



IOOF MULTIMIX TRUSTS

IOOF MultiMix Conservative Growth Trust

ARSN 130 093 186



Annual financial report

for the financial year ended 30 June 2011

Responsible Entity
IOOF Investment Management Limited
ABN 53 006 695 021, AFS Licence No. 230524

Registered Address
Level 6, 161 Collins Street, Melbourne VIC 3000

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
ARSN 130 093 186
ANNUAL FINANCIAL REPORT
FOR THE FINANCIAL YEAR ENDED
30 JUNE 2011**

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**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
DIRECTORS' REPORT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

The directors of IOOF Investment Management Limited, the Responsible Entity of IOOF MultiMix Conservative Growth Trust, present this report together with the financial statements of IOOF MultiMix Conservative Growth Trust ('the Scheme'), for the year ended 30 June 2011 and the auditor's report thereon.

Principal activities

The Scheme is a registered managed investment scheme domiciled in Australia.

During the year, the Scheme continued to invest funds in accordance with the investment objectives as set out in the current Product Disclosure Statement and in accordance with the provisions of the Scheme Constitution.

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

The Scheme did not have any employees during the year.

Responsible Entity

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

Mr I. Blair (Chairman)
Mr I. G. Griffiths
Ms J. Harvey
Mr C. Kelaher
Mr J. Pfeiffer (Resigned 30 June 2011)
Dr R. N. Sexton
Mr G. Venardos

Review of operations

The conservative nature of the Scheme means it has a greater exposure to income bearing assets such as cash, fixed interest and alternative debt with some exposure to growth assets such as Australian and International property and shares. The Scheme is authorised to utilise approved derivative instruments for risk management purposes subject to the specific restriction that the derivative instruments cannot be used to gear portfolio exposure.

Results

The performance of the Scheme, as represented by the results of its operations, was as follows:

	Year ended	
	30 June 2011	30 June 2010
	\$	\$
Operating profit/(loss)	46,533,168	62,189,665
Distribution paid and payable to unitholders	(50,745,248)	(42,657,466)
Transfers (to)/from net assets attributable to unitholders / Total Comprehensive Income	<u>4,212,080</u>	<u>(19,532,199)</u>
Profit/(loss) for the year	<u>-</u>	<u>-</u>

Distributions

	30 June 2011	30 June 2010
	\$	\$
Distribution paid and payable		
31 December	19,118,404	13,822,532
30 June	<u>31,626,844</u>	<u>28,834,934</u>
	<u>50,745,248</u>	<u>42,657,466</u>

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	30 June 2011 CPU	30 June 2010 CPU
Distribution (cents per unit)		
31 December	3.000	2.200
30 June	<u>4.844</u>	<u>4.588</u>
	<u><u>7.844</u></u>	<u><u>6.788</u></u>

Performance

The table below demonstrates the performance of the Scheme as represented by the total return per annum, which is calculated as the aggregation of the percentage capital growth and percentage distribution of income. The total return per annum calculated after fees is shown for the past two years to 30 June 2011 and assumes that all distributions were re-invested during that period. These are calculated in accordance with IFSA standard 6.0 Product Performance - calculation and presentations of returns. The directors assess the performance of the Scheme's total return per annum with the relevant benchmark that is disclosed in the Product Disclosure Statement. The comparison to benchmark performance for the two years to 30 June 2011 is also shown below:

	2011 %	2010 %
Capital growth	(0.58)	3.41
Distribution	<u>8.41</u>	<u>7.48</u>
Total return %	<u>7.83</u>	<u>10.89</u>
Benchmark	<u>7.35</u>	<u>9.18</u>

Consistent with our statements in the current Product Disclosure Statement, future performance is not guaranteed. Investors should exercise care in using past performance as a predictor of future performance.

Management costs

The management costs of the Scheme are shown in the following table:

	2011 %	2010 %
Management costs	<u>0.67</u>	<u>0.65</u>

The fees are calculated on the net asset value of the Scheme and are deducted from the assets of the Scheme. The fees are accrued daily and paid monthly and are incorporated into the daily unit prices of the Scheme. The management costs calculation includes fees charged to the Scheme during the financial year, including those charged by the Responsible Entity directly for the management of the assets.

Unit redemption prices

Unit redemption prices are shown as follows:

	2011 \$	2010 \$
At 30 June (quoted ex-distribution)	0.9387	0.9443
High During Period	0.9876	0.9992
Low During Period	0.9420	0.9089

It is the opinion of the directors that reporting under IFRS does not have unit pricing consequences, as the basis of unit price accounting is as outlined in the Scheme Constitution and governing documents of the Scheme. The key differences between net assets for unit pricing purposes and net assets as reported in the financial statements prepared under IFRS have been outlined below:

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
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	30 June 2011	30 June 2010
	\$	\$
Net assets for unit pricing purposes	613,688,894	594,199,104
Difference between net market value (for unit pricing) and fair value (for financial reporting) of securities	(982,422)	(780,654)
Effect of classification of net assets attributable to unitholders as liabilities	<u>(612,706,472)</u>	<u>(593,418,450)</u>
Net assets under IFRS	<u>-</u>	<u>-</u>

Significant changes in the state of affairs

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

Matters subsequent to the end of the financial year

Except as disclosed in the financial statements, no other matter or circumstance has arisen since 30 June 2011 that has significantly affected, or may significantly affect:

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

Likely developments and expected results of operations

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

The results of the Scheme's operations will be affected by a number of factors, including the performance of investment markets in which the Scheme invests. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information on likely developments in the operations of the Scheme and the expected results of those operations have not been included in this report because the Responsible Entity believes it would be likely to result in unreasonable prejudice to the Scheme.

