

T. Rowe Price Funds

Annual report

For the year ended 30 June 2019

This financial report covers the following T. Rowe Price Funds:

T. Rowe Price Global Equity Fund
ARSN 121 250 691

T. Rowe Price Global Equity (Hedged) Fund
ARSN 153 990 044

T. Rowe Price Asia ex-Japan Fund
ARSN 128 842 080

T. Rowe Price Funds

Annual report

For the year ended 30 June 2019

Contents

Directors' report

Auditor's independence declaration

Statements of comprehensive income

Statements of financial position

Statements of changes in equity

Statements of cash flows

Notes to the financial statements

Directors' declaration

Independent auditor's report to the unit holders of T. Rowe Price Funds

This annual report covers the following Funds as individual entities:

T. Rowe Price Global Equity Fund

T. Rowe Price Global Equity (Hedged) Fund

T. Rowe Price Asia ex-Japan Fund

The Responsible Entity of T. Rowe Price Funds is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975).

The Responsible Entity's registered office is:

Level 1, 575 Bourke Street
Melbourne, VIC 3000

Directors' report

The directors of Equity Trustees Limited, the Responsible Entity of the T. Rowe Price Funds (the "Funds"), present their report together with the financial statements of the following Funds for the year ended 30 June 2019.

T. Rowe Price Global Equity Fund

T. Rowe Price Global Equity (Hedged) Fund

T. Rowe Price Asia ex-Japan Fund

The Funds are collectively known as "T. Rowe Price Funds".

Principal activities

The principal activity of each Fund is to invest in accordance with the investment objective and guidelines as set out in the respective Fund's current Product Disclosure Statement and its Constitution.

The Funds did not have any employees during the year.

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

The various service providers for the Funds are detailed below:

Service	Provider
Responsible Entity	Equity Trustees Limited
Investment Manager	T. Rowe Price Australia Limited
Custodian and Administrator	JPMorgan Chase Bank, N.A.
Statutory Auditor	PricewaterhouseCoopers

Directors

The following persons held office as directors of Equity Trustees Limited during or since the end of the year and up to the date of this report:

Philip D Gentry	(Chairman)
Harvey H Kalman	
Ian C Westley	
Michael J O'Brien	(appointed 11 July 2018)

Directors' report (continued)

Review and results of operations

During the year, the Funds continued to invest their funds in accordance with the Product Disclosure Statement and the provisions of the Funds' Constitutions.

The Funds' performance and the Funds' benchmark returns for the year ended 30 June 2019 were as follows:

Fund name	Benchmark	*Net Total return	Benchmark return
T. Rowe Price Global Equity Fund	MSCI All Country World Index ex-Australia (unhedged)	13.03%	11.32%
T. Rowe Price Global Equity (Hedged) Fund	MSCI All Country World Index ex-Australia (hedged)	6.09%	5.52%
T. Rowe Price Asia ex-Japan Fund	MSCI All Country Asia ex-Japan Index (unhedged)	5.53%	4.79%

*The total return calculation methodology takes into account distribution reinvestments and redemptions made during the year, as a result the fund can have a positive return but make a loss for the year.

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

	T. Rowe Price Global Equity Fund		T. Rowe Price Global Equity (Hedged) Fund		T. Rowe Price Asia ex-Japan Fund	
	Year ended		Year ended		Year ended	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
Operating profit/(loss) for the year (\$'000)	<u>326,988</u>	403,390	<u>6,794</u>	9,988	<u>(15,268)</u>	33,929
<i>Distributions - Class I</i>						
Distributions paid and payable (\$'000)	<u>280,252</u>	165,249	<u>759</u>	10,616	<u>12,589</u>	33,592
Distributions (cents per unit)	<u>16.07</u>	11.34	<u>0.80</u>	16.15	<u>46.27</u>	63.95
<i>Distributions - Class M</i>						
Distributions paid and payable (\$'000)	<u>4,551</u>	-	<u>97</u>	-	-	-
Distribution (cents per unit)	<u>11.45</u>	-	<u>0.84</u>	-	-	-
<i>Distributions - Class S</i>						
Distributions paid and payable (\$'000)	<u>718</u>	-	<u>4</u>	-	-	-
Distribution (cents per unit)	<u>12.02</u>	-	<u>1.12</u>	-	-	-

Directors' report (continued)

Significant changes in the state of affairs

Michael J O'Brien was appointed as a director of Equity Trustees Limited on 11 July 2018.

T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund issued units under the new classes (Class M and Class S) subject to different rights and obligations during the year ended 30 June 2019. Accordingly, the Funds have reclassified their net assets attributable to unit holders as a liability as at 30 June 2019.

In the opinion of the directors, there were no other significant changes in the state of affairs of the Funds that occurred during the financial year.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2019 that has significantly affected, or may have a significant effect on:

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

Likely developments and expected results of operations

The Funds will continue to be managed in accordance with the investment objectives and guidelines as set out in the Product Disclosure Statement and the provisions of the Funds' Constitution.

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

Indemnification and insurance of officers

No insurance premiums are paid for out of the assets of the Funds in regards to insurance cover provided to the officers of Equity Trustees Limited. So long as the officers of Equity Trustees Limited act in accordance with the Funds' Constitutions and the Law, the officers remain indemnified out of the assets of the Funds against losses incurred while acting on behalf of the Funds.

Indemnification of auditor

The auditor of the Funds is in no way indemnified out of the assets of the Funds.

Directors' report (continued)

Fees paid to and interests held in the Funds by the Responsible Entity and its associates

Fees paid to the Responsible Entity and its associates out of Funds' property during the year are disclosed in Note 17 to the financial statements.

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

The number of interests in the Funds held by the Responsible Entity or its associates as at the end of the financial year are disclosed in Note 17 to the financial statements.

Interests in the Funds

The movement in units on issue in the Funds during the year is disclosed in Note 9 to the financial statements.

The value of the Funds' assets and liabilities is disclosed on the statements of financial position and derived using the basis set out in Note 2 to the financial statements.

Environmental regulation

The operations of the Funds are not subject to any particular or significant environmental regulations under Commonwealth, State or Territory law.

Rounding of amounts to the nearest thousand dollars

Amounts in the Directors' report have been rounded to the nearest thousand dollars in accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, unless otherwise indicated.

Financial statements presentation

The Funds are entities of the kind referred to in *ASIC Corporations (Related Scheme Reports) Instrument 2015/839* and in accordance with that Instrument, Funds with a common Responsible Entity (or related Responsible Entities) can include their financial reports in adjacent columns in a single set of financial reports.

Directors' report (continued)

Auditor's independence declaration

A copy of the Auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 6.

This report is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry

Chairman

Melbourne

26 September 2019



Auditor's Independence Declaration for the T. Rowe Price Funds:

- T. Rowe Price Global Equity Fund
- T. Rowe Price Global Equity (Hedged) Fund
- T. Rowe Price Asia ex-Japan Fund

As lead auditor for the audits of T. Rowe Price Funds for the year ended 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audits; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audits.

A handwritten signature in blue ink, appearing to read 'G. Sagonas', is written over a light blue horizontal line.

George Sagonas
Partner
PricewaterhouseCoopers

Melbourne
26 September 2019

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

Liability limited by a scheme approved under Professional Standards Legislation.

T. Rowe Price Funds
Statements of comprehensive income
For the year ended 30 June 2019

Statements of comprehensive income

	Note	T. Rowe Price Global Equity Fund		T. Rowe Price Global Equity (Hedged) Fund		T. Rowe Price Asia ex-Japan Fund	
		Year ended		Year ended		Year ended	
		30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Investment income							
Interest income from financial assets at amortised cost		474	42	31	3	2	3
Dividend income		27,126	21,364	-	-	2,170	4,449
Trust distribution income		1,048	579	12,674	6,187	138	105
Net foreign exchange gain/(loss)		(137)	529	66	(8)	22	33
Net gains/(losses) on financial instruments at fair value through profit or loss	5	332,431	407,226	(5,884)	3,856	(15,471)	32,828
Other income		48	82	1,194	907	-	-
Total investment income/(loss)		360,990	429,822	8,081	10,945	(13,139)	37,418
Expenses							
Management fees	17	27,491	21,342	1,158	816	1,131	2,436
Custody and administration fees		575	589	93	95	129	170
Withholding taxes		3,657	2,613	-	-	271	331
Transaction costs		2,051	1,433	-	-	452	411
Other expenses		228	455	36	46	146	141
Total expenses		34,002	26,432	1,287	957	2,129	3,489
Operating profit/(loss) for the year		326,988	403,390	6,794	9,988	(15,268)	33,929
Finance costs attributable to unit holders							
Distributions to unit holders*	11	(285,521)	-	(860)	-	-	-
(Increase)/decrease in net assets attributable to unit holders*		(41,467)	-	(5,934)	-	-	-
Operating Profit/(loss) for the year		-	403,390	-	9,988	(15,268)	33,929
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the year		-	403,390	-	9,988	(15,268)	33,929

*Net assets attributable to unitholders are reclassified from equity to liability for T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund for the year ended 30 June 2019. As a result, the Funds' distributions, if any, are now classified as finance costs in the statements of comprehensive income, rather than distributions paid and payable in the statements of changes in equity for T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund. Refer to Note 1 and Note 9 for further detail.

The above statements of comprehensive income should be read in conjunction with the accompanying notes.

