

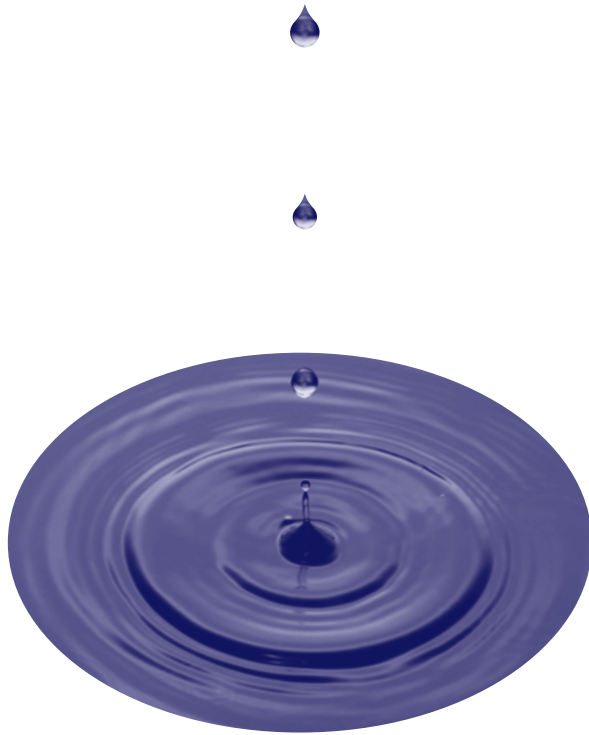
SUPER **easy**



ANNUAL REPORT 2010

Local Government Superannuation Scheme
– SuperEasy Annual Report
for the year ended 31 March 2010

INTRODUCTION



The Trustee is pleased to present the Annual Report of the Scheme for the year ended 31 March 2010.

This Report includes information about the Scheme's management, operation and financial performance for the year.

The Report has been prepared in accordance with the Superannuation Schemes Act 1989. The Act requires that every member of the Scheme receive a copy of the Report.

If you require any further information regarding this report on the Scheme please contact Mr Roger Gyles, Trustee Secretary, phone (04) 978 1255.

MEMBERSHIP

	Growth Fund	Balanced Fund	Income Fund	Conservative Fund	Automatic Fund	Total
Number of members at 31 March 2009	78	99	34	26	822	1,059
Add: New members who joined the scheme during the year	66	91	62	114	239	572
Add: Members who transferred from Superplan	2	7	5	7	15	36
Deduct: Those who left the scheme during the year						
Resignation	7	3	2	-	42	54
Redundancy	1	-	-	-	4	5
Retirement	-	-	1	2	2	5
Death	-	-	-	-	1	1
Transfers out to other schemes	4	1	1	2	14	22
Sub-total	56	94	63	117	191	521
Number of members at 31 March 2010	134	193	97	143	1,013	1,580

Members of Locked-In SuperEasy transferred out to the SuperEasy KiwiSaver Superannuation Scheme prior to 31 March 2009. With effect from 25 June 2009 the Government Actuary revoked the approval of Locked-In SuperEasy as a complying superannuation fund.

PROSPECTUS

The most recent prospectus for the Scheme was registered on 24 June 2009.

CREDITING RATES

The crediting rates used for those members withdrawing from the Scheme are determined by the performance of the investment markets at the time of the member's withdrawal. A graph of the performance of each fund over the period indicates the crediting rates applied to benefit payments. It is important to note that past performance is not necessarily indicative of future performance.

The crediting rates for the period ended 31 March 2010 for each of the investment funds are shown on pages 4 and 5 of this report.

REGISTRATION

The Scheme is registered under the Superannuation Schemes Act 1989, Reference Number AS/1527.

PRIVACY ACT 1993

Your personal information may be held by and, when necessary, passed between the Trustee and the Scheme's professional advisors for the purposes of the Scheme.

If you wish to check or amend the information please contact the Scheme's Trustee Secretary.

DISPUTE RESOLUTION

In accordance with industry best practices the Trustee has established a formal disputes resolution process should you have a dispute. It should in the first instance be addressed to the Scheme's Trustee Secretary Mr Roger Gyles who will attempt to resolve it directly with you. In the event that satisfactory resolution is not achieved in a reasonable time frame the complaint will be submitted to a sub-committee of the Trustee for final resolution.

MEMBERSHIP (CONTINUED)

PARTICIPATING EMPLOYERS AS AT 31 MARCH 2010

Ashburton District Council	Kapiti Coast District Council	Taupo District Council
Auckland Regional Council	Kawerau District Council	Thames-Coromandel District Council
Buller District Council	MacKenzie District Council	Timaru District Council
Carterton District Council	Manawatu District Council	Upper Hutt City Council
Central Hawke's Bay District Council	Masterton District Council	Waikato District Council
Central Otago District Council	Matamata District Council	Waimakariri District Council
Clutha District Council	Nelson City Council	Waimate District Council
Dunedin City Council	New Plymouth District Council	Waipa District Council
Environment Bay of Plenty	Northland Regional Council	Wairoa District Council
Environment Canterbury	Opotiki District Council	Waitakere District Council
Environment Southland	Otorohanga District Council	Waitaki District Council
Environment Waikato	Palmerston North City Council	Waitomo District Council
Far North District Council	Papakura District Council	Wanganui District Council
Franklin District Council	Porirua City Council	Wellington City Council
Gisborne District Council	Queenstown Lakes District Council	Western Bay of Plenty District Council
Gore District Council	Rangitikei District Council	Whakatane District Council
Greater Wellington Regional Council	Rodney District Council	
Grey District Council	Rotorua District Council	Personal Members Plan
Hamilton City Council	Ruapehu District Council	Association of Local Government Engineers
Hastings District Council	Selwyn District Council	Civic Assurance
Hauraki District Council	South Tararua District Council	Events Centre Queenstown
Hawke's Bay Regional Council	South Wairarapa District Council	Heaney & Co
Horizons Regional Council	Southland District Council	Jardine Lloyd Thompson Ltd
Kaikoura District Council	South Waikato District Council	Lakes Environmental Ltd
Horowhenua District Council	Stratford District Council	Risk Solutions Ltd
Hurunui District Council	Tararua District Council	NZ Society of Local Government Managers
Hutt City Council	Tasman District Council	NZ Local Government Association
Invercargill City Council	Tauranga City Council	Wellington Water Management

INVESTMENT COMMENTARY

MARKET REVIEW

The year began optimistically with signs that the economic recession was coming to a close. Leading indicators pointed to an improvement in the global economy with economic activity lifting out of deeply depressed levels. Policy measures, implemented as a result of the economic crisis, continued although at a less frantic pace. Growth recovery was stronger in emerging markets than developed markets although the sustainability of such growth was questioned. Nevertheless the year to March 2010 ended on a strong note with positive returns on all Income and Growth assets except Property shares.