Indemnification and insurance of officers and auditors

There is a Directors' and Officers' insurance policy which indemnifies the directors and officers of IOOF Investment Management Limited against liabilities to persons outside IOOF Investment Management Limited that arise out of the performance of their normal duties. The premiums have not been paid for out of the assets of the Scheme. The auditors of the Scheme are in no way indemnified out of the assets of the Scheme.

Fees paid to and interests held in the Scheme by the Responsible Entity or its Related Parties

Details of fees paid to the Responsible Entity during the financial year are disclosed in Note 10 of the financial statements.

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

The interests in the Scheme held by the Responsible Entity or its related parties as at the end of the financial year are disclosed in Note 10 of the financial statements.

Interests in Scheme

The Scheme had total assets valued at \$644,406,598 as at 30 June 2011 (2010:\$622,483,999). The basis for valuation of the Scheme's assets is disclosed in Note 2 of the financial statements.

Details of movements in Net Assets Attributable to Unitholders and total units on issue are disclosed in Note 3 of the financial statements.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
DIRECTORS' REPORT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

Environmental regulation


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

Lead auditor's independence declaration

The lead auditor's Independence declaration, as required under section 307C of the *Corporations Act 2001*, is set out on Page 7 and forms part of the directors' report for the year ended 30 June 2011.

Signed in accordance with a resolution of the directors of IOOF Investment Management Limited.

On behalf of the directors,



Mr C. Kelaher
Director

Melbourne, 22 September 2011



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

To: the directors of IOOF Investment Management Limited

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2011 there have been:

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

KPMG

Mitch Craig
Partner

Melbourne

22 September 2011



Independent auditor's report to the unitholders of IOOF MultiMix Conservative Growth Trust

Report on the financial report

We have audited the accompanying financial report of IOOF MultiMix Conservative Growth Trust (the Scheme), 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 ended on that date, notes 1 to 14 comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' responsibility for the financial report

The directors of IOOF Investment Management Limited (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 control as the directors determine is 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 of the Responsible Entity also state, in accordance with Australian 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 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 judgement, 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 control 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 control. 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 performed the procedures to assess whether in all material respects the financial report presents fairly, in accordance with the *Corporations Act 2001* and Australian Accounting Standards and the provisions of the constitution, as amended, a true and fair view which is consistent with our understanding of the Scheme's financial position, and of its performance.



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*.

Auditor's opinion

In our opinion:

- (a) the financial report of IOOF MultiMix Conservative Growth Trust is in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the Scheme'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*.
- (b) the financial report also complies with International Financial Reporting Standards as disclosed in note 2.

KPMG

Mitch Craig
Partner

Melbourne

22 September 2011

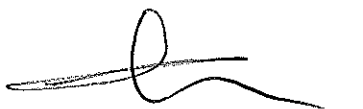
**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
DIRECTORS' DECLARATION
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

The directors of IOOF Investment Management Limited, the Responsible Entity of IOOF MultiMix Conservative Growth Trust ('the Scheme') declare that:

- (a) the financial statements and notes set out on pages 11 to 29 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and
 - (ii) giving a true and fair view of the Scheme's financial position as at 30 June 2011 and of its performance for the year ended on that date;
- (b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 2 (a); and
- (c) there are reasonable grounds to believe that the Scheme will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors of IOOF Investment Management Limited.

On behalf of the directors,



Mr C. Kelaher
Director

Melbourne, 22 September 2011

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

		Year ended	
		30 June 2011	30 June 2010
	Note	\$	\$
<u>Investment Income</u>			
Trust distribution income		61,483,978	48,778,804
Interest income	7	90,733	22,744
Net gains/(losses) on financial instruments held at fair value through profit or loss	6	<u>(13,089,416)</u>	<u>15,456,438</u>
Total investment income/(loss)		<u>48,485,295</u>	<u>64,257,986</u>
<u>Expenses</u>			
Responsible Entity fees	10	1,904,514	2,017,874
Scheme expenses		<u>47,613</u>	<u>50,447</u>
Total operating expenses before finance costs		<u>1,952,127</u>	<u>2,068,321</u>
Operating profit/(loss)		<u>46,533,168</u>	<u>62,189,665</u>
<u>Finance costs attributable to unitholders from operations</u>			
Distribution to unitholders	4	(50,745,248)	(42,657,466)
Transfer (to)/from net assets attributable to unitholders / Total Comprehensive Income	3	<u>4,212,080</u>	<u>(19,532,199)</u>
Profit/(loss) for the year		<u>-</u>	<u>-</u>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2011**

	Note	30 June 2011 \$	30 June 2010 \$
<u>Assets</u>			
Cash and cash equivalents	11(a)	5,185,874	3,404,198
Financial assets held at fair value through profit or loss	5	615,756,530	595,933,236
Loans and receivables:			
Receivables		<u>23,464,194</u>	<u>23,146,565</u>
Total assets		<u>644,406,598</u>	<u>622,483,999</u>
<u>Liabilities</u>			
Distribution payable		31,626,844	28,834,934
Other payables		<u>73,282</u>	<u>230,615</u>
Total liabilities (excluding net assets attributable to unitholders)		<u>31,700,126</u>	<u>29,065,549</u>
Net assets attributable to unitholders (liability)	3	<u>612,706,472</u>	<u>593,418,450</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

	Year ended	
	30 June 2011	30 June 2010
	\$	\$
Total equity at the beginning of the financial year	-	-
Profit/(loss) for the year	-	-
Transactions with equity holders in their capacity as equity holders	-	-
Total equity at the end of the financial year	-	-

Under AASB 132 Financial Instruments: Presentation, net assets attributable to unitholders are classified as a liability rather than equity. As a result there was no equity at the start or end of the year.