T. Rowe Price Funds
Statements of financial position
As at 30 June 2019

Statements of financial position

	Note	T. Rowe Price Global Equity Fund As at		T. Rowe Price Global Equity (Hedged) Fund As at		T. Rowe Price Asia ex-Japan Fund As at	
		30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Assets							
Cash and cash equivalents	12	81,019	13,229	2,842	4,787	1,888	5,649
Receivables	14	3,557	3,276	14,738	7,161	329	1,100
Due from brokers - receivable for margin		485	-	385	-	-	-
Due from brokers - receivable for securities sold		2,068	26,178	-	-	-	1,029
Financial assets at fair value through profit or loss	6	<u>2,863,345</u>	<u>2,270,425</u>	<u>119,853</u>	<u>80,726</u>	<u>45,023</u>	<u>208,410</u>
Total assets		<u>2,950,474</u>	<u>2,313,108</u>	<u>137,818</u>	<u>92,674</u>	<u>47,240</u>	<u>216,188</u>
Liabilities							
Borrowings	12	-	3,628	-	-	-	-
Distributions payable	11	285,521	165,249	860	10,616	2,541	16,504
Payables	15	9,875	2,948	2,079	983	202	454
Due to brokers - payable for margin		-	920	584	-	-	-
Due to brokers - payable for securities purchased		3,217	8,598	-	-	170	987
Financial liabilities at fair value through profit or loss	7	<u>339</u>	<u>5</u>	<u>1,352</u>	<u>2,601</u>	<u>-</u>	<u>-</u>
Total liabilities (excluding net assets attributable to unit holders)		<u>298,952</u>	<u>181,348</u>	<u>4,875</u>	<u>14,200</u>	<u>2,913</u>	<u>17,945</u>
Net assets attributable to unit holders - liability*	9	<u>2,651,522</u>	<u>-</u>	<u>132,943</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets attributable to unit holders - equity*	9	<u>-</u>	<u>2,131,760</u>	<u>-</u>	<u>78,474</u>	<u>44,327</u>	<u>198,243</u>

*Net assets attributable to unit holders for T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund are classified as financial liability at 30 June 2019 and as equity at 30 June 2018. Refer to Note 1 for further detail.

The above statements of financial position should be read in conjunction with the accompanying notes.

T. Rowe Price Funds
Statements of changes in equity
For the year ended 30 June 2019

Statements of changes in equity

	Note	T. Rowe Price Global Equity Fund		T. Rowe Price Global Equity (Hedged) Fund		T. Rowe Price Asia ex-Japan Fund	
		Year ended		Year ended		Year ended	
		30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the financial year	9	2,131,760	-	78,474	-	198,243	-
Reclassification due to AMIT tax regime implementation*		-	1,557,484	-	35,935	-	216,589
Reclassification due to criteria for equity classification under AASB 132 <i>Financial Instruments: Presentation</i> not met**		(2,131,760)	-	(78,474)	-	-	-
Comprehensive income for the year							
Profit/(loss) for the year		-	403,390	-	9,988	(15,268)	33,929
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income		-	403,390	-	9,988	(15,268)	33,929
Transactions with unit holders							
Applications	9	-	507,591	-	52,497	4,773	8,484
Redemptions	9	-	(218,313)	-	(9,337)	(146,218)	(41,297)
Reinvestment of distributions	9	-	46,857	-	7	15,386	14,130
Distributions paid and payable	9	-	(165,249)	-	(10,616)	(12,589)	(33,592)
Total transactions with unit holders		-	170,886	-	32,551	(138,648)	(52,275)
Total equity at the end of the financial year*		-	2,131,760	-	78,474	44,327	198,243

*Effective from 1 July 2017, T. Rowe Price Asia ex-Japan Fund units have been reclassified from financial liability to equity. Refer to Note 1 and 9 for further detail.

**As at 30 June 2019, T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund units have been reclassified from equity to financial liability. Refer to Note 1 for further detail.

The above statements of changes in equity should be read in conjunction with the accompanying notes.

T. Rowe Price Funds
Statements of cash flows
For the year ended 30 June 2019

Statements of cash flows

	T. Rowe Price Global Equity Fund		T. Rowe Price Global Equity (Hedged) Fund		T. Rowe Price Asia ex-Japan Fund	
	Year ended		Year ended		Year ended	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities						
Proceeds from sale of financial instruments at fair value through profit or loss	1,651,891	1,195,379	24,105	29,834	203,926	188,261
Purchase of financial instruments at fair value through profit or loss	(1,893,317)	(1,422,125)	(64,178)	(66,124)	(55,795)	(139,124)
Transaction costs on purchase of financial instruments at fair value	(2,051)	(1,433)	-	-	(452)	(411)
Net movement in margin accounts	(1,405)	920	199	-	-	-
Interest income received from financial assets at amortised cost	390	34	29	2	2	3
Dividend and distribution income received	24,430	18,498	-	-	2,659	3,902
Other income received	48	51	106	147	-	-
Management fees paid	(20,052)	(23,991)	(59)	(47)	(1,391)	(2,829)
Custody and administration fees paid	(611)	(446)	(106)	(97)	(146)	(121)
Other expenses paid	(1,022)	(252)	(26)	(46)	(119)	(170)
Net cash inflow/(outflow) from operating activities	(241,699)	(233,365)	(39,930)	(36,331)	148,684	49,511
Cash flows from financing activities						
Proceeds from applications by unit holders	721,017	508,283	58,179	52,497	4,917	8,723
Payments for redemptions by unit holders	(323,416)	(218,313)	(9,714)	(9,337)	(146,218)	(41,297)
Distributions paid to unit holders	(84,347)	(51,508)	(10,546)	(2,034)	(11,166)	(17,620)
Net cash inflow/(outflow) from financing activities	313,254	238,462	37,919	41,126	(152,467)	(50,194)
Net increase/(decrease) in cash and cash equivalents	71,555	5,097	(2,011)	4,795	(3,783)	(683)
Cash and cash equivalents at the beginning of the year	9,601	3,975	4,787	-	5,649	6,299
Effects of foreign currency exchange rate changes on cash and cash equivalents	(137)	529	66	(8)	22	33
Cash and cash equivalents at the end of the year	12 81,019	9,601	2,842	4,787	1,888	5,649
Non-cash operating and financing activities	13(b) 80,902	46,915	6,257	2,210	15,389	14,181

The above statements of cash flows should be read in conjunction with the accompanying notes.

Notes to the financial statements

Contents

- 1 General information
- 2 Summary of significant accounting policies
- 3 Financial risk management
- 4 Fair value measurement
- 5 Net gains/(losses) on financial instruments at fair value through profit or loss
- 6 Financial assets at fair value through profit or loss
- 7 Financial liabilities at fair value through profit or loss
- 8 Derivative financial instruments
- 9 Net assets attributable to unit holders
- 10 Structured entities
- 11 Distributions to unit holders
- 12 Cash and cash equivalents
- 13 Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities
- 14 Receivables
- 15 Payables
- 16 Remuneration of auditor
- 17 Related party transactions
- 18 Events occurring after the reporting period
- 19 Contingent assets and liabilities and commitments

1 General information

These financial statements cover the below Funds, (the “Funds”) as individual entities. The Funds are Australian registered managed investment schemes, which were constituted on the dates in the below table and will terminate in accordance with the provisions of the Funds’ Constitution or by Law.

T. Rowe Price Global Equity Fund	4 August 2006
T. Rowe Price Global Equity (Hedged) Fund	28 October 2011
T. Rowe Price Asia ex-Japan Fund	4 December 2007

The Responsible Entity of the Funds is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975) (the “Responsible Entity”). The Responsible Entity’s registered office is Level 1, 575 Bourke Street Melbourne, VIC 3000. The financial statements are presented in the Australian currency unless otherwise noted.

The principal activity of each Fund is to invest in accordance with the investment objective and guidelines as set out in the Funds’ current Product Disclosure Statement and its Constitution.

The Funds adopted Attribution Managed Investment Trust (“AMIT”) tax regime effective 1 July 2017 and there were no contractual obligations to pay distributions. Accordingly, the units in the Funds were reclassified from a financial liability to equity on 1 July 2017. However, during the year ended 30 June 2019, T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund issued new classes of units with specific contractual rights and obligations, which resulted in the units in the Funds being reclassified from equity to financial liability, see Note 9 for further information.

The financial statements were authorised for issue by the directors on the date the Directors’ declaration was signed. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

2 Summary of significant accounting policies

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

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001* in Australia. The Funds are for-profit entities for the purpose of preparing the financial statements.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities, except where otherwise stated.

The statements of financial position are presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and do not distinguish between current and non-current. All balances are expected to be recovered or settled within 12 months, except for investments in financial assets and liabilities at fair value through profit or loss and net assets attributable to unit holders.

The Funds manage financial assets at fair value through profit or loss based on the economic circumstances at any given point in time, as well as to meet any liquidity requirements. As such, it is expected that a portion of the portfolio will be realised within 12 months, however, an estimate of that amount cannot be determined as at reporting date.

2 Summary of significant accounting policies (continued)

(a) Basis of preparation (continued)

In the case of net assets attributable to unit holders, the units are redeemable on demand at the unit holder's option. However, holders of these instruments typically retain them for the medium to long term. As such, the amount expected to be settled within 12 months cannot be reliably determined.

(i) Compliance with International Financial Reporting Standards (IFRS)

The financial statements of the Funds also comply with IFRS as issued by the International Accounting Standards Board (IASB).

(ii) New and amended standards adopted by the Funds

The Funds had to change some of the accounting policies as a result of new and revised accounting standards which became effective for the first time in the current reporting period. The affected policies are:

- *AASB 9 Financial Instruments* (and applicable amendments)

AASB 9 became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in AASB 139. The derecognition rules have not changed from the previous requirements, and the Funds do not apply hedge accounting.

Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. AASB 9 also introduces a new expected credit loss (ECL) impairment model.

AASB 9 has been applied retrospectively by the Fund without the use of hindsight and it has determined that adoption did not result in a change to the classification or measurement of financial instruments in either the current or prior periods. The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

- *AASB 15 Revenue from Contracts with Customers*

AASB 15 became effective for annual periods beginning on or after 1 January 2018 which is based on the principle that revenue is recognised when control of a good or service transfers to a customer – so the notion of control replaces the existing notion of risks and rewards.

The Funds' main sources of income are interest, dividends and distributions, and gains on financial instruments at fair value. All of these are outside the scope of the new revenue standard. As a consequence, the adoption of AASB 15 does not have a material impact on the Funds' accounting policies or the amounts recognised in the financial statements.

There are no other standards that are not yet effective and that are expected to have a material impact on the Funds in the current or future reporting periods and on foreseeable future transactions.

2 Summary of significant accounting policies (continued)

(a) Basis of preparation (continued)

(iii) New standard and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements.

None of these are expected to have a material effect on the financial statements of the Funds.