Early in the year, despite forward looking survey indicators suggesting signs of improvement, the US had the highest unemployment rate of 8.9% in 26 years and housing market activities fell to a record low before stabilising. Similarly, European GDP contracted, labour markets weakened and unemployment continued to rise. The UK had its worst GDP result in 30 years and the growth estimate was revised downwards for the year. In Japan industrial production and exports improved while China's economic growth was largely domestic driven. New Zealand was also showing signs of improvement with consumer confidence and house sales rising. The May 2009 Budget cancelled additional tax cuts and stopped the automatic NZ Super Fund contributions. These changes helped New Zealand avoid a possible credit rating downgrade although its public debt continued to rise.

On the whole the recovery continued to improve throughout the year, driven by a strong demand for commodities from emerging market economies and boosted by manufacturing activity from developed economies. The beginning of 2010 began with concerns about Sovereign debt risk for Greece and China tightening its monetary policy, either of which had the potential to destabilise the global economic recovery. The fragility of the recovery was highlighted in February with fluctuations in sharemarkets. Fears about Greece's Sovereign risk were alleviated by the announcement of relief packages by the International Monetary Fund. This led to firming risk appetite and market optimism.

OUTLOOK

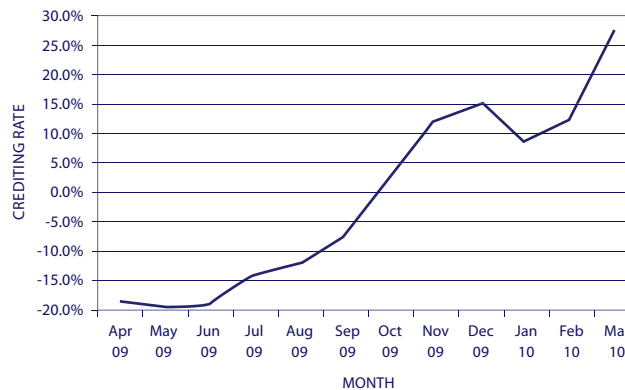
There is still debate over the sustainability and strength of the recovery with an expectation that the road ahead will not be smooth. Greek and other Sovereign Debt risk and China's policy tightening still pose a threat to the global economy and uncertainty remains over the impact of the removal of policy stimulus over the coming year. On balance however, the global economy and investor confidence appears to be still improving.

GROWTH FUND

The return for the year was 27.7% before fees, tax and expenses.

This Fund is jointly managed by AMP Capital Investors (New Zealand Ltd) and ASB Group Investment Limited. The objective of this Fund is to achieve a high level of real returns over the medium to long term through substantial investment in equities, accepting that the returns may be subject to significant short term variations. This option is suitable for members willing to take a reasonable risk for potentially higher returns over the long term through selected actively managed domestic and international asset classes with special perceived growth potential.

The graph of the performance of this Fund over the period indicates the crediting rates applied to benefits paid to members withdrawing from the Fund during the year.



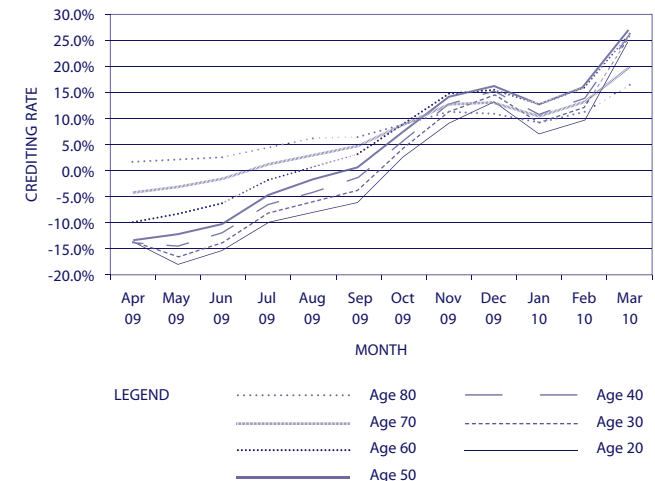
AUTOMATIC FUND

The annual returns for sample ages to 31 March 2010, before fees, tax and expenses, are as follows:

Year	Age 20	Age 30	Age 40	Age 50	Age 60	Age 70	Age 80
2010	25.1%	25.7%	26.3%	27.1%	25.9%	20.0%	16.7%

This Fund is jointly managed by AMP Capital Investors (New Zealand Ltd) and ASB Group Investment Limited. The objective of this Fund is to achieve the optimum long-term outcome by accepting a higher investment risk in the early stages of a member's working life as a trade for higher returns. So when a member is young the Automatic Fund provides greater exposure to investments with the potential for growth such as overseas and New Zealand equities. Each month as the member gets older the Automatic Fund will automatically and smoothly change their investments to a more conservative mix by increasing the member's exposure to income assets such as fixed interest securities and cash. This option is suitable to members who do not wish to have to continually reassess their retirement investment strategy.

The graph of the performance of this Fund over the period indicates the crediting rates applied to benefits paid to members withdrawing from the Fund during the year.



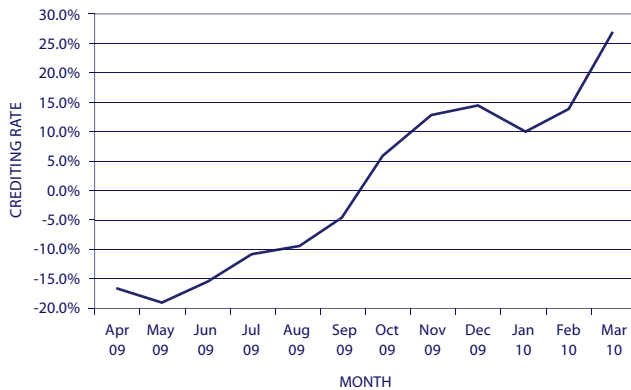
INVESTMENT COMMENTARY (CONTINUED)

BALANCED FUND

The return for the year was 26.9% before fees, tax and expenses.

This Fund is jointly managed by AMP Capital Investors (New Zealand Ltd) and ASB Group Investment Limited. The objective of this Fund is to achieve positive real returns through investment in growth assets, while controlling volatility through full diversification of the Fund’s assets. This option is suited to members seeking long-term growth with risk limited by broad diversification.

The graph of the performance of this Fund over the period indicates the crediting rates applied to benefits paid to members withdrawing from the Fund during the year.

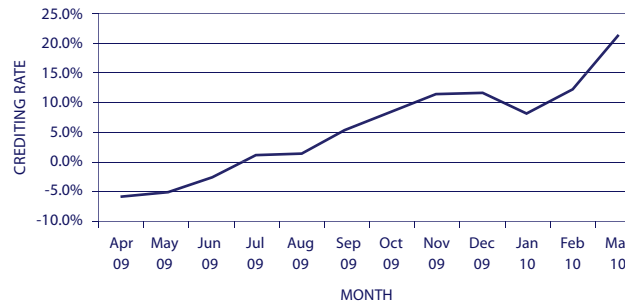


INCOME FUND

The return for the year was 21.6% before fees, tax and expenses.

