHOICES, CHANGES AND NEW FEATURES



It has been another extremely busy financial year. There have been changes and additions that continue to shape superannuation.

New choices

'Choice of Fund' legislation was implemented from 1 July 2005.

Some employees will now be able to choose which fund their employer's Superannuation Guarantee (SG) contributions are paid.

However, even though you can choose a fund at anytime, your employer is only obliged to accept one choice from you in any 12-month period. In this new choice environment, you can also choose *not* to make a selection. Your employer contributions will then be paid into a fund selected by your employer. This is known as the 'default' fund.

If you are employed under a certified Australian Workplace Agreement, or a State-based Award or Industrial Agreement, you will not qualify for 'Choice of Fund'. You can check with your employer to find out if you are employed under an Award or Industrial Agreement.

To find out more about Choice of Fund, go to www.austq.com.au.

Lifetime of Difference campaign

Since the introduction of 'Choice' and other changes in superannuation law, a number of Industry Super Funds launched a 'Compare the Pair' campaign. The campaign covers the advantages of belonging to an industry fund compared to a retail fund.

The comparisons are worth examining, particularly over your entire working life. Industry funds are run to profit members, and do not pay commissions or fees to financial advisors or agents.

The whole purpose of 'all profits to members' is to enable fund members to make a difference to their retirement.

The result is that industry super is delivering a more cost efficient, effective and ultimately a successful fund for your retirement savings.

New website

AUST(Q) recognises the growing need for both employers and members to have immediate access to information and resources – on-demand, any time, day or night.

On 1 July 2005, we proudly launched the new AUST(Q) website. Our new site details the latest information on everything from investments and insurance to fees and contributions.

The AUST(Q) site also gives members and employers access to SuperSite – an easy to use, secure online service. SuperSite allows you to review the current status of your accounts and balances, and update personal account details. Employers can make contributions and payments on-line.

Visit www.austq.com.au to find out more.

Your new Client Services Manager – Cathy Powell

"The simplicity of AUST(Q) is what makes it work."

Cathy Powell believes it is the 'uncomplicated approach' of AUST(Q), that makes it work for both members and employers.

Part of the Client Service Manager's function is to visit workplaces and bring members up to date about their superannuation, and other services and benefits that are available to them. The Client Service Manager also keeps employers informed about any legislative changes.

One of the main objectives for Cathy in the coming year is to continue the high level of service already provided, along with the ongoing support to members and employers. Ultimately, help the Fund continue to grow and develop, so that others can realise the benefits of being a member of AUST(Q).

Cathy can be contacted on 07 3307 6450.



Cathy (on right) on-site with Megan Meleady.

INVESTMENTS

"I think AUST(Q) is great! I've never had any problems, and I'm very happy with the investment returns."



Name: Roger Hughes
Years a member: 20
Role: Site Manager, Q1 and Circle on Cavill @ Gold Coast
Employer: Started with Hadyen Engineering in 1981 then moved to Siganto & Stacey in 2000.

AUST(Q) has never delivered an annual negative result to members, and has credited a compound average return of 10.82% since inception.

How do we do it?

Our approach is to keep things simple. We recognise the hundreds of choices that members may have to deal with in order to make the right choice for their retirement.

We have continued to apply the 'Keeping it Simple' philosophy in our investment strategy, offering members the benefit of a single balanced portfolio with an impressive 20 year track record of no negative annual returns and an annual compound average return of more than 10.82% pa.

Crediting rate

2004/05 was another strong year for AUST(Q), with interest credited to members for 1 January to 30 June 2005 of 14% pa and 12% pa for the period 1 July to 31 December 2004. This results in an annual return to members of 13.41% pa for the full year.

The table below shows the Fund's crediting rates compared with changes in the Consumer Price Index (CPI) over the last five years. Please note that past performance should not be taken as an indication of future performance.

6 months ending	Credited six monthly (pa)	YEAR ended 30 June (pa)	CPI for YEAR ended 30 June
30/06/05	14.0%	13.41%	2.5%
31/12/04	12.0%		
30/06/04	16.0%	12.0%	2.5%
31/12/03	8.0%		
30/06/03	2.5%	1.25%	2.7%
31/12/02	0%		
30/06/02	0%	0%	2.8%
31/12/01	0%		
30/06/01	8.0%	7.0%	6.0%

The compound average rate of interest credited for the last five years ending 30 June 2005 was 6.67%. CPI over the same period has averaged 3.25%.

