Investments Held as at 28 February 2025

File No: X020701

Summary

This report provides details of the City's investment portfolio and performance to 28 February 2025.

The City's total Investment and Cash position was $761.9M at 28 February 2025, with investments earning interest of $2.8M for the month.

Annual CPI inflation was 2.4% in the December quarter, down from 2.8% in the September quarter. This is the lowest annual inflation rate since the March 2021 quarter. Inflation has decreased more quickly than the Reserve Bank of Australia's *("RBA")* earlier forecasts, with core inflation currently at an annual rate that aligns with the RBA's target range of 2-3%. While global factors explain much of the variation in inflation, domestic factors also continue to play a role. Although inflation risks seem more balanced, RBA remains cautious about further rate cuts, cautioning against premature easing with the timing of any further reductions uncertain. Widespread upward pressures on prices remain in the economy due to strong demand, a tight labour market and capacity constraints in some sectors of the economy.

The RBA board lowered the cash rate by 25 basis points, to 4.10% on 18 February 2025. Returning inflation to 2-3% target range within a reasonable time frame has always remained the RBA's target..

Majority of banks have predicted at least three more 25 basis point rate cuts in 2025 provided that the declining inflation trend continues. The financial institutions have reduced medium term deposit rates since the rate cut by the RBA in February 2025.

The City's cash and investments portfolio includes restricted funds in both internal ($236.5M) and external ($89.9M) cash reserves, to satisfy the City's legislative responsibilities and to set aside specific amounts for major initiatives within the Community Strategic Plan Delivering Sustainable Sydney 2030-2050 Continuing the Vision. Key commitments within the City's Long Term Financial Plan include public domain works in the CBD, infrastructure and community facilities in the Green Square urban renewal area and commercial property and open space acquisitions. The balance of investment funds represents working capital and funding required for the City's operating and capital expenditure commitments.

The City achieved an annualised monthly return of 4.98% for February, which remains above the 30-Day Bank Bill Rate (BBR) of 4.16%, the latest AusBond Monthly Bank Bill Index of 4.08% and the enhanced benchmark of 4.61% (BBR + 0.45%).

Since 2015, the City has utilised an additional strategic benchmark rate to measure its investment performance by exceeding the 30 day benchmark returns, by at least 45 additional basis points (0.45% p.a.). The 45 basis point increase is based on observed historical average increased credit spreads (or margins) over bank bill rates on offer in relation to 30–90 day investments.

The City's annual rolling return of 4.99% continues to exceed the 12 month average 30 Day Bank Bill Rate of 4.29 %, the latest AusBond 12 Month Average Bank Bill Index of 4.49% and the enhanced benchmark of 4.74% (BBR + 0.45%). The benchmarks were endorsed in the revised Investment Strategy approved by Council in November 2024.

It is worth noting that Council's investment opportunities are constrained by a combination of legislation, regulation and any directions and guidelines issued by the Minister for the Office of Local Government. These guidelines were developed, in large part, as a response to the Global Financial Crisis and its impact on the local government sector's investments. They effectively limit the City's investment profile to something similar to a cash managed fund, which generally produce lower returns but provide a high level of security. The City's returns from the investment portfolio remain in line with cash managed funds in the market.

This report includes graphs demonstrating that the City's liquidity profile continues to satisfy the requirements of the Policy, and charts that identify the distribution of the City's portfolio across credit ratings, investment product types and financial institutions. Charts depicting the City's portfolio returns over and above both the 90-day Bloomberg AusBond and 30-day Bank Bill Rate benchmarks have also been included to provide further insight into the City's total investment portfolio performance.

The structure of the City's investment portfolio continues to reflect the conservative approach outlined in the Investment Policy and Strategy, which remains appropriate for the current global and domestic economic conditions. The Policy and Strategy also maintain the City's commitment to sustainable investments where returns and risks are equivalent, under the environmentally and socially responsible investment criteria

Recommendation

It is resolved that the Investment Report as at 28 February 2025 be received and noted.

Attachments

Attachment A. Register of Investments and Cash as at 28 February 2025.

Attachment B. Investment Performance as at 28 February 2025.

Background

1. In accordance with the principles of sound financial management, cash that is surplus to the City's immediate requirements is invested within acceptable risk parameters to optimise interest income while ensuring the security of these funds.

2. Surplus cash is only invested in authorized investments that comply with governing legislation and the City's Investment Policy and Strategy. The benchmark performance goal of the City's Investment Policy and Strategy is to surpass the 30 Days Bank Bill Rate (BBR) by 45 basis points while performance also continues to be measured against the Bloomberg AusBond Bank Bill Index.

3. The City's total Investment and Cash position as at 28 February 2025 was $761.9M, an increase of $50.1M from 31 January 2025. The monthly movement reflects operating income, most of which was received from the third instalment of rates receipts, in excess of capital works expenditure and other operational payments for the period and is consistent with historical seasonal trends. A schedule detailing all of the City's investments as at the end of February 2025 is provided at Attachment A.

4. A substantial portion of the City's cash and investments portfolio is held as internally restricted ($236.5M) or externally restricted ($89.9M) cash reserves, to satisfy the City's legislative responsibilities and to set aside specific funds for major initiatives within the Community Strategic Plan Delivering Sustainable Sydney 2030-2050 Continuing the Vision.

5. Key commitments within the City's Long Term Financial Plan include public domain works in the CBD, infrastructure and community facilities in the Green Square urban renewal area and the acquisition of commercial property and open space. The balance of investment funds represents working capital and funding required for the City's operating and other capital expenditure commitments.

6. The City achieved an annualised monthly return of 4.98% for February which remains above the 30-Day Bank Bill Rate (BBR) of 4.16%, the latest AusBond Bank Bill Index of 4.08 % and the enhanced benchmark of 4.61% (BBR + 0.45%).

7. Since 2015, the City has utilised an additional strategic benchmark rate to measure its investment performance by exceeding the 30 day benchmark returns, by at least 45 additional basis points (0.45% p.a.). The 45 basis point increase is based on observed historical average increased credit spreads (or margins) over bank bill rates on offer in relation to 30 to 90 day investments.

8. The City's annual rolling return of 4.99% continues to exceed the 12 month average 30 Day Bank Bill Rate of 4.29%, the latest AusBond Bank Bill Index of 4.49% and the enhanced benchmark of 4.74% (BBR + 0.45%). The benchmarks were endorsed in the revised Investment Strategy approved by Council in November 2024.