This Fund is jointly managed by AMP Capital Investors (New Zealand Ltd) and ASB Group Investment Limited. The objective of this Fund is to reduce the chance of negative returns over the short to medium term through higher proportions of investment in defensive assets, such as cash and bonds, while still providing an opportunity for positive real returns over the long term by investing a proportion of the Fund in growth assets such as equities and property.

The graph of the performance of this Fund over the period indicates the crediting rates applied to benefits paid to members withdrawing from the Fund during the year.

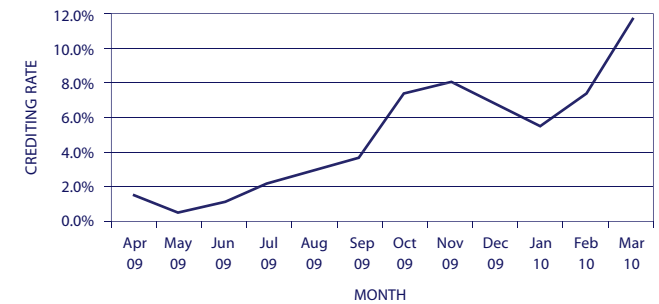


CONSERVATIVE FUND

The return for the year was 11.7% before fees, tax and expenses.

This Fund is jointly managed by AMP Capital Investors (New Zealand Ltd) and ASB Group Investment Limited. The objective of this Fund is to reduce the chance of negative returns over the short term through higher proportions of investment in defensive assets, such as cash and bonds, while still providing an opportunity for positive real returns over the long term by investing a proportion of the Fund in growth assets such as equities and property.

The graph of the performance of this Fund over the period indicates the crediting rates applied to benefits paid to members withdrawing from the Fund during the year.



STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 31 MARCH 2010

	Notes	Growth Fund		Balanced Fund		Income Fund		Conservative Fund		Automatic Fund		TOTAL	
		2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
INVESTMENT ACTIVITIES													
Investment Income													
Gains/(Losses) on Assets	7	159,590	(118,797)	346,610	(285,020)	75,089	(18,896)	88,809	(778)	2,689,374	(1,129,344)	3,359,472	(1,552,835)
Interest		1,076	224	1,272	(290)	1,372	538	2,486	692	7,379	10,560	13,585	11,724
		160,666	(118,573)	347,882	(285,310)	76,461	(18,358)	91,295	(86)	2,696,753	(1,118,784)	3,373,057	(1,541,111)
Investment Expenses													
Investment Management Fees		(1,839)	(800)	(3,692)	(2,452)	(955)	(326)	(1,995)	(152)	(45,733)	(42,055)	(54,214)	(45,785)
Net Investment Revenue/(Loss)		158,827	(119,373)	344,190	(287,762)	75,506	(18,684)	89,300	(238)	2,651,020	(1,160,839)	3,318,843	(1,586,896)
OTHER EXPENSES													
Administration Fees		206	255	528	1,181	70	178	217	88	4,108	4,767	5,129	6,469
Total Other Expenses		206	255	528	1,181	70	178	217	88	4,108	4,767	5,129	6,469
Change in Net Assets before Taxation and Membership Activities		158,621	(119,628)	343,662	(288,943)	75,436	(18,862)	89,083	(326)	2,646,912	(1,165,606)	3,313,714	(1,593,365)
MEMBERSHIP ACTIVITIES													
Contributions													
Member Contributions	5	123,801	84,295	249,875	147,474	83,041	39,277	222,531	14,084	1,556,950	1,160,378	2,236,198	1,445,508
Employer Contributions		72,056	46,333	164,253	83,891	50,192	21,695	111,814	9,581	873,533	641,348	1,271,848	802,848
Transfers In from Other Schemes		320,608	54,085	1,420,970	194,087	698,099	17,404	1,417,742	57,411	2,833,449	1,088,768	6,690,868	1,411,755
Transfers Between Funds		3,081	(12,371)	(9)	(375,813)	16,283	(64,155)	(5,040)	200,737	(14,315)	251,602	-	-
Total Contributions		519,546	172,342	1,835,089	49,639	847,615	14,221	1,747,047	281,813	5,249,617	3,142,096	10,198,914	3,660,111
Benefits Paid													
Benefits Paid	6	30,919	53,208	36,846	201,185	42,662	19,312	46,850	11,452	666,362	1,387,497	823,639	1,672,654
Transfers Out to Other Schemes		25,236	7,482	4,879	2,678	1,717	39,871	5,002	-	74,658	180,561	111,492	230,592
Total Benefits Paid		56,155	60,690	41,725	203,863	44,379	59,183	51,852	11,452	741,020	1,568,058	935,131	1,903,246
PIE Tax Expense	9	8,073	5,938	28,347	10,865	10,496	3,626	15,664	2,604	269,604	124,229	332,184	147,262
Net Membership Activities		455,318	105,714	1,765,017	(165,089)	792,740	(48,588)	1,679,531	267,757	4,238,993	1,449,809	8,931,599	1,609,603
Net Increase/(Decrease) in Net Assets During Year		613,939	(13,914)	2,108,679	(454,032)	868,176	(67,450)	1,768,614	267,431	6,885,905	284,203	12,245,313	16,238
Net Assets Available for Benefits at Beginning of Year		466,354	480,268	1,063,030	1,517,062	230,366	297,816	267,431	-	9,132,578	8,848,375	11,159,759	11,143,521
Net Assets Available for Benefits at End of Year		1,080,293	466,354	3,171,709	1,063,030	1,098,542	230,366	2,036,045	267,431	16,018,483	9,132,578	23,405,072	11,159,759

This statement is to be read in conjunction with the notes on pages 9 to 14.

