

ANNUAL REPORTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2020
BOOKLET 3



Contents of Annual Report

Directors' Report	3
Financial Report	5
Financial Statements	5
Statements of Financial Position	5
Statements of Comprehensive Income	6
Statements of Changes in Equity	7
Statements of Cash Flows	8
Notes to the Financial Statements	9
1. Reporting entity	9
2. Basis of preparation	9
3. Significant accounting policies	10
4. Net assets attributable to unitholders	13
5. Receivables	13
6. Financial assets and liabilities	14
7. Payables	14
8. Reconciliation of cash flows from operating activities	15
9. Financial risk management	15
10. Auditor's remuneration	21
11. Related parties	21
12. Investment assets and liabilities of unconsolidated structured entities	24
13. Custodian	25
14. Commitments and contingencies	25
15. Significant events during the financial period	25
16. Likely developments and expected results of operations	25
17. Events subsequent to reporting date	26
Directors' Declaration	27
Independent Auditor's Report	28
Lead Auditor's Independence Declaration	30

Directors' Report for the financial year ended 30 June 2020

The Directors of OnePath Funds Management Limited (OPFM), the Responsible Entity of the following Managed Investment Schemes (the 'Schemes'), present their report together with the financial report of the Schemes for the financial year ended 30 June 2020, and the report of the auditor of the Schemes.

1. ANZ OA OnePath Cash Trust
2. OnePath Cash Trust
3. OptiMix Enhanced Cash Trust

Responsible Entity

The Responsible Entity of the Schemes is OnePath Funds Management Limited. As at reporting date, the registered office and principal place of business of the Responsible Entity and the Schemes is Level 6, 161 Collins Street, Melbourne, VIC 3000.

The Directors of OnePath Funds Management Limited during or since the end of the financial year are:

Name	Position Held	Date Appointed	Date Resigned
S J Chapman	Independent Non-Executive Director, Chairman	Appointed 1 August 2011	Resigned 31 January 2020
A H Chonowitz	Independent Non-Executive Director	Appointed 1 March 2015	Resigned 31 July 2019
M A Da Silva	Executive Director	Appointed 31 January 2020	
L M Fricke	Independent Non-Executive Director	Appointed 7 September 2017	Resigned 31 January 2020
P G Mullin	Independent Executive Director	Appointed 1 March 2015	Resigned 31 January 2020
J Selak	Independent Non-Executive Director, Chairman	Appointed 31 January 2020	
M A Somerville	Independent Non-Executive Director	Appointed 31 January 2020	

Principal activities

The Schemes are registered Managed Investment Schemes domiciled in Australia.

The investment activities of the Schemes continued to be in accordance with the investment policies of the Schemes, as outlined in the Product Disclosure Statements (PDSs) or investment mandates, and investments in each class of asset were maintained within the stated asset allocation ranges. The key asset categories are cash and unit trusts.

The Schemes did not have any employees during the year.

Review of operations and results

The Schemes continue to invest in accordance with target asset allocations as set out in the governing documents of the Schemes and in accordance with the provisions of each Scheme's Constitution.

The results of operations of the Schemes are disclosed in the Statements of Comprehensive Income.

The income distributions payable by each of the Schemes are disclosed in the Statements of Financial Position.

The distributions to unitholders by each of the Schemes are disclosed in the Statements of Changes in Equity.

Fees paid to and investments held by the Responsible Entity or its associates

Fees paid and payable to the Responsible Entity and its associates out of the Schemes' property during the year are disclosed in Note 11.4 Responsible Entity fees.

No fees were paid out of the Schemes' property to the Directors of the Responsible Entity during the year. Related party investments held in the Schemes as at the end of the financial year are disclosed in Note 11 Related parties.

Interests in the Schemes

The movements in units on issue in the Schemes during the year are disclosed in Note 4 Net assets attributable to unitholders.

The value of the Schemes' assets and liabilities are disclosed in the Statements of Financial Position and derived using the basis set out in Note 2 Basis of preparation.

Significant changes in the state of affairs

Schemes termination:

The Schemes were approved to be terminated by a Board Resolution passed on 12 June 2020. As a result, the financial statements of the Schemes have been prepared on a basis other than going concern. The Schemes are expected to finalise termination in September 2020.

As at 30 June 2020, OPFM continued to operate the Schemes and there have been no changes to the operations of the Schemes, except for the Board approval to terminate detailed above.

Sale of OnePath P&I business:

On 17 October 2017, Australia and New Zealand Banking Group Limited (ANZ), the ultimate parent company of OnePath Funds Management Limited (OPFM) (the Responsible Entity of the Schemes) announced the proposed sale of the OnePath Pensions and Investments (OnePath P&I) business to IOOF Holdings Limited and Australian Wealth Management Limited (IOOF).

On 9 December 2019, the Australian Prudential Regulation Authority (APRA) issued its approval for the OnePath P&I sale to IOOF. The sale of OnePath Funds Management Limited and transfer of ownership of the Responsible Entity of the Schemes to IOOF was completed on 31 January 2020. As a result, new Directors were appointed to OPFM Board effective 31 January 2020. In addition, the registered office and principal place of business of the Responsible Entity and the Schemes were changed from Level 23, 242 Pitt Street, Sydney, NSW 2000 to Level 6, 161 Collins Street, Melbourne, VIC 3000.

Effective 1 February 2020, ANZ ceased to be a related party to the Schemes. Refer to Note 11 Related parties for further detail.

Directors' Report for the financial year ended 30 June 2020

As at 30 June 2020, OPFM continued to operate the Schemes and there have been no changes to the operations of the Schemes.

This significant event did not impact individual unitholder balances or units.

Coronavirus (COVID-19) pandemic impacts:

The Coronavirus has created market volatility and uncertainty for the global economy.

OPFM continues to operate the Schemes in accordance with the provisions of each Scheme's Constitution.

The Schemes mainly invest into the unlisted cash trusts managed by OPFM and as a result the market volatility had minimal impact on the Schemes.

Likely developments and expected results of operations

The Schemes were approved to be terminated by a Board resolution on 12 June 2020. The termination process is expected to finalise in September 2020.

Further information has not been included in this report to avoid the disclosure of information that may result in unreasonable prejudice to the Schemes.

Environmental regulation

The operations of the Schemes were not subject to any significant environmental regulation under either Commonwealth, State or Territory legislation.

Events subsequent to balance date

The Board approved a resolution on 12 June 2020 to terminate the Schemes. The termination process is expected to finalise in September 2020.

Since 30 June 2020, the associated economic impacts of COVID-19, on macroeconomic conditions which may indirectly impact the Schemes, remain uncertain.

No other significant event has occurred since the end of the reporting period which would impact on the financial position of the Schemes disclosed in the Statements of Financial Position as at 30 June 2020 or on the results and cash flows of the Schemes for the financial year ended on that date.