9. The City aims to achieve returns equal to or above these benchmark rates for the period. However, this achievement remains secondary to the critical strategies of maintaining a prudent and conservative risk profile and ensuring adequate liquidity for operational purposes.

10. It is worth noting Council's investment opportunities are constrained by a combination of legislation, regulation and any directions and guidelines issued by the Minister or the Office of Local Government. These guidelines were developed, in large part, as a response to the Global Financial Crisis and its impact on the local government sectors investments. They effectively limit the City's investment profile to something similar to a cash managed fund, which produces lower returns but provides a high level of security.

11. Annual CPI inflation was 2.4% in the December quarter, down from 2.8% in the September quarter. This is the lowest annual inflation rate since the March 2021 quarter. The RBA's preferred inflation measure, the 'trimmed mean', is at 3.2%. The trimmed mean is the measure of inflation after excluding the largest price changes and focusing on the weighted average of the middle 70% of items with the basket of goods used. While global factors explain much of the variation in inflation, domestic factors also continue to play a role. Widespread upward pressures on prices remain in the economy due to strong demand, a tight labour market and capacity constraints in some sectors of the economy.

12. The RBA board has lowered the cash rate by 25 basis points, to 4.10% on 18 February 2025. Returning inflation to 2-3% target range within a reasonable time frame has always remained RBA's highest priority. RBA will continue to base its decisions on data and an ongoing evaluation of risks. It closely monitors global economic and financial market developments, domestic demand trends, and the outlook for inflation and the labour market.

13. Majority of banks has predicted at least three more 25 basis point rate cuts in 2025 to the current cash rate of 4.10%, provided that the declining inflation trend continues. The financial institutions have reduced medium term deposit rates since the rate cuts by the RBA in February 2025.

14. The report includes graphs depicting the City's portfolio returns over and above both the 90-day Bloomberg AusBond, and 30-day Bank Bill Rate benchmarks, to provide further insight into the City's total investment portfolio performance.

15. The structure of the City's investment portfolio continues to reflect the conservative approach outlined in the Investment Policy and Strategy which was last revised and approved by Council in December 2024 remains appropriate for the current global and domestic economic conditions

Key Implications

Strategic Alignment - Sustainable Sydney 2030-2050 Continuing the Vision

16. The City's investments accord with all legislative and policy requirements, as detailed below, and aim to achieve returns above minimum benchmark rates.

Risks

17. This investment approach is within the City's risk appetite, which states:

    - The City has a responsibility to ensure that it has sufficient resources in the short, medium and long term to provide the levels of service that are both affordable and considered appropriate by the community.

    - We maintain a cautious appetite to financial risks, aiming to minimise the likelihood and impact of significant financial losses.

    - We prioritise the protection of our financial resources and our long-term financial sustainability. We strive to ensure that our financial decisions are well informed, based on sound financial analysis and are aligned with our strategic objectives

Financial Implications

18. The City's investments earned interest of $2.8M for the month of February 2025, well in line with the monthly budgeted earnings of $2.8M. The interest income forecast for the 2024/25 financial year is $38.0M.

Relevant Legislation

19. Council is authorised to invest its surplus cash under section 625 of the Local Government Act 1993

20. The Local Government (General) Regulation 2021 (section 212) requires the City to provide a written monthly report of all monies invested, under section 625 of the Act.

21. The Investment Policy and Strategy was last revised in November 2024, maintaining Council's commitment to give preference to sustainable investments where returns and risks are equivalent to other investments.

22. The City's investments accord with the Minister's Investment Order, the Office of Local Government's Investment Policy Guidelines, and the City's own Investment Policy and Strategy as adopted by Council on 25 November 2024.

Critical Dates / Time Frames

23. A monthly investment report must be submitted for Council's information and review within the following month

Public Consultation

24. Consultation is regularly undertaken with a number of financial institutions and investment advisers to consider options and ensure the City continues to maximise its investment return within appropriate legislative and risk parameters.

25. City staff meet regularly with representatives of the 'Big 4' banks and NSW TCorp. At these meetings City staff actively advocate for Socially Responsible Investment (SRI) opportunities.

26. The banks acknowledge the appetite in the market for these products and they continue to investigate the development of suitable products, however it has been challenging to match the level of funds to available Socially Responsible Investment opportunities that meet the credit risk and maturity profile requirements of the City.

27. As noted in previous Investment Reports, Westpac were able to bring a Green Tailored Deposit product to market, which delivers a comparable return while achieving the City's preferred outcomes. The City currently holds $65.0M in thirteen tranches with this Green Tailored deposit.

28. The City currently holds $5.0M in a sustainability bond/FRN with Bank Australia due to mature on 24 November 2025 and an additional $4.5M, invested in February 2023 and due to mature on 22 February 2027. This is based on an investment framework that is in line with the 2021 versions of the ICMA Green Bond Principles (GBP), Social Bond Principles (SBP) and Sustainability Bond Guidelines (SBG). This Socially Responsible investment opportunity meets both the credit risk and maturity profile requirements of the City