STATEMENT OF NET ASSETS AS AT 31 MARCH 2010

	Notes	Growth Fund		Balanced Fund		Income Fund		Conservative Fund		Automatic Fund		TOTAL	
		2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
CURRENT ASSETS													
Cash & Cash Equivalents		17,812	26,184	27,340	(28,097)	31,700	38,774	120,357	119,940	371,481	309,853	568,690	466,654
Other Receivables		-	-	-	-	-	-	-	-	67	-	67	-
Total Current Assets		17,812	26,184	27,340	(28,097)	31,700	38,774	120,357	119,940	371,548	309,853	568,757	466,654
FINANCIAL ASSETS													
	11												
AMP Superannuation Funds		351,223	146,684	426,695	150,178	33,663	4,975	20,542	1,152	10,148,144	6,106,064	10,980,267	6,409,053
ASB Superannuation Master Trust		719,311	299,919	2,746,857	952,402	1,043,547	190,251	1,910,410	148,745	5,775,256	2,824,169	12,195,381	4,415,486
Total Investments		1,070,534	446,603	3,173,552	1,102,580	1,077,210	195,226	1,930,952	149,897	15,923,400	8,930,233	23,175,648	10,824,539
TOTAL ASSETS		1,088,346	472,787	3,200,892	1,074,483	1,108,910	234,000	2,051,309	269,837	16,294,948	9,240,086	23,744,405	11,291,193
Less CURRENT LIABILITIES													
PIE Tax Payable	9	7,338	5,820	27,646	9,771	9,964	3,344	14,382	2,289	260,919	72,662	320,249	93,886
Other Payables		715	613	1,537	1,682	404	290	882	117	15,546	34,846	19,084	37,548
Total Liabilities		8,053	6,433	29,183	11,453	10,368	3,634	15,264	2,406	276,465	107,508	339,333	131,434
NET ASSETS AVAILABLE FOR BENEFITS		1,080,293	466,354	3,171,709	1,063,030	1,098,542	230,366	2,036,045	267,431	16,018,483	9,132,578	23,405,072	11,159,759
LIABILITY FOR ACCRUED BENEFITS													
<i>Represented By:</i>													
Member Accounts	3 & 4	1,080,293	466,354	3,171,709	1,063,030	1,074,048	195,738	2,036,045	267,431	16,018,483	9,132,578	23,380,578	11,125,131
Reserve Account	10	-	-	-	-	24,494	34,628	-	-	-	-	24,494	34,628
		1,080,293	466,354	3,171,709	1,063,030	1,098,542	230,366	2,036,045	267,431	16,018,483	9,132,578	23,405,072	11,159,759

Signed on behalf of the Trustee, Local Government Superannuation Trustee Limited, who authorised the issue of these financial statements on 20 May 2010.

 Director

 Director

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 MARCH 2010

	Notes	Growth Fund		Balanced Fund		Income Fund		Conservative Fund		Automatic Fund		TOTAL	
		2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES													
<i>Cash provided from</i>													
Member Contributions		123,801	84,295	249,875	147,474	83,041	39,277	222,531	14,084	1,556,998	1,158,361	2,236,246	1,443,491
Employer Contributions		72,056	46,333	164,253	83,891	50,192	21,695	111,814	9,581	873,466	641,348	1,271,781	802,848
Transfers from Other Schemes		320,608	54,085	1,420,970	194,087	698,099	17,404	1,417,742	57,411	2,833,449	1,088,768	6,690,868	1,411,755
Transfers Between Funds		3,081	(12,371)	(9)	(375,813)	16,283	(64,155)	(5,040)	200,738	(14,315)	251,601	-	-
Interest Received		1,077	237	1,271	(282)	1,372	545	2,485	691	7,378	12,708	13,583	13,899
		520,623	172,579	1,836,360	49,357	848,987	14,766	1,749,532	282,505	5,256,976	3,152,786	10,212,478	3,671,993
<i>Cash applied to</i>													
Benefits Paid		(30,919)	(53,208)	(36,846)	(201,185)	(42,662)	(19,312)	(46,850)	(10,406)	(668,056)	(1,402,261)	(825,333)	(1,686,372)
Transfers Out to Other Schemes		(25,236)	(7,482)	(4,879)	(2,678)	(1,717)	(39,871)	(5,002)	-	(74,658)	(180,561)	(111,492)	(230,592)
Other Expenses		(221)	(206)	(825)	(966)	(91)	(203)	(171)	(59)	(4,568)	(3,913)	(5,876)	(5,347)
RWT Paid		(355)	-	(419)	-	(452)	-	(820)	-	(2,434)	-	(4,480)	-
PIE Tax Paid		(6,201)	(550)	(10,053)	(2,404)	(3,424)	(108)	(2,751)	(316)	(78,913)	(73,524)	(101,342)	(76,902)
		(62,932)	(61,446)	(53,022)	(207,233)	(48,346)	(59,494)	(55,594)	(10,781)	(828,629)	(1,660,259)	(1,048,523)	(1,999,213)
Net Cash Flows from Operating Activities	8	457,691	111,133	1,783,338	(157,876)	800,641	(44,728)	1,693,938	271,724	4,428,347	1,492,527	9,163,955	1,672,780
CASH FLOWS FROM INVESTING ACTIVITIES													
<i>Cash provided from</i>													
Net Sale of Investments (Net of investment fees)		-	-	-	-	-	-	-	-	-	-	-	-
<i>Cash applied to</i>													
Net Purchase of Investments (Net of investment fees)		(466,063)	(134,904)	(1,727,901)	(30,367)	(807,715)	(6,590)	(1,693,521)	(151,784)	(4,366,719)	(1,248,866)	(9,061,919)	(1,572,511)
Net Cash Flows from Investing Activities		(466,063)	(134,904)	(1,727,901)	(30,367)	(807,715)	(6,590)	(1,693,521)	(151,784)	(4,366,719)	(1,248,866)	(9,061,919)	(1,572,511)
Net (Decrease)/Increase in Cash Held		(8,372)	(23,771)	55,437	(188,243)	(7,074)	(51,318)	417	119,940	61,628	243,661	102,036	100,269
Cash & Cash Equivalents at Beginning of Period		26,184	49,955	(28,097)	160,146	38,774	90,092	119,940	-	309,853	66,192	466,654	366,385
Cash & Cash Equivalents at End of Year		17,812	26,184	27,340	(28,097)	31,700	38,774	120,357	119,940	371,481	309,853	568,690	466,654

This statement is to be read in conjunction with the notes on pages 9 to 14.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2010

1. NATURE OF BUSINESS

Scheme description

The Local Government Superannuation Scheme – SuperEasy (the “Scheme”) is a superannuation scheme registered in New Zealand under the Superannuation Schemes Act 1989 to provide retirement benefits to the members of the scheme. The Scheme was registered on 13 June 2005. The financial statements for Locked-In SuperEasy are included in the Scheme in these financial statements.

The Scheme invests in the following funds:

Income Fund, which invests mainly in short term and fixed interest securities. *Balanced Fund*, which invests in selected NZ and international shares together with NZ property investments, cash and fixed interest securities and global bonds. *Growth Fund*, which invests mainly in a diversified selection of international and local shares with some investments in fixed interest securities. *Automatic Fund*, which invests in NZ and international fixed interest investments and shares. *Conservative Fund*, opened on 1 April 2008, which invests mainly in short term and fixed interest securities.

The Scheme is open to employees of New Zealand local authorities and any other employer permitted by the Trustee. There is only one class of member. There were no members receiving benefits other than those paid on exit.

Funding arrangements

The Scheme is a defined contribution scheme. Under the Trust Deed each member and, if applicable, each participating employer, shall pay contributions at a rate expressed as a percentage of salary, or be such other amount as is specified in the Adopting Deed of a participating employer.

Retirement benefits

The retirement benefits are determined by contributions to the scheme together with investment earnings on these contributions over the period of membership.