(b) Financial instruments

(i) Classification

- Financial assets

The Funds classify their financial assets in the following measurement categories:

- those to be measured at fair value through profit or loss; and
- those to be measured at amortised cost.

The Funds classify its financial assets based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

The Funds' portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Funds' documented investment strategy. The Funds' policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For cash and cash equivalents, due from brokers and receivables, these assets are held in order to collect the contractual cash flows and the contractual terms of these assets give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding. Consequently, these are measured at amortised cost.

2 Summary of significant accounting policies (continued)

(b) Financial instruments (continued)

- Financial liabilities

Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

For financial liabilities that are not classified and measured at fair value through profit or loss, these are classified as financial liabilities at amortised cost (borrowings, distributions payable, due to brokers, management fees payable, custody and administration fees payable and other payables).

(ii) Recognition and derecognition

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

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Fund has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liabilities are discharged.

(iii) Measurement

- Financial instruments at fair value through profit or loss

At initial recognition, the Funds measure financial assets and financial liabilities at its fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statements of comprehensive income.

Subsequent to initial recognition, all financial assets and liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of 'financial assets or liabilities at fair value through profit or loss' category are presented in the statements of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For further details on how the fair value of financial instruments is determined please see Note 4 to the financial statements.

- Financial instruments at amortised costs

For financial assets and financial liabilities at amortised cost, they are initially measured at fair value including directly attributable costs and are subsequently measured according to their classification.

(iv) Impairment

At each reporting date, the Funds shall measure the loss allowance on financial assets at amortised cost (cash, due from broker and receivables) at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Funds shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counter party, probability that the counter party will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

2 Summary of significant accounting policies (continued)

(b) Financial instruments (continued)

(v) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statements of financial position when the Funds have a legally enforceable right to offset the recognised amounts, and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

As at the end of the reporting period, there are no financial assets or liabilities offset or with the right to offset in the statements of financial position.

(c) Net assets attributable to unit holders

Units are redeemable at the unit holders' option; however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unit holders.

The units can be put back to the Funds at any time for cash based on the current redemption price, which is equal to a proportionate share of the Fund's net asset value attributable to the unit holders.

The units are carried at the redemption amount that is payable at the reporting date if the holder exercises the right to put the units back to the Funds.

Units are classified as equity when they satisfy the following criteria under AASB 132 *Financial Instruments: Presentation*:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Funds' 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 Funds, and it is not a contract settled in the Funds' 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.

As at 30 June 2019 T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund units have been reclassified from equity to financial liability.

(d) Cash and cash equivalents

For the purpose of presentation in the statements of cash flows, cash and cash equivalents include cash on hand, deposits held at call with financial institutions and other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Bank overdrafts are shown within borrowings in the statement of financial position.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as trading of these securities represents the Funds' main income generating activity.

(e) Margin accounts

Margin accounts comprise cash held as collateral for derivative transactions and short sales. The cash is held by the broker and is only available to meet margin calls. It is not included as a component of cash and cash equivalents.

2 Summary of significant accounting policies (continued)

(f) Investment income

(i) Interest income

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.

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

Changes in fair value of financial instruments held at fair value through profit or loss are recorded in accordance with the policies described in Note 2(b) to the financial statements.

(ii) Dividends and distributions

Dividend income is recognised on the ex-dividend date with any related foreign withholding tax recorded as an expense. The Funds currently incur withholding tax imposed by certain countries on investment income. Such income is recorded net of withholding tax in the statements of comprehensive income.

Trust distributions are recognised on an entitlement basis.

(g) Expenses

All expenses are recognised in the statements of comprehensive income on an accruals basis.

As per the Funds' Product Disclosure Statement (PDS), management fees include ordinary expenses such as investment management fees, custody and administration fees, audit fees and other ordinary expenses, excluding the transactions costs. These ordinary expenses are disclosed separately in the statement of comprehensive income. The total of these ordinary expenses are capped at the rate disclosed in the PDS. If the ordinary expenses exceed the disclosed cap then the Investment Manager will cover the shortfall and reimburse this to the Funds.

(h) Income tax

Under current legislation, the Funds are not subject to income tax as unit holders are presently entitled to the income of the Funds. The benefits of any imputation credits and foreign tax paid are passed on to unit holders.

The Funds currently incur withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the statement of comprehensive income. Withholding taxes are included in the statement of comprehensive income within other operating expenses.

(i) Distributions

The Funds may distribute their distributable income, in accordance with the Funds' Constitution, to unit holders by cash or reinvestment. The distributions are recognised in the statements of changes in equity for T. Rowe Price Asia ex-Japan Fund and in statements of comprehensive income as finance costs attributable to unit holders for T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund.

2 Summary of significant accounting policies (continued)

(j) Increase/decrease in net assets attributable to unit holders

Income not distributed is included in net assets attributable to unit holders. Movements in net assets attributable to unit holders are recognised in the statements of changes in equity for T. Rowe Price Asia ex-Japan Fund and in statements of comprehensive income as finance costs attributable to unit holders for T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund.

(k) Foreign currency translation

(i) Functional and presentation currency

Balances included in the Funds' financial statements are measured using the currency of the primary economic environment in which they operate (the "functional currency"). This is the Australian dollar which reflects the currency of the economy in which the Funds compete for funds and are regulated. The Australian dollar is also the Funds' presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statements of comprehensive income.

The Funds do not isolate that portion of unrealised gains or losses on financial instruments that are measured at fair value through profit or loss and which is due to changes in foreign exchange rates. Such fluctuations are included with the net gains/(losses) on financial instruments at fair value through profit or loss.

(l) Due from/to brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. The due from brokers balance is held for collection and are recognised initially at fair value and subsequently measured at amortised cost.

(m) Receivables

Receivables may include amounts for interest, dividends and trust distributions. Dividends and trust distributions are accrued when the right to receive payment is established. Where applicable, interest is accrued on a daily basis. Amounts are generally received within 30 days of being recorded as receivables.

(n) Payables

Payables include liabilities and accrued expenses owed by the Funds' which are unpaid as at the end of the reporting period.

As the Funds have a contractual obligation to distribute its distributable income, a separate distribution payable is recognised in the statement of financial position as at the end of each reporting period where this amount remains unpaid as at the end of the reporting period.

Distributions declared effective 30 June in relation to unit holders who have previously elected to reinvest distributions are recognised as reinvested effective 1 July of the following financial year.

(o) Applications and redemptions

Applications received for units in the Funds are recorded net of any entry fees payable prior to the issue of units in the Funds. Redemptions from the Funds are recorded gross of any exit fees payable after the cancellation of units redeemed.

2 Summary of significant accounting policies (continued)

(p) Goods and Services Tax (GST)

The GST incurred on the costs of various services provided to the Funds by third parties such as management, administration and custodian services where applicable, have been passed on to the Funds. The Funds qualify for Reduced Input Tax Credits (RITC) at a rate of at least 55% where applicable. Hence, fees for these services and any other expenses have been recognised in the statements of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Amounts payable are inclusive of GST. 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.

(q) Use of estimates

The Funds make estimates and assumptions that affect the reported amounts of assets and liabilities within the current and next financial year. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

For the majority of the Funds' financial instruments, quoted market prices are readily available. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities, are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Investment Manager.

The adoption of AASB 9 introduced a new expected credit loss (ECL) impairment model, which has not materially impacted the Funds. Please see Note 3 for more information on credit risk.

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

For more information on how fair value is calculated refer to Note 4 to the financial statements.

(r) Rounding of amounts

The Funds are entities of a kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* relating to the "rounding off" of amounts in the financial statements. Amounts in the financial statements have been rounded to the nearest thousand dollars unless otherwise indicated.

(s) Comparative revisions

Comparative information has been revised where appropriate to enhance comparability. Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

3 Financial risk management

The Funds' activities expose them to a variety of financial risks including market risk (which incorporates price risk, foreign exchange risk and interest rate risk), credit risk and liquidity risk.

The Funds' overall risk management programme focuses on ensuring compliance with the Funds' Product Disclosure Statement and the investment guidelines of the Funds. They also seek to maximise the returns derived for the level of risk to which the Funds are exposed and seek to minimise potential adverse effects on the Funds' financial performance. The Funds' policy allows them to use derivative financial instruments in managing its financial risks.

All securities investments present a risk of loss of capital. The maximum loss of capital on long equity and debt securities is limited to the fair value of those positions. The maximum loss of capital on long futures and forward currency contracts is limited to the notional contract values of those positions. On equities sold short, the maximum loss of capital can be unlimited.

The investments of the Funds, and associated risks, are managed by a specialist Investment Manager, T. Rowe Price Australia Limited ("TRP" or the "Investment Manager") under an Investment Management Agreement (IMA) approved by the Responsible Entity, and containing the investment strategy and guidelines of the Funds, consistent with those stated in the Product Disclosure Statement.

The Funds use different methods to measure different types of risk to which they are exposed. These methods are explained below.

(a) Market risk

(i) Price risk

The Funds are exposed to price risk on equity securities listed or quoted on recognised securities exchanges except T. Rowe Price Global Equity (Hedged) Fund. Price risk arises from investments held by the Funds for which prices in the future are uncertain. Where non-monetary financial instruments are denominated in currencies other than the Australian dollar, the price in the future will also fluctuate because of changes in foreign exchange rates which are considered a component of price risk.

The Investment Manager uses research and analysis to monitor variables that elevate price risk and to minimize the downside impact of these variables on the Funds' investments. Additionally, the Investment Manager performs regular reviews of both large security positions held across all portfolios and large market exposure for the Funds.

The table at Note 3(b) summarises the sensitivities of the Funds' assets and liabilities to price risk. The analysis is based on the reasonably possible change that the markets in which the Funds invest moves by +/-10% (2018: +/-10%).

(ii) Foreign exchange risk

The Funds operate internationally and hold both monetary and non-monetary assets denominated in currencies other than the Australian dollar. Foreign exchange risk arises as the value of monetary securities denominated in other currencies fluctuate due to changes in exchange rates. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk and not foreign exchange risk. However, the Investment Manager monitors the exposure of all foreign currency denominated assets and liabilities.