Changes in net assets attributable to unitholders are disclosed in Note 3.

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

	Note	Year ended	
		30 June 2011	30 June 2010
		\$	\$
		Inflows / (Outflows)	Inflows / (Outflows)
Cash flows from operating activities			
Trust distributions received		60,817,755	55,917,542
Interest received		90,676	22,279
Proceeds from the sale of financial instruments held at fair value through profit or loss		433,421,125	297,306,192
Payments for the purchase of financial instruments held at fair value through profit or loss		(466,333,835)	(318,935,208)
Operating expenses paid		<u>(1,760,809)</u>	<u>(2,355,393)</u>
Net cash inflow/(outflow) from operating activities	11(b)	<u>26,234,912</u>	<u>31,955,412</u>
Cash flows from financing activities			
Proceeds from application of units		80,279,898	71,396,701
Payments for redemption of units		(56,818,968)	(56,293,415)
Distributions paid		<u>(47,914,166)</u>	<u>(43,657,151)</u>
Net cash inflow/(outflow) from financing activities		<u>(24,453,236)</u>	<u>(28,553,865)</u>
Net increase/(decrease) in cash and cash equivalents		1,781,676	3,401,547
Cash and cash equivalents at the beginning of the financial year		<u>3,404,198</u>	<u>2,651</u>
Cash and cash equivalents at the end of the financial year	11(a)	<u>5,185,874</u>	<u>3,404,198</u>
Non-cash financing activities			
Distribution re-invested	11(c)	<u>39,172</u>	<u>1,902</u>

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 1: GENERAL INFORMATION

This financial report covers IOOF MultiMix Conservative Growth Trust ('the Scheme') as an individual entity. The Scheme is a registered managed investment scheme under the *Corporations Act 2001*. The Scheme commenced operations on 29 April 2008. The Scheme will terminate on 28 April 2088 unless terminated earlier in accordance with the provisions of the Scheme's Constitution.

The Responsible Entity of the Scheme is IOOF Investment Management Limited. The Responsible Entity's registered office is Level 6, 161 Collins Street, Melbourne, Victoria, 3000. The Responsible Entity's ABN number is 53 006 695 021.

The financial statements were authorised for issue by the directors on 22 September 2011. The directors of the Responsible Entity have the power to amend and reissue the financial report as considered necessary under Scheme's Constitution.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

(a) Basis of preparation

This general purpose financial report for the year ended 30 June 2011 has been prepared in accordance with Australian Accounting Standards (AASBs) (including Australian Interpretations) adopted by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The financial report of the Scheme complies with International Financial Reporting Standards (IFRSs) and interpretations adopted by the International Accounting Standards Board (IASB).

The financial statements have been prepared under the historical-cost convention except for financial assets and financial liabilities held at fair value through profit or loss, that have been measured at fair value.

(b) Financial instruments

(i) Classification

The Scheme holds investments that are classified at fair value through profit or loss. They comprise:

• Financial instruments held for trading

These include derivative financial instruments including futures, forward contracts, options and interest rate swaps. The Scheme does not designate any derivatives as hedges in a hedging relationship.

• Financial instruments designated at fair value through profit or loss upon initial recognition

These include financial assets that are not held for trading purposes and which may be sold. These are investments in exchange traded debt and equity instruments, unlisted trusts, unlisted equity instruments and commercial paper.

Financial assets and financial liabilities designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the Scheme's documented investment strategy. The Scheme's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(b) Financial instruments (Continued)

Financial assets that are classified as loans and receivables include margin accounts, mortgages, loans to policy holders, loans and accounts receivable.

Financial liabilities that are not at fair value through profit or loss include margin accounts, distribution payables and other payables.

(ii) Recognition/derecognition

The Scheme recognises financial assets and liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or the Scheme has transferred substantially all risks and rewards of ownership.

(iii) Measurement

Financial instruments held at fair value through profit or loss

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value excluding any transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments held at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statement of Comprehensive Income.

The following represent the basis of valuation of financial assets and liabilities designated at fair value through profit or loss for financial reporting purposes:

Unlisted Units Managed Investment Schemes

The fair value of units in unlisted Managed Investment Schemes is the redemption price per unit on the last day of the period, as determined by the scheme's responsible entity. The redemption price is calculated by deducting from the value of the Managed Investment Scheme's gross assets the value of the liabilities of the Managed Investment Scheme, less an allowance for disposal costs.

If a quoted market price is not available on a recognised stock exchange, investment's responsible entity or from broker / dealers for non-exchange-traded financial instruments, the fair value of the instrument is estimated using last available quoted market price or valuation techniques which include use of recent arm's length market transactions, reference to the current fair value of another instrument that is substantially the same, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Loans and receivables

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market.

Loan assets are measured initially at fair value plus transaction costs and subsequently amortised using the effective interest rate method, less impairment losses, if any. Such assets are reviewed at each reporting date to determine whether there is objective evidence of impairment.

If any such indication of impairment exists, impairment testing is carried out and an impairment loss is recognised in the Statement of Comprehensive Income as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

If in a subsequent period the amount of an impairment loss recognised on a financial asset carried at amortised cost decreases and the decrease can be linked objectively to an event occurring after the write-down, the write-down is reversed through the Statement of Comprehensive Income.

(c) Foreign currency translation

Functional and presentation currency

Items included in the Scheme's financial statements are measured using the currency of the primary economic environment in which it operates (the 'functional currency'). This is the Australian dollar, which reflects the currency of the economy in which the Scheme competes for funds and is regulated. The Australian dollar is also the Scheme's presentation currency.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Net assets attributable to unitholders

Units are redeemable at the unitholders' option and are therefore classified as financial liabilities. The units can be put back to the Scheme at any time for cash based on the redemption price. The fair value of redeemable units is measured at the redemption amount that is payable (based on the redemption unit price) at the reporting date if unitholders exercised their right to put the units back to the Scheme.