Investment management

	Australian Equities	Overseas Equities	Alternatives	Direct Property	Bonds	Capital Guarantee	Cash	Total Assets	Total %
AMP Capital Investors	12,118,179					2,974,905		15,093,084	14.1%
Bank of Ireland		7,947,442						7,947,442	7.4%
Barclays Global Investor (BGI)	9,323,253	5,062,817	1,766,798					16,152,868	15.1%
Citigroup Asset Management		8,190,868			6,364,903			14,555,771	13.6%
Colonial First State				2,877,382				2,877,382	2.7%
Grantham, Mayo, Van Otterloo			1,512,988					1,512,988	1.4%
Hastings			4,544,830					4,544,830	4.3%
Lazard			2,013,013					2,013,013	1.9%
Loomis Sayles					2,962,384			2,962,384	2.8%
Members Equity					1,036,033			1,036,033	1.0%
Queensland Investment Corp	8,860,680		989,096	7,105,620			6,109,607	23,065,003	21.6%
SunCorp	8,159,831							8,159,831	7.6%
Trinity				6,844,138				6,844,138	6.4%
Total	38,461,943	21,201,127	10,826,725	16,827,140	10,363,320	2,974,905	6,109,607	106,764,767	100%
% of Assets	36%	20%	10%	16%	9%	3%	6%	100%	

Investment objectives

The long term objectives set by the Trustee include the target that in most years the annual crediting rate to members will exceed the annual CPI rate of increase. This investment objective seeks to maximise the rate credited to members in excess of the CPI increase after taking into account the risks associated with various types of investments. The Trustee acknowledges that occasional negative returns may be incurred for the purpose of making longer term gains. The investment objectives also consider applicable legislation and regulations which from time to time may dictate the style of investments of the Fund.

Investment strategy

The investment strategy adopted is based on long term asset allocation within ranges set by the AUST(Q) Trustee. Professional investment managers may be appointed to actively vary the mix of funds under their management within the Fund's overall asset allocation and within the pre-determined ranges set by the Trustee. The Directors will regularly monitor the aggregate asset allocation of the Fund. The Fund does not have direct derivative exposure as the Fund invests in Pooled Investment Trusts.

Interim crediting policy

The interim crediting rate will generally be determined by reference to the prevailing crediting rate of the AMP Capital Guaranteed investment less 1%. However, the Trustee may vary the interim crediting rate at anytime, while being mindful of the performance of the Fund.

Reserving and crediting rate policy

The Fund maintains an Investment Fluctuation Reserve which is used in periods of poor investment markets to increase the crediting rates to members. The funds for this Reserve are saved during periods of above average returns. In regard to the actual after-tax and expenses return and the amount in the Reserve, the Trustee will determine the actual rate to be credited to members' accounts. The Trustee may take into account other factors relevant to the maintenance of equity in the Fund. Interest will be credited at the applicable interim crediting rate if benefits are paid at other times.

AUST(Q) level of reserves

Year Ending	Amount	% of Members' Funds
30/6/01	\$3,467,826	6.03
30/6/02	\$1,288,418	2.09
30/6/03	\$1,187,723	1.75
30/6/04	\$1,089,117	1.30
30/6/05	\$2,122,517	2.05

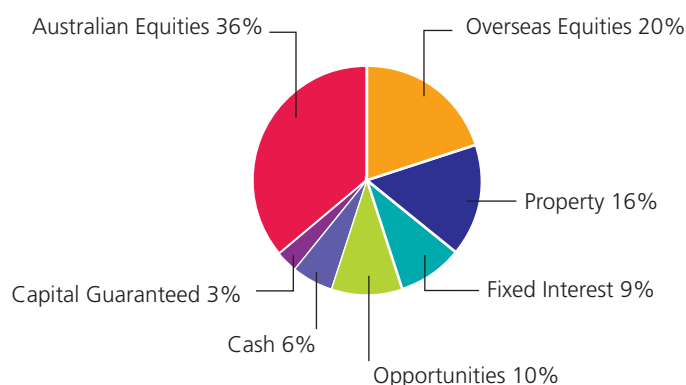
Asset allocation

The following table sets out the strategic asset allocation and the target ranges of the Fund. The target ranges act to control the exposure to various asset classes:

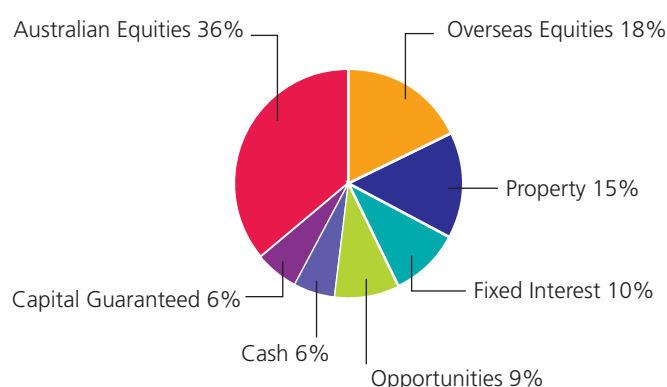
Sector	Strategic Asset Allocation	Range Low	High
Australian equities	30%	25%	45%
Overseas equities	20%	10%	25%
Opportunities	10%	5%	15%
Property	15%	5%	20%
Growth Assets	75%	50%	80%
Capital Guaranteed	5%	0%	15%
Fixed interest	15%	5%	30%
Cash	5%	0%	15%
Defensive Assets	25%	20%	50%

This asset allocation is to be balanced by investments in multi-asset class funds (eg. balance funds and capital stable funds) and other approved investment vehicles (eg. sector funds). The directors adjust the proportion of cash flow directed to these types of funds to maintain the asset mix.