Termination terms

The Trust Deed sets out the basis on which the Scheme can be terminated.

Changes in the Deed

On 25 May 2009 a total replacement Trust Deed was issued, supplemental to a Trust Deed dated 1 June 2005 which established the Local Government Superannuation Scheme and the First Replacement Trust Deed dated 18 May 2007. This replacement Trust Deed consolidates a number of changes to the First Replacement Trust Deed and closes the complying superannuation fund in the LGSS to new members. It also includes a name change of KiwiSaver SuperEasy Superannuation Scheme to SuperEasy KiwiSaver Superannuation Scheme.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand and the requirements of the Financial Reporting Act 1993 and the Superannuation Schemes Act 1989.

Statement of compliance

The financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand. They comply with New Zealand Equivalents to International Financial Reporting Standards (NZ IFRS) and other applicable Financial Reporting Standards, as appropriate for profit-oriented entities. The financial statements also comply with International Financial Reporting Standards (IFRS).

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

Measurement base

The measurement base adopted is that of historical cost modified by the revaluation of assets which are measured at fair values at balance date.

Presentational currency

These financial statements are presented in New Zealand dollars because that is the currency of the economic environment in which the Scheme operates.

Classification of assets and liabilities

The Local Government Superannuation Scheme operates as a superannuation scheme. As such, the assets and liabilities are disclosed in the Statement of Net Assets in an order that reflects their relative liquidity.

Accounting Policies

The following are the significant accounting policies which have been adopted in the preparation of the financial statements:

(a) Investment Income

Interest, dividends and distributions from unitised investments are taken to income on a due and receivable basis.

Net realised and unrealised gains and losses are recognised in the Statement of Changes in Net Assets in the period in which they occur.

(b) Expenses

All expenses are accounted for on an accruals basis.

(c) Taxation

The PIE tax expense represents the sum of the tax paid and payable.

The Scheme is a portfolio investment entity (PIE). Under current legislation regarding the taxation of PIEs, the Scheme pays tax on behalf of members. As such, no income tax expense or deferred tax balances are recognised in the financial statements. PIE tax payable to Inland Revenue on behalf of members is recognised as a liability and is measured based on tax rates applicable to the individual members that have been enacted or substantively enacted by the balance date.

Tax losses are not recognised in the financial statements. However, these amounts are tracked and may be applied by members against tax payable in relation to their PIE investment income.

Deductible expenditure incurred by the Scheme can be transferred to Master Superannuation Trusts in accordance with section DI 3 (2) of the Income Tax Act 2004. This results in tax credits to the Scheme which is disclosed in the Statement of Changes in Net Assets.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2010 (CONTINUED)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Financial Instruments

Financial assets and financial liabilities are recognised on the Scheme's Statement of Net Assets when the Scheme becomes a party to the contractual provisions of the instrument. The Scheme shall offset financial assets and financial liabilities if the Scheme has a legally enforceable right to set off the recognised amounts and interests and intends to settle on a net basis. The Scheme does not use financial derivatives in any part of its investment management procedures.

(e) Financial Assets

Financial assets at fair value through profit or loss

Investments are recognised and derecognised on the trade date where a purchase or sale is under a contract whose terms require delivery within the timeframe established by the market concerned, and are initially measured at fair value.

All investments are through Master Superannuation Trusts and are classified at fair value through profit or loss. As the Scheme's business is investing in financial assets with a view to profiting from their total return in the form of interest, dividends or increases in fair value, listed equities and fixed income securities are designated as fair value through profit or loss on initial recognition.

Financial assets designated as at fair value through profit or loss are measured at subsequent reporting dates at fair value, which is the bid price of the exchange on which the investment is quoted.

Investments in units of diversified investment funds are valued at the closing price released by the relevant investment manager as at 31 March 2010.

Categories of Financial Instruments

Financial Instruments are categorised into 3 levels:

- Level 1 fair value measurements are those derived from quoted market prices (unadjusted) in active markets for identical assets and liabilities;

- Level 2 fair value measurements are those derived from 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); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

All financial instruments disclosed in these Financial Statements are categorised as Level 1 as they are valued using publicly available prices.

There have been no transfers between levels.

(f) Other Receivables

Other receivables are stated at amortised cost. As these do not carry any interest and are short-term in nature, amortised cost equals their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts.

(g) Other Payables

Other payables are not interest-bearing and are stated at amortised cost.

(h) Goods and Services Tax (GST)

The Scheme is not registered for GST and consequently all components of the financial statements are stated inclusive of GST where appropriate.

(i) Cash Flow Statement

The cash flows of the Scheme do not include those of the investment managers. The following are definitions of the terms used in the Cash Flow Statement:

Cash & Cash Equivalents – comprises cash balances held with banks in New Zealand.

Investing Activities – comprise acquisition and disposal of investments. Investments include securities not falling within the definition of cash.

Operating Activities – include all transactions and other events that are not investing activities.

(j) Accrued Benefits

The liability for accrued benefits is the Scheme's present obligation to pay benefits to members and beneficiaries.

It has been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the liabilities as at balance date. Accrued benefits include amounts allocated to members' accounts and reserves.

(k) Contributions

Contributions are accounted for on a cash basis when received from the employer or member.

(l) Benefits

Benefits are accounted for on an accruals basis.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2010 (CONTINUED)

	Growth Fund		Balanced Fund		Income Fund		Conservative Fund		Automatic Fund		TOTAL	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
3. LIABILITY FOR ACCRUED BENEFITS Liability for accrued benefits as at 31 March 2010:												
(a) SuperEasy												
Members' Account												
Opening Balance	466,354	480,268	1,063,031	1,516,186	195,738	266,772	267,431	-	9,132,578	8,847,935	11,125,132	11,111,161
Contributions	519,546	172,342	1,835,089	51,803	847,615	6,235	1,747,047	281,813	5,249,617	3,147,590	10,198,914	3,659,783
Benefits Paid	(56,155)	(60,690)	(41,725)	(202,648)	(44,379)	(59,183)	(51,852)	(11,452)	(741,020)	(1,567,561)	(935,131)	(1,901,534)
Change in net assets before tax	158,621	(119,628)	343,661	(288,993)	72,547	(15,114)	89,083	(326)	2,646,912	(1,165,632)	3,310,824	(1,589,693)
PIE tax expense	(8,073)	(5,938)	(28,347)	(10,859)	(9,927)	(3,067)	(15,664)	(2,604)	(269,604)	(124,226)	(331,615)	(146,694)
Transfers to Reserve	-	-	-	(2,601)	-	-	-	-	-	(5,528)	-	(8,129)
Transfers from Reserve	-	-	-	143	12,454	95	-	-	-	-	12,454	238
Balance 31 March	1,080,293	466,354	3,171,709	1,063,031	1,074,048	195,738	2,036,045	267,431	16,018,483	9,132,578	23,380,578	11,125,132
Reserve Account												
Opening Balance	-	-	-	-	34,628	31,044	-	-	-	-	34,628	31,044
Transfers from Members' Account	-	-	-	-	-	8,129	-	-	-	-	-	8,129
Transfers to Members' Account	-	-	-	-	(12,454)	(238)	-	-	-	-	(12,454)	(238)
Change in net assets before tax	-	-	-	-	2,889	(3,748)	-	-	-	-	2,889	(3,748)
PIE tax expense	-	-	-	-	(569)	(559)	-	-	-	-	(569)	(559)
Balance 31 March	-	-	-	-	24,494	34,628	-	-	-	-	24,494	34,628
(b) Locked-In SuperEasy												
Members' Account												
Opening Balance	-	-	-	876	-	-	-	-	-	440	-	1,316
Contributions	-	-	-	294	-	-	-	-	-	34	-	328
Benefits Paid	-	-	-	(1,215)	-	-	-	-	-	(497)	-	(1,712)
PIE tax credit	-	-	-	50	-	-	-	-	-	26	-	76
Change in net assets after tax	-	-	-	(5)	-	-	-	-	-	(3)	-	(8)
Transfers to Reserve	-	-	-	-	-	-	-	-	-	-	-	-
Transfers from Reserve	-	-	-	-	-	-	-	-	-	-	-	-
Balance 31 March	-	-	-	-	-	-	-	-	-	-	-	-