(e) Cash and cash equivalents

For Statement of Cash Flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to a known amount of cash and which are subject to an insignificant risk of changes in value and are held for the purpose of meeting short term cash commitments rather than investment purposes, and bank overdrafts. Bank overdrafts are shown in current liabilities on the Statement of Financial Position.

Payments and proceeds relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Scheme's main income generating activity.

(f) Investment income and expense

Interest income and expenses are recognised in the Statement of Comprehensive Income for all financial instruments that are not held at fair value through profit or loss as it accrues using the effective interest method. Interest income on assets held at fair value through profit or loss is included in the net gains/(losses) on financial instruments. Other changes in fair value for such instruments are recorded in accordance with the policies described in note 2(b).

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period, where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Scheme estimates cash flows considering all contractual terms of the financial instrument (for example, prepayment options) but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

Dividend income is recognised on the ex-dividend date with any related foreign withholding tax recorded as an expense. Dividends declared on securities sold short are recorded as a dividend expense on the ex-dividend date. Trust distributions are recognised on an entitlement basis.

In some cases, the Scheme may receive dividends or distributions in the form of additional shares rather than cash. In such cases, the Scheme recognises the dividend or distribution income for the amount of the cash dividend alternative with the corresponding debit treated as additional investments.

All expenses, including Responsible Entity fees, performance fees and investment management fees, are recognised in the Statement of Comprehensive Income on an accrual basis.

(g) Income tax

Under current tax legislation, the Scheme is not subject to income tax provided that taxable income of the Scheme is fully distributed either by way of cash or reinvestment to unitholders within the financial year (i.e. unitholders are presently entitled to the income of the Scheme).

Financial instruments held at fair value may include unrealised capital gains. Should such a gain be realised, that portion of the gain that is subject to capital gains tax will be distributed so that the Scheme is not subject to capital gains tax.

Realised capital losses are not distributed to unitholders but retained in the Scheme to be offset against any future realised capital gains. If realised capital gains exceed realised capital losses, the excess is distributed to unitholders.

The benefits of imputation credits and foreign tax paid are passed on to unitholders.

The Scheme currently incurs withholding tax imposed by certain countries on investment income. Such income is recorded gross of withholding tax in the Statement of Comprehensive Income.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Receivables

Receivables may include amounts for dividends, interest and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the reporting date from the time of last payment in accordance with the policy set out in note 2(f) above. Amounts are generally received within 30 days of being recorded as receivables.

Amounts due from brokers which represent receivables for securities sold that have been contracted for but not yet delivered by the end of the year are included in receivables. Trades are recorded on trade date and normally settled within three business days. A provision for impairment of amounts due from brokers is established when there is objective evidence that the Scheme will not be able to collect all amounts due from the relevant broker. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are considered indicators that the amount due from brokers is impaired.

(i) Payables

Payables includes liabilities and accrued expenses owing by the Scheme which are unpaid as at the reporting date. Amount due to brokers which represents payables for securities purchased that are unsettled at reporting date are included in payables.

The distribution amount payable to unitholders as at the reporting date is recognised separately on the Statement of Financial Position as unitholders are presently entitled to the distributable income as at 30 June 2011 under the Scheme's Constitution.

(j) Applications and redemptions

Applications received for units in the Scheme are recorded net of any entry fees payable prior to the issue of units in the Scheme.

All redeemable units issued by the Scheme provide the investors with the right to require redemption for cash and give rise to a financial liability. In accordance with the Product Disclosure Statement the Scheme is contractually obliged to redeem units at redemption price, which includes an allowance for transaction costs that would be incurred by the Scheme on disposal of its assets required to fund the redemptions. As a result of the transaction cost factor, there will be a difference between the carrying amount of the net assets of the Scheme (excluding the unitholders' funds classified as a financial liability) and the contractual amount payable to unitholders upon redemption, which is based on the redemption price. The adjustments arising from different unit pricing and IFRS valuation principles are presented in the Statement of Financial Position as part of the net assets attributable to unitholders.

(k) Unit prices

The unit price is based on unit price accounting outlined in the Scheme's Constitution and Product Disclosure Statement.

(l) Goods and services tax (GST)

The GST incurred on the costs of various services provided to the Responsible Entity by third parties such as audit fees, custodial services and investment management fees have been passed onto the Scheme. The Scheme qualifies for Reduced Input Tax Credits (RITC's) at a rate of 75% hence investment management fees, custodial fees and other expenses have been recognised in the Statement of Comprehensive Income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Accounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the Statement of Financial Position. Cash flows relating to GST are included in the Statement of Cash Flows on a gross basis.

(m) Increase/decrease in net assets attributable to unitholders

Income not distributed is included in net assets attributable to unitholders. Movements in net assets attributable to unitholders are recognised in the Statement of Comprehensive Income as finance costs attributable to unitholders.

(n) Distributions

In accordance with the Scheme's Constitution, the Scheme fully distributes its distributable (taxable) income and any other amounts determined by the Responsible Entity to unitholders by cash or reinvestment. The distributions are recognised in the Statement of Comprehensive Income as finance costs attributable to unitholders and as a liability, where not paid. Distributions paid are included in cash flow from financing activities in the Statement of Cash Flows.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) Use of estimates

The Scheme makes estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities within the next financial year. Estimates are continually evaluated and based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. Actual results may differ from these estimates.