Asset allocation as at 30 June 2005



Asset allocation as at 30 June 2004



CONTRIBUTE TO YOUR FUTURE

Have you considered how much money you might need to achieve your desired lifestyle when you retire? Will your employer's contributions be adequate?

Employers are required to contribute a minimum of 9% of your ordinary time earnings into a complying superannuation fund. This is a healthy start towards saving for your retirement but will it be enough to keep you through your retirement years? You can top up your super in a number of ways:

- **Consolidate** your other super accounts into AUST(Q) and you could save on fees.
- **Salary sacrificing** may reduce your tax bill.
- **Voluntary contributions** may give you up to \$1500 from the Government under its **co-contribution** arrangements.
- **Spouse contributions** may also give you tax benefits.

Before making a decision to top up your superannuation, you should consider your own circumstances, and you may wish to seek financial advice.

Consolidate your super

Consolidating your super simply means rolling all your super accounts into one. Having more than one superannuation account may mean you are paying more fees than you should be! It can also be difficult to keep track of what's happening with your super. AUST(Q) lets you roll all your other superannuation accounts into your account free of charge.

The advantages include:

- Paying one low set of fees may help the growth of your retirement benefit.
- You will know exactly where your superannuation is.
- No entry fees for rolling over a benefit into AUST(Q).

Simply complete the *Member's Authorisation to Rollover* form available at www.austq.com.au and return it to AUST(Q).

Salary sacrifice

Salary sacrifice is pre-tax payments (or contributions) into your superannuation account. That is, your employer takes out the contribution before they apply tax to your pay. For many people this can be a tax-effective and convenient means of saving for retirement.

This method can be tax effective as salary sacrifice (pre-tax) contributions are only taxed at 15%. This is a lot less than the highest income tax rate of 47% (plus Medicare levy).

You can discuss a salary sacrifice arrangement with your employer.

Voluntary contributions

Voluntary contributions are after-tax payments into your superannuation account. You can make these contributions at any time into your super.

You can make voluntary contributions via payroll deduction (contact your employer), direct debit or cheque. To find out more, call the AUST(Q) Customer Service Centre on (07) 3307 6444 (country callers 1800 637 698).

Co-contribution scheme

You may be eligible for the Federal Government's co-contribution scheme by making voluntary contributions. The Federal Government has introduced the co-contribution scheme to assist income earners, up to \$58,000, to save for retirement.

For every \$1 you put into super in 2004/05, the Government will put in \$1.50, up to a maximum of \$1500 for the financial year 2004/05.

For example, if you earn \$30,000 'total income' pa, and make a \$500 voluntary contribution to super, you may be eligible to **receive a \$750** co-contribution from the Government.

If you are eligible:

1. Make a voluntary contribution.
2. Lodge your tax return.
3. The Australian Taxation Office (ATO) will determine your co-contribution entitlement.

The Government will then pay the appropriate co-contribution amount directly to AUST(Q).

Spouse contributions

Have you thought about contributing to your spouse's superannuation account? AUST(Q) can accept super contributions on behalf of your spouse. The benefits include:

- A tax rebate of up to \$540, where your spouse earns less than \$13,800 pa.
- No tax on withdrawal.
- The ability to split assets and income streams (on retirement).
- Access to separate Reasonable Benefit Limits (RBLs).
- Access to separate tax-free thresholds.
- You can contribute as much as you want, as frequently as you want on behalf of your spouse.

To open a spouse account, call us on (07) 3307 6444 (country callers 1800 637 698). An initial contribution, or minimum account balance, of \$1000 is required, however additional contributions of any amount can be made at any time.

Go to www.austq.com.au to find out more about topping up your super.

INSURANCE & LEGISLATIVE CHANGES

Insurance

Although it's not something that we like to think about, it is important to consider how you and your family would be supported if you are injured or die. AUST(Q) provides 24 hours a day, seven days a week insurance cover against Death and Total & Permanent Disablement (TPD). This insurance cover has been designed to assist in protecting you and your family's financial security and wellbeing.

Your Death and TPD benefits as at 30 June 2005 are shown on your benefit statement. They include your account balance plus any insured benefit for which you may be eligible. The insured benefit is based on your age on 30 June 2005 and may vary if you have had a birthday since that date. At all times your eligibility for insurance cover is subject to your employer contributions being paid when due.

Preferred beneficiary

It is very important that you keep your preferred beneficiary up to date with the Fund. This is the person or persons who you nominated on your Application to receive your insurance benefit and superannuation in the event of your death.

This information is shown on the benefit statement and can be easily amended by contacting AUST(Q).

The Death benefit is normally payable to a member's dependants (including financial dependants) or legal representative. A dependant generally means one or more of the following people:

- The spouse of the member (including a de facto spouse);
- Any child of the member - including any step child, any child recognised by the member as an adopted child and any child of the member born after the member's death;
- Any person who the Trustee considers to have been wholly or partially financially dependent on the member at the time of the member's death; or
- Any person who the Trustee considers to have been in an 'interdependency relationship' with the member at the time of the member's death.