Indemnities and insurance premiums for officers and auditor

Indemnification:

Under the Schemes' Constitutions, the Responsible Entity, including its officers and employees, is generally indemnified out of the Schemes' assets for any loss, damage, expense or other liability incurred by it in properly performing or exercising any of its powers, duties or rights in relation to the Schemes.

The Responsible Entity has not indemnified any auditor of the Schemes.

Insurance premiums:

No insurance premiums are paid out of the assets of the Schemes in relation to insurance cover for the Responsible Entity, its officers and employees or the auditor of the Schemes.

True and fair view

The financial statements have been prepared in accordance with applicable accounting standards to give a true and fair view of the state of affairs of the Schemes at the reporting date.

Lead auditor's independence declaration

The lead auditor's independence declaration is set out on page 30 and forms part of the Directors' Report for the financial year ended 30 June 2020.

This report is made in accordance with a resolution of the Directors of OnePath Funds Management Limited.



**John Selak
Director**

Melbourne

7 September 2020

Financial Report
Financial Statements - Statements of Financial Position
as at 30 June 2020

	Note	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
		30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
Assets							
Cash and cash equivalents		989	755	4,981	7,251	886	976
Receivables	5	231	1,999	973	3,324	1,444	6,490
Financial assets held at fair value through profit or loss	6.1	361,109	375,992	1,413,989	1,802,458	277,670	781,095
Total assets		362,329	378,746	1,419,943	1,813,033	280,000	788,561
Liabilities							
Payables	7	127	295	514	1,376	93	918
Distribution payable		42	408	141	2,004	281	2,717
Total liabilities		169	703	655	3,380	374	3,635
Represented by:							
Net assets attributable to unitholders at redemption price		362,160	378,043	1,419,288	1,809,653	279,626	784,926
Total net assets attributable to unitholders - Equity		362,160	378,043	1,419,288	1,809,653	279,626	784,926

The Statements of Financial Position should be read in conjunction with the Notes to the Financial Statements set out on pages 9 to 26.

Financial Report
Financial Statements - Statements of Comprehensive Income
for the financial year ended 30 June 2020

	Note	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
		30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
Investment income							
Interest income		3	800	11	52	2	12
Unit trust distribution income		3,782	574,775	16,654	58,764	4,221	15,836
Net change in fair value of investments		32	85,526	89	3,044	(361)	(2,673)
Other income		248	-	720	-	5,125	-
Net investment income/(loss)		4,065	661,101	17,474	61,860	8,987	13,175
Expenses							
Responsible Entity fees	11.4	2,638	3,895	10,698	18,218	4,213	13,130
Operating expenses before finance costs		2,638	3,895	10,698	18,218	4,213	13,130
Profit/(loss) from operating activities		1,427	657,206	6,776	43,642	4,774	45
Profit/(loss) for the financial year/ Total comprehensive income		1,427	657,206	6,776	43,642	4,774	45

The Statements of Comprehensive Income should be read in conjunction with the Notes to the Financial Statements set out on pages 9 to 26.

Financial Report
Financial Statements - Statements of Changes in Equity
for the financial year ended 30 June 2020

	Note	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
		30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
Total equity at the beginning of the financial year		378,043	52,291,175	1,809,653	3,744,401	784,926	678,800
Profit/(loss) for the financial year/Total comprehensive income		1,427	657,206	6,776	43,642	4,774	45
Transactions with unitholders							
Applications		3,559	2,309,211	32,320	74,013	148,101	304,985
Redemptions		(19,475)	(54,306,921)	(422,774)	(2,011,807)	(653,184)	(196,086)
Distributions to unitholders		(1,394)	(572,628)	(6,687)	(40,596)	(4,991)	(2,818)
Total transactions with unitholders		(17,310)	(52,570,338)	(397,141)	(1,978,390)	(510,074)	106,081
Total Equity at the end of the financial year		362,160	378,043	1,419,288	1,809,653	279,626	784,926

The Statements of Changes in Equity should be read in conjunction with the Notes to the Financial Statements set out on pages 9 to 26.

Financial Report
Financial Statements - Statements of Cash Flows
for the financial year ended 30 June 2020

	Note	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
		30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
Cash flows from operating activities:							
Interest received		3	941	12	57	3	13
Other income received		247	-	720	-	5,125	-
Operating expenses paid		(1,533)	(5,443)	(11,761)	(19,615)	(4,945)	(13,954)
Proceeds from sale of investments		20,726	7,553,141	407,763	509,846	222,232	204,759
Purchase of investments		(1,533)	(1,487,393)	-	-	(10,143)	-
Net cash flows from/(used in) operating activities	8	17,910	6,061,246	396,734	490,288	212,272	190,818
Cash flows from financing activities:							
Proceeds from issue of units		2,137	1,434,376	25,328	24,889	8,808	4,897
Payments for redemption of units		(19,475)	(7,598,703)	(422,774)	(506,516)	(220,036)	(196,086)
Distributions paid		(338)	(906)	(1,558)	(4,387)	(1,134)	(13)
Net cash flows from/(used in) financing activities		(17,676)	(6,165,233)	(399,004)	(486,014)	(212,362)	(191,202)
Net increase/(decrease) in cash and cash equivalents		234	(103,987)	(2,270)	4,274	(90)	(384)
Cash and cash equivalents at the beginning of the financial year		755	104,742	7,251	2,977	976	1,360
Cash and cash equivalents at the end of the financial year		989	755	4,981	7,251	886	976

The Statements of Cash Flows should be read in conjunction with the Notes to the Financial Statements set out on pages 9 to 26.

Financial Report Notes to the Financial Statements for the financial year ended 30 June 2020

1. Reporting entity

The Schemes included in these financial statements are registered Managed Investment Schemes under the *Corporations Act 2001*. The financial statements of the Schemes are for the financial year ended 30 June 2020.

2. Basis of preparation

2.1 Statement of compliance

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards adopted by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The financial statements of the Schemes comply with International Financial Reporting Standards (IFRS) and interpretations adopted by the International Accounting Standards Board (IASB).

The financial statements were approved by the Board of Directors of the Responsible Entity on 7 September 2020.

2.2 Basis of measurement

The Board of OnePath Funds Management Limited approved a resolution on 12 June 2020 to terminate the Schemes. As a result of this resolution the financial statements have been prepared on a basis other than going concern.

As at the reporting date, the Schemes' underlying securities were valued on a basis other than going concern, as such realisation values equate to fair values less costs to sell for financial assets, amortised cost for cash and cash equivalents and settlement value for liabilities.

2.3 Functional and presentation currency

The financial statements are presented in Australian dollars, which is the Schemes' functional currency.

2.4 Use of estimates and judgements

The preparation of the financial statements which are in conformity with IFRS, requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and the disclosure of contingent assets and liabilities. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgement about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

The dynamic and evolving nature of COVID-19, limited recent experience of the economic and financial impacts of such a pandemic, may result in the application of future judgement within those identified areas. Refer to Note 15 Significant events during the financial period for further detail.

Note 9.5 Valuation of financial instruments contains information about the estimation of fair values of financial instruments.