The Investment Manager performs regular reviews of currency exposure within the Funds. The Funds may enter into forward currency contracts designed to either hedge currency exposure from portfolio investments, or alternatively increase exposure to preferred foreign currencies. It is currently the Investment Manager's intent not to hedge currency exposure to reduce the risk of adverse fluctuations in the value of the Australian dollar relative to other currencies.

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

The table below summarises the fair value of the Funds' financial assets and financial liabilities, monetary and non-monetary, which are denominated in a currency other than the Australian dollar.

T. Rowe Price Global Equity Fund

	US Dollars A\$'000	Euro A\$'000	Swiss Francs A\$'000	British Pounds A\$'000	Hong Kong Dollars A\$'000	Indonesian Rupiah A\$'000	Indian Rupee A\$'000	Other Currencies A\$'000
As at 30 June 2019								
Cash and cash equivalents	76,769	316	-	-	11	-	-	2,092
Receivables	590	750	899	93	16	162	188	493
Due from brokers - receivable for securities sold	1,521	-	-	547	-	-	-	-
Financial assets at fair value through profit or loss	1,651,384	233,953	84,007	103,995	128,864	74,164	171,669	415,309
Due from brokers - receivable for margin	485	-	-	-	-	-	-	-
Due to brokers - payable for securities purchased	(1,575)	(1,307)	-	-	-	-	-	(335)
Financial liabilities at fair value through profit or loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(337)</u>
Net exposure	1,729,174	233,712	84,906	104,633	128,891	74,326	171,857	417,222
Net increase/(decrease) in exposure from forward currency contracts	<u>56,294</u>	<u>1,193</u>	<u>-</u>	<u>(546)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(56,940)</u>
Net exposure including forward currency contracts	<u>1,785,468</u>	<u>234,905</u>	<u>84,906</u>	<u>104,087</u>	<u>128,891</u>	<u>74,326</u>	<u>171,857</u>	<u>360,282</u>

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

T. Rowe Price Global Equity Fund

	US Dollars A\$'000	Euro A\$'000	Swiss Francs A\$'000	British Pounds A\$'000	Hong Kong Dollars A\$'000	Indonesian Rupiah A\$'000	Indian Rupee A\$'000	Other Currencies A\$'000
As at 30 June 2018								
Cash and cash equivalents	12,638	69	-	-	-	-	-	522
Receivables	734	650	743	-	34	252	156	449
Due from brokers - receivable for securities sold	24,168	472	-	-	-	-	-	1,538
Financial assets at fair value through profit or loss	1,320,491	149,950	30,879	78,204	100,879	56,897	148,989	384,136
Due to brokers- payable for margin	(920)	-	-	-	-	-	-	-
Due to brokers - payable for securities purchased	(5,442)	(443)	-	-	(654)	-	-	(2,059)
Financial liabilities at fair value through profit or loss	<u>-</u>	<u>(4)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1)</u>
Net exposure	1,351,669	150,694	31,622	78,204	100,259	57,149	149,145	384,585
Net increase/(decrease) in exposure from forward currency contracts	<u>124,290</u>	<u>(34,511)</u>	<u>-</u>	<u>(11,481)</u>	<u>657</u>	<u>-</u>	<u>-</u>	<u>(78,956)</u>
Net exposure including forward currency contracts	<u>1,475,959</u>	<u>116,183</u>	<u>31,622</u>	<u>66,723</u>	<u>100,916</u>	<u>57,149</u>	<u>149,145</u>	<u>305,629</u>

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

T. Rowe Price Global Equity (Hedged) Fund

	US Dollars A\$'000	Euro A\$'000	British Pounds A\$'000	Japanese Yen A\$'000	Other Currencies A\$'000
As at 30 June 2019					
Cash and cash equivalents	2,840	-	-	-	-
Receivables	3	-	-	-	-
Due from brokers - receivable for margin	385	-	-	-	-
Financial assets at fair value through profit or loss	17	18	6	3	90
Due to brokers - payable for margin	(584)				
Financial liabilities at fair value through profit or loss	(16)	(211)	(38)	(27)	(730)
Net exposure	2,645	(193)	(32)	(24)	(640)
Net increase/(decrease) in exposure from forward currency contracts	<u>(84,591)</u>	<u>(10,405)</u>	<u>(4,800)</u>	<u>(1,332)</u>	<u>(33,376)</u>
Net exposure including forward currency contracts	<u>(81,946)</u>	<u>(10,598)</u>	<u>(4,832)</u>	<u>(1,356)</u>	<u>(34,016)</u>
	US Dollars A\$'000	Euro A\$'000	British Pounds A\$'000	Japanese Yen A\$'000	Other Currencies A\$'000
As at 30 June 2018					
Cash and cash equivalents	2,706	-	-	-	-
Receivables	1	-	-	-	-
Financial assets at fair value through profit or loss	380	34	22	-	68
Financial liabilities at fair value through profit or loss	(1,961)	(52)	(22)	-	(81)
Net exposure	1,126	(18)	-	-	(13)
Net increase/(decrease) in exposure from forward currency contracts	<u>(55,721)</u>	<u>(4,368)</u>	<u>(2,506)</u>	<u>(574)</u>	<u>(22,749)</u>
Net exposure including forward currency contracts	<u>(54,595)</u>	<u>(4,386)</u>	<u>(2,506)</u>	<u>(574)</u>	<u>(22,762)</u>

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

T. Rowe Price Asia ex-Japan Fund

	US Dollars A\$'000	Singapore Dollars A\$'000	South Korean Won A\$'000	Indian Rupee A\$'000	Hong Kong Dollars A\$'000	Taiwan Dollars A\$'000	Indonesian Rupiah A\$'000	Other Currencies A\$'000
As at 30 June 2019								
Cash and cash equivalents	96	-	-	79	53	311	-	387
Receivables	-	-	35	16	103	141	10	15
Due from brokers - receivable for securities sold	-	-	-	-	-	-	-	-
Financial assets at fair value through profit or loss	4,603	1,335	4,931	7,087	15,073	3,923	1,032	7,039
Due to brokers - payable for securities purchased	-	-	(91)	-	-	(77)	-	(2)
Net exposure	4,699	1,335	4,875	7,182	15,229	4,298	1,042	7,439
Net increase/(decrease) in exposure from forward currency contracts	-	-	-	-	-	-	-	1
Net exposure including forward currency contracts	4,699	1,335	4,875	7,182	15,229	4,298	1,042	7,440
As at 30 June 2018								
Cash and cash equivalents	-	-	-	5	166	301	-	119
Receivables	-	-	132	55	124	621	7	5
Due from brokers - receivable for securities sold	-	-	-	-	727	302	-	-
Financial assets at fair value through profit or loss	29,604	6,023	25,362	21,924	65,229	24,652	4,762	30,851
Due to brokers - payable for securities purchased	-	-	(190)	-	(797)	-	-	-
Net exposure	29,604	6,023	25,304	21,984	65,449	25,876	4,769	30,975
Net increase/(decrease) in exposure from forward currency contracts	-	-	-	-	68	(303)	-	-
Net exposure including forward currency contracts	29,604	6,023	25,304	21,984	65,517	25,573	4,769	30,975

3 Financial risk management (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk (continued)

The table at Note 3(b) summarises the sensitivities of the Funds' monetary assets and liabilities to foreign exchange risk. The analysis is based on the reasonably possible change that the Australian dollar weakened and strengthened by 10% (2018: +/-10%) against the material foreign currencies to which the Funds are exposed.

(iii) Interest rate risk

The Funds' interest bearing financial assets expose them to risks associated with the effects of fluctuation in the prevailing levels of market interest rate on its financial positions and cash flows. The impact of interest rate risk on net assets attributable to unit holders and operating profit are considered immaterial to the Funds.

(b) Summarised sensitivity analysis

The following table summarises the sensitivity of the Funds' operating profit and net assets attributable to unit holders to market risk. The reasonably possible movements in the risk variables have been determined based on the management's best estimates, having regard to a number of factors, including historical levels of changes in foreign exchange rates, and historical correlation of the Funds' investments with the relevant benchmark and market volatility. However, actual movements in the risk variables may be greater or less than anticipated due to a number of factors, including unusually large market movements resulting from changes in the performance of and/or correlation between the performances of the economies, markets and securities in which the Funds invest. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

Impact on operating profit/net assets attributable to unit holders

Price risk	T. Rowe Price Global Equity Fund		T. Rowe Price Global Equity (Hedged) Fund		T. Rowe Price Asia ex-Japan Fund	
	+10% \$'000	-10% \$'000	+10% \$'000	-10% \$'000	+10% \$'000	-10% \$'000
As at 30 June 2019	286,334	(286,334)	11,772	(11,772)	4,502	(4,502)
As at 30 June 2018	226,944	(226,944)	7,975	(7,975)	20,841	(20,841)

3 Financial risk management (continued)

(b) Summarised sensitivity analysis (continued)

Impact on operating profit/net assets attributable to unit holders

Foreign exchange risk

T. Rowe Price Global Equity Fund

	US Dollars		Euro		Swiss Franc		British Pounds		Hong Kong Dollars		Indonesian Rupiah		Indian Rupee		Other Currencies	
	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%
	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000
As at 30 June 2019	13,408	(13,408)	95	(95)	90	(90)	9	(9)	3	(3)	16	(16)	19	(19)	(5,503)	5,503
As at 30 June 2018	15,547	(15,547)	(3,377)	3,377	74	(74)	(1,148)	1,148	4	(4)	25	(25)	16	(16)	(7,851)	7,851

Impact on operating profit/net assets attributable to unit holders

Foreign exchange risk

T. Rowe Price Global Equity (Hedged) Fund

	US Dollars		Euro		British Pounds		Japanese Yen		Other Currencies	
	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%
	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000
As at 30 June 2019	(8,195)	8,195	(1,060)	1,060	(483)	483	(136)	136	(3,402)	3,402
As at 30 June 2018	(5,301)	5,301	(437)	437	(251)	251	(57)	57	(2,275)	2,275

3 Financial risk management (continued)

(b) Summarised sensitivity analysis (continued)

Impact on operating profit/net assets attributable to unit holders

Foreign exchange risk

T. Rowe Price Asia ex-Japan Fund

	US Dollars		Singapore Dollars		South Korean Won		Indian Rupee		Hong Kong Dollars		Taiwan Dollars		Indonesian Rupiah		Other Currencies	
	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%	+10%	-10%
	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000
As at 30 June 2019	10	(10)	-	-	(5)	5	10	(10)	16	(16)	38	(38)	1	(1)	40	(40)
As at 30 June 2018	-	-	-	-	(6)	6	6	(6)	29	(29)	92	(92)	1	(1)	12	(12)

(c) Credit risk

The Funds are exposed to credit risk, which is the risk that a counterparty will be unable to pay its obligations in full when they fall due, causing a financial loss to the Funds.