JEAN-MICHEL CARRIERE

Executive Director Finance and Procurement

Attachment A

Register of Investments and Cash
as at 28 February 2025

Register of Investments and Cash for February 2025 period

Institution	Rating	Face Value $	Amortised Value $	Monthly Net Returns	Monthly Net Return Annualised	Net Returns Rolling 12 Months	Maturity Date	Investment Date	Term (months)
Call Account & General Fund									
Westpac Bank- General Fund (Interest bearing)	AA-	74,685,080.24	74,685,080.24	0.37%	4.45%	4.20%	1-Mar-25	28-Feb-25	0
Commonwealth Bank	AA-	15,534,645.93	15,534,645.93	0.36%	4.35%	4.15%	1-Mar-25	28-Feb-25	0
Total		**90,219,726.17**	**90,219,726.17**	**0.37%**	**4.43%**	**4.19%**			
Term Deposits (TD)									
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.42%	5.08%	5.08%	4-Mar-25	26-Feb-24	12
Suncorp Bank	A+	5,000,000.00	5,000,000.00	0.43%	5.16%	5.16%	7-Mar-25	6-Feb-24	13
Bank of Queensland	A-	5,000,000.00	5,000,000.00	0.41%	4.96%	4.96%	11-Mar-25	6-Sep-24	6
Suncorp Bank	A+	5,000,000.00	5,000,000.00	0.43%	5.16%	5.16%	11-Mar-25	6-Feb-24	13
Suncorp Bank	A+	5,000,000.00	5,000,000.00	0.43%	5.13%	5.13%	14-Mar-25	7-Feb-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.43%	5.15%	5.15%	18-Mar-25	14-Feb-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.43%	5.15%	5.15%	21-Mar-25	14-Feb-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.43%	5.15%	5.15%	25-Mar-25	15-Feb-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.44%	5.29%	5.29%	28-Mar-25	3-May-24	11
ING Bank	A+	5,000,000.00	5,000,000.00	0.43%	5.19%	5.19%	28-Mar-25	19-Feb-24	13
ING Bank	A+	5,000,000.00	5,000,000.00	0.43%	5.19%	5.19%	1-Apr-25	19-Feb-24	13
ING Bank	A+	5,000,000.00	5,000,000.00	0.43%	5.19%	5.19%	4-Apr-25	20-Feb-24	13
Bank of Queensland	A-	5,000,000.00	5,000,000.00	0.42%	5.05%	5.05%	22-Apr-25	30-Sep-24	7
ING Bank	A+	5,000,000.00	5,000,000.00	0.43%	5.18%	5.18%	22-Apr-25	22-Feb-24	14
Bank of Queensland	A-	5,000,000.00	5,000,000.00	0.42%	5.05%	5.05%	20-May-25	8-Apr-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.42%	5.06%	5.06%	23-May-25	9-Apr-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.44%	5.25%	5.25%	27-May-25	15-May-24	12
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.44%	5.31%	5.31%	6-Jun-25	3-May-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.44%	5.25%	5.25%	10-Jun-25	15-May-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.44%	5.22%	5.22%	13-Jun-25	16-May-24	13
Northern Territory Treasury Corporation- Fixed Rate Bond- Annual	AA	5,000,000.00	5,000,000.00	0.08%	0.90%	0.90%	15-Jun-25	9-Feb-21	52
Northern Territory Treasury Corporation- Fixed Rate Bond- Annual	AA	5,000,000.00	5,000,000.00	0.08%	0.90%	0.90%	15-Jun-25	5-Feb-21	52
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.44%	5.22%	5.22%	17-Jun-25	16-May-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.43%	5.19%	5.19%	20-Jun-25	20-May-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.44%	5.28%	5.28%	24-Jun-25	31-May-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.44%	5.28%	5.28%	27-Jun-25	31-May-24	13
Suncorp Bank	A+	5,000,000.00	5,000,000.00	0.44%	5.25%	5.25%	1-Jul-25	3-Jun-24	13
Suncorp Bank	A+	5,000,000.00	5,000,000.00	0.44%	5.25%	5.25%	4-Jul-25	3-Jun-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.43%	5.20%	5.20%	8-Jul-25	6-Jun-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.44%	5.23%	5.23%	11-Jul-25	12-Jun-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.45%	5.45%	5.45%	15-Jul-25	1-Jul-24	12
Bank of Queensland	A-	5,000,000.00	5,000,000.00	0.41%	4.90%	4.90%	18-Jul-25	16-Sep-24	10
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.46%	5.46%	5.46%	18-Jul-25	2-Jul-24	12
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.45%	5.44%	5.44%	22-Jul-25	3-Jul-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.45%	5.44%	5.44%	25-Jul-25	3-Jul-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.45%	5.44%	5.44%	1-Aug-25	4-Jul-24	13
Westpac Banking Corporation	AA-	5,000,000.00	5,000,000.00	0.45%	5.38%	5.38%	5-Aug-25	5-Jul-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.45%	5.39%	5.39%	8-Aug-25	10-Jul-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.45%	5.44%	5.44%	12-Aug-25	12-Jul-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.45%	5.40%	5.40%	15-Aug-25	24-Jul-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.44%	5.30%	5.30%	19-Aug-25	29-Jul-24	13
ING Bank	A+	5,000,000.00	5,000,000.00	0.42%	5.07%	5.07%	22-Aug-25	2-Aug-24	13
ING Bank	A+	4,000,000.00	4,000,000.00	0.41%	4.93%	4.93%	26-Aug-25	4-Sep-24	12
ING Bank	A+	5,000,000.00	5,000,000.00	0.41%	4.95%	4.95%	2-Sep-25	6-Aug-24	13
ING Bank	A+	5,000,000.00	5,000,000.00	0.41%	4.95%	4.95%	5-Sep-25	6-Aug-24	13
ING Bank	A+	5,000,000.00	5,000,000.00	0.42%	5.00%	5.00%	23-Sep-25	13-Aug-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.41%	4.90%	4.90%	26-Sep-25	6-Sep-24	13
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.41%	4.97%	4.97%	7-Oct-25	9-Oct-24	12
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.40%	4.80%	4.80%	14-Oct-25	23-Aug-24	14
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.41%	4.90%	4.90%	21-Oct-25	29-Aug-24	14
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.41%	4.90%	4.90%	24-Oct-25	29-Aug-24	14
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.41%	4.90%	4.90%	28-Oct-25	30-Aug-24	14
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.41%	4.90%	4.90%	31-Oct-25	30-Aug-24	14
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.41%	4.91%	4.91%	11-Nov-25	2-Sep-24	14
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.41%	4.92%	4.92%	18-Nov-25	3-Sep-24	14
National Australia Bank	AA-	5,000,000.00	5,000,000.00	0.41%	4.92%	4.92%	21-Nov-25	3-Sep-24	15
Bank of Queensland	A-	5,000,000.00	5,000,000.00	0.39%	4.70%	4.70%	25-Nov-25	17-Sep-24	14
Suncorp Bank	A+	5,000,000.00	5,000,000.00	0.42%	5.00%	5.00%	2-Dec-25	19-Dec-24	11
Suncorp Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.76%	4.76%	6-Jan-26	31-Jan-25	11
Suncorp Bank	A+	5,000,000.00	5,000,000.00	0.41%	4.96%	4.96%	9-Jan-26	22-Jan-25	12
ING Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.75%	4.75%	13-Jan-26	3-Feb-25	11
Suncorp Bank	A+	5,000,000.00	5,000,000.00	0.41%	4.96%	4.96%	16-Jan-26	22-Jan-25	12
Suncorp Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.75%	4.75%	20-Jan-26	3-Feb-25	12
ING Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.75%	4.75%	23-Jan-26	4-Feb-25	12
ING Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.75%	4.75%	27-Jan-26	5-Feb-25	12
Bank of Queensland	A-	5,000,000.00	5,000,000.00	0.39%	4.63%	4.63%	20-Feb-26	28-Feb-25	12
Bank of Queensland	A-	5,000,000.00	5,000,000.00	0.39%	4.63%	4.63%	27-Feb-26	27-Feb-25	12
ING Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.81%	4.81%	6-Mar-26	19-Feb-25	12
ING Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.81%	4.81%	10-Mar-26	18-Feb-25	13
ING Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.81%	4.81%	13-Mar-26	17-Feb-25	13
ING Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.81%	4.81%	17-Mar-26	17-Feb-25	13
ING Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.81%	4.81%	20-Mar-26	20-Feb-25	13
ING Bank	A+	5,000,000.00	5,000,000.00	0.40%	4.80%	4.80%	24-Mar-26	25-Feb-25	13
ING Bank	A+	5,000,000.00	5,000,000.00	0.41%	4.96%	4.96%	24-Mar-26	27-Mar-24	24
Bank of Queensland	A-	5,000,000.00	5,000,000.00	0.39%	4.63%	4.63%	27-Mar-26	26-Feb-25	13
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.44%	5.26%	5.23%	9-Sep-25	7-Aug-24	13
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.45%	5.35%	5.27%	12-Sep-25	7-Aug-24	13
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.44%	5.25%	5.23%	16-Sep-25	8-Aug-24	13
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.44%	5.25%	5.24%	19-Sep-25	12-Aug-24	13
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.44%	5.22%	5.22%	26-Sep-25	13-Aug-24	13
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.44%	5.23%	5.23%	30-Sep-25	16-Aug-24	13
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.43%	5.19%	5.20%	3-Oct-25	20-Aug-24	13
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.43%	5.18%	5.19%	7-Oct-25	21-Aug-24	14
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.43%	5.16%	5.19%	10-Oct-25	22-Aug-24	14
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.41%	4.92%	5.17%	4-Nov-25	30-Aug-24	14
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.41%	4.92%	5.17%	7-Nov-25	30-Aug-24	14
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.42%	5.00%	5.18%	14-Nov-25	2-Sep-24	14
Westpac Banking Corporation - Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.41%	4.93%	5.17%	25-Nov-25	1-Oct-24	14
Westpac Banking Corporation (0.71% Fixed 2 years & 90 days BBSW + 50 points)	AA-	5,000,000.00	5,000,000.00	0.41%	4.93%	4.93%	18-Jun-26	18-Jun-21	60