The Schemes have been re-assessed as at 30 June 2020 and continued to meet the definition of the investment entities under the definition of AASB 10 *Consolidated Financial Statements* as the following criteria are met:

- The Schemes obtain and manage funds for the purpose of providing investors of the Schemes with investment management services;
- The Schemes have committed to their investors that their business purposes are to invest funds solely for return from capital appreciation and investment income; and
- The Schemes measure and evaluate the performance of their investments on a fair value basis.

2.5 Changes in accounting policies

There were no changes in the accounting policies of the Schemes during the financial year.

**Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020****3. Significant accounting policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

The Schemes have not early adopted any accounting standard.

3.1 Financial instruments**3.1.1 Recognition and initial measurement**

Financial assets and liabilities held at fair value through profit or loss are recognised initially on the trade date at which the Schemes become a party to the contractual provisions of the instrument. Other financial assets and liabilities are recognised on the due date they originated.

Financial assets and financial liabilities held at fair value through the profit or loss are measured initially at fair value, with transaction costs recognised in the Statements of Comprehensive Income. Financial assets or liabilities not held at fair value through profit or loss are measured initially at fair value plus transaction costs that are directly attributable to its acquisition or issue.

3.1.2 Derecognition

The Schemes derecognise financial assets when the contractual rights to the cash flows from the financial assets expire or they transfer the financial assets and the transfer qualifies for derecognition in accordance with AASB 9 *Financial Instruments*.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

When there is objective evidence that the Schemes will not be able to collect all amounts due according to the original terms of the receivable, the Schemes will write off the amount by reducing the carrying amount directly in the Statements of Financial Position and also recognise a loss or other expense in the Statements of Comprehensive Income.

3.1.3 Classification

Financial assets and financial liabilities held at fair value through profit or loss are those that meet the definition of held for trading in AASB 9 *Financial Instruments*. These include investments in unlisted unit trusts.

Financial assets measured at amortised cost include cash and cash equivalents. Financial liabilities measured at amortised cost include balances due to brokers and accounts payable.

3.1.4 Measurement

Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statements of Comprehensive Income.

Financial liabilities other than those at fair value through profit or loss, are measured at amortised cost using the effective interest rate method.

Refer to Note 9.5 Valuation of financial instruments for additional disclosures.

3.1.5 Fair value measurement principles

The Schemes have adopted AASB 13 *Fair Value Measurement* and as a result the Schemes have adopted the definition of fair value, as set out below.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal, or in its absence, the most advantageous market to which the Schemes have access at that date. The fair value of a liability reflects its non - performance risk.

The prices used to value investments include, but are not limited to:

- independent prices obtained for each security;
- quoted 'bid' prices on long securities and quoted 'ask' prices on securities sold short; and
- redemption prices published by the relevant Responsible Entity, for investments into unlisted unit trusts.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

When applicable, the Schemes measure the fair value of an instrument using the quoted prices in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

When there is no quoted price in an active market, the Schemes use valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all the factors that market participants would take into account in pricing a transaction.

3.1.6 Offsetting

Financial assets and liabilities are offset and the net amount presented in the Statements of Financial Position when, and only when, the Schemes have a legal right to offset the amounts and they intend either to settle on a net basis or realise the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis only when permitted under AASBs, e.g. for gains and losses arising from a group of similar transactions, such as gains and losses from financial instruments held at fair value through profit or loss.

3.2 Net assets attributable to unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders. The units can be put back to the Schemes 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 end of the reporting period if unitholders exercised their right to redeem units from the Schemes.

3.3 Terms and conditions of units

The Schemes included in these financial statements have between one and three classes of units.

Each unit issued within each class confers upon the unitholders an equal interest in the relevant class and is of equal value. The rights, obligations and restrictions attached to each unit in each class are identical in all respects. The classes in the Schemes differ in terms of the Responsible Entity fees charged.

A unit does not confer any interest in any particular asset or investment of the Schemes. Unitholders have various rights under the applicable Constitution and the *Corporations Act 2001*, including the right to have their units redeemed, receive income distributions and attend and vote at meetings of unitholders.

3.4 Cash and cash equivalents

For the purpose of presentation in the Statements of Cash Flows, cash and cash equivalents may include cash at bank, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less from the date of acquisition that are readily convertible to known amounts of cash which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown in current liabilities on the Statement of Financial Position but are included within cash and cash equivalents for cash flow purposes.

3.5 Interest

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents.

3.6 Distribution income

Income distributions from unlisted unit trusts are recognised in the Statements of Comprehensive Income on an entitlement basis.

3.7 Expenses

All expenses, including Responsible Entity fees, are recognised in the Statements of Comprehensive Income on an accruals basis.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020**3.8 Distribution and taxation**

Under the Attribution Managed Investment Trust ("AMIT") tax regime, the Schemes are not subject to income tax as taxable income (including assessable realised capital gains) is attributed in full to the unitholders. The Schemes fully attribute their taxable income which is calculated in accordance with the Schemes' Constitutions and applicable taxation legislation, to the unitholders on a fair and reasonable basis consistent with their rights. A Scheme could invest into a unit trust managed by an external fund manager who opted to distribute a portion of attributable income in cash due to AMIT election. The Responsible Entity's distribution policy is to support all attributed amounts to unitholders with cash.

Financial instruments held at fair value may include unrealised capital gains or losses. Unrealised gains or losses that are recognised as 'profit or loss from operating activities' are transferred to net assets attributable to unitholders and are not assessable and do not impact distributions until realised.

3.9 Finance costs

Equity transactions, including distributions to unitholders have been disclosed in the Statements of Changes in Equity for the financial year ended 30 June 2020. Distributions paid are included in cash flows from financing activities in the Statements of Cash Flows.

3.10 Receivables

Receivables are measured at transaction price and may include amounts for unsettled sales, accrued income and other receivables such as Reduced Input Tax Credits (RITC).

Unsettled sales are amounts due from brokers for securities sold that have not been received at reporting date. Trades are recorded on trade date, and normally settle within three business days. Accrued income may include amounts for dividends, trust distributions, interest income and compensation income. Amounts are generally received within 30 days of being recorded as receivables. RITC is the amount of Goods and Service Tax (GST) recoverable from the Australian Taxation Office (ATO).

3.11 Payables

Payables may include amounts for unsettled purchases, accrued expenses and other payables such as GST.

Unsettled purchases are amounts due to brokers for securities purchased that have not been paid at reporting date. Trades are recorded on trade date and normally settle within three business days. Accrued expenses include Responsible Entity fees payable.

3.12 Profit/(loss) for the financial year

Profit/(loss) for the financial year is disclosed in the Statements of Comprehensive Income. Equity transactions, including distributions to unitholders have been disclosed in the Statements of Changes in Equity.

3.13 Goods and services tax

Expenses incurred by the Schemes are recognised net of the amount of GST recoverable from the ATO as Reduced Input Tax Credit.