The Funds do not have a significant concentration of credit risk that arises from an exposure to a single counterparty or group of counterparties having similar characteristics. The main concentration of credit risk, to which the Funds are exposed, arises from cash and cash equivalents and amounts due from brokers balances. None of these assets are impaired nor past their due date. The maximum exposure to credit risk at the reporting date is the carrying amount of cash and cash equivalents, amounts due from brokers and other receivables.

The Funds determine credit risk and measures expected credit losses for financial assets measured at amortised cost using probability of default, exposure at default and loss given default. Management consider both historical analysis and forward looking information in determining any expected credit loss. At 30 June 2019, all receivables, amounts due from brokers, cash and short-term deposits are held with counterparties with a credit rating of A-1 or higher and are either callable on demand or due to be settled within 1 week. Management consider the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Fund.

(d) Liquidity risk

Liquidity risk is the risk that the Funds may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

Exposure to liquidity risk for the Funds may arise from the requirement to meet daily unit holder redemption requests or to fund foreign exchange related cash flow requirements.

In order to manage the Funds' overall liquidity, the Responsible Entity has the discretion to reject an application for units and to defer or adjust redemption of units if the exercise of such discretion is in the best interests of unit holders. The Funds did not reject or withhold any redemptions during 2019 and 2018.

3 Financial risk management (continued)

(d) Liquidity risk (continued)

(i) Maturities of non-derivative financial liabilities

The tables below analyse the Funds' non-derivative financial liabilities into relevant maturity groupings based on the remaining period at reporting date to the contractual maturity date. The amounts in the tables are the contractual undiscounted cash flows. Units are redeemed on demand at the unit holder's option. However for net assets attributable to unit holders, the Responsible Entity does not envisage that the contractual maturity disclosed in the tables below will be representative of the actual cash outflows, as holders of these instruments typically retain them for the medium to long term.

T. Rowe Price Global Equity Fund

	As at 30 June 2019					As at 30 June 2018				
	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Borrowings	-	-	-	-	-	3,628	-	-	-	3,628
Distributions payable	285,521	-	-	-	285,521	165,249	-	-	-	165,249
Payables	9,875	-	-	-	9,875	2,948	-	-	-	2,948
Due to brokers - payable for margin	-	-	-	-	-	920	-	-	-	920
Due to brokers - payable for securities purchased	3,217	-	-	-	3,217	8,598	-	-	-	8,598
Net assets attributable to unit holders - liability	<u>2,651,522</u>	-	-	-	<u>2,651,522</u>	-	-	-	-	-
Contractual cash flows (excluding derivatives)	<u>2,950,135</u>	-	-	-	<u>2,950,135</u>	181,343	-	-	-	181,343

3 Financial risk management (continued)

(d) Liquidity risk (continued)

(i) *Maturities of non-derivative financial liabilities (continued)*

T. Rowe Price Global Equity (Hedged) Fund

	As at 30 June 2019					As at 30 June 2018				
	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Distributions payable	860	-	-	-	860	10,616	-	-	-	10,616
Payables	2,079	-	-	-	2,079	983	-	-	-	983
Due to brokers - payable for margin	584	-	-	-	584	-	-	-	-	-
Net assets attributable to unit holders - liability	132,943	-	-	-	132,943	-	-	-	-	-
Contractual cash flows (excluding derivatives)	136,466	-	-	-	136,466	11,599	-	-	-	11,599

T. Rowe Price Asia ex-Japan Fund

	As at 30 June 2019					As at 30 June 2018				
	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Distributions payable	2,541	-	-	-	2,541	16,504	-	-	-	16,504
Payables	202	-	-	-	202	454	-	-	-	454
Due to brokers - payable for securities purchased	170	-	-	-	170	987	-	-	-	987
Contractual cash flows (excluding derivatives)	2,913	-	-	-	2,913	17,945	-	-	-	17,945

3 Financial risk management (continued)

(d) Liquidity risk (continued)

(ii) Maturities of gross settled derivative financial instruments

The tables below analyse the Funds' gross settled derivative financial instruments based on their contractual maturity. The Funds may, at their discretion, settle financial instruments prior to their original contractual settlement date, in accordance with its investment strategy, where permitted by the terms and conditions of the relevant instruments.

T. Rowe Price Global Equity Fund

	As at 30 June 2019					As at 30 June 2018				
	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Forward currency contracts										
Inflows	58,292	-	-	-	58,292	134,408	-	-	-	134,408
(Outflows)	(58,629)	-	-	-	(58,629)	(133,426)	-	-	-	(133,426)
Total net settled derivatives	(337)	-	-	-	(337)	982	-	-	-	982

T. Rowe Price Global Equity (Hedged) Fund

	As at 30 June 2019					As at 30 June 2018				
	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Forward currency contracts										
Inflows	389,586	182,532	-	-	572,118	262,941	118,598	-	-	381,539
(Outflows)	(389,037)	(182,304)	-	-	(571,341)	(265,016)	(118,152)	-	-	(383,168)
Total net settled derivatives	549	228	-	-	777	(2,075)	446	-	-	(1,629)

3 Financial risk management (continued)

(d) Liquidity risk (continued)

(ii) *Maturities of gross settled derivative financial instruments (continued)*

T. Rowe Price Asia ex-Japan Fund

	As at 30 June 2019					As at 30 June 2018				
	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total	Less than 1 month	1 to 6 months	6 to 12 months	Over 12 months	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Forward currency contracts										
Inflows	1	-	-	-	1	1,287	-	-	-	1,287
(Outflows)	(1)	-	-	-	(1)	(1,284)	-	-	-	(1,284)
Total net settled derivatives	-	-	-	-	-	3	-	-	-	3

4 Fair value measurement

The Funds measure and recognise financial assets and liabilities at fair value through profit or loss on a recurring basis.

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

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy.

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

The Funds value their investments in accordance with the accounting policies set out in Note 2 to the financial statements. For the majority of its investments, the Funds rely on information provided by independent pricing services for the valuation of its investments.

(a) Fair value in an active market (level 1)

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives, listed equity securities and listed unit trusts) are based on quoted market prices at the close of trading at the end of the reporting period without any deduction for estimated future selling costs.

The quoted market price used for financial assets held by the Funds is the current bid price; the quoted market price for financial liabilities is the current asking price. When the Funds hold derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid or asking price to the net open position, as appropriate.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

(b) Fair value in an inactive or unquoted market (level 2 and level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

4 Fair value measurement (continued)

(b) Fair value in an inactive or unquoted market (level 2 and level 3) (continued)

The fair value of derivatives that are not exchange traded is estimated at the amount that the Funds would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined using the bid price prevailing at the end of each reporting period.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds. The Funds may make adjustments to the value based on considerations such as: liquidity of the Investee Fund or its underlying investments, the value date of the net asset value provided, or any restrictions on redemptions and the basis of accounting.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions. The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Funds hold. Valuations are therefore adjusted, where appropriate, to allow for additional factors including liquidity risk and counterparty risk.

(c) Recognised fair value measurements

The table below presents the Funds' financial assets and liabilities measured and recognised at fair value at 30 June 2019 and 30 June 2018.

T. Rowe Price Global Equity Fund

	As at 30 June 2019				As at 30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss								
Derivatives - forward currency contracts	-	2	-	2	-	987	-	987
Listed equity securities	2,798,641	-	-	2,798,641	2,234,059	-	-	2,234,059
Unlisted equity securities	-	-	25,649	25,649	-	-	9,681	9,681
Listed unit trusts	39,053	-	-	39,053	25,698	-	-	25,698
Total financial assets at fair value through profit or loss	2,837,694	2	25,649	2,863,345	2,259,757	987	9,681	2,270,425
Financial liabilities at fair value through profit or loss								
Derivatives - forward currency contracts	-	339	-	339	-	5	-	5
Total financial liabilities at fair value through profit or loss	-	339	-	339	-	5	-	5

4 Fair value measurement (continued)

(c) Recognised fair value measurements (continued)

T. Rowe Price Global Equity (Hedged) Fund

	As at 30 June 2019				As at 30 June 2018			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss								
Derivatives - forward currency contracts	-	2,129	-	2,129	-	972	-	972
Unlisted unit trusts	-	117,724	-	117,724	-	79,754	-	79,754
Total financial assets at fair value through profit or loss	<u>-</u>	<u>119,853</u>	<u>-</u>	<u>119,853</u>	<u>-</u>	<u>80,726</u>	<u>-</u>	<u>80,726</u>
Financial liabilities at fair value through profit or loss								
Derivatives - forward currency contracts	-	1,352	-	1,352	-	2,601	-	2,601
Total financial liabilities at fair value through profit or loss	<u>-</u>	<u>1,352</u>	<u>-</u>	<u>1,352</u>	<u>-</u>	<u>2,601</u>	<u>-</u>	<u>2,601</u>

4 Fair value measurement (continued)

(c) Recognised fair value measurements (continued)

T. Rowe Price Asia ex-Japan Fund

	As at 30 June 2019				As at 30 June 2018			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss								
Derivatives - forward currency contracts	-	-	-	-	-	3	-	3
Listed equity securities	44,010	-	-	44,010	205,055	-	-	205,055
Listed unit trusts	<u>1,013</u>	-	-	<u>1,013</u>	<u>3,352</u>	-	-	<u>3,352</u>
Total financial assets at fair value through profit or loss	<u>45,023</u>	-	-	<u>45,023</u>	<u>208,407</u>	<u>3</u>	-	<u>208,410</u>
Financial liabilities at fair value through profit or loss								
Derivatives - forward currency contracts	-	-	-	-	-	-	-	-
Total financial liabilities at fair value through profit or loss	-	-	-	-	-	-	-	-

4 Fair value measurement (continued)

(d) Transfers between levels

Management's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period. The following table presents the transfers between levels for the year ended 30 June 2019 and 30 June 2018:

		T. Rowe Price Global Equity Fund		
		Level 1	Level 2	Level 3
		\$'000	\$'000	\$'000
At 30 June 2019				
Transfers between levels 1 and 3:				
Unlisted equity securities		-	-	-
At 30 June 2018				
Transfers between levels 1 and 3:				
Unlisted equity securities		1,890	-	(1,890)
		T. Rowe Price Asia ex Japan Fund		
		Level 1	Level 2	Level 3
		\$'000	\$'000	\$'000
At 30 June 2019				
Transfers between levels 1 and 2:				
Listed equity securities		-	-	-
As at 30 June 2018				
Transfers between levels 1 and 2:				
Listed equity securities		3,295	(3,295)	-

4 Fair value measurement (continued)

(e) Fair value measurements using significant unobservable inputs (level 3)

The following table presents the movement in level 3 instruments for the year ended 30 June 2019 and 30 June 2018 by class of financial instrument.