Register of Investments and Cash for February 2025 period

Institution	Rating	Face Value $	Amortised Value $	Monthly Net Returns	Monthly Net Return Annualised	Net Returns Rolling 12 Months	Maturity Date	Investment Date	Term (months)
Term Deposits (TD) 'Green Tailored Deposits'									
Westpac Banking Corporation - Green Tailored Deposit - (90 days BBSW + 85 points)	AA-	5,000,000.00	5,000,000.00	0.42%	4.98%	5.18%	8-Apr-25	21-Feb-24	14
Westpac Banking Corporation - Green Tailored Deposit - (90 days BBSW + 85 points)	AA-	5,000,000.00	5,000,000.00	0.42%	4.98%	5.18%	11-Apr-25	21-Feb-24	14
Westpac Banking Corporation - Green Tailored Deposit - (90 days BBSW + 85 points)	AA-	5,000,000.00	5,000,000.00	0.43%	5.20%	5.23%	15-Apr-25	22-Feb-24	14
Westpac Banking Corporation - Green Tailored Deposit - (90 days BBSW + 85 points)	AA-	5,000,000.00	5,000,000.00	0.41%	4.97%	5.18%	17-Apr-25	27-Feb-24	14
Westpac Banking Corporation - Green Tailored Deposit - (90 days BBSW + 85 points)	AA-	5,000,000.00	5,000,000.00	0.42%	4.99%	5.18%	29-Apr-25	23-Feb-24	14
Westpac Banking Corporation - Green Tailored Deposit - (90 days BBSW + 85 points)	AA-	5,000,000.00	5,000,000.00	0.42%	5.07%	5.25%	2-May-25	4-Mar-24	14
Westpac Banking Corporation - Green Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.44%	5.25%	5.23%	6-May-25	5-Mar-24	14
Westpac Banking Corporation - Green Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.44%	5.23%	5.22%	9-May-25	6-Mar-24	14
Westpac Banking Corporation - Green Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.43%	5.21%	5.20%	13-May-25	2-Apr-24	13
Westpac Banking Corporation - Green Tailored Deposit - (90 days BBSW + 80 points)	AA-	5,000,000.00	5,000,000.00	0.43%	5.21%	5.20%	16-May-25	2-Apr-24	13
Westpac Banking Corporation - Green Tailored Deposit - (Annual Interest)	AA-	5,000,000.00	5,000,000.00	0.43%	5.10%	5.10%	30-May-25	15-Apr-24	13
Westpac Banking Corporation - Green Tailored Deposit - (Annual Interest)	AA-	5,000,000.00	5,000,000.00	0.43%	5.13%	5.13%	3-Jun-25	16-Apr-24	14
Westpac Banking Corporation - Green Tailored Deposit -(4.98% fixed 1 year & 3 months BBSW +78 bps 2 years)	AA-	5,000,000.00	5,000,000.00	0.42%	4.98%	4.98%	2-Apr-27	3-Apr-24	36
Total		**509,000,000.00**	**509,000,000.00**	**0.42%**	**4.99%**	**5.01%**			
Floating Rate Notes (FRN)									
Suncorp Bank (90 days BBSW + 112 points)	A+	1,500,000.00	1,500,000.00	0.45%	5.44%	5.53%	24-Apr-25	27-Apr-20	60
Suncorp Bank (90 days BBSW + 83 points) - Covered Bond	A+	2,200,000.00	2,200,000.00	0.43%	5.17%	5.23%	17-Oct-25	17-Oct-22	36
Great Southern Bank (3months BBSW + 158 points)	BBB+	4,000,000.00	4,000,000.00	0.50%	6.04%	6.00%	1-Dec-25	1-Dec-22	36
Macquarie Bank (3 months BBSW + 48 points)	A+	5,000,000.00	5,000,000.00	0.41%	4.94%	4.91%	9-Dec-25	9-Dec-20	60
Suncorp Bank (90 days BBSW + 45 points)	A+	2,100,000.00	2,100,000.00	0.38%	4.59%	4.79%	24-Feb-26	24-Feb-21	60
Newcastle Greater Mutual Group Ltd (90 days BBSW + 63 points)	BBB+	5,000,000.00	5,000,000.00	0.42%	5.03%	5.05%	4-Mar-26	4-Mar-21	60
Bendigo & Adelaide Bank (90 days BBSW + 125 points)	A-	4,500,000.00	4,500,000.00	0.45%	5.42%	5.61%	15-May-26	15-May-23	36
Suncorp Bank (90 days BBSW + 105 points)	A+	4,000,000.00	4,000,000.00	0.43%	5.22%	5.40%	18-May-26	18-May-23	36
Bendigo & Adelaide Bank (90 days BBSW + 65 points)	A-	5,000,000.00	5,000,000.00	0.42%	5.08%	5.09%	18-Jun-26	18-Jun-21	60
Macquarie Bank (3 months BBSW + 85 points)	A+	4,000,000.00	4,000,000.00	0.44%	5.30%	5.28%	14-Sep-26	14-Sep-23	36
Suncorp Bank (90 days BBSW + 48 points)	A+	3,750,000.00	3,750,000.00	0.41%	4.93%	4.91%	15-Sep-26	15-Sep-21	60
Bank of Queensland (90 days BBSW + 80 points)	BBB+	3,000,000.00	3,000,000.00	0.43%	5.10%	5.21%	27-Oct-26	27-Oct-21	60
Commonwealth Bank (3 month BBSW + 70 points)	AA-	3,250,000.00	3,250,000.00	0.42%	5.04%	5.10%	14-Jan-27	14-Jan-22	60
Westpac Banking Corporation (90 days BBSW + 70 points)	AA-	3,900,000.00	3,900,000.00	0.42%	5.00%	5.10%	25-Jan-27	18-Jan-22	60
Suncorp Bank (90 days BBSW + 78 points)	A+	4,500,000.00	4,500,000.00	0.42%	5.08%	5.18%	25-Jan-27	17-Jan-22	60