A financial dependant does not necessarily rely on you totally for financial support. They may be your dependant, even if you partially support them financially. Financial dependency may include payments of bills, rent, maintenance payments, and shared financial commitments, such as a mortgage.

The Trustee can only pay a Death benefit as permitted by the Superannuation Industry (Supervision) Act and the Fund's Trust Deed.

Insurance cover for members is provided through a group risk policy with Commlnsure. (Commlnsure is a registered business name of The Colonial Mutual Life Assurance Society. ABN 12 004 021 809).

To find out more about insurance, download the *Member Handbook* from www.austq.com.au.

Death and Total & Permanent Disablement insurance 24 hours a day – 7 days a week

Legislative changes

There has been a significant amount of revision and change to superannuation legislation over the past 12 months. A lot of which impacts directly on members.

At AUST(Q), we ensure that all our members are advised of the adjustments that could potentially have an effect on their investments, and have outlined the following summary:

Surcharge Tax

The Government recently passed legislation abolishing the surcharge tax on contributions received from 1 July 2005.

Portability

Effective from 1 July 2005, members can now transfer their balance(s) to their fund of choice, regardless of whether they have ceased employment. AUST(Q) does however, reserve the right to refuse a transfer under this condition if one has already been authorised and processed within a 12 month period.

New dollar disclosure rules

Superannuation funds are required to make known all fees, costs and benefits in monetary terms. AUST(Q) issued a revised *Member Handbook (Product Disclosure Statement)* on 23 May 2005, which was prepared in line with the new fee disclosure regulations.

For further information on fees and charges, visit www.austq.com.au. Members can also compare a fund's fees at the Government's Australian Securities and Investments Commission website: www.fido.gov.au.

Transition to retirement

From 1 July 2005, superannuation fund members that have reached their preservation age can access their preserved benefits as a non-commutable pension without first having to retire from gainful employment.

Cashing benefits after age 65

From 1 July 2004, members aged over 65 must be gainfully employed for 240 hours during the financial year in order to stay in a superannuation fund.

RSE licensing

As from 1 July 2006, new superannuation laws require all funds to be licensed by the Australian Prudential Regulation Authority (APRA). Funds will be required to obtain a license called the Registrable Superannuation Entity (RSE) License.

AUST(Q) is well advanced in this process and lodged a draft application on 30 June 2005. The Trustees are working closely with APRA to ensure that the regulator's requirements are met well in advance of the deadline.

Changes to the Trust Deed

During the RSE application process, the Trustee took the opportunity to review and strengthen the Fund's corporate governance policies and operational procedures.

The process also provided an ideal opportunity to consolidate the Fund's Trust Deed and prepare a new Constitution.

The changes to the Trust Deed consolidate a number of previous amendments and reflect the current legislative environment. The changes do not have a detrimental effect on the entitlements or benefits of members or employers.

For more information or a copy of the Trust Deed, contact the AUST(Q) Customer Service Centre on 1800 637 698.

UNDERSTANDING YOUR STATEMENT

"I'm satisfied with the Fund and the performance of the returns. I'm happy with how the Fund is being managed, so I will stay with AUST(Q)."



Name: Serge Oberhauser
Years a member: 20
Role: Site Manager, Qld Gallery of Modern Art
Employer: Started with Siganto & Stacey as a sheet metal worker in 1983.

Current members

Your benefit statement is for the six months to 30 June 2005.

This statement shows all contributions received and allocated in the period 1 January to 30 June 2005 and any lump sums transferred from other superannuation funds. It also shows deductions made for administration, insurance (where applicable), taxation and surcharge tax (if applicable) plus interest credited and your total account balance. If your account is below \$1000 your statement may show a member protection rebate.

It is in your best interest to check your statement to see if the correct contribution amounts are shown. If you think your contributions are incorrect please talk to your employer.

Benefit statements have been designed to enable you to:

- Identify your opening balance together with the preserved and non-preserved contributions.
- Identify your accumulated benefits.
- Easily check the payments that have been received by the Fund on your behalf.
- Advise of any changes affecting your membership, eg. change of name, address or your preferred beneficiary.
- Advise if you wish to claim a benefit.

New members

New members to AUST(Q) are provided with a copy of the latest *Annual Report* upon joining the Fund. Under relevant industrial awards and/or the Superannuation Guarantee Legislation your employer is required to make superannuation contributions for you into a fund such as AUST(Q).

The Trustee has established an arrears procedure to ensure late payments are followed up. Refer to page 13.

Please remember that contributions for a given month, even though due on the last day of the month, are not normally received until the 14th day of the following month.

Types of contributions

Superannuation Guarantee

Your employer is required to pay a minimum level of superannuation under the Superannuation Guarantee Legislation. For the 2004/05 year that level was 9% of your ordinary time earnings. Contributions made under an industrial award or industrial agreement count towards this minimum level.

Award Superannuation

If you are covered by an industrial award, your employer may be required to pay a set percentage of your wage/salary as a contribution for you.

Industrial Agreements

Where you work for an employer that has an enterprise or industrial agreement, your employer may be required to pay the rate set out in that agreement.