For the majority of the Scheme's financial instruments, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities are fair valued using other valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable market data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

For certain other financial instruments, including amounts due from/to brokers and accounts payables, the carrying amounts approximate fair value due to the immediate or short-term nature of these financial instruments.

(p) Margin accounts

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

(q) New accounting standards

Certain new and amended accounting standards have been published that are not mandatory for the reporting period ended 30 June 2011. The Scheme has not elected to early adopt any accounting standards. The directors' assessment of the impact of these new standards (to the extent relevant to the Scheme) and interpretations is set out below:

(i) 'AASB 9 Financial Instruments'

AASB 9 includes requirement for the classification and measurement of financial assets resulting from the first part of Phase 1 of the project to replace AASB 139 Financial Instruments: Recognition and Measurement. AASB 9 will become mandatory for the Scheme's 30 June 2014 financial statements. Retrospective application is generally required, although there are exceptions, particularly if the entity adopts the standard for the year ended 30 June 2012 or earlier. The Scheme has not yet determined the potential effect of the standard.

(ii) 'AASB 13 Fair Value Measurement'

AASB 13 includes a definition of fair value and provides guidance on fair value measurement. AASB 13 will become mandatory for the Scheme's 30 June 2014 financial statements. This standard is applied prospectively. The Scheme has not yet determined the potential effect of the standard.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 3: NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

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

	30 June 2011		30 June 2010	
	No. of units	\$	No. of units	\$
Balance 1 July	628,450,706	593,418,450	611,938,059	558,781,063
Applications	82,852,523	80,279,898	74,232,542	71,396,701
Reinvested distributions	41,208	39,172	2,039	1,902
Redemptions	(58,448,298)	(56,818,968)	(57,721,934)	(56,293,415)
Transfer to/(from) unitholders' funds / Total Comprehensive Income	-	(4,212,080)	-	19,532,199
Balance 30 June	<u>652,896,139</u>	<u>612,706,472</u>	<u>628,450,706</u>	<u>593,418,450</u>

As stipulated within the Scheme's Constitution, each unit represents a right to an individual share in the Scheme and does not extend to a right to the underlying assets of the Scheme. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Scheme. Units are issued and redeemed at the holder's option at prices based on the value of the Scheme's net assets at the time of issue/redemption less transaction costs.

Capital risk management

The Scheme manages its net assets attributable (including distribution payable) to unitholders as capital, notwithstanding net assets attributable to unitholders are classified as a liability. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Scheme is subject to daily applications and redemptions at the discretion of unitholders.

The Scheme monitors the level of daily applications and redemptions relative to the liquid assets in the Scheme. During the year, the Scheme's strategy, which was unchanged from last year, was to ensure that there is no significant exposure to illiquid or thinly traded financial instruments. Liquid assets include cash and cash equivalents, financial instruments held at fair value through profit or loss, receivables and payables with a maturity of less than 30 days. The ratio of liquid assets to net assets attributable to unitholders at 30 June 2011 and 30 June 2010 were as follows:

	30 June 2011	30 June 2010
	\$	\$
Average daily net applications/(redemptions)	64,277	41,379
Liquid assets of the Scheme	543,002,956	528,464,791
Net assets attributable to unitholders	612,706,472	593,418,450
Ratio of liquid assets to net assets attributable to unitholders	89 %	89 %

NOTE 4: DISTRIBUTIONS PAID AND PAYABLE

	Year ended			
	30 June 2011		30 June 2010	
	\$	CPU	\$	CPU
The distributions were paid/payable as follows:				
31 December paid	19,118,404	3.000	13,822,532	2.200
30 June final payable	<u>31,626,844</u>	<u>4.844</u>	<u>28,834,934</u>	<u>4.588</u>
	<u>50,745,248</u>	<u>7.844</u>	<u>42,657,466</u>	<u>6.788</u>

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 5: FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 June 2011	30 June 2010
	\$	\$
Designated at fair value through profit or loss		
Unlisted unit trusts	<u>615,756,530</u>	<u>595,933,236</u>
Total designated at fair value through profit or loss	<u>615,756,530</u>	<u>595,933,236</u>
Total financial assets held at fair value through profit or loss	<u>615,756,530</u>	<u>595,933,236</u>
Comprising:		
<i>Unlisted unit trusts</i>		
Units in unlisted unit trusts	<u>615,756,530</u>	<u>595,933,236</u>
Total unlisted unit trusts	<u>615,756,530</u>	<u>595,933,236</u>
Total financial assets held at fair value through profit or loss	<u>615,756,530</u>	<u>595,933,236</u>

NOTE 6: NET GAINS/(LOSSES) ON FINANCIAL INSTRUMENTS HELD AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended	
	30 June 2011	30 June 2010
	\$	\$
Financial assets		
Total net gains/(losses) on financial instruments held at fair value through profit or loss	<u>(13,089,416)</u>	<u>15,456,438</u>

NOTE 7: INTEREST INCOME

The following table details the interest income earned by the Scheme during the year:

	Year ended	
	30 June 2011	30 June 2010
	\$	\$
Interest income from financial assets that are not at fair value through profit or loss:		
Cash and cash equivalents	<u>90,733</u>	<u>22,744</u>
Total interest income	<u>90,733</u>	<u>22,744</u>

IOOF MULTIMIX CONSERVATIVE GROWTH TRUST NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011

NOTE 8: DERIVATIVE FINANCIAL INSTRUMENTS

In the normal course of business, the Scheme enters into transactions in various derivative financial instruments with certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variables.