	T. Rowe Price Global Equity Fund	
	Unlisted equity securities	Total
	\$'000	\$'000
Opening balance - 1 July 2017	4,113	4,113
Transfer into/(out) from level 3	(1,890)	(1,890)
Purchases	9,245	9,245
Sales	(3,029)	(3,029)
Gains/(losses) recognised in the statements of comprehensive income	<u>1,242</u>	<u>1,242</u>
Closing balance - 30 June 2018	<u>9,681</u>	<u>9,681</u>
Transfer into/(out) from level 3	-	-
Purchases	15,605	15,605
Sales	-	-
Gains/(losses) recognised in the statements of comprehensive income	<u>363</u>	<u>363</u>
Closing balance - 30 June 2019	<u>25,649</u>	<u>25,649</u>

4 Fair value measurement (continued)

(e) Fair value measurements using significant unobservable inputs (level 3) (continued)

(i) Valuation inputs and relationships to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements. See Note 4(b) above for valuation techniques adopted.

T. Rowe Price Global Equity Fund

Description	Fair value \$'000	Unobservable inputs	Range of inputs (probability-weighted average)	Relationship of unobservable inputs to fair value
As at 30 June 2019				
Unlisted equity securities	25,649	Cost of capital	-	-
As at 30 June 2018				
Unlisted equity securities	9,681	Cost of Capital	-	-

(ii) Valuation processes

Portfolio reviews are undertaken regularly by management to identify securities that potentially may not be actively traded or have stale security pricing. This process identifies securities which possibly could be regarded as being level 3 securities. Further analysis, should it be required, is undertaken to determine the accounting significance of the identification. For certain security types, in selecting the most appropriate valuation model, management performs back testing and considers actual market transactions. Changes in allocation to or from level 3 are analysed at the end of each reporting period and are disclosed in Note (e) above.

(f) Financial instruments not carried at fair value

The carrying value of receivables and payables are assumed to approximate their fair values.

Net assets attributable to unit holders' carrying value differ from its fair value (deemed to be redemption price for individual units) due to differences in valuation inputs. This difference is not material in the current or prior year.

5 Net gains/(losses) on financial instruments at fair value through profit or loss

Net gains/(losses) recognised in relation to financial assets and financial liabilities at fair value through profit or loss:

	T. Rowe Price Global Equity Fund		T. Rowe Price Global Equity (Hedged) Fund		T. Rowe Price Asia ex-Japan Fund	
	Year ended		Year ended		Year ended	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets						
Net realised gain/(loss) on financial assets at fair value through profit or loss	238,411	140,968	(19,990)	3,846	15,986	31,400
Net unrealised gain/(loss) on financial assets at fair value through profit or loss	92,425	266,258	4,251	5,392	(31,347)	1,428
Net gains/(losses) on financial assets at fair value through profit or loss	<u>330,836</u>	<u>407,226</u>	<u>(15,739)</u>	<u>9,238</u>	<u>(15,361)</u>	<u>32,828</u>
Financial liabilities						
Net realised gain/(loss) on financial liabilities at fair value through profit or loss	2,922	-	14,041	(1,276)	(107)	-
Net unrealised gain/(loss) on financial liabilities at fair value through profit or loss	(1,327)	-	(4,186)	(4,106)	(3)	-
Net gains/(losses) on financial liabilities at fair value through profit or loss	<u>1,595</u>	<u>-</u>	<u>9,855</u>	<u>(5,382)</u>	<u>(110)</u>	<u>-</u>
Total net gains/(losses) on financial instruments at fair value through profit or loss	<u>332,431</u>	<u>407,226</u>	<u>(5,884)</u>	<u>3,856</u>	<u>(15,471)</u>	<u>32,828</u>

6 Financial assets at fair value through profit or loss

	T. Rowe Price Global Equity Fund As at		T. Rowe Price Global Equity (Hedged) Fund As at		T. Rowe Price Asia ex-Japan Fund As at	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Forward currency contracts	2	987	2,129	972	-	3
Listed equity securities	2,798,641	2,234,059	-	-	44,010	205,055
Unlisted equity securities	25,649	9,681	-	-	-	-
Listed unit trusts	39,053	25,698	-	-	1,013	3,352
Unlisted unit trusts	-	-	117,724	79,754	-	-
Total financial assets at fair value through profit or loss*	2,863,345	2,270,425	119,853	80,726	45,023	208,410

* The Funds' investments in equity securities and unit trusts were previously designated at fair value through profit or loss and derivatives were held for trading. On adoption of AASB 9 all above investments are mandatorily classified as financial assets at fair value through profit or loss.

7 Financial liabilities at fair value through profit or loss

	T. Rowe Price Global Equity Fund As at		T. Rowe Price Global Equity (Hedged) Fund As at		T. Rowe Price Asia ex-Japan Fund As at	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Forward currency contracts	339	5	1,352	2,601	-	-
Total financial liabilities at fair value through profit or loss	339	5	1,352	2,601	-	-

8 Derivative financial instruments

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

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

Derivative transactions include many different instruments such as forwards, futures and options. Derivatives are considered to be part of the investment process and the use of derivatives is an essential part of the Funds' portfolio management. Derivatives are not managed in isolation. Consequently, the use of derivatives is multifaceted and includes:

- hedging to protect an asset or liability of the Funds against a fluctuation in market values, foreign exchange risk or to reduce volatility;
- a substitution for trading of physical securities; and
- adjusting asset exposures within the parameters set in the investment strategy, and adjusting the duration of fixed interest portfolios or the weighted average maturity of cash portfolios.

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

The Funds hold the following derivatives:

Forward currency contracts

Forward currency contracts are primarily used by the Funds to economically hedge against foreign currency exchange rate risks on its non-Australian dollar denominated trading securities. The Funds agree to receive or deliver a fixed quantity of foreign currency for an agreed upon price on an agreed future date. Forward currency contracts are valued at the prevailing bid price at the end of each reporting period. The Funds recognise a gain or loss equal to the change in fair value at the end of each reporting period.

8 Derivative financial instruments (continued)

The Funds' derivative financial instruments at year end are detailed as follows:

	T. Rowe Price Global Equity Fund			T. Rowe Price Global Equity (Hedged) Fund			T. Rowe Price Asia ex-Japan Fund		
	Contractual/ notional	Assets	Liabilities	Contractual/ notional	Assets	Liabilities	Contractual/ notional	Assets	Liabilities
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
As at 30 June 2019									
Forward currency contracts	<u>58,292</u>	<u>2</u>	<u>339</u>	<u>572,118</u>	<u>2,129</u>	<u>1,352</u>	-	-	-
Total derivatives	<u>58,292</u>	<u>2</u>	<u>339</u>	<u>572,118</u>	<u>2,129</u>	<u>1,352</u>	-	-	-
As at 30 June 2018									
Forward currency contracts	<u>134,408</u>	<u>987</u>	<u>5</u>	<u>381,539</u>	<u>972</u>	<u>2,601</u>	<u>1,287</u>	<u>3</u>	-
Total derivatives	<u>134,408</u>	<u>987</u>	<u>5</u>	<u>381,539</u>	<u>972</u>	<u>2,601</u>	<u>1,287</u>	<u>3</u>	-

Information about the Funds' exposure to credit risk, foreign exchange risk, interest rate risk and about the methods and assumptions used in determining fair values is provided in Note 3 and Note 4 to the financial statements. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of each class of derivative financial instruments disclosed above.

9 Net assets attributable to unit holders

Under AASB 132 *Financial instruments: Presentation*, puttable financial instruments meet the definition of a financial liability to be classified as equity where certain strict criteria are met. The Fund shall classify a financial instrument as an equity instrument from the date when the instrument has all the features and meets the conditions.

As at 30 June 2018, T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund classified their net assets attributable to unit holders as equity in accordance with AASB 132 *Financial Instruments: Presentation* as the criteria were met. During the year ended 30 June 2019, the Funds issued units under the new classes (Class M and Class S) subject to different rights and obligations. Therefore the net assets attributable to unit holders of the Funds (with the exception of T. Rowe Price Asia ex-Japan Fund) do not meet the criteria set out under AASB 132 and are classified as a financial liability during the year ended 30 June 2019. As a result of the reclassification of net assets attributable to unit holders from equity to liabilities, the Funds' (with the exception of T. Rowe Price Asia ex-Japan Fund) distributions are now classified as finance costs in the statement of comprehensive income, rather than as distributions paid in the statement of changes in equity.