Personal details

On your benefit statement there is a coupon to fill in if you wish to notify us of a change to your name, address or your preferred beneficiary.

If our records are out of date, please advise the AUST(Q) Customer Service Centre as soon as possible.

If you wish to notify us of a change to your name, address or your preferred beneficiary, fill in the coupon on your benefit statement or contact the AUST(Q) Customer Service Centre on 1800 637 698.

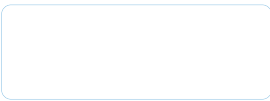
STATEMENT DETAILS

OPENING BALANCE*	INTEREST APPLIED SINCE LAST STATEMENT*	ACCOUNT BALANCE AS AT 30/06/05*
\$47,823.18	\$614.03	\$51,181.88

*Full details of your account, including credits and deductions, are shown on the opposite page.

TO WHOM DOES THE SURCHARGE APPLY?

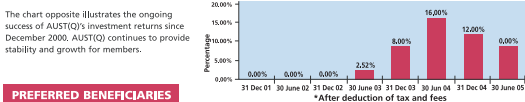
Further details on Surcharge are contained within the Annual Report. For further Surcharge Information, please contact the ATO on 1300 651 221. If you are liable to pay surcharge, the ATO will advise the fund of the amount to be deducted from your account.



PREFERRED BENEFICIARIES

Jane Citizen
Robert Citizen

Crediting Rates (% p.a. credited six monthly)*



YOUR BENEFITS AS AT 30/06/05

Benefit Statement
for period 01/01/05 to 30/06/05

Membership No: 2000852



BENEFITS **Death and Total and Permanent Disablement**

Insurance Cover	Death Benefit	TPD Benefit
Account Balance	\$100,000.00	\$30,000.00
Total Benefit Payable On Death or TPD	\$51,181.88	\$51,181.88

*Payment of any insured benefits is also subject to receipt of up-to-date employer contributions and the conditions explained on the reverse of this statement.

TRANSACTIONS

Trans Date	Description	Payment Period	Weeks Paid	Preserved		Non Preserved		Total
				Member	Employer	Member	Employer	
01/01/2005	Opening Balance			\$5,902.01	\$41,921.17			\$47,823.18
23/01/2005	ABC CO PTY LTD	30/11/2004 - 27/12/2004	4	\$752.58				\$752.58
12/02/2005	ABC CO PTY LTD	28/12/2004 - 31/01/2005	5	\$500.00				\$500.00
14/03/2005	ABC CO PTY LTD	01/02/2005 - 28/02/2005	4	\$400.00				\$400.00
02/04/2005	ABC CO PTY LTD	01/03/2005 - 28/03/2005	4	\$334.48				\$334.48
30/04/2005	ABC CO PTY LTD	29/03/2005 - 30/04/2005	5	\$668.96				\$668.96
14/05/2005	ABC CO PTY LTD	01/05/2005 - 31/05/2005	4	\$330.86				\$330.86
18/06/2005	ABC CO PTY LTD	01/06/2005 - 30/06/2005	5	\$167.24				\$167.24
			31	\$5,902.01	\$45,295.29			\$51,181.88
	LESS Administration Fees							-\$26.00
	Insurance Premiums							-\$140.50
	Federal Government Tax							-\$488.95
	ADD Interest Credited							\$14.03
30/06/2005	Account Balance							\$51,181.88

If you wish to change any details, please cut off this section and return it to AUST(Q) Administration. You will find the address on the back of this Statement.

A. Please change my personal details to:

Name: _____
Address: _____
State: _____ Postcode: _____
Date of Birth: ____/____/____
Note: If you have changed your name, please attach a Certified copy of your Marriage Certificate, Deed Poll Certificate or a Statutory Declaration as proof.

B. I would like to roll over my other superannuation into AUST(Q).

Please tick the box above and we will send you a rollover form. You need a separate form for every account you wish to roll over to this fund. (A photocopy is acceptable.)

Please keep me up to date with services and products offered by other companies to AUST(Q) members YES NO

C. Are your beneficiaries correct (as shown above)? I wish to change the preferred beneficiary/ies to:

Name	Relationship to me	% share
.....
.....

Please note that the final decision as to whom a death benefit is to be paid will be made by the Trustee.

D. I would like information about making contributions on behalf of my spouse.

E. My email address is: _____
My contact numbers are: phone _____ mobile _____

Please sign here if you have changed your details or requested information.
Signature: _____ Date: _____

Monies allocated to 30/06/05 are on this Statement. Future allocations will be on the next Statement. While all care is taken to make this information correct, neither the Trustee nor the Fund Administrator accept liability for any error or omission.

1 Statement details

This is a summary showing your opening balance, the interest earned since your last statement and your closing balance as at 30 June 2005.

2 Beneficiary

Your preferred beneficiary is who you want your super benefit to go to in the event of your death. You may change your preferred beneficiary at any time.

3 Insurance cover

Your statement shows your insured amount for Death and Total & Permanent Disablement cover as at 30 June 2005.