Great Southern Bank (3months BBSW + 165 points)	BBB+	2,500,000.00	2,500,000.00	0.49%	5.85%	6.02%	9-Feb-27	9-Feb-23	48
Newcastle Greater Mutual Group Ltd (90 days BBSW + 100 points)	BBB+	2,250,000.00	2,250,000.00	0.43%	5.20%	5.37%	10-Feb-27	3-Feb-22	60
National Australia Bank (90 days BBSW + 72 points)	AA-	4,000,000.00	4,000,000.00	0.40%	4.85%	5.06%	25-Feb-27	25-Feb-22	60
ING Bank- (3 months BBSW + 95 points)	A+	1,500,000.00	1,500,000.00	0.45%	5.39%	5.40%	22-Mar-27	22-Mar-24	36
ANZ Bank (90 day BBSW + 97 points)	AA-	4,000,000.00	4,000,000.00	0.43%	5.18%	5.34%	12-May-27	12-May-22	60
Bendigo and Adelaide Bank (90 days BBSW + 100 points)	A-	2,000,000.00	2,000,000.00	0.43%	5.20%	5.37%	14-May-27	14-May-24	36
Westpac Banking Corporation (90 days BBSW + 105 points)	AA-	4,000,000.00	4,000,000.00	0.43%	5.20%	5.40%	20-May-27	20-May-22	60
Suncorp Bank (3 months BBSW + 110 points)	A+	3,750,000.00	3,750,000.00	0.44%	5.24%	5.44%	24-May-27	24-Nov-23	42
National Australia Bank (3 months BBSW + 73 points)	AA-	4,000,000.00	4,000,000.00	0.42%	5.05%	5.10%	18-Oct-27	18-Oct-24	36
Great Southern Bank (3months BBSW + 103 points)	BBB+	2,400,000.00	2,400,000.00	0.44%	5.25%	5.39%	1-Nov-27	1-Nov-24	36
ANZ Bank (90 days BBSW + 120 points)	AA-	4,000,000.00	4,000,000.00	0.45%	5.43%	5.59%	4-Nov-27	4-Nov-22	60
Westpac Banking Corporation (90 days BBSW + 123 points)	AA-	5,000,000.00	5,000,000.00	0.45%	5.42%	5.59%	11-Nov-27	11-Nov-22	60
National Australia Bank (90 days BBSW + 120 points)	AA-	4,200,000.00	4,200,000.00	0.44%	5.33%	5.54%	25-Nov-27	25-Nov-22	60
Suncorp Bank (3months BBSW + 125points)	A+	2,700,000.00	2,700,000.00	0.47%	5.70%	5.68%	14-Dec-27	14-Dec-22	60
ANZ Bank (90 days BBSW + 106 points)	AA-	4,000,000.00	4,000,000.00	0.46%	5.48%	5.51%	31-Mar-28	31-Mar-23	60
Suncorp Bank (3 months BBSW + 105 points)	A+	3,000,000.00	3,000,000.00	0.45%	5.41%	5.45%	12-Jul-28	12-Jul-23	60
Commonwealth Bank (3 month BBSW + 95 points)	AA-	3,000,000.00	3,000,000.00	0.43%	5.12%	5.30%	17-Aug-28	17-Aug-23	60
ANZ Bank (90 days BBSW + 93 points)	AA-	3,500,000.00	3,500,000.00	0.45%	5.37%	5.36%	11-Sep-28	11-Sep-23	60
Bendigo & Adelaide Bank (90 days BBSW + 96 points)	A-	1,500,000.00	1,500,000.00	0.44%	5.28%	5.32%	24-Oct-28	24-Oct-24	48
National Australia Bank (3 months BBSW + 103 points)	AA-	4,000,000.00	4,000,000.00	0.43%	5.20%	5.38%	16-Nov-28	16-Nov-23	60
Westpac Banking Corporation (3 months BBSW + 100 points)	AA-	4,000,000.00	4,000,000.00	0.45%	5.35%	5.39%	15-Jan-29	15-Jan-24	60
ANZ Bank (90 days BBSW + 96 points)	AA-	3,500,000.00	3,500,000.00	0.43%	5.17%	5.34%	5-Feb-29	5-Feb-24	60
National Australia Bank (3 months BBSW + 90 points)	AA-	3,500,000.00	3,500,000.00	0.45%	5.34%	5.35%	22-Mar-29	22-Mar-24	60
ANZ Bank (90 days BBSW + 86 points)	AA-	4,000,000.00	4,000,000.00	0.44%	5.29%	5.28%	18-Jun-29	18-Jun-24	60
ING Bank (90 days BBSW + 102 points)	A+	4,500,000.00	4,500,000.00	0.43%	5.17%	5.38%	20-Aug-29	20-Aug-24	60
Suncorp Bank (3 months BBSW + 92 points)	A+	4,000,000.00	4,000,000.00	0.45%	5.34%	5.35%	27-Sep-29	27-Sep-24	60
National Australia Bank (3 months BBSW + 82 points)	AA-	2,750,000.00	2,750,000.00	0.42%	5.02%	5.20%	14-Nov-29	14-Nov-24	60
Commonwealth Bank (3 month BBSW + 84 points)	AA-	2,000,000.00	2,000,000.00	0.43%	5.18%	5.18%	9-Jan-30	9-Jan-25	60
Newcastle Permanent Building Society (90 days BBSW + 125 points)	BBB+	4,000,000.00	4,000,000.00	0.46%	5.57%	5.57%	21-Jan-30	21-Jan-25	60
Floating Rate Notes (FRN) 'Green/Climate Bonds/Sustainability Bond'									
Bank Australia - Sustainability Bond (3 months BBSW + 160 points)	BBB+	5,000,000.00	5,000,000.00	0.48%	5.74%	5.94%	24-Nov-25	24-Nov-22	36
Bank Australia - Sustainability Bond (3months BBSW + 155 points)	BBB+	4,500,000.00	4,500,000.00	0.47%	5.69%	5.90%	22-Feb-27	22-Feb-23	48
Total		**162,750,000.00**	**162,750,000.00**	**0.44%**	**5.27%**	**5.37%**			
Total Investments		**761,969,726.17**	**761,969,726.17**	**0.42%**	**4.98%**	**4.99%**			
Benchmark: 30 Day Bank Bill Index				**0.35%**	**4.16%**	**4.29%**			
Benchmark: Bloomberg AusBond Bank Bill Index				**0.34%**	**4.08%**	**4.49%**			
TOTAL INVESTMENTS & CASH		**761,969,726.17**	**761,969,726.17**						