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

	T. Rowe Price Global Equity Fund											
	Class I				Class M				Class S			
	Year ended				Year ended				Year ended			
	30 June		30 June		30 June		30 June		30 June		30 June	
2019		2018		2019		2018		2019		2018		
Units		Units		Units		Units		Units		Units		
'000		'000		'000		'000		'000		'000		
\$'000		\$'000		\$'000		\$'000		\$'000		\$'000		
Opening balance	1,456,714	2,131,760	1,216,350	1,557,484	-	-	-	-	-	-	-	
Applications	443,548	672,368	354,717	507,591	42,988	41,770	-	-	5,974	6,671	-	
Redemptions	(211,268)	(320,033)	(150,923)	(218,313)	(3,228)	(3,383)	-	-	-	-	-	
Reinvestment of distributions	55,208	80,902	36,570	46,857	-	-	-	-	-	-	-	
Increase/(decrease) in net assets attributable to unit holders	-	-	-	-	-	-	-	-	-	-	-	
Distributions paid and payable	-	-	-	(165,249)	-	-	-	-	-	-	-	
Profit/(loss) for the year	-	40,756	-	403,390	-	1,181	-	-	-	(470)	-	
Closing balance	1,744,202	2,605,753	1,456,714	2,131,760	39,760	39,568	-	-	5,974	6,201	-	

9 Net assets attributable to unit holders (continued)

T. Rowe Price Global Equity (Hedged) Fund

	Class I Year ended				Class M Year ended				Class S Year ended			
	30 June 2019		30 June 2018		30 June 2019		30 June 2018		30 June 2019		30 June 2018	
	Units '000	\$'000	Units '000	\$'000	Units '000	\$'000	Units '000	\$'000	Units '000	\$'000	Units '000	\$'000
Opening balance	65,717	78,474	31,523	35,935	-	-	-	-	-	-	-	-
Applications	37,182	44,712	41,139	52,497	11,551	13,117	-	-	328	350	-	-
Redemptions	(8,023)	(9,660)	(6,951)	(9,337)	(58)	(54)	-	-	-	-	-	-
Reinvestment of distributions	59	70	6	7	-	-	-	-	-	-	-	-
Increase/(decrease) in net assets attributable to unit holders	-	5,921	-	-	-	(2)	-	-	-	15	-	-
Distributions paid and payable	-	-	-	(10,616)	-	-	-	-	-	-	-	-
Profit/(loss) for the year	-	-	-	9,988	-	-	-	-	-	-	-	-
Closing balance	94,935	119,517	65,717	78,474	11,493	13,061	-	-	328	365	-	-

T. Rowe Price Asia ex-Japan Fund

	Class I Year ended			
	30 June 2019		30 June 2018	
	Units '000	\$'000	Units '000	\$'000
Opening balance	128,896	198,243	148,599	216,589
Applications	3,161	4,773	5,245	8,484
Redemptions	(113,179)	(146,218)	(34,631)	(41,297)
Reinvestment of distributions	9,988	15,386	9,683	14,130
Distributions paid and payable	-	(12,589)	-	(33,592)
Profit/(loss) for the year	-	(15,268)	-	33,929
Closing balance	28,866	44,327	128,896	198,243

9 Net assets attributable to unit holders (continued)

Net assets attributable to unitholders are classified as a financial liability at 30 June 2019 and as equity at 30 June 2018 for T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund. For T. Rowe Price Asia ex-Japan Fund net assets attributable to unit holders are classified as equity at 30 June 2019 and 30 June 2018. Refer to Note 2 for further details.

As stipulated within the Funds' Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right in the underlying assets of the Fund.

There are three separate classes of units (Class I, Class M and Class S) in T. Rowe Price Global Equity Fund and T. Rowe Price Global Equity (Hedged) Fund. T. Rowe Price Asia ex-Japan Fund has no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

Units are redeemed on demand at the unit holder's options. However, holders of these instruments typically retain them for the medium to long term. As such, the amount expected to be settled within twelve months after the end of the reporting period cannot be reliably determined.

(a) Capital risk management

The Funds consider their net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can significantly change on a daily basis as the Funds are subject to daily applications and redemptions at the discretion of unitholders.

Daily applications and redemptions are reviewed relative to the liquidity of the Funds' underlying assets on a daily basis by the Responsible Entity. Under the terms of the Funds' 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 the unit holders.

10 Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, and the relevant activities are directed by means of contractual arrangement.

The Funds consider all investments in managed investment schemes (the Schemes) to be structured entities. The Funds invest in Schemes for the purpose of capital appreciation and or earning investment income.

The exposure to investments in related Schemes at fair value, and any related amounts recognised in the statement of comprehensive income is disclosed at Note 17(i) to the financial statements.

The fair value of the Schemes is included in financial assets at fair value through profit or loss in the statement of financial position.

The Fund's maximum exposure to loss from its interest in the Schemes is equal to the fair value of its investments in the Schemes as there are no off-balance sheet exposures relating to any of the Schemes. Once the Fund has disposed of its units in a Scheme it ceases to be exposed to any risk from that Scheme.

During the year ended 30 June 2019, total gains/(losses) incurred on investments in the Schemes were \$3,917,193 (2018: \$5,716,631). The Fund also earned distribution income of \$12,674,343 as a result of its interests in the Schemes.

11 Distributions to unit holders

The distributions declared during the period were as follows:

	T. Rowe Price Global Equity Fund											
	Class I				Class M				Class S			
	30 June 2019		30 June 2018		30 June 2019		30 June 2018		30 June 2019		30 June 2018	
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distribution declared												
– June (payable)	<u>280,252</u>	<u>16.07</u>	<u>165,249</u>	<u>11.34</u>	<u>4,551</u>	<u>11.45</u>	-	-	<u>718</u>	<u>12.02</u>	-	-
Total distributions	<u>280,252</u>	<u>16.07</u>	<u>165,249</u>	<u>11.34</u>	<u>4,551</u>	<u>11.45</u>	-	-	<u>718</u>	<u>12.02</u>	-	-

	T. Rowe Price Global Equity (Hedged) Fund											
	Class I				Class M				Class S			
	30 June 2019		30 June 2018		30 June 2019		30 June 2018		30 June 2019		30 June 2018	
	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU	\$'000	CPU
Distribution declared												
– June (payable)	<u>759</u>	<u>0.80</u>	<u>10,616</u>	<u>16.15</u>	<u>97</u>	<u>0.84</u>	-	-	<u>4</u>	<u>1.12</u>	-	-
Total distributions	<u>759</u>	<u>0.80</u>	<u>10,616</u>	<u>16.15</u>	<u>97</u>	<u>0.84</u>	-	-	<u>4</u>	<u>1.12</u>	-	-

	T. Rowe Price Asia ex Japan Fund			
	Class I			
	30 June 2019		30 June 2018	
	\$'000	CPU	\$'000	CPU
Distribution declared				
– November	-	-	17,088	51.14
– 9 November (special)*	<u>6,788</u>	<u>13.56</u>	-	-
– 12 November (special)*	<u>888</u>	<u>1.77</u>	-	-
– June	<u>2,372</u>	<u>22.14</u>	-	-
– June (payable)	<u>2,541</u>	<u>8.80</u>	<u>16,504</u>	<u>12.81</u>
Total distributions	<u>12,589</u>	<u>46.27</u>	<u>33,592</u>	<u>63.95</u>

*In November 2018, T. Rowe Price Asia ex Japan Fund received large redemption requests of over 5%. Upon receipt of these redemptions special distributions were calculated and the unit holders were paid out in full.

12 Cash and cash equivalents

	T. Rowe Price Global Equity Fund		T. Rowe Price Global Equity (Hedged) Fund		T. Rowe Price Asia ex Japan Fund	
	As at		As at		As at	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Domestic currency cash at bank	1,831	-	2	2,081	962	5,058
Foreign currency cash at bank	79,188	13,229	2,840	2,706	926	591
Bank overdraft	-	(3,628)	-	-	-	-
Total cash and cash equivalents	81,019	9,601	2,842	4,787	1,888	5,649

These accounts are earning a floating interest rate of between -1.5% and 2% as at 30 June 2019 (30 June 2018: -1.5% and 2%).

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

	T. Rowe Price Global Equity Fund		T. Rowe Price Global Equity (Hedged) Fund		T. Rowe Price Asia ex-Japan Fund	
	Year ended		Year ended		Year ended	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
(a) Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities						
Profit/(loss) for the year	-	403,390	-	9,988	(15,268)	33,929
Increase/(decrease) in net assets attributable to unit holders	41,467	-	5,934	-	-	-
Distributions to unit holders	285,521	-	860	-	-	-
Proceeds from sale of financial instruments at fair value through profit or loss	1,651,891	1,195,379	24,105	29,834	203,926	188,261
Purchase of financial instruments at fair value through profit or loss	(1,893,317)	(1,422,125)	(64,178)	(66,124)	(55,795)	(139,124)
Net (gains)/losses on financial instruments at fair value through profit or loss	(332,431)	(407,226)	5,884	(3,856)	15,471	(32,828)
Net foreign exchange gain/(loss)	137	(529)	(66)	8	(22)	(33)
Net change in margin accounts	(1,405)	920	199	-	-	-
Net change in receivables	(390)	(813)	(7,577)	(4,745)	627	(271)
Net change in payables	6,828	(2,303)	1,096	767	(252)	(372)
Dividend and distribution income reinvested	-	(58)	(6,187)	(2,203)	(3)	(51)
Net cash inflow/(outflow) from operating activities	(241,699)	(233,365)	(39,930)	(36,331)	148,684	49,511
(b) Non-cash operating and financing activities						
The following purchases of investments were satisfied by participating in dividend and distribution reinvestment plan.	-	58	6,187	2,203	3	51
The following distribution payments to unit holders were satisfied by the issue of units under the distribution reinvestment plans.	80,902	46,857	70	7	15,386	14,130
Total non-cash operating and financing activities	80,902	46,915	6,257	2,210	15,389	14,181

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

14 Receivables

	T. Rowe Price Global Equity Fund As at		T. Rowe Price Global Equity (Hedged) Fund As at		T. Rowe Price Asia ex-Japan Fund As at	
	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2018	2019	2018	2019	2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Interest receivable from Financial assets at amortised cost	92	8	3	1	-	-
Dividend and distribution receivable	864	1,391	12,674	6,187	210	757
Management fee reimbursement receivable	-	-	2,053	968	-	-
Applications receivable	-	208	-	-	-	144
GST receivable	367	49	8	5	9	11
Withholding tax receivable	2,234	1,620	-	-	110	188
Total receivables	3,557	3,276	14,738	7,161	329	1,100