Your Insurance cover is only valid if your contributions have been received from your employer on time.

Your insured benefits are based on your age at 30 June 2005.

4 Preserved money

Contributions that cannot be accessed until at least age 55 and you retire from the workforce or upon death or total & permanent disablement.

5 Unrestricted non-preserved money

This money can be withdrawn as cash (less tax) at any time.

6 Restricted non-preserved money

This money can be withdrawn as cash (less tax) if you leave your employer.

7 Contributions

This is the total funds received and allocated by AUST(Q) on your behalf during the financial year. If you think contributions are missing from this statement, contact your employer. Please remember that contributions for a given month, even though due on the last day of the month, are not normally received until the 14th day of the following month. AUST(Q) has established an arrears procedure to follow up employers with outstanding contributions.

8 Charges and tax

Your account is debited with administration charges, the cost of the insurance cover (if applicable) and Federal Government contributions tax.

ACCOUNTS AND AUDIT

The following information has been taken from the latest accounts for AUST(Q) that are presently being audited. The Fund does not expect any material changes to be made to the accounts. If you wish to obtain a copy of the audited accounts or the Audit Report on the Fund for 2004/2005 once finalised, or a previous year, contact the Fund administrator.

Abridged Financial Information for the year ended 30 June 2005

Operating Statement

	30 June 2005	30 June 2004
REVENUE – INVESTMENTS		
Interest	\$623,156	\$254,989
Dividends	\$7,794,700	\$4,353,144
Changes in net market value	\$4,942,108	\$4,789,377
Other Income	\$1,573	–
Direct investment expenses	(\$94,894)	(\$92,517)
Total net revenue – investments	\$13,266,643	\$9,304,993
REVENUE – CONTRIBUTIONS		
Employer	\$14,891,668	\$12,913,029
Member	\$727,736	\$234,700
Government Co Contribution	\$43,109	–
Transfers from other superannuation funds	\$2,798,601	\$4,026,175
Total revenue – contributions	\$18,461,114	\$17,173,904
REVENUE – OTHER		
Proceeds from Reinsurance	\$507,200	\$562,500
Interest on cash at bank	\$35,197	\$56,534
Sundry Income	\$1,436	\$981
Total revenue – other	\$543,833	\$620,015
TOTAL REVENUE	\$32,271,590	\$27,098,912
EXPENDITURE		
Members Group Life Insurance Premium	\$877,710	\$734,843
Administration	\$1,261,345	\$1,030,579
Surcharge	\$38,963	\$35,838
TOTAL EXPENDITURE	\$2,178,018	\$1,801,260
Benefits accrued before tax	\$30,093,572	\$25,297,652
Income tax expense	\$2,822,795	\$2,549,916
BENEFITS ACCRUED AFTER TAX	\$27,270,777	\$22,747,736

Statement of Financial Position

	30 June 2005	30 June 2004
INVESTMENTS	\$106,764,767	\$84,963,190
OTHER ASSETS		
Cash at bank	\$414,272	\$455,871
Contributions receivable	\$1,124,079	\$935,153
Other receivables	\$57,904	\$33,088
Total other assets	\$1,596,255	\$1,424,112
TOTAL ASSETS	\$108,361,022	\$86,387,302
LIABILITIES		
Income tax payable	\$1,295,357	\$538,416
Deferred tax liability	\$1,023,210	\$770,135
Accounts payable	\$266,997	\$261,741
Benefits payable	\$188,499	\$175,986
TOTAL LIABILITIES	\$2,774,063	\$1,746,278
NET ASSETS AVAILABLE TO PAY BENEFITS	\$105,586,959	\$84,641,024
Represented by:		
Members' funds	\$103,464,442	\$83,551,907
Reserves	\$2,122,517	\$1,089,117
LIABILITY FOR ACCRUED BENEFITS	\$105,586,959	\$84,641,024

OTHER INFORMATION

Member Protection

From 1 July 1995, account balances less than \$1000 must be protected from erosion by fees. This means that administration fees applied to a member's account cannot exceed the interest credited to the balance. An exception to this is for periods where the Fund's total investment returns are below the Fund's total administration costs. If this occurs, administration fees up to a maximum of \$10 may be charged by the Fund during this period. Deductions for insurance cover and the Government's compulsory contributions tax remain payable and are not included in administration fees. Some members of AUST(Q) will notice an entry appearing on their statement, described as a Member Protection Rebate. This rebate adds back any fees and charges (not government taxes and insurance deductions) that exceed the amount of interest credited.

Where AUST(Q) is no longer able to continue member protection for a member, AUST(Q) will transfer those members to an Eligible Rollover Fund (ERF). Members who have a current address will be given 28 days notice to nominate their own rollover fund rather than the ERF selected by AUST(Q).

Surcharge Tax

AUST(Q) must report to the ATO details of all contributions received for its members. The ATO then assesses the member's liability to pay the surcharge and advises AUST(Q) of any surcharge which applies. The surcharge amount is then deducted from the member's super account.