Reserve Account The Locked-In SuperEasy reserve account balance is nil as there have been no transfers to or from the Reserve during the period.

(c) Guaranteed Benefits No guarantees have been made in respect of any part of the liability for accrued benefits (2009: Nil).

4. VESTED BENEFITS

Vested Benefits are benefits payable to members or beneficiaries under the conditions of the Trust Deed, on the basis of all members ceasing to be members of the Scheme at balance date. The Vested Benefits for SuperEasy members as at 31 March 2010 were \$22,361,563 (31 March 2009: \$11,013,477). The Vested Benefits for Locked-In SuperEasy members as at 31 March 2010 were nil (31 March 2009: nil).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2010 (CONTINUED)

	Growth Fund		Balanced Fund		Income Fund		Conservative Fund		Automatic Fund		TOTAL	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
5. CONTRIBUTIONS												
(a) SuperEasy												
Contributions from members and employers who were:												
Existing members	119,849	177,713	112,843	359,353	53,556	62,825	24,729	80,789	1,507,132	1,903,478	1,818,109	2,584,158
Members who joined the Scheme during the year	395,076	7,000	1,659,144	20,362	774,606	7,565	1,674,666	-	3,523,967	930,505	8,027,459	965,432
Lump sum contributions	1,540	-	63,111	47,901	3,170	-	52,692	287	232,833	62,005	353,346	110,193
Transfers Between Funds	3,081	(12,371)	(9)	(375,813)	16,283	(64,155)	(5,040)	200,737	(14,315)	251,602	-	-
Total contributions received	519,546	172,342	1,835,089	51,803	847,615	6,235	1,747,047	281,813	5,249,617	3,147,590	10,198,914	3,659,783
(b) Locked-In SuperEasy												
Contributions received from existing members	-	-	-	294	-	-	-	-	-	34	-	328
Total contributions received	-	-	-	294	-	-	-	-	-	34	-	328
6. BENEFITS												
(a) SuperEasy												
Redundancy	1,077	-	-	-	-	-	-	-	13,566	26,738	14,643	26,738
Retirement	-	-	-	2,768	-	-	-	-	60,849	81,984	60,849	84,752
Withdrawal	29,842	53,208	36,846	197,202	42,662	19,312	46,850	11,452	590,766	1,278,280	746,966	1,559,454
Death	-	-	-	-	-	-	-	-	1,181	-	1,181	-
Total benefits paid	30,919	53,208	36,846	199,970	42,662	19,312	46,850	11,452	666,362	1,387,002	823,639	1,670,944
(b) Locked-In SuperEasy												
Withdrawal	-	-	-	1,215	-	-	-	-	-	495	-	1,710
Total benefits paid	-	-	-	1,215	-	-	-	-	-	495	-	1,710
7. GAINS/(LOSSES) AT FAIR VALUE THROUGH PROFIT AND LOSS												
AMP Superannuation Funds	46,699	(14,757)	51,941	(43,780)	3,888	(384)	2,406	(348)	1,266,143	(522,958)	1,371,077	(582,227)
ASB Superannuation Master Trust	112,891	(104,040)	294,669	(258,690)	71,201	(18,512)	86,403	(430)	1,423,231	(606,386)	1,988,395	(988,058)
ING (NZ) Ltd Superannuation Investment Scheme	-	-	-	13,286	-	-	-	-	-	-	-	13,286
Tower Investment Linked Superannuation Fund	-	-	-	4,164	-	-	-	-	-	-	-	4,164
Gains/(Losses) on Financial Assets at Fair Value Through Profit & Loss	159,590	(118,797)	346,610	(285,020)	75,089	(18,896)	88,809	(778)	2,689,374	(1,129,344)	3,359,472	(1,552,835)
8. RECONCILIATION OF NET CASH FLOWS FROM OPERATING ACTIVITIES TO INCREASE/(DECREASE) IN NET ASSETS												
Increase/(decrease) in net assets	613,939	(13,914)	2,108,679	(454,032)	868,176	(67,450)	1,768,614	267,431	6,885,905	284,203	12,245,313	16,238
Less non cash and investing items:												
Changes in fair value of financial assets through profit and loss after investment expenses	(157,751)	119,597	(342,924)	287,467	(74,133)	19,222	(86,815)	930	(2,643,640)	1,171,399	(3,305,263)	1,598,615

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2010 (CONTINUED)

	Growth Fund		Balanced Fund		Income Fund		Conservative Fund		Automatic Fund		TOTAL	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Movements in other working capital items:												
(Increase)/decrease in other receivables	-	13	-	9	-	6	-	-	(67)	132	(67)	160
(Decrease)/increase in other payables	(16)	49	(293)	215	(22)	(24)	45	1,075	(2,107)	(13,910)	(2,393)	(12,595)
Increase in PIE tax payable	1,519	5,388	17,876	8,465	6,620	3,518	12,094	2,288	188,256	50,703	226,365	70,362
Net cash flows from operating activities	457,691	111,133	1,783,338	(157,876)	800,641	(44,728)	1,693,938	271,724	4,428,347	1,492,527	9,163,955	1,672,780

9. INCOME TAX

The Scheme, including Locked-In SuperEasy Scheme, registered as a portfolio investment entity (PIE) effective from 1 October 2007 so as to maximise the benefits of the Act for its members.

The Scheme pays tax on members' behalf as follows:

- Investment income is taxed at the member's marginal tax rate of either 19.5% or a maximum rate of 30%;
- Capital gains on New Zealand and certain listed Australian shares are exempt from tax; and
- Any distributions received from the Scheme are not subject to tax.