Payables are stated with the amount of GST included. The net amount of GST recoverable from the ATO is included in receivables in the Statements of Financial Position. Cash flows relating to GST are included in the Statements of Cash Flows on a gross basis.

3.14 New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2020, and have not been early adopted by the Schemes in preparing these financial statements. None of these are expected to have a material effect on the Schemes' financial statements.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

4. Net assets attributable to unitholders

The Schemes consider their net assets attributable to unitholders as equity as each Scheme had made an irrevocable choice to be an Attribution Managed Investment Trust ("AMIT"). The Schemes are therefore no longer contractually obligated to pay distributions. Under AASB 132 *Financial Instruments: Presentation*, puttable financial instruments are classified as equity where the following criteria are met:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Schemes' liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Schemes, and it is not a contract settled in the Schemes' own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Schemes' units are classified as equity as they satisfied all the above criteria. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Schemes are subject to daily applications and redemptions at the discretion of unitholders. Daily applications and redemptions are reviewed relative to the liquidity of the Schemes' underlying assets on a daily basis by the Responsible Entity. Under the terms of each Scheme's Constitution, the Responsible Entity has the discretion to reject an application for units and to defer or adjust a redemption of units if the exercise of such discretion is in the best interests of unitholders.

Movements in the number of units attributable to unitholders equity, of the Schemes during the year are as follows:

	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
	30 June 2020 Units	30 June 2019 Units	30 June 2020 Units	30 June 2019 Units	30 June 2020 Units	30 June 2019 Units
Opening balance	387,416	52,190,811	1,840,539	3,769,501	756,793	701,721
Applications	3,645	2,304,322	33,009	74,527	127,543	257,757
Redemptions	(19,953)	(54,107,717)	(428,928)	(2,003,489)	(594,300)	(202,685)
Closing balance	371,108	387,416	1,444,620	1,840,539	290,036	756,793

5. Receivables

The tables below detail the receivables held by the Schemes at the reporting date:

	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
Unit trust distributions receivable	197	693	771	3,322	1,110	6,062
Interest receivable	-	-	1	2	-	1
Other receivables	34	1,306	201	-	334	427
Total receivables	231	1,999	973	3,324	1,444	6,490

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

6. Financial assets and liabilities

The tables below detail the categories of the financial assets and liabilities held by the Schemes at the reporting date:

	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
6.1 Financial assets held at fair value through profit or loss						
Unlisted unit trusts	361,109	375,992	1,413,989	1,802,458	277,670	781,095
Total financial assets held at fair value through profit or loss	361,109	375,992	1,413,989	1,802,458	277,670	781,095
Comprising:						
Unlisted unit trusts						
Related unlisted unit trusts	361,109	375,992	1,413,989	1,802,458	277,670	781,095
Total unlisted unit trusts	361,109	375,992	1,413,989	1,802,458	277,670	781,095
Total financial assets held at fair value through profit or loss	361,109	375,992	1,413,989	1,802,458	277,670	781,095

7. Payables

The tables below detail the payables held by the Schemes at the reporting date:

	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
Responsible Entity fees payable	127	295	514	1,310	93	918
Other payables	-	-	-	66	-	-
Total payables	127	295	514	1,376	93	918

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

8. Reconciliation of cash flows from operating activities

The tables below detail the reconciliation of cash flows from operating activities for the year as follows:

	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
8.1 Profit/(Loss) from operating activities	1,427	657,206	6,776	43,642	4,774	45
Adjustments for net realised and unrealised (gains)/losses on:						
Change in fair value of investments	(32)	(85,526)	(89)	(3,044)	361	2,673
Changes in operating assets and liabilities:						
Proceeds from sale of investments	20,726	7,553,141	407,763	509,846	222,232	204,759
Purchase of investments	(1,533)	(1,487,393)	-	-	(10,143)	-
Net change in receivables	1,768	99,572	2,351	3,955	5,046	841
Net change in payables	(168)	(242)	(862)	(1,397)	(825)	(573)
Income reinvested	(4,278)	(675,512)	(19,205)	(62,714)	(9,173)	(16,927)
Net cash flows from/(used in) operating activities	17,910	6,061,246	396,734	490,288	212,272	190,818
8.2 Non-cash financing activities						
Distributions reinvested by unitholders in additional scheme units	1,422	674,954	6,992	39,029	6,293	88
Trust income reinvested	4,278	675,512	19,205	62,714	9,173	16,927
Other non-cash activities (in-specie assets purchase)	-	-	-	-	133,000	300,000
Other non-cash activities (in-specie assets sale)	-	(46,508,337)	-	(1,495,196)	(433,148)	-
Other non-cash activities (in-specie applications)	-	(199,881)	-	(10,095)	(133,000)	(300,000)
Other non-cash activities (in-specie redemptions)	-	46,708,218	-	1,505,291	433,148	-

9. Financial risk management

9.1 Introduction and overview

The Schemes are exposed to a variety of financial risks from investments in financial instruments. These risks include:

- credit risk
- liquidity risk
- market risk

This note presents information about the Schemes' exposure to each of the above risks, the Schemes' objectives, policies and processes for measuring and managing risks, and the Schemes' management of unitholder funds.

9.1.1 Risk management framework

The Schemes invested in financial instruments in accordance with the PDSs or investment mandates. During the year the Schemes' investment portfolio comprises cash and unlisted unit trusts.

The Schemes' investment managers have been given a discretionary authority to manage the assets in line with the Schemes' investment objectives. Compliance with the target asset allocations and the composition of the portfolio is monitored on a daily basis. In instances where the portfolio has diverged from target asset allocations, the investment managers are obliged to take action to rebalance the portfolio in line with the established targets, within prescribed time limits.

9.2 Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Schemes, resulting in a financial loss to the Schemes. It arises principally from cash and cash equivalents and receivable balances.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020**9.2.1 Management of credit risk**

The Schemes' policy over credit risk is to minimise its exposure to counterparties with higher risk of default by dealing only with counterparties meeting the credit standards set out in the Schemes' PDSs and by taking collateral. Credit risk is further minimised by managing the assets of the Schemes within credit rating limits.

9.2.2 Cash and cash equivalents

The Schemes' cash and cash equivalents are held by Australia and New Zealand Banking Group Limited (ANZ). The credit rating of ANZ as determined by Standard & Poor's is A-1+ (2019: A-1+) as at reporting date. Maximum credit risk exposure from cash and cash equivalents is represented by the carrying amount on the Statements of Financial Position.

9.2.3 Settlement risk

The Schemes' activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed.

9.2.4 Past due and impaired assets

No financial assets carried at amortised cost were past due or impaired either at 30 June 2020 or 30 June 2019.

9.3 Liquidity risk

Liquidity risk is the risk that the Schemes will encounter difficulty in meeting obligations arising from their financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Schemes.

9.3.1 Management of liquidity risk

The Schemes' policy and the investment managers' approaches to managing liquidity is to have sufficient liquidity to meet their liabilities, including estimated redemptions of units, as and when they fall due, without incurring undue losses.