Note:		
Total Investments & cash- as per investment report		761,969,726.17
IGS Sinking Fund Balance - as at February 2025		2,713,946.67
Net reconciling amount - closing Bank Balance (per register above) and closing General Ledger account balance (timing difference)		-11,152,229.09
Total Investments & cash - as per general ledger balance		753,531,443.75

Summary of Net Investment Movements - February 2025			
Financial Institution	**Fund Rating**	**Net Investment/(Reduction) Amount $**	**Commentary**
General Fund & Call Account			
Westpac Banking Corporation- General Fund	AA-	30,000,000	Additional funds received from rates income place in General fund for operational use.
Term Deposits (TDs)			
National Australia Bank	AA-	(5,000,000)	
Suncorp Bank	A+	(5,000,000)	
Westpac Banking Corporation	AA-	(5,000,000)	Redeemed matured investments utilised for operational purposes, or placed in higher yielding investments.
Bank of Queensland	A-	15,000,000	Redeemed matured investments and additional income placed in higher yielding investments.
ING Bank	A+	25,000,000	
Floating Rate Note			
Macquarie Bank Ltd	A+	(5,000,000)	Redeemed matured investments utilised for operational purposes, or placed in higher yielding investments.

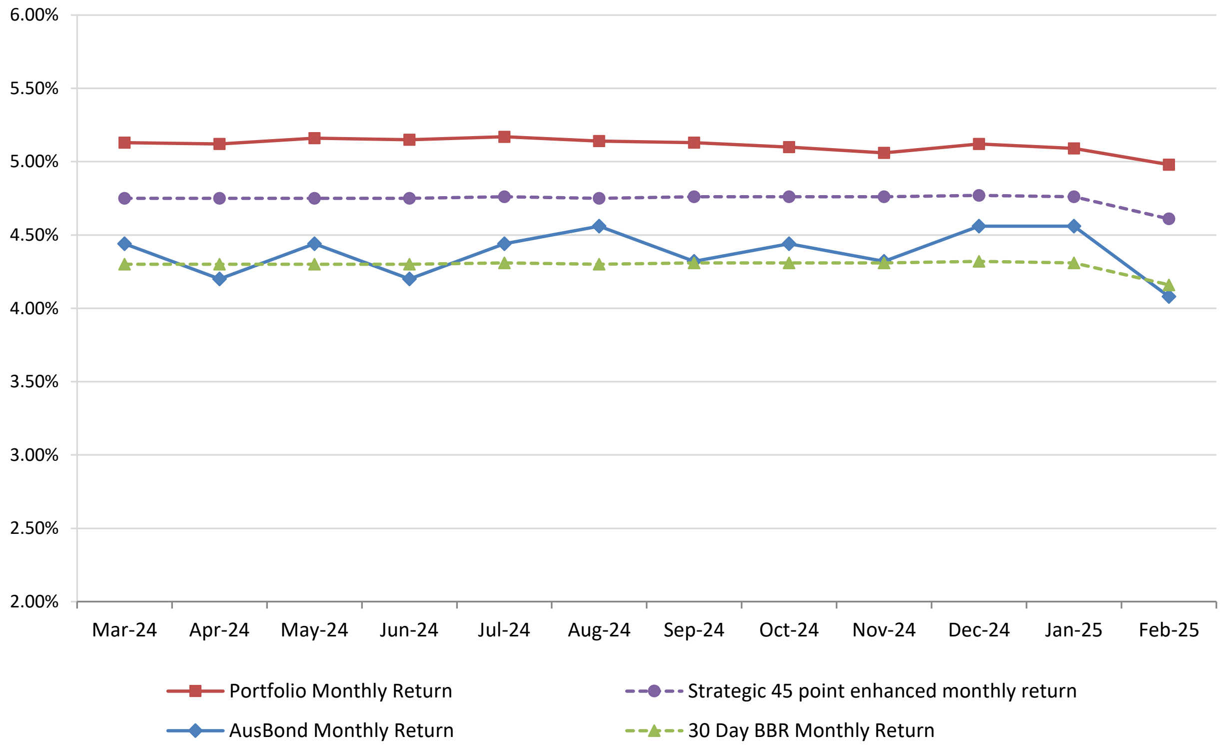
Attachment B

Investment Performance
as at 28 February 2025

Monthly Results

Actual Portfolio vs Strategic Enhanced Benchmark vs AusBond Benchmark vs 30 Day BBR Benchmark