Each Scheme calculates and pays tax on members' behalf at the members' Prescribed Investor Rate (PIR), either 19.5% or 30%.

Changes in net assets before tax and membership activities	158,621	(119,628)	343,662	(288,943)	75,436	(18,862)	89,083	(326)	2,646,912	(1,165,606)	3,313,714	(1,593,365)
<i>Less Permanent differences:</i>												
Non taxable income	126,578	(153,362)	230,243	(336,171)	35,164	(29,919)	28,559	(9,886)	1,614,489	(1,709,473)	2,035,033	(2,238,811)
Taxable income	32,043	33,734	113,419	47,228	40,272	11,057	60,524	9,560	1,032,423	543,867	1,278,681	645,446
Tax thereon at members PIR	9,448	10,562	32,706	13,700	12,038	3,027	17,557	2,721	302,218	160,441	373,967	190,451
Tax effect of allocated PIE credits	(1,632)	(4,624)	(4,331)	(2,835)	(1,535)	599	(1,800)	(117)	(32,559)	(36,212)	(41,857)	(43,189)
Prior year adjustments	257	-	(28)	-	(7)	-	(93)	-	(55)	-	74	-
Total tax expense	8,073	5,938	28,347	10,865	10,496	3,626	15,664	2,604	269,604	124,229	332,184	147,262
Current Tax												
Opening balance	5,820	433	9,771	1,310	3,344	(174)	2,289	-	72,662	21,957	93,886	23,526
Tax refund	-	264	-	(416)	-	174	-	-	-	15,233	-	15,255
PIE Tax refund/(paid) in respect of prior year	(5,820)	(697)	(9,771)	(894)	(3,344)	-	(2,289)	-	(72,662)	(35,859)	(93,886)	(37,450)
PIE tax in respect of current year	8,073	5,938	28,347	10,865	10,496	3,626	15,664	2,604	269,604	124,229	332,184	147,263
PIE Tax Expense Paid on Members Behalf	(123)	(118)	(310)	(1,094)	(87)	(282)	(555)	(315)	(6,306)	(52,898)	(7,381)	(54,707)
Prior period Adjustment	(257)	-	28	-	7	-	93	-	55	-	(74)	-
Withholding tax paid	(355)	-	(419)	-	(452)	-	(820)	-	(2,434)	-	(4,480)	-
PIE Tax Payable	7,338	5,820	27,646	9,771	9,964	3,344	14,382	2,289	260,919	72,662	320,249	93,886

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2010 (CONTINUED)

10. RESERVE ACCOUNT

Pursuant to the Trust Deed, the Trustee shall establish a Reserve Account which shall be credited with the following:-

- i. any amount not paid to a member upon ceasing employment with the Employer;
- ii. any part of an Employer's Account Balance remaining after the Benefit has been paid in respect of a Member who has ceased to be an Employee or ceased to be a Member;
- iii. any unclaimed benefit;
- iv. the Reserve Account's share of the Scheme's profit or loss;
- v. any credits in respect of taxation allocated by the Scheme's investment manager and not otherwise allocated to members' accounts.

The Trustee may, at its discretion, apply any part or the whole of the Reserve Account to:-

- i. meeting all or part of the contributions of all Members associated with the Participating Employer on an equitable basis determined by the Trustee;
- ii. meeting all or part of the Participating Employer's contributions to the Scheme;
- iii. increasing the Employer's Account in respect of all Members associated with the Participating Employer on an equitable basis determined by the Trustee;
- iv. providing personal Benefits for Members associated with the Participating Employer or their Dependants in cases of hardship;
- v. the paying of Trustee's remuneration and the Scheme's outgoings;
- vi. in such other manner as is permitted from time to time under the Trust Deed.

11. FINANCIAL INSTRUMENTS

The Scheme is involved with a number of financial instruments in the course of its normal investing activities. Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which revenues and expenses are recognised, in respect of each class of financial asset and financial liability are disclosed in the accounting policies.

The Trustee has established the investment portfolio objectives and target asset allocations. Performance against these targets is reviewed regularly by the Trustee and asset reallocations undertaken as required.

Fair Value

The carrying amount of financial assets and financial liabilities recorded in the financial statements represents their respective fair values, determined in accordance with the Scheme's accounting policies.

Liquidity Risk

All financial assets at fair value through profit and loss can be realised within 12 months. Other than the liability for accrued benefits, there are no significant financial liabilities. The Scheme's investments are managed to ensure the Scheme will have sufficient liquidity to meet expected cash flow requirements.

Credit Risk

Financial instruments which potentially expose the Scheme to credit risk consist of cash and cash equivalents, fixed interest securities and receivables and, indirectly, investments in unitised products which invest in cash and fixed interest investments. The Scheme does not require collateral or other security to support instruments with credit risk and as such, no collateral exists for any of the investments held by the Scheme. The maximum credit exposure is the carrying amount of the individual investments. All investments entered into are required to meet the credit rating parameters as set forth by the Trustee.

The significant counterparties of the Scheme are its investment managers AMP Capital Investors (New Zealand Ltd), ASB Group Investment Limited. The investments are held in trust by the investment managers for the benefit of the Scheme. The managers maintain diversified investment portfolios in accordance with the portfolio mix adopted by the Trustee. There are no specific industry related concentrations of credit risk.

Currency Risk

The Scheme is indirectly exposed to currency risk in that future currency movements will affect the valuation of investments in unitised products which invest in foreign currency denominated investments.

Each of the five Funds may include investments in Australasian Shares, Global Shares, Global Fixed Interest and Global Property Shares asset classes. To reduce the impact of currency movements, the Fund Managers may currency hedge to New Zealand dollars from time to time in respect of the international investments.

The Scheme has no exposure to currency risk in respect of directly held investments denominated in a foreign currency.

Risk management activities are undertaken by the Scheme's investment managers to operate within the guidelines provided by the Trustee.

Interest Rate Risk

The Scheme is exposed to interest rate risk in that future interest rate movements will affect cash flows and fair values of fixed interest assets and, indirectly, the valuation of investments in unitised products which invest in cash and fixed interest investments.

As at balance date the Scheme's direct exposure to interest rate risk was in respect of the cash and cash equivalent balances of each Fund. The average interest rate for the year was 2.48% (2009: 4.04%)

Interest rate risk management activities are undertaken by the investment manager in accordance with the investment mandate set by the Trustee.

12. COMMITMENTS AND CONTINGENT LIABILITIES

There were no commitments or contingent liabilities outstanding as at 31 March 2010. (2009: Nil).

13. RELATED PARTIES

New Zealand Local Government Insurance Corporation Limited, trading as Civic Assurance, has been appointed the administration and investment manager of the Scheme by the Scheme's Trustee, Local Government Superannuation Trustee Limited. Civic Assurance is the parent entity of Local Government Superannuation Trustee Limited.