Lost Members Register

The Australian Taxation Office (ATO) has established a 'lost members register' to record details of superannuation accounts that funds are holding for members they cannot locate, and for certain members whose contribution payments have ceased. This means that you can make enquiries at the ATO in your state on 13 10 20 if you have lost contact with a fund and are entitled to a benefit.

Unclaimed benefits

Since April 1998, the Government has had a process in place to collect unclaimed superannuation benefits. In Queensland, the benefits are to be collected by the Registrar of Unclaimed Monies and held by the Public Trustee. All superannuation funds in Australia, including Eligible Rollover Funds, are required to transfer members' accounts to the relevant collection agency in either one of the following circumstances:

- Where a member has reached the pension age, a lump sum is payable under the rules of the Fund and the member has not requested payment of their benefit.
- The Trustee cannot find the member to pay the benefit.

All enquiries and claims for Queensland unclaimed monies should be directed to:

The Public Trustee of Queensland
444 Queen Street, Brisbane QLD 4000
Telephone: (07) 3213 9288
Facsimile: (07) 3213 9484

Eligible Rollover Fund

Federal Government legislation (SIS) allows superannuation funds to nominate an Eligible Rollover Fund (ERF) where benefits may be paid if the member has become a 'lost member'. A member is classified as 'lost' if the Fund does not receive contributions for the member for a period of 12 months or longer and the account balance is less than \$1000. The ERF chosen by AUST(Q) is AUSfund, Australia's Unclaimed Super Fund. AUSfund is an Eligible Rollover Fund where all accounts are member protected. Accounts transferred to AUSfund continue to receive interest, but insurance cover is not provided. You may be advised that your account will be transferred to AUSfund if contributions do not recommence.

AUSfund is committed to transferring the small or lost super accounts it receives into peoples' most active super account – for free. AUSfund has transferred \$88 million to 220,000 members' active super, and has helped locate 407,000 lost members. You can find out more about AUSfund on 1300 361 798, write to them at PO Box 2468, Kent Town SA 5071, or go to www.unclaimedsuper.com.au.

Making a claim

If you are eligible to claim a benefit, contact AUST(Q) administration for a claim form. Make sure that you send all necessary documents listed on the claim form, as this avoids unnecessary delays in receiving your benefit.

Arrears procedure

What happens if your employer doesn't pay your super contributions?

AUST(Q)'s Trustee has implemented procedures to follow-up employers who do not pay contributions on time.

The procedures are:

- A letter is sent to the employer 15 days after the date the payment was due. The letter advises that a payment has not been received and requests payment.
- If the payment is not received, a second letter is sent 10 days after the first letter requesting immediate payment.
- If payment is not received, the arrears is forwarded to a debt collector and phone contact immediately commences.
- If payment is not received 17 days after the first letter, a third letter is produced and forwarded to the debt collector.
- If the payment is not received 7 days after the third letter, a solicitor's letter is sent.
- A legal action request from the debt collector is referred to AUST(Q), if payment is not received within 7 days of the solicitor's letter.

WHO MANAGES AUST(Q)?

The company has five directors: one independent director, two directors nominated by participating employer associations, and two by employee unions. All directors are appointed for a term of four years. The term of each director's appointment can be varied at any time, by the relevant sponsoring organisation.

The Trustee has developed a *Corporate Governance Policy* that incorporates a *Code of Conduct* for all directors. Directors for the financial year ended 30 June 2005 were:

Director	Position	Director since
Representing Employees		
Bob Henricks (Chairperson)	Former Secretary, Queensland Branch, Electrical Division of the CEPU (the ETU in Qld) Trades Union.	July 1985
Ian McComb	State Organiser, Qld Branch, Australian Manufacturing Workers Union	October 1986
Employer Representatives		
David Whiting	Former Director, Queensland, Australian Industry Group.	January 2000
Mark Vining	Human Resources Manager, Barclay Mowlem.	August 1998
Independent Director		
John Jones (Fund Secretary)	Principal, Jones Ross Pty Ltd.	March 1992

The Trustee company responsible for managing AUST(Q), is AUST (QUEENSLAND) Pty Ltd, ABN 65 010 677 013. The Trustee Liability Insurance Policy was renewed by the Directors from 4 December 2004.

Election or appointment of Directors

Member Representative Directors

In accordance with the Articles of Association of A.U.S.T.(QUEENSLAND) Pty Ltd the members of the Fund are represented by directors nominated and elected by the industrial unions of employees forming the Scheme Member Body.

The industrial unions are the Automotive, Metals, Engineering, Printing and Kindred Industries Industrial Union of Employees, Queensland: the Electrical Trades Union of Employees of Australia, Queensland Branch and the Federated Ironworkers Association of Australia (Queensland Branch) Union of Employees.

These industrial unions collectively have the power to elect two directors to represent the members. They also have the power to replace or remove any director elected by them.

Appointment of Employer Representative Directors

The employers of the Fund are represented by directors nominated and elected by the Australian Industry Group – Queensland and the Queensland Master Builders Association.

These employer organisations collectively have the power to elect two directors to represent the employers. They also have the power to replace or remove any director elected by them.