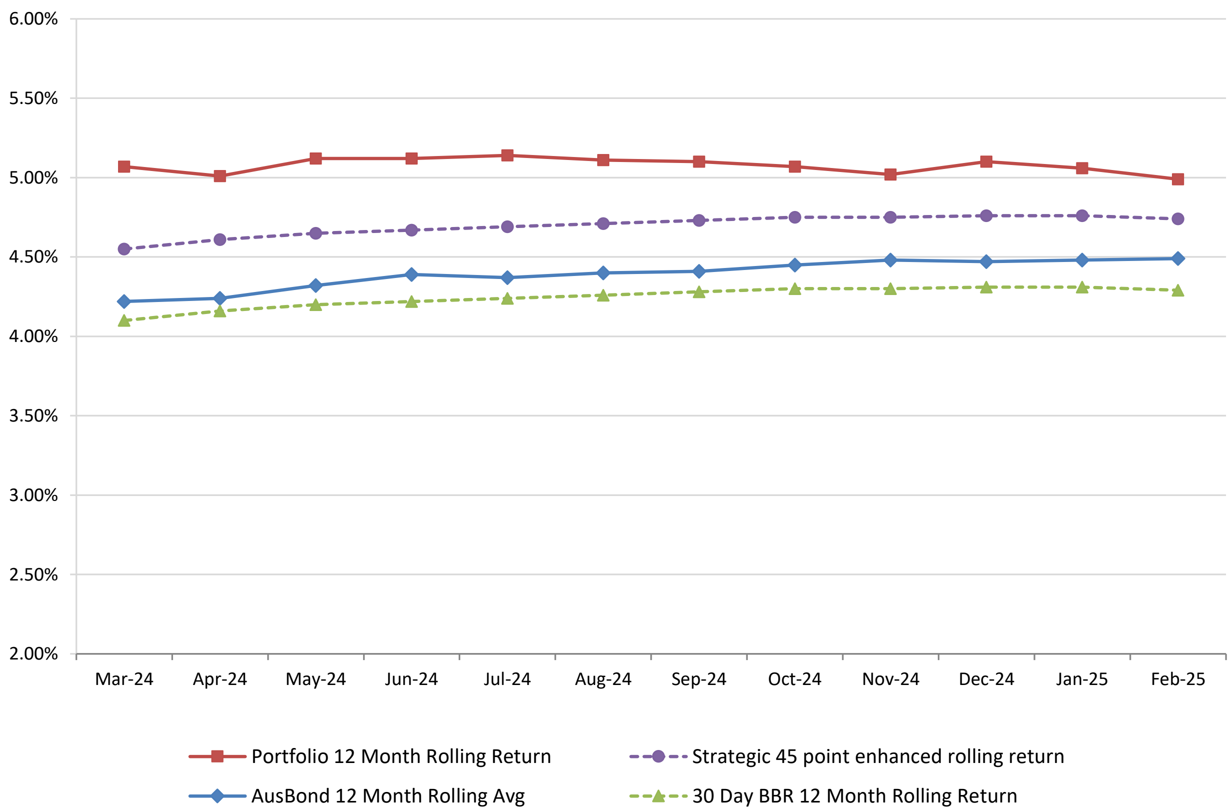
February 2025



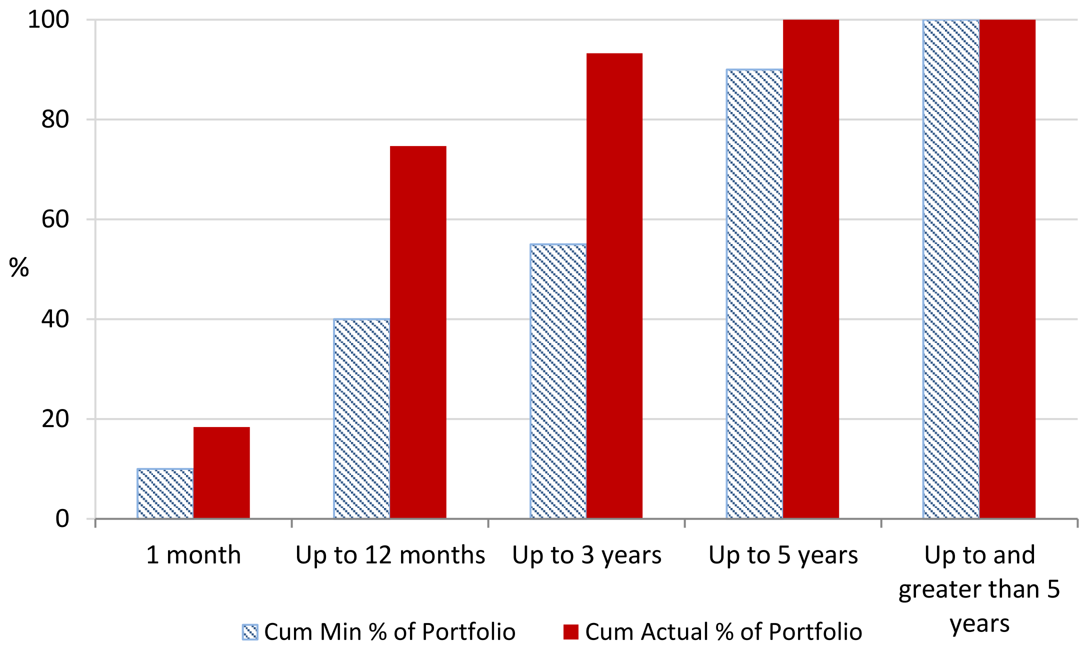
12 Month Rolling Averages

Actual Portfolio vs Strategic Enhanced Benchmark vs AusBond Benchmark vs 30 Day BBR Benchmark