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

Derivative transactions include a wide assortment of instruments, such as forwards, futures, interest rate swaps and options. Derivatives are considered to be part of the investment process. The use of derivatives is an essential part of the Scheme's portfolio management. Derivatives are not managed in isolation. Consequently, the use of derivatives is multifaceted and includes:

- a substitution for trading of physical securities, and
- adjusting asset exposures within the parameters set in the investment strategy, and adjusting the duration of fixed interest portfolios or the weighted average maturity of cash portfolios.

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

As at 30 June 2011 and 30 June 2010, the Scheme did not hold any derivative financial instruments.

NOTE 9: FINANCIAL RISK MANAGEMENT

Strategy in using financial instruments

The Scheme is exposed to a variety of financial risks: credit risk, liquidity risk, market risk (including price risk and interest rate risk) arising from the financial instruments it holds.

The Responsible Entity utilises two main types of investment processes for MultiMix Scheme. These are:

- Investments in mandates where the Scheme holds the funds and it appoints managers to manage the funds for the Scheme under an Investment Management Agreement (IMA). The agreement stipulates investment guidelines that must be applied and adhered to by the Investment Managers in managing the Scheme's funds. The Scheme's Responsible Entity monitors the investment manager to ensure compliance with established investment guidelines on a regular basis.
- Investments in trusts where the funds are invested into another manager's trust whereby they then control the funds. The Scheme invests under an Information Memorandum or Product Disclosure Statement which stipulates the investment guidelines that are applied in managing the funds in the manager's trust. The Scheme's Responsible Entity monitors the investments to ensure compliance with established investment guidelines on a regular basis.

The Scheme's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Scheme's financial performance. As part of its risk management strategy, the Responsible Entity and its underlying investment managers may also utilise a range of derivative financial instruments to manage certain risk exposures. More details about risk management policies employed by the Scheme to manage financial risks are discussed below.

IOOF MULTIMIX CONSERVATIVE GROWTH TRUST NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011

NOTE 9 : FINANCIAL RISK MANAGEMENT (Continued)

Credit risk

Credit risk is the risk that a counterparty will fail to perform its contractual obligations, either in whole or in part, under a contract resulting in a financial loss to the Scheme.

The Scheme is exposed to concentrations of risk when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their liability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions.

Concentrations of credit risk are minimised primarily by:

- ensuring counterparties, together with the respective credit limits, are approved,
- ensuring that transactions are undertaken with a large number of counterparties, and
- ensuring that the majority of transactions are undertaken on recognised exchanges.

The Scheme's Responsible Entity also adopted the policy of investing in a diverse range of investments as a means of mitigating the risk of financial losses from defaults. In addition, the Responsible Entity may also appoint investment managers whose investment process can identify and minimise potential credit risk.

As at 30 June 2011 and 30 June 2010, there are no financial assets that are past due or impaired, or would otherwise be past due or impaired except for the terms having been renegotiated.

Credit risk is not considered to be significant to the Scheme except in relation to investments in debt securities. The Scheme does not have any investments in debt securities at 30 June 2011 and 30 June 2010.

In accordance with the Scheme's policy, the Responsible Entity holds monthly meetings with the Investment Managers to monitor the Scheme's credit position and its investment in detail.

Liquidity and cash flow risk

Liquidity risk is the risk that the Scheme will experience difficulty in either realising assets or otherwise raising sufficient funds to satisfy commitments associated with financial instruments when they become due. Cash flow risk is the risk that the future cash flows derived from holding financial instruments will fluctuate.

The MultiMix process aims to mitigate this risk through diversification of investment managers and assets, thereby reducing exposure to any one security.

The risk management guidelines adopted are designed to minimise liquidity and cash flow risk through:

- ensuring that there is no significant exposure to illiquid or thinly traded financial instruments; and
- applying limits to ensure there is no concentration of liquidity risk to a particular counterparty or market.

In accordance with the Scheme's policy, the Responsible Entity holds monthly meetings with the Investment Managers to monitor the Scheme's liquidity position and its investment in detail.

Financial liabilities of the Scheme comprise distributions payable, other payables, and net assets attributable to unitholders. Distributions payable and other payables have no contractual maturities but are typically settled within 30 days. Net assets attributable to unitholders are payable on demand.

Market price risk

Market price risk is the risk that the value of the Scheme's investment portfolio or investment income will fluctuate as a result of changes in market prices such as foreign exchange rates, interest rate and equity prices. Unexpected conditions (e.g. economic, technological or political) can have a negative impact on the returns of all investments within a particular market. Examples of this would be a sudden decline in shares and property prices, which affects the value of all shares and listed property securities, or a general rise in interest rates, which would adversely influence the value of fixed interest and property investments.

The Scheme's Responsible Entity aims to reduce market risk through appropriate use of diversification and ongoing analysis of the underlying assets and managers of the Trusts.

Except as disclosed in Note 10, the Scheme had no significant concentration of market risk at 30 June 2011 and 30 June 2010.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 9 : FINANCIAL RISK MANAGEMENT (Continued)

The effect on the net assets attributable to unitholders and profit or loss due to a reasonably possible change in market factors, as represented by the market index, with all other variables held constant is indicated in the table below.