Election of Independent Director

In accordance with the Articles of Association of A.U.S.T. (QUEENSLAND) Pty Ltd, the Scheme Member Body (the industrial unions) and the employer body (the Australian Industry Group and QMBA) may jointly appoint one person to the position of independent director. This appointment shall be upon such terms and conditions as the Directors determine. The Fund currently has an independent director appointed in accordance with this procedure.

Directors Meeting Attendance

During the year the Directors attended various board and committee meetings as part of their role in the management of the Fund.

Director	No. meetings attended	No. meetings required to attend
Bob Henricks	15	16
John Jones	14	16
David Whiting	14	14
Ian McComb	10	14
Mark Vining	11	13

Administration of AUST(Q)

Superpartners Pty Ltd (ABN 57 078 907 883, AFSL 238761) is the administrator contracted by AUST(Q). The day to day administration of the Fund is handled by Superpartners. As a major provider of multi-employer superannuation administration services in Australia, Superpartners holds a license to provide general financial advice in respect of superannuation.

Regulated Fund

AUST(Q) is a Regulated Fund, under legislation known as the *Superannuation Industry (Supervision) Act 1993* (SIS). As a Regulated Fund, AUST(Q) is eligible for concessional tax rates. This means that the Fund qualifies for concessional tax treatment through lower tax rates.

Rules for AUST(Q)

The rules governing AUST(Q) are set out in a legal document called a Trust Deed. If you wish to obtain a copy of any of the rules of AUST(Q) which affect your benefits or rights as a member, contact the AUST(Q) Customer Service Centre on 1800 637 698.

ENQUIRIES & PRIVACY

Enquiries/complaints

If you wish to make an enquiry about the Fund, or if you have any concerns about its operation or management, please contact the Fund administrator at the address shown in this Annual Report.

If you telephone, in most cases you will receive an immediate reply, but some issues may need further investigation. Any written enquiry or complaint will be acknowledged promptly and in most cases responded to in detail within 28 days. Legislation requires that all complaints are appropriately resolved within 90 days.

AUST(Q) strives to provide excellent service to its members and employers. If you are not satisfied that your enquiry or complaint has been satisfactorily answered, you should write to the Complaints Officer at the Fund administrator's office. Your concerns will be referred to the Trustee for consideration.

If you are not satisfied with the Fund's handling of your complaint, or the Trustee's decision, you may contact the Superannuation Complaints Tribunal (SCT). The SCT is an independent body set up by the Federal Government to assist members or beneficiaries in resolving certain superannuation complaints. You may only approach the SCT if you have made use of the Fund's internal complaints handling process. If the SCT agrees to review your complaint, it will attempt to resolve the matter by conciliation, which involves helping you and the Fund to come to a mutual agreement.

If you wish to find out whether the SCT can handle your complaint and the information you will need to provide, please phone the SCT directly on 1300 780 808 (from anywhere in Australia for the cost of a local call).

Privacy statement

AUST(Q) respects your privacy.

Protecting your personal information has always been important to us and is now required by law. Changes to the Commonwealth Privacy Act mean that we must now handle your personal information in accordance with a set of National Privacy Principles.

At AUST(Q), we only collect information that is necessary to administer your fund membership. By this we mean managing your account and keeping you up to date with opportunities available to you as a fund member.

AUST(Q) encourages you to check the AUST(Q) web privacy statement regularly as it may change from time to time as we enhance our site. If you have any suggestions or concerns that are not addressed in this privacy statement, please contact us.

AUST(Q) has appointed a specialist Administrator along with Insurers and some other organisations to provide services to you on our behalf. They are authorised to use your personal information only to administer your fund membership, under the strictest confidence.

Your personal information will not be used or disclosed for any other purpose without your consent, except where required by law. For example, AUST(Q)'s Administrator is required to report certain information to the Australian Taxation Office for tax related purposes.

The personal information collected by AUST(Q) from you, or through your employer, includes your contact details, date of birth and Tax File Number (if you have chosen to quote it). Over time, this will be supplemented with financial and other information necessary to administer your fund membership.

Additional information may be collected from medical practitioners or from your employer for the purpose of assessing your eligibility for insurance cover or the assessment of a claim. We would only seek to collect such information with your consent.

We have stringent security measures in place and the staff who handle your personal information have the knowledge, skills and commitment to protect it from unauthorised access or misuse.

As a member of AUST(Q), you may ask to see the information we hold about you and to have it corrected if required.

CONTACT DETAILS

AUST(Q)

SFN: 268339
ABN: 65 010 677 013
SPIN: AUTO100AU

FUND ADMINISTRATOR

Superpartners

PO Box 329,
Spring Hill QLD 4004

Level 11,
120 Edward Street,
Brisbane QLD 4000

Telephone (07) 3307 6444
Country callers 1800 637 698
Facsimile (07) 3210 0088

www.austq.com.au

CLIENT SERVICES MANAGER

Cathy Powell

Telephone (07) 3307 6450

PO Box 329,
Spring Hill QLD 4004

Level 11,
120 Edward Street,
Brisbane QLD 4000