The Scheme holds no investments in any of the employer companies or any of its related parties. During the period the Scheme paid administration (including audit fees) and investment management fees to Civic Assurance of \$64,194 (2009: \$23,218).

14. EVENTS AFTER BALANCE DATE

There have been no material events after balance date that require adjustment to or disclosure in the financial statements. (2009: Nil).

TO THE MEMBERS OF THE LOCAL GOVERNMENT SUPERANNUATION SCHEME – SUPEREASY

The Auditor-General is the auditor of the Local Government Superannuation Scheme – SuperEasy (the ‘Scheme’). The Auditor-General has appointed me, Michael Wilkes, using the staff and resources of Deloitte, to carry out the audit of the financial statements of the Scheme, on her behalf, for the year ended 31 March 2010.

UNQUALIFIED OPINION

In our opinion the financial statements of the Scheme on pages 6 to 14:

- comply with generally accepted accounting practice in New Zealand;
- comply with International Financial Reporting Standards; and
- give a true and fair view of:
 - the Scheme’s financial position as at 31 March 2010; and
 - the results of its operations and cash flows for the year ended on that date.
- Based on our examination the Scheme kept proper accounting records.

The audit was completed on 20 May 2010, and is the date at which our opinion is expressed.

The basis of the opinion is explained below. In addition, we outline the responsibilities of the Trustee and the Auditor, and explain our independence.

BASIS OF OPINION

We carried out the audit in accordance with the Auditor-General’s Auditing Standards, which incorporate the New Zealand Auditing Standards.

We planned and performed the audit to obtain all the information and explanations we considered necessary in order to obtain reasonable assurance that the financial statements did not have material misstatements, whether caused by fraud or error.

Material misstatements are differences or omissions of amounts and disclosures that would affect a reader’s overall understanding of the financial statements. If we had found material misstatements that were not corrected, we would have referred to them in our opinion.

The audit involved performing procedures to test the information presented in the financial statements. We assessed the results of those procedures in forming our opinion.

Audit procedures generally include:

- determining whether significant financial and management controls are working and can be relied on to produce complete and accurate data;
- verifying samples of transactions and account balances;
- performing analyses to identify anomalies in the reported data;
- reviewing significant estimates and judgements made by the Trustee;
- confirming year-end balances;
- determining whether accounting policies are appropriate and consistently applied; and
- determining whether all financial statement disclosures are adequate.

We did not examine every transaction, nor do we guarantee complete accuracy of the financial statements.

We evaluated the overall adequacy of the presentation of information in the financial statements. We obtained all the information and explanations we required to support our opinion above.

RESPONSIBILITIES OF THE TRUSTEE AND THE AUDITOR

The Trustee is responsible for preparing the financial statements in accordance with generally accepted accounting practice in New Zealand. The financial statements must give a true and fair view of the financial position of the Scheme as at 31 March 2010 and the results of its operations and cash flows for the year ended on that date. The Trustee’s responsibilities arise from section 14 of, and the second schedule to, the Superannuation Schemes Act 1989.

We are responsible for expressing an independent opinion on the financial statements and reporting that opinion to you. This responsibility arises from section 15 of the Public Audit Act 2001.

INDEPENDENCE

When carrying out the audit we followed the independence requirements of the Auditor-General, which incorporate the independence requirements of the New Zealand Institute of Chartered Accountants.

Other than the audit, and taxation compliance services, we have no relationship with or interests in the Scheme.



Michael Wilkes
Deloitte
On behalf of the Auditor-General
Wellington, New Zealand

In accordance with Section 14 of the Superannuation Schemes Act 1989 and its second schedule the Trustee certifies that:

- i. The Statement of Changes in Membership of the Scheme as set out in this report is correct.
- ii. That to the best of its knowledge and belief all contributions required to be made to the Scheme in accordance with the terms of the Trust Deed have been made.
- iii. All the benefits required to be paid from the Scheme in accordance with the terms of the Trust Deed have been paid.
- iv. The market value of the assets of the Scheme at the close of the financial year exceeded the total value of benefits that would have been payable had all members of the Scheme ceased to be members at that date, and had provision been made for the continued payment of all benefits being paid to members and other beneficiaries as at the close of the financial year.
- v. On 25 May 2009 a total replacement Trust Deed was issued, supplemental to a Trust Deed dated 1 June 2005 which established the Local Government Superannuation Scheme and the First Replacement Trust Deed dated 18 May 2007. This replacement Trust Deed consolidates a number of changes to the First Replacement Trust Deed and closes the complying superannuation fund in the LGSS to new members. It also includes a name change of KiwiSaver SuperEasy Superannuation Scheme to SuperEasy KiwiSaver Superannuation Scheme.

The Trustee, after due inquiry, is of the opinion that:-

- 1) the value of the Scheme's assets relative to its liabilities (including contingent liabilities) and
- 2) the ability of the Scheme to pay its debts as they become due in the normal course of business have not been materially or adversely changed since the end of the financial year.

Signed for and on behalf of the Trustee on 20 May 2010:





INFORMATION

The New Zealand Local Government Insurance Corporation Limited (trading as Civic Assurance) is the administration and investment manager of the Scheme, with supporting assistance from Melville Jessup Weaver.

The Scheme's auditor is:

Deloitte on *behalf of the Office of the Auditor General*
Deloitte House, 10 Brandon St
PO Box 1990, Wellington 6140

The Trustee of the Scheme is:

Local Government Superannuation Trustee Limited

The Scheme's Solicitor is:

Burrowes & Co, Barrister & Solicitor
Level 2, Perpetual Trustee House
111 Customhouse Quay
PO Box 24515, Wellington 6142

The Scheme's Actuary is:

Melville Jessup Weaver
AMP Chambers, 187 Featherston Street
PO Box 3109, Wellington 6140

The Investment Managers of the Scheme are:

AMP Capital Investors (New Zealand) Limited
Level 14, 171 Featherston Street,
PO Box 3764, Wellington 6140

ASB Group Investments Limited
Level 1, 67-73 Hurstmere Rd,
Private Bag 93518
Takapuna, Auckland 0740

The address for correspondence is:

Mr Roger Gyles, Scheme Secretary
Local Government Superannuation
Trustee Limited
PO Box 5521, Wellington 6145
Phone (04) 978 1255

The Directors of the Trustee are:

Basil J MORRISON (Chairman), Consultant,
appointed by Civic Assurance

Darryl C GRIFFIN, Company Director,
appointed by Civic Assurance

Rob R GALLAGHER, Engineer,
appointed by NZ Council of Trade Unions

Cynthia M BOWERS, Company Director,
appointed by Local Government New Zealand

Rod J TITCOMBE, Chief Executive,
appointed by Society of Local Government Managers

Ian M BUCHANAN, Company Chairman,
appointed by Local Government New Zealand

There has been no change of Trustee during the period under review.