30 June 2011	Change in price		Effect on net assets attributable to unitholders and profit or loss	
	Increase	Decrease	Increase	Decrease
Market Index	%	%	\$	\$
S&P/ASX 300 Accum Index	24	(8)	23,182,197	(7,727,399)
MSCI World (ex Aus) Index	15	(18)	9,118,596	(10,942,315)
S&P/ASX 200 Property Accum Index	20	(10)	2,437,320	(1,218,660)
UBSA Composite Bond Index	5	(5)	13,315,037	(13,315,037)
UBSA Bank Bill Index	5	(5)	6,285,047	(6,285,047)
Intech Direct Property Index	25	(25)	9,801,247	(9,801,247)
FTSE EPRA/NAREIT Global Real Estate (Gross TR) Index	25	(15)	3,745,032	(2,247,019)

30 June 2010	Change in price		Effect on net assets attributable to unitholders and profit or loss	
	Increase	Decrease	Increase	Decrease
Market Index	%	%	\$	\$
S&P/ASX 300 Accum Index	14	(14)	11,493,717	(11,493,717)
MSCI World (ex Aus) Index	21	(21)	9,190,777	(9,190,777)
S&P/ASX 200 Property Accum Index	16	(16)	487,216	(487,216)
UBSA Composite Bond Index	5	(5)	13,619,705	(13,619,705)
UBSA Bank Bill Index	5	(5)	6,164,833	(6,164,833)
Internal Alternative Equity Benchmark	12	(12)	3,408,539	(3,408,539)
Intech Direct Property Index	25	(25)	9,137,291	(9,137,291)
UBS Global Investors Ex Aus AUD Hedge	21	(21)	1,339,830	(1,339,830)

Foreign exchange risk

There is no direct foreign exchange risk for the Scheme at 30 June 2011 and 30 June 2010.

Interest rate risk

Interest rate risk is the risk that the returns on investments and investment value will fluctuate due to changes in interest rates.

Where applicable, the Responsible Entity appoints underlying investment managers whose investment process can identify and minimise interest risk through superior research and a number of strategies including managing exposures around benchmarks and hedging exposures through the use of derivative instruments.

In accordance with the Scheme's policy, the Responsible Entity holds quarterly meetings with the Investment Managers to monitor the Scheme's overall interest sensitivity position and its investment in detail.

Interest rate risk is not considered to be significant to the Scheme except in relation to investments in interest bearing securities. The Scheme does not have any investment in interest bearing securities at 30 June 2011 and 30 June 2010.

However, the Scheme does hold cash for liquidity and transactional purposes and this cash is held at floating rates of interest. As a result, the Scheme is subject to a limited exposure to interest rate risks due to fluctuations in the levels of market interest rates. Where a bank overdraft results in the Scheme incurring overdraft interest, this amount will be reimbursed by the Responsible Entity.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 9 : FINANCIAL RISK MANAGEMENT (Continued)

Fair value measurement recognised in the Statement of Financial Position

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1 fair value measurements are those instruments valued based on quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those instruments valued based on inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 fair value measurements are those instruments valued based on inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
30 June 2011				
Financial assets at fair value through profit or loss:				
Units in unlisted unit trusts	-	<u>615,756,530</u>	-	<u>615,756,530</u>
	<u>-</u>	<u>615,756,530</u>	<u>-</u>	<u>615,756,530</u>
30 June 2010				
Financial assets at fair value through profit or loss:				
Units in unlisted unit trusts	-	<u>595,933,236</u>	-	<u>595,933,236</u>
	<u>-</u>	<u>595,933,236</u>	<u>-</u>	<u>595,933,236</u>

NOTE 10: RELATED PARTY DISCLOSURES

Responsible Entity

The Responsible Entity of IOOF MultiMix Conservative Growth Trust is IOOF Investment Management Limited.

The immediate parent entity and the ultimate controlling entity of IOOF Investment Management Limited is IOOF Holdings Ltd.

Key management personnel

Key management personnel include persons who are directors of IOOF Investment Management Limited during this reporting period and up to the date of this report:

Mr I. Blair (Chairman)
Mr I. G. Griffiths
Ms J. Harvey
Mr C. Kelaher
Mr J. Pfeiffer (Resigned 30 June 2011)
Dr R. N. Sexton
Mr G. Venardos

Responsible Entity fees and other transactions

	30 June 2011 \$	30 June 2010 \$
Responsible Entity fees:	1,904,514	2,017,874
Responsible Entity fee payable:	73,282	230,615

Under the terms of the Scheme's Constitution, the Responsible Entity, IOOF Investment Management Limited, is entitled to receive a maximum management fee of 5.00% per annum. The management fee charged for the year was 0.30% per annum (2010: 0.34%).

All related party transactions are conducted on normal commercial terms and conditions.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 10: RELATED PARTY DISCLOSURES (Continued)

Related party Scheme's unitholdings

IOOF Investment Management Limited, its related parties and other schemes managed by IOOF Investment Management Limited, held units in the Scheme as follows:

30 June 2011

Unitholder	Number of units held opening No.	Number of units held closing No.	Interest held %	Number of units acquired No.	Number of units disposed No.	Distributions paid/payable by the Scheme \$
IOOF Portfolio Service Superannuation Fund	52,110,423	634,613,027	97.20	658,197,229	75,694,625	49,531,983
IOOF Portfolio Service Investments	9,859,070	17,096,099	2.62	7,608,263	371,234	1,128,437
LifeTrack Superannuation Fund	565,973,418	-	-	-	565,973,418	-
The Portfolio Service Retirement Fund	49,005	365,922	0.06	368,788	51,871	26,875
The Portfolio Service - Personal Investment Plan	30,022	64,198	0.01	55,722	21,546	4,040
Austchoice Investment Service	17,986	24,635	-	6,649	-	1,908
SMF Master Pooled Superannuation Trust	382,357	701,595	0.11	356,071	36,833	49,628