15 Payables

	T. Rowe Price Global Equity Fund As at		T. Rowe Price Global Equity (Hedged) Fund As at		T. Rowe Price Asia ex-Japan Fund As at	
	30 June	30 June	30 June	30 June	30 June	30 June
	2019	2018	2019	2018	2019	2018
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Management fees payable	9,610	2,171	2,027	928	149	399
Custody and administration fees payable	232	268	42	55	38	55
Other payable	33	509	10	-	15	-
Total payables	9,875	2,948	2,079	983	202	454

16 Remuneration of auditor

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

	T. Rowe Price Global Equity Fund		T. Rowe Price Global Equity (Hedged) Fund		T. Rowe Price Asia ex-Japan Fund	
	Year ended		Year ended		Year ended	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$	\$	\$	\$	\$	\$
PricewaterhouseCoopers						
<i>Audit and other assurance services</i>						
Audit and review of financial statements	28,800	28,297	12,700	12,400	17,500	17,097
Audit of compliance plan	5,428	5,428	2,837	2,837	3,092	3,092
Total remuneration for audit and other assurance services	<u>34,228</u>	<u>33,725</u>	<u>15,537</u>	<u>15,237</u>	<u>20,592</u>	<u>20,189</u>
<i>Taxation services</i>						
Tax compliance services	13,280	15,112	13,280	15,112	13,280	15,112
Total remuneration for taxation services	<u>13,280</u>	<u>15,112</u>	<u>13,280</u>	<u>15,112</u>	<u>13,280</u>	<u>15,112</u>
Total remuneration of PricewaterhouseCoopers	<u>47,508</u>	<u>48,837</u>	<u>28,817</u>	<u>30,349</u>	<u>33,872</u>	<u>35,301</u>

The auditor's remuneration is borne by the Funds. Fees are stated exclusive of GST.

17 Related party transactions

The Responsible Entity of T. Rowe Price Funds is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975). Accordingly, transactions with entities related to Equity Trustees Limited are disclosed below.

The Responsible Entity has contracted services to T. Rowe Price International Ltd, to act as Investment Manager for the Funds and JPMorgan Chase Bank, N.A. to act as Custodian and Administrator for the Funds. The contracts are on normal commercial terms and conditions.

17 Related party transactions (continued)

(a) Key management personnel

(i) Directors

Key management personnel include persons who were directors of Equity Trustees Limited at any time during the financial year or since the end of the financial year and up to the date of this report.

Philip D Gentry	(Chairman)
Harvey H Kalman	
Ian C Westley	
Michael J O'Brien	(appointed 11 July 2018)

(ii) Other key management personnel

There were no other key management personnel with responsibility for planning, directing and controlling activities of the Funds, directly or indirectly during the financial year.

(b) Transactions with key management personnel

There were no transactions with key management personnel during the reporting period.

(c) Key management personnel unit holdings

Key management personnel did not hold units in the Funds as at 30 June 2019 (30 June 2018: nil).

(d) Key management personnel compensation

Key management personnel are paid by EQT Services Pty Ltd. Payments made from the Funds to Equity Trustees Limited do not include any amounts directly attributable to the compensation of key management personnel.

(e) Key management personnel loans

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

(f) Other transactions within the Funds

Apart from those details disclosed in this note, no key management personnel have entered into a material contract with the Funds during the financial year and there were no material contracts involving management personnel's interests existing at year end.

17 Related party transactions (continued)

(g) Responsible Entity and Investment Manager's fees and other transactions

Under the terms of the Funds' Constitution and Product Disclosure Statement for the Funds, the Responsible Entity and the Investment Manager are entitled to receive management fees.

The transactions during the year and amounts payable as at year end between the Funds, the Responsible Entity and the Investment Manager were as follows:

	T. Rowe Price Global Equity Fund		T. Rowe Price Global Equity (Hedged) Fund		T. Rowe Price Asia ex-Japan Fund	
	Year ended		Year ended		Year ended	
	30 June 2019	30 June 2018	30 June 2019	30 June 2018	30 June 2019	30 June 2018
	\$	\$	\$	\$	\$	\$
Management fee rebate income*	-	-	1,084,801	756,446	-	-
Management fee (at gross)	26,563,395	20,579,828	1,209,683	816,232	1,199,059	2,348,461
Management fee reimbursement	-	-	51,452	-	110,290	-
Net management fee	26,563,395	20,579,828	1,158,231	816,232	1,088,769	2,348,461
Responsible Entity fees for the year	927,770	761,997	-	-	41,764	87,782
Management fees payable at year end	9,435,408	2,099,887	2,026,620	927,516	145,435	391,976
Responsible Entity fees payable at year end	174,939	70,719	-	-	3,540	6,726
Management fees rebate receivable at year end	-	-	2,053,120	968,319	-	-

For information on how management fees are calculated please refer to the Funds' Product Disclosure Statement.

* The Investment Manager rebates management fees charged by other trusts managed by the Investment Manager where the Trust invests in those trusts.

17 Related party transactions (continued)

(h) Related party unit holdings

Parties related to the Funds (including Equity Trustees Limited, its related parties and other schemes managed by Equity Trustees Limited and the Investment Manager) hold units in the Funds, as follows:

Unit holder	T. Rowe Price Global Equity Fund						
	Number of units held opening	Number of units held closing	Fair value of investment	Interest held	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund
			\$	%			\$
As at 30 June 2019							
T. Rowe Price Global Equity (Hedged) Fund	54,541,701	78,881,103	127,087,116	4.41	45,807,314	21,467,912	12,674,343
Freedom of Choice	54,416	812,233	1,308,606	0.05	757,817	-	130,507
State Street Australia ACF EQT ATF Alpha Global Opportunities Fund	4,017,405	4,464,080	7,192,179	0.25	700,685	254,010	717,273
As at 30 June 2018							
T. Rowe Price Global Equity (Hedged) Fund	27,242,713	54,541,701	79,754,158	3.74	47,880,692	20,581,704	6,187,200
Freedom of Choice	54,416	54,416	79,632	-	-	-	6,173
State Street Australia ACF EQT ATF Alpha Global Opportunities Fund	-	4,017,405	5,879,070	0.28	4,017,405	-	455,734

17 Related party transactions (continued)

	T. Rowe Price Global Equity (Hedged) Fund						
	Number of units held opening	Number of units held closing	Fair value of investment	Interest held	Number of units acquired	Number of units disposed	Distributions paid/ payable by the Fund
			\$	%			\$
Unit holder							
As at 30 June 2019							
T. Rowe Price International Limited - Class I	651,466	607,331	765,289	0.57	545,801	589,936	4,321
T. Rowe Price International Limited - Class Z	-	50,000	55,923	0.05	50,000	-	2
As at 30 June 2018							
T. Rowe Price International Limited	651,446	651,446	777,951	0.99	-	-	105,241

Parties related to T. Rowe Price Asia ex-Japan Fund did not hold any units in the Fund as at 30 June 2019 and 30 June 2018.

(i) Investments

The Funds held investments in the following schemes which were also managed by the Responsible Entity or its related parties:

	T. Rowe Price Global Equity (Hedged) Fund					
	Fair value of investment	Interest held	Distributions earned	Distributions receivable	Units acquired during the year	Units disposed during the year
	\$	%	\$	\$		
As at 30 June 2019						
T. Rowe Global Equity Fund	117,724,007	5.97	-	12,674,343	45,807,314	(21,467,913)
As at 30 June 2018						
T. Rowe Global Equity Fund	79,754,158	3.74	-	6,187,200	47,880,692	(20,581,704)

T. Rowe Price Global Equity Fund and T. Rowe Price Asia ex-Japan Fund did not hold any investment in the Responsible Entity or its related parties during the year (2018: Nil).

18 Events occurring after the reporting period

No significant events have occurred since the end of the year which would impact on the financial position of the Funds as disclosed in the statements of financial position as at 30 June 2019 or on the results and cash flows of the Funds for the year ended on that date.

19 Contingent assets and liabilities and commitments

There are no contingent assets, liabilities or commitments as at 30 June 2019 and 30 June 2018.

Directors' declaration

In the opinion of the directors of the Responsible Entity:

- (a) The financial statements and notes set out on pages 7 to 55 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Funds' financial position as at 30 June 2019 and of their performance for the financial year ended on that date.
- (b) There are reasonable grounds to believe that the Funds will be able to pay their debts as and when they become due and payable; and
- (c) Note 2(a) confirms that the financial statements also comply with the International Financial Reporting Standards as issued by the International Accounting Standards Board.

This declaration is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry

Chairman

Melbourne

26 September 2019



Independent auditor's report

To the unit holders of:

- T. Rowe Price Global Equity Fund
- T. Rowe Price Global Equity (Hedged) Fund
- T. Rowe Price Asia ex-Japan Fund

referred to collectively as "T. Rowe Price Funds" .

Report on the audit of the financial report

Our opinion

In our opinion:

The accompanying financial report of T. Rowe Price Funds (the Funds) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Funds' financial position as at 30 June 2019 and of its financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

What we have audited

The Funds' financial report comprises:

- the statements of financial position as at 30 June 2019
- the statements of comprehensive income for the year then ended
- the statements of changes in equity for the year then ended
- the statements of cash flows for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

Liability limited by a scheme approved under Professional Standards Legislation.



Basis for opinion

We conducted our audits in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Funds in accordance with the auditor independence requirements of 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* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Other information

The directors of Equity Trustees Limited (the Responsible Entity) are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audits of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audits, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Responsibilities of the directors of the Responsible Entity for the financial report

The directors of the Responsible Entity of the Funds are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors of the Responsible Entity determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors of the Responsible Entity are responsible for assessing the ability of the Funds to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors of the Responsible Entity either intends to liquidate the Funds or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and 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 report.

A further description of our responsibilities for the audits of the financial report 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.

The PricewaterhouseCoopers logo is written in a blue, cursive script font.

PricewaterhouseCoopers

A blue ink signature, appearing to be 'G. Sagonas', is written over a horizontal line.

George Sagonas
Partner

Melbourne
26 September 2019