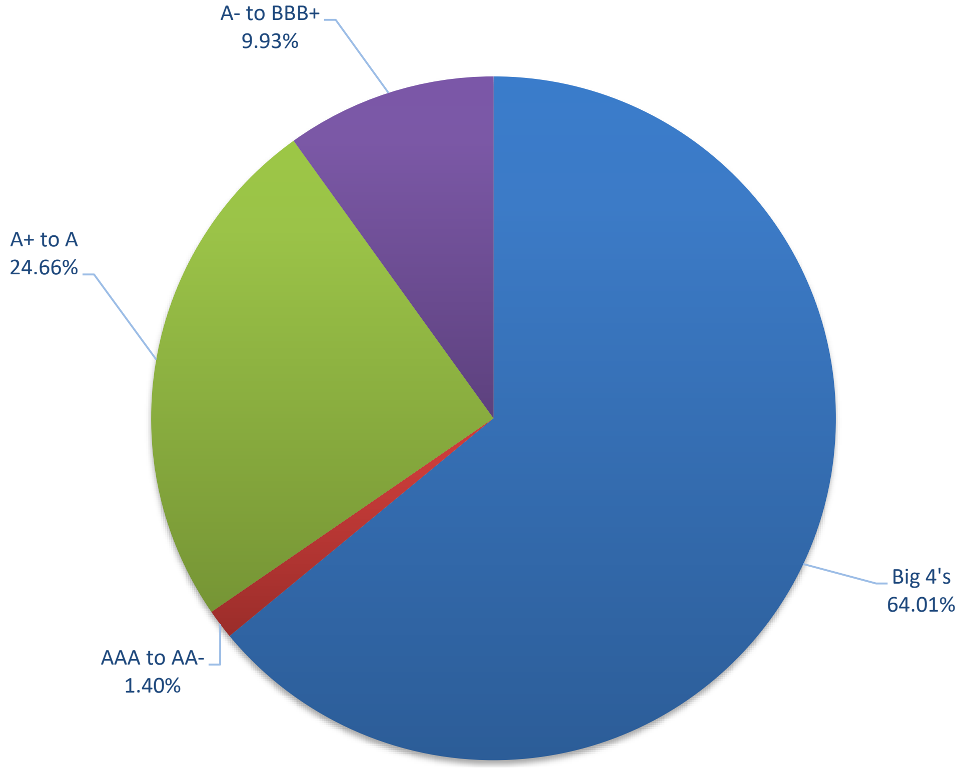
February 2025



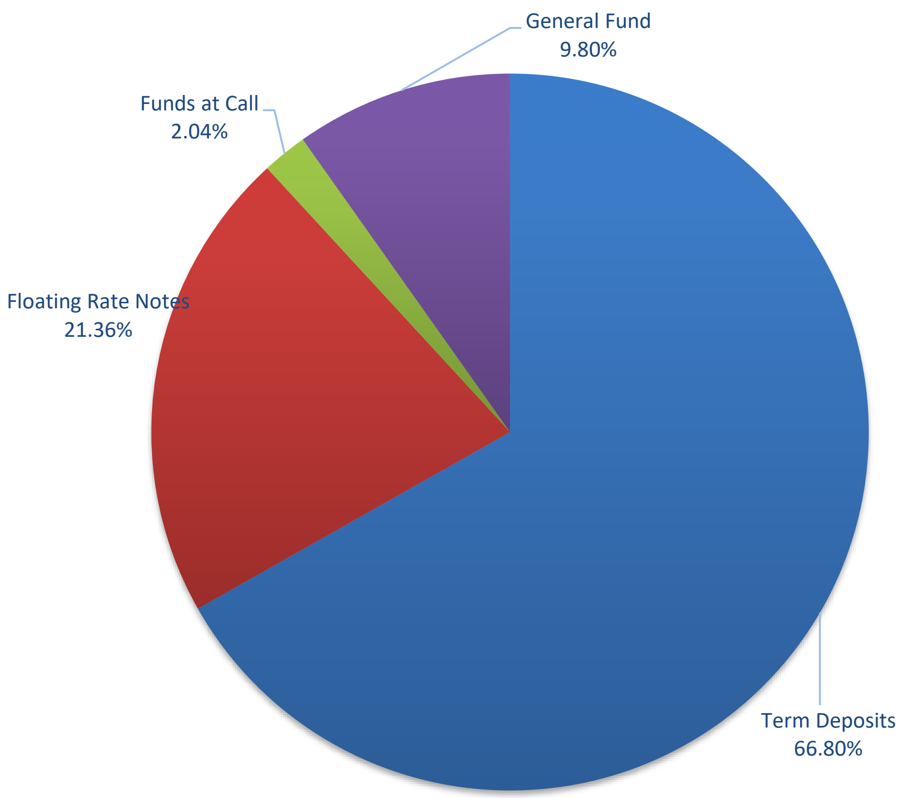
Portfolio Liquidity - Minimum Allocations as at 28 February 2025



Risk Profile as at 28 February 2025



Risk Profile as at 28 February 2025



INVESTMENT AND CASH DISTRIBUTION BY FINANCIAL INSTITUTION as at 28 February 2025				
Institution Category	Financial Institution	Amount $M	Financial Inst. %	Institution Cat. %
Australian Big 4 Bank (and related institutions)	ANZ Bank	23.0	3.0	
	Commonwealth Bank	23.8	3.1	
	National Australia Bank	197.5	25.9	
	Westpac Banking Corporation	231.6	30.4	
Big 4 Total		**475.8**		**62.45**
Other Australian ADIs and Australian subsidiaries of foreign institutions	Bank Australia Limited	9.5	1.2	
	Bank of Queensland	43.0	5.6	
	Bendigo & Adelaide Bank	13.0	1.7	
	Great Southern Bank (formerly Credit Union Australia)	8.9	1.2	
	ING Bank	100.0	13.1	
	Suncorp Bank	81.5	10.7	
	Macquarie Bank Ltd	9.0	1.2	
	Northern Territory Treasury Corporation	10.0	1.3	
	Newcastle Greater Mutual Group Ltd	11.3	1.5	
Other ADI Total		**286.2**		**37.55**
Grand Total		**762.0**	**100.0**	**100.000**