30 June 2010

Unitholder	Number of units held opening No.	Number of units held closing No.	Interest held %	Number of units acquired No.	Number of units disposed No.	Distributions paid/payable by the Scheme \$
IOOF Portfolio Service Superannuation Fund	48,034,316	52,110,423	8.29	19,220,248	15,144,141	3,526,309
IOOF Portfolio Service Investments	9,190,863	9,859,070	1.57	1,015,174	346,967	662,935
IOOF Personal Choice Master Plan	150,489	-	-	6,289	156,778	-
LifeTrack Superannuation Fund	554,535,936	565,973,418	90.06	125,793,090	114,355,608	38,443,577
The Portfolio Service Retirement Fund	-	49,005	0.01	49,005	-	2,759
The Portfolio Service - Personal Investment Plan	-	30,022	-	30,022	-	1,599
Austchoice Investment Service	-	17,986	-	17,986	-	825
SMF Master Pooled Superannuation Trust	-	382,357	0.06	399,447	17,090	17,544

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 10: RELATED PARTY DISCLOSURES (Continued)

Investments

The Scheme held investments in the following schemes of which IOOF Investment Management Limited is the Responsible Entity or its related parties:

	2011			2010		
	Fair value of investment \$	Interest held %	Distribution received/receivable \$	Fair value of investment \$	Interest held %	Distribution received/receivable \$
MultiMix Wholesale Alternative Debt Trust	30,498,529	22.59	2,829,162	28,404,493	33.40	3,060,692
MultiMix Wholesale Australian Liquids Trust	-	-	-	-	-	5,499,637
MultiMix Wholesale Diversified Fixed Interest Trust	-	-	28,423,497	272,394,090	44.76	29,824,174
MultiMix Wholesale Australian Shares Trust	-	-	-	-	-	3,329,919
MultiMix Wholesale International Shares Trust	-	-	101,699	43,765,606	12.98	808,382
MultiMix Wholesale Property Securities Trust	-	-	-	-	-	244,803
IOOF Multi Investment Manager Trust	39,204,987	48.35	2,206,882	36,549,166	48.35	2,738,931
Sector Leaders Australian Equities Fund	66,093,959	3.85	3,264,172	82,097,982	4.80	562,412
Sector Leaders Cash Fund	125,700,948	19.50	7,369,757	123,296,655	18.61	1,071,236
Sector Leaders International Property Fund	14,980,129	14.52	4,668,888	6,380,143	5.80	1,525,180
Sector Leaders Australian Property Fund	12,186,600	9.41	355,186	3,045,101	2.24	113,438
Sector Leaders International Equities Fund	60,790,638	5.38	1,785,974	-	-	-
Sector Leaders Fixed Interest Fund	266,300,740	20.81	10,478,761	-	-	-
	<u>615,756,530</u>		<u>61,483,978</u>	<u>595,933,236</u>		<u>48,778,804</u>
			<u>23,429,549</u>			<u>22,763,326</u>

The Scheme did not hold any investments in IOOF Investment Management Limited or its related parties during the year.

**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

NOTE 10: RELATED PARTY DISCLOSURES (Continued)

Key management personnel compensation

Key management personnel are remunerated by IOOF Investment Management Limited. Payments made by the Scheme to IOOF Investment Management Limited do not include any amounts that are directly attributable to key management personnel remuneration.

Key management personnel loan disclosures

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

Other transactions within the Scheme

Apart from those details disclosed in this Note, no key management personnel have entered into a material contract with the Scheme since the end of the previous financial year and there were no material contracts involving directors interests subsisting at year end.

Key Management Personnel Unitholdings

As at 30 June 2011 and 30 June 2010, no directors of the Responsible Entity held units in the Scheme.

NOTE 11: RECONCILIATION OF PROFIT/(LOSS) TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

(a) Cash and cash equivalents

	30 June 2011	30 June 2010
	\$	\$
Cash at bank	<u>5,185,874</u>	<u>3,404,198</u>
	<u>5,185,874</u>	<u>3,404,198</u>

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

	Year ended	
	30 June 2011	30 June 2010
	\$	\$
Profit/(loss) for the year	-	-
Net (gains)/losses on financial instruments held at fair value through profit or loss	13,089,416	(15,456,438)
Increase/(decrease) in net assets attributable to unitholders	(4,212,080)	19,532,199
Distribution to unitholders	50,745,248	42,657,466
Proceeds from the sale of financial instruments held at fair value through profit or loss	433,421,125	297,306,192
Payments for the purchase of financial instruments held at fair value through profit or loss	(466,333,835)	(318,935,208)
Changes in assets and liabilities:		
Decrease/(increase) in receivables	(317,629)	6,790,424
Increase/(decrease) in payables	(157,333)	60,777
Net cash inflow/(outflow) from operating activities	<u>26,234,912</u>	<u>31,955,412</u>

(c) Non-cash financing activities

Distributions re-invested	<u>39,172</u>	<u>1,902</u>
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**IOOF MULTIMIX CONSERVATIVE GROWTH TRUST
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011**

**NOTE 11: RECONCILIATION OF PROFIT/(LOSS) TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES
 (Continued)**

As described in note 2 (m), non-distributable income is included in net assets attributable to unitholders. The change in this amount each year (as reported in (b) above) represents a non-cash financing cost as it is not settled in cash until such time as it becomes distributable (i.e taxable).

NOTE 12: AUDITOR'S REMUNERATION

	Year ended	
	30 June 2011	30 June 2010
	\$	\$
(a) Audit services		
Audit and review of the financial reports	3,500	2,800
Other regulatory audit services	<u>2,030</u>	<u>2,000</u>
Total remuneration for audit services	<u><u>5,530</u></u>	<u><u>4,800</u></u>

Auditor's remuneration is paid by the Responsible Entity.

NOTE 13: EVENTS SUBSEQUENT TO REPORTING DATE

No significant events have occurred after the reporting date that affect the interpretation of the financial information contained within this report.

NOTE 14: CONTINGENT ASSETS AND LIABILITIES AND COMMITMENTS

There are no outstanding contingent assets and liabilities or commitments as at 30 June 2011 and 30 June 2010.



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