The Schemes' PDSs allow for the daily creation and cancellation of units and they are therefore exposed to the liquidity risk of meeting unitholder redemptions at each redemption date.

The Schemes hold investments in unlisted unit trusts, which may be subject to redemption restrictions. As a result, the Schemes may not be able to liquidate some of their investments in these instruments in due time in order to meet their liquidity requirements. If the Schemes are unable to meet liquidity requirements this may impact on unitholder redemptions.

The Schemes' liquidity risk is managed on a daily basis and the investment managers' approaches are in accordance with their investment mandates. Daily monitoring of cash flow and liquidity levels is conducted to ensure appropriate and timely action which is in the best interests of the unitholders. In addition to monitoring daily cash flows, the Schemes' portfolio of assets are maintained within defined mandate limits and monitoring these positions is part of liquidity risk management.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

9.3.2 Liquidity risk exposure

The tables below detail the financial instruments that give rise to liquidity exposure. Information is provided on a contractual basis.

	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
Non-derivative financial liabilities						
Payables						
Due for maturity in: < 1 month	169	703	655	3,380	374	3,635
Total payables	169	703	655	3,380	374	3,635
Amounts attributable to unitholders						
On call amounts	362,160	378,043	1,419,288	1,809,653	279,626	784,926
Total amounts attributable to unitholders	362,160	378,043	1,419,288	1,809,653	279,626	784,926

9.4 Market risk

Market risk is the risk that changes in market prices, such as interest rates, equity prices, foreign exchange rates and credit spreads (not relating to changes in the obligor's/issuer's credit standing), will affect the Schemes' income or the fair value of their holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

9.4.1 Management of market risk

The Schemes' strategy for the management of market risk is driven by each Scheme's investment objectives. The Schemes' market risk is managed on a daily basis by the investment managers in accordance with the investment guidelines of each Scheme's investment mandates.

9.4.2 Interest rate risk

The Schemes are exposed to the risk that the fair value or future cash flows of their financial instruments will fluctuate as a result of changes in market interest rates. Financial instruments that would be impacted by changes in market interest rates include cash and cash equivalents.

The Schemes' interest rate risk is managed on a daily basis by the investment managers in accordance with the defined investment process and within the guidelines and restrictions outlined in the Schemes' investment mandates.

The Schemes are monitored for mandate compliance. Where the interest rate risk exposure moves outside the Schemes' mandate restrictions or guidelines, the investment managers will rebalance the portfolios.

9.4.3 Exposure and sensitivity analysis - interest rate risk

Direct interest rate risk exposure at the reporting date is disclosed in Note 9.4.4 Interest rate risk exposure and sensitivity analysis.

A sensitivity analysis reflects how 'Net assets attributable to unitholders' and 'Profit/(loss) for the financial year/Total comprehensive income' would have been affected by changes in the relevant risk at the end of the reporting period. Management have determined that a fluctuation in interest rates of 100 basis points is reasonably possible, considering the economic environment in which the Schemes operate.

The tables at Note 9.4.4 Interest rate risk exposure and sensitivity analysis set out the effect on the Schemes' 'Net assets attributable to unitholders' and 'Change in net assets attributable to unitholders/Total comprehensive income' of a reasonably possible increase or reduction of 100 basis points in interest rates at 30 June 2020 (2019: 50 basis points).

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

9.4.4 Interest rate risk exposure and sensitivity analysis

The tables below detail the assets and liabilities exposed to, and sensitivity analysis on, interest rate risk.

	1. ANZ OA OnePath Cash Trust			2. OnePath Cash Trust			3. OptiMix Enhanced Cash Trust		
	Fixed interest rate \$	Floating interest rate \$	Total \$	Fixed interest rate \$	Floating interest rate \$	Total \$	Fixed interest rate \$	Floating interest rate \$	Total \$
30 June 2020									
Financial assets									
Cash and cash equivalents	-	989	989	-	4,981	4,981	-	886	886
Net exposure	-	989	989	-	4,981	4,981	-	886	886
30 June 2019									
Financial assets									
Cash and cash equivalents	-	755	755	-	7,251	7,251	-	976	976
Net exposure	-	755	755	-	7,251	7,251	-	976	976
Sensitivity analysis	2020 \$	2019 \$		2020 \$	2019 \$		2020 \$	2019 \$	
Impact on Profit/loss from operating activities and Net assets attributable to unitholders									
Interest rate risk - increase of 100bps (2019: 50bps)	10	4		50	36		9	5	
Interest rate risk - decrease of 100bps (2019: 50bps)	(10)	(4)		(50)	(36)		(9)	(5)	

9.4.5 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. As at the reporting date, the Schemes were not subject to currency risk as their financial instruments are all denominated in Australian dollars (2019: Nil).

9.4.6 Other price risk

At the reporting date, other price risk is the risk that the fair value of the financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or factors affecting all instruments traded in the market.

The Schemes' financial instruments which are carried at fair value have any change in the fair value of investments recognised in the Statements of Comprehensive Income in the line item 'Net change in fair value of investments'.

9.4.7 Exposure and Sensitivity analysis - other price risk

The other price risk exposure of financial instruments is equal to the fair value of financial instruments as reported in the Statements of Financial Position and in Note 6 Financial assets and liabilities.

A sensitivity analysis reflects how 'Net assets attributable to unitholders' and 'Profit/(loss) for the financial year/Total comprehensive income' would have been affected by changes in the relevant risk at the end of the reporting period.

Management has determined that a movement in market prices of 15% is possible, considering the economic environment in which the Schemes operate.

The tables at Note 9.4.8 Other price risk - sensitivity analysis set out the effect on the Schemes' 'Net assets attributable to unitholders' and 'Profit/(loss) for the financial year/Total comprehensive income' of a possible increase or decrease in market prices of 15% (2019: 10%).

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

9.4.8 Other price risk - sensitivity analysis

At reporting date the Schemes' other price risk sensitivity analysis is detailed in the tables below:

	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
Impact on Profit/loss from operating activities and Net assets attributable to unitholders						
Price risk - increase of 15% (2019: 10%)*	54,166	37,599	212,098	180,246	41,651	78,110

* A decrease will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders.

9.5 Valuation of financial instruments

The Schemes' accounting policy on fair value measurement is discussed in Note 3.1.5 Fair value measurement principles.

The Schemes measure financial assets and financial liabilities held at fair value through profit or loss using the following fair value hierarchy:

Level 1 - Quoted price (unadjusted) in an active market for an identical instrument.

The quoted market price used for financial assets is the current bid price. The quoted market price used for financial liabilities is the current ask price.

Level 2 - Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

This category includes instruments valued using: quoted prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques for which all significant inputs are directly or indirectly observable from market data.

Level 3 - Valuation techniques using significant unobservable inputs.

This category includes all instruments that use a valuation technique which includes inputs not based on observable data and the unobservable inputs have a significant effect on the instruments valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Responsible Entity. The Responsible Entity considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The valuation of managed investment schemes included in Level 2 and Level 3 is based on the daily net asset value of the managed investment scheme provided by the relevant Responsible Entities.

The Schemes recognise transfers between levels of the fair value hierarchy as of the end of the reporting period during which the transfer has occurred. Changes in Level 2 and 3 fair values are analysed at each reporting date and the reasons for the fair value movements are explained. There were no transfers between Level 1, Level 2 and Level 3 of the fair value hierarchy during the financial year ended 30 June 2020.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

9.5.1 Financial instruments hierarchy

9.5.1.1 Recurring fair value measurements

The tables below detail financial instruments measured at fair value at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

	Note	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
		30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
Financial assets held at fair value through profit or loss							
Listed securities:							
Level 1		-	-	-	-	-	-
Level 2		-	-	-	-	-	-
Level 3		-	-	-	-	-	-
Interest bearing securities:							
Level 1		-	-	-	-	-	-
Level 2		-	-	-	-	-	-
Level 3		-	-	-	-	-	-
Unlisted unit trusts:							
Level 1		-	-	-	-	-	-
Level 2		361,109	375,992	1,413,989	1,802,458	277,670	781,095
Level 3		-	-	-	-	-	-
Derivative assets:							
Level 1		-	-	-	-	-	-
Level 2		-	-	-	-	-	-
Level 3		-	-	-	-	-	-
Total financial assets held at fair value through profit or loss	6.1	361,109	375,992	1,413,989	1,802,458	277,670	781,095

9.5.1.2 Non - recurring fair value measurements

The Schemes have no assets or liabilities measured at fair value on a non - recurring basis in the current reporting period.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

10. Auditor's remuneration

During the year the following fees were paid or payable for services provided by the auditor of the Schemes:

	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$	30 June 2020 \$	30 June 2019 \$
KPMG						
- Financial statement audit Paid by Responsible Entity	3,851	3,995	4,767	4,887	3,851	3,995
- Compliance and regulatory Paid by Responsible Entity	850	765	850	765	850	765
Total audit fees paid	4,701	4,760	5,617	5,652	4,701	4,760

11. Related parties

11.1 Responsible Entity

The Responsible Entity of the Schemes is OnePath Funds Management Limited (ABN 21 003 002 800). OnePath Funds Management Limited (OPFM) was a subsidiary of Australia and New Zealand Banking Group Limited (ANZ) up until 31 January 2020. Effective 1 February 2020 OPFM became a subsidiary of IOOF Holdings Limited (IOOF) and ANZ ceased to be a related party to the Schemes.

11.2 Key management personnel

The Schemes do not employ personnel in their own right. However, the Schemes are required to have an incorporated Responsible Entity to manage the activities and this is considered to be key management personnel. The directors of the Responsible Entity, which are key management personnel, during or since the end of the financial year are:

Name	Position Held	Date Appointed	Date Resigned
S J Chapman	Independent Non-Executive Director, Chairman	Appointed 1 August 2011	Resigned 31 January 2020
A H Chonowitz	Independent Non-Executive Director	Appointed 1 March 2015	Resigned 31 July 2019
M A Da Silva	Executive Director	Appointed 31 January 2020	
L M Fricke	Independent Non-Executive Director	Appointed 7 September 2017	Resigned 31 January 2020
P G Mullin	Independent Executive Director	Appointed 1 March 2015	Resigned 31 January 2020
J Selak	Independent Non-Executive Director, Chairman	Appointed 31 January 2020	
M A Somerville	Independent Non-Executive Director	Appointed 31 January 2020	

The Schemes have not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel at any time during the reporting period.

No director has entered into a material contract with the Schemes since the end of the previous financial year and there were no material contracts involving directors' interests existing at financial year end.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

11.3 Related party transactions

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

The Directors of the Responsible Entity may also be employees and/or directors of other companies owned by IOOF. The Responsible Entity may also be involved in activities other than the business of managed investment schemes.

The Schemes have not made, guaranteed or secured, directly or indirectly, any loans to the Responsible Entity at any time during the reporting period.

During the year there was no compensation paid directly by the Schemes to the Directors of the Responsible Entity. From 1 July 2019 to 31 January 2020, Directors compensation was paid by a subsidiary of Australia and New Zealand Banking Group Limited. Effective from 1 February 2020, Directors compensation was paid by IOOF Service Co Pty Ltd (a wholly owned subsidiary of IOOF Holdings Ltd, the ultimate parent company of OPFM).

From time to time the Directors of OnePath Funds Management Limited may invest or withdraw from the Schemes. These investments or withdrawals are on the same terms and conditions as those entered into by other unitholders in the Schemes.

11.4 Responsible Entity fees

The Responsible Entity is entitled to management fees which are calculated as a proportion of net assets attributable to unitholders. All transactions with related parties are conducted on normal commercial terms and conditions. Management fees are reflected as 'Responsible Entity fees' in the Statements of Comprehensive Income. Fees received by the Responsible Entity at unit class level for the year ended 30 June 2020 are as follows:

	Total management fees paid and payable to the RE during the financial year	
	2020 \$	2019 \$
1. ANZ OA OnePath Cash Trust - Pool Class†	-	-
1. ANZ OA OnePath Cash Trust - Retail Class	2,638	3,895
2. OnePath Cash Trust - Pool Class†	-	-
2. OnePath Cash Trust - Retail Class	9,659	16,609
2. OnePath Cash Trust - Select Class	1,039	1,609
3. OptiMix Enhanced Cash Trust - Pool Class†	-	-
3. OptiMix Enhanced Cash Trust - Retail Class	4,213	13,130

† This was a feeless class/scheme and any fees charged were indirect.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

11.5 Related party investments held by the Schemes

The Schemes may purchase and sell units in other schemes managed by OnePath Funds Management Limited in the ordinary course of business at application and redemption prices calculated in accordance with the Constitutions of the Schemes.

Details of the Schemes' investments in other Schemes operated by OnePath Funds Management Limited are set out in the table below:

Name of entity Name of related entity	Fair value of unit holdings		% Interest held		Units purchased/reinvested during the period		Units redeemed during the period		Distributions received/receivable (including Return of Capital)		Number of units held	
	2020 \$	2019 \$	2020 %	2019 %	2020 \$	2019 \$	2020 \$	2019 \$	2020 \$	2019 \$	2020	2019
1. ANZ OA OnePath Cash Trust												
ANZ Australian Cash Fund	361,109	375,992	0.03	0.02	5,811	2,162,905	20,725	54,061,478	3,782	574,775	358,396	373,214
2. OnePath Cash Trust												
ANZ Australian Cash Fund	1,413,989	1,802,458	0.13	0.11	19,206	62,714	407,764	2,005,042	16,654	58,764	1,403,364	1,789,141
3. OptiMix Enhanced Cash Trust												
OptiMix Wholesale Enhanced Cash Trust	277,670	781,095	1.25	3.43	152,317	316,927	655,381	204,759	4,221	15,836	280,378	788,340

11.6 Units in the Schemes held by related parties

As at the reporting date, details of the unit holdings in the Schemes by related parties are set out in the table below. The related parties include OnePath Custodians Pty Limited (the Trustee for Retirement Portfolio Service) and other schemes operated by OnePath Funds Management Limited.

Name of entity Name of related entity	Fair value of unit holdings		% Interest held		Units purchased/reinvested during the period		Units redeemed during the period		Distributions paid/payable		Number of units held	
	2020 \$	2019 \$	2020 %	2019 %	2020 \$	2019 \$	2020 \$	2019 \$	2020 \$	2019 \$	2020	2019
1. ANZ OA OnePath Cash Trust												
Retirement Portfolio Service (wholly owned subsidiary of IOOF)†	101	100	0.03	0.03	-	100	-	-	-	-	100	100
OnePath Life Limited‡	-	-	-	-	-	2,268,577	-	54,267,443	-	568,015	-	-
2. OnePath Cash Trust												
OnePath Life Limited‡	-	-	-	-	-	30,063	-	1,505,294	-	17,080	-	-
3. OptiMix Enhanced Cash Trust												
Retirement Portfolio Service (wholly owned subsidiary of IOOF)†	119	297,820	0.03	33.39	135,810	300,100	433,148	-	500	2,310	100	252,707

† Effective 1 February 2020, Retirement Portfolio Service's RSE Licensee, OnePath Custodians Pty Limited, became a wholly owned subsidiary of IOOF.

‡ In the comparative period, OnePath Life Limited (OPL) ceased to be a related party of the Schemes as at 31 May 2019. The related party transactions between OPL and the Schemes until 31 May 2019 are detailed in the above table. As at the reporting date, the details of unit holdings of OPL is not disclosed as it is no longer a related party.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

11.7 ANZ Securities - Related party investments

OnePath Funds Management Limited was a subsidiary of ANZ up until 31 January 2020. Effective 1 February 2020, OPFM became a subsidiary of IOOF and ANZ ceased to be a related party to the Schemes.

As at reporting date, the Schemes have no other investments in IOOF securities.

The Schemes' cash and cash investments are held by ANZ bank accounts. Up until 31 January 2020 these investments were classified as related party investments and as such the table below details the ANZ bank accounts value, income received and receivable from the cash and cash equivalents for the financial period up to 31 January 2020.

Name of entity	2020		2019	
	Value as at	Income received/ receivable	Value as at	Income received/ receivable
	31 January 2020 \$	31 January 2020 \$	30 June 2019 \$	30 June 2019 \$
1. ANZ OA OnePath Cash Trust				
Cash and cash equivalents	293	2	755	800
2. OnePath Cash Trust				
Cash and cash equivalents	1,518	6	7,251	52
3. OptiMix Enhanced Cash Trust				
Cash and cash equivalents	502	1	976	12

12. Investment assets and liabilities of unconsolidated structured entities

The Schemes invest into other managed investment schemes in accordance with investment policies as outlined in the Schemes' Product Disclosure Statements. Investments of the Schemes into other managed investment schemes are classified as unconsolidated structured entities.

The tables below describe the types of investments of the underlying assets of other managed investments schemes (unconsolidated structured entities).

Investment Asset	Financial Statement Caption	1. ANZ OA OnePath Cash Trust		2. OnePath Cash Trust		3. OptiMix Enhanced Cash Trust	
		Fair Value \$	Exposure %	Fair Value \$	Exposure %	Fair Value \$	Exposure %
30 June 2020							
Cash and Enhanced Cash	Financial assets held at fair value through profit or loss	29,087	8.06%	113,898	8.06%	16,623	5.99%
Equity	Financial assets held at fair value through profit or loss	-	-	-	-	-	-
Fixed Interest	Financial assets held at fair value through profit or loss	332,022	91.94%	1,300,091	91.94%	261,047	94.01%
Mortgage	Financial assets held at fair value through profit or loss	-	-	-	-	-	-
Property	Financial assets held at fair value through profit or loss	-	-	-	-	-	-
Derivatives	Financial assets held at fair value through profit or loss	-	-	-	-	-	-
Alternative Assets	Financial assets held at fair value through profit or loss	-	-	-	-	-	-
Total		361,109	100.00%	1,413,989	100.00%	277,670	100.00%
30 June 2019							
Cash and Enhanced Cash	Financial assets held at fair value through profit or loss	21,760	5.79%	104,312	5.79%	85,072	10.89%
Equity	Financial assets held at fair value through profit or loss	-	-	-	-	-	-
Fixed Interest	Financial assets held at fair value through profit or loss	354,232	94.21%	1,698,146	94.21%	696,023	89.11%
Mortgage	Financial assets held at fair value through profit or loss	-	-	-	-	-	-
Property	Financial assets held at fair value through profit or loss	-	-	-	-	-	-
Derivatives	Financial assets held at fair value through profit or loss	-	-	-	-	-	-
Alternative Assets	Financial assets held at fair value through profit or loss	-	-	-	-	-	-
Total		375,992	100.00%	1,802,458	100.00%	781,095	100.00%

The above tables list the fair value and the percentage exposure to each investment asset as at 30 June 2020. The exposure has been classified at the underlying asset level of each unconsolidated structured entity. The maximum exposure to loss is limited to the fair value of each investment asset as at 30 June 2020. The fair value of the exposure will change on a daily basis throughout the period and in subsequent periods and will cease once the investments are disposed.

Financial Report

Notes to the Financial Statements

for the financial year ended 30 June 2020

The investments of the Schemes are managed in accordance with the investment mandates with the respective underlying investment managers. The investment decisions of the Schemes are made by the investment managers based on their analysis. The return of the Schemes is exposed to the variability of the performance of the underlying investment assets. The underlying investment managers receive a management fee for undertaking the management of these investments.

13. Custodian

OnePath Funds Management Limited (ABN 21 003 002 800) is the custodian of the Scheme.

14. Commitments and contingencies

There were no commitments or contingencies for the Schemes as at the reporting date (30 June 2019: Nil).

15. Significant events during the financial period

Schemes termination:

The Schemes were approved to be terminated by a Board Resolution passed on 12 June 2020. As a result, the financial statements of the Schemes have been prepared on a basis other than going concern. The Schemes are expected to finalise termination in September 2020.

As at 30 June 2020, OPFM continued to operate the Schemes and there have been no changes to the operations of the Schemes, except for the Board approval to terminate detailed above.

Sale of OnePath P&I business:

On 17 October 2017, Australia and New Zealand Banking Group Limited (ANZ), the ultimate parent company of OnePath Funds Management Limited (OPFM) (the Responsible Entity of the Schemes) announced the proposed sale of the OnePath Pensions and Investments (OnePath P&I) business to IOOF Holdings Limited and Australian Wealth Management Limited (IOOF).

On 9 December 2019, the Australian Prudential Regulation Authority (APRA) issued its approval for the OnePath P&I sale to IOOF. The sale of OnePath Funds Management Limited and transfer of ownership of the Responsible Entity of the Schemes to IOOF was completed on 31 January 2020. As a result, new Directors were appointed to OPFM Board effective 31 January 2020. In addition, the registered office and principal place of business of the Responsible Entity and the Schemes were changed from Level 23, 242 Pitt Street, Sydney, NSW 2000 to Level 6, 161 Collins Street, Melbourne, VIC 3000.

Effective 1 February 2020, ANZ ceased to be a related party to the Schemes. Refer to Note 11 Related parties for further detail.

As at 30 June 2020, OPFM continued to operate the Schemes and there have been no changes to the operations of the Schemes.

This significant event did not impact individual unitholder balances or units.

Coronavirus (COVID-19) pandemic impacts:

The Coronavirus has created market volatility and uncertainty for the global economy.

OPFM continues to operate the Schemes in accordance with the provisions of each Scheme's Constitution.

The Schemes mainly invest into the unlisted cash trusts managed by OPFM and as a result the market volatility had minimal impact on the Schemes.

16. Likely developments and expected results of operations

The Schemes were approved to be terminated by a Board resolution on 12 June 2020. The termination process is expected to finalise in September 2020.

Further information has not been included in this report to avoid the disclosure of information that may result in unreasonable prejudice to the Schemes.

Financial Report
Notes to the Financial Statements
for the financial year ended 30 June 2020

17. Events subsequent to reporting date

The Board approved a resolution on 12 June 2020 to terminate the Schemes. The termination process is expected to finalise in September 2020.

Since 30 June 2020, the associated economic impacts of COVID-19, on macroeconomic conditions which may indirectly impact the Schemes, remain uncertain.

No other significant event has occurred since the end of the reporting period which would impact on the financial position of the Schemes disclosed in the Statements of Financial Position as at 30 June 2020 or on the results and cash flows of the Schemes for the financial year ended on that date.

Financial Report Directors' Declaration

OnePath Funds Management Limited presents the Directors' Declaration in respect of the following Schemes:

1. ANZ OA OnePath Cash Trust
2. OnePath Cash Trust
3. OptiMix Enhanced Cash Trust

In accordance with a resolution of the Directors of OnePath Funds Management Limited we state that:

In the opinion of the Directors:

1. The financial statements and notes to the financial statements of the Schemes, set out on pages 5 to 26 are in accordance with the *Corporations Act 2001*, including:
 - 1.1 giving a true and fair view of the Schemes' financial positions as at 30 June 2020 and their performance for the financial year ended on that date.
 - 1.2 complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*.
2. The financial statements and notes to the financial statements of the Schemes, set out on pages 5 to 26 comply with International Financial Reporting Standards.
3. There are reasonable grounds to believe that the Schemes will be able to pay their debts as and when they become due and payable.

This Declaration is made in accordance with a resolution of the Directors of OnePath Funds Management Limited.



John Selak
Director

Melbourne

7 September 2020



Independent Auditor's Report

To the respective unitholders of the following Schemes:

- ANZ OA OnePath Cash Trust
- OnePath Cash Trust
- OptiMix Enhanced Cash Trust

For the purpose of this report, the term Scheme and Schemes denote the individual and distinct entity for which the financial information is prepared and upon which our audit is performed. Each is to be read as a singular subject matter.

Opinions

We have audited each of the **Financial Reports** of the Schemes.

In our opinion, the accompanying Financial Report of each Scheme is in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the Scheme's financial position as at 30 June 2020 and of its financial performance for the year ended on that date; and
- complying with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The respective **Financial Reports** of the individual Schemes comprise:

- Statement of Financial Position as at 30 June 2020;
- Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended;
- Notes including a summary of significant accounting policies; and
- Directors' Declaration made by the Directors of OnePath Funds Management Limited (the Responsible Entity).

The financial year is the 12 months ended on 30 June 2020.

Basis for opinions

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

Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audits of the Financial Reports* section of our report.

We are independent of the Schemes and the Responsible Entity in accordance with the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audits of the Financial Reports in Australia. We have fulfilled our other ethical responsibilities in accordance with the Code.

Emphasis of matter - basis of preparation

We draw attention to Note 2.2 to the Financial Reports, which describes their basis of preparation. This note indicates that the Financial Reports have been prepared on a basis other than going concern. On 12 June 2020, the Responsible Entity resolved to terminate the Schemes in September 2020. The Schemes are no longer considered a going concern. Our opinion is not modified in respect of this matter.

Other Information

Other Information is financial and non-financial information in the issuer of the respective Schemes' annual reporting which is provided in addition to the Financial Reports and the Auditor's Report. The Directors of the Responsible Entity are responsible for the Other Information.

Our opinion on the Financial Reports does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audits of the Financial Reports, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Reports or our knowledge obtained in the audits, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Directors for the Financial Reports

The Directors of the Responsible Entity are responsible for:

- preparing the Financial Reports that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*;
- implementing necessary internal control to enable the preparation of a Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
- assessing each Scheme's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the respective Scheme or to cease operations, or have no realistic alternative but to do so.



Independent Auditor's Report

Auditor's responsibilities for the audits of the Financial Reports

Our objective is:

- to obtain reasonable assurance about whether each of the Financial Reports as a whole is free from material misstatement, whether due to fraud or error; and
- to issue an Auditor's Report that includes our opinions.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Financial Reports.

A further description of our responsibilities for the audits of the Financial Reports is located at the Auditing and Assurance Standards Board website at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our Auditor's Report.

KPMG

Andrew Reeves

Partner

Sydney
7 September 2020



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

To the Directors of OnePath Funds Management Limited, the Responsible Entity for the following Schemes:

- ANZ OA OnePath Cash Trust
- OnePath Cash Trust
- OptiMix Enhanced Cash Trust

I declare that, to the best of my knowledge and belief, in relation to the audit of the Schemes for the financial period ended 30 June 2020 there have been:

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

KPMG

Andrew Reeves

Partner

Sydney
7 September 2020

CONTACT DETAILS FOR THE SCHEMES

CUSTOMER SERVICES

 13 38 63 weekdays between 8.30am and 6.30pm (AEST)

 customer@onepath.com.au

ANZ SERVICEPLUS

For use by ANZ Financial Planners only.

 1800 998 996 weekdays between 8.00am and 5.30pm (AEST)

 anzserviceplus@anz.com

POSTAL ADDRESS

 OnePath Funds Management Limited
GPO Box 4028
Sydney NSW 2001

WEBSITE

 anz.com

RESPONSIBLE ENTITY

OnePath Funds Management Limited
ABN 21 003 002 800
AFSL 238342

CUSTODIAN

OnePath Funds Management Limited
Level 6
161 Collins Street
Melbourne VIC 3000

AUDITOR

KPMG
Tower Three
International Towers Sydney
300 Barangaroo Avenue
Sydney NSW 2000