



Independent audit report to the Directors of Computershare Investor Services Pty Limited on Internal Control Procedures designated by Australian Securities Exchange (“ASX”) Settlement Operating Rule 5.23.1

In accordance with the terms of our engagement letter dated 15 May 2012, we have audited Computershare Investor Services Pty Limited’s (“CIS”) control procedures in relation to the ASX Settlement Operating Rule 5.23.1 for the year ended 30 June 2012.

Respective responsibilities

The Management of CIS are responsible for maintaining an effective internal control structure including control procedures in relation to ASX Settlement Operating Rule 5.23.1. Management of CIS’ assertion about the effectiveness of control procedures is included in Attachment 1 “Management Representation for Report on Internal Control.”

Our responsibility is to form an opinion based on our reasonable assurance procedures. Our audit has been conducted in accordance with the Auditing Standard (AUS) 810 Special Purpose Reports on the Effectiveness on Control Procedures and accordingly included such tests and procedures as we considered necessary in the circumstances. These tests and procedures have been undertaken to form an opinion whether in all material respects, the control procedures in relation to ASX Settlement Operating Rule 5.23.1 described in Attachment 2, were adequately designed and operated effectively to provide reasonable but not absolute, assurance that the control objectives were achieved during the year ended 30 June 2012, based on the criteria referred to above.

Use of report

This report has been prepared for distribution to CIS for the purpose of ASX Settlement Operating Rule 5.23.1. Subject to the following, PwC accepts no responsibility or liability to any other party other than CIS for any consequences of the use of this report for any purpose.

We understand a copy of this report will be provided to ASX in accordance with ASX Settlement Operating Rule 5.23.1.

CIS provides registry functions for a number of Issuers (as defined in the ASX Settlement Operating Rules). CIS may provide a copy of this report on a strictly confidential basis to an Issuer for which CIS provides registry functions for the sole purpose of assisting the Issuer to assess whether the Issuer has complied with ASX Settlement Operating Rule 5.23.1.

Inherent limitations

Because of the inherent limitations of any internal control structure, there is the possibility of fraud, error or non-compliance with laws and regulations may occur and not be detected. Further, the internal control structure, within which the control procedures that we have audited operate, has not been audited and no opinion is expressed as to its effectiveness.

An audit is not designed to detect all weaknesses in internal compliance and control system as it is not performed continuously throughout the reporting period and any testing is performed on a sample basis.

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Any projections of any evaluation of the internal compliance and control system to future periods is subject to the risk that internal compliance and control system may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Conclusion

In our opinion, CIS maintained, in all material respects, effective control procedures in relation to Attachment 2 which were suitably designed to provide reasonable, but not absolute, assurance that the internal control objectives were achieved and that the control procedures operated effectively and continuously for the year ended 30 June 2012 based on the criteria referred to above.

A handwritten signature in cursive script that reads 'PricewaterhouseCoopers'.

PricewaterhouseCoopers

A handwritten signature in cursive script that reads 'Chris'.

Christopher Lewis
Partner - Melbourne

20 July 2012

ATTACHMENT 1**MANAGEMENT REPRESENTATION FOR REPORT ON INTERNAL CONTROL**

This report applies to the registry services provided by Computershare Investor Services Pty Limited ("CIS").

The Management of CIS are responsible for the design, implementation and maintenance of internal controls for the registry services provided to clients and for the declarations and assertions in this report. In carrying out this responsibility management has had regard to the interests of the clients and the owners of the business and to the general effectiveness and efficiency of the operations of the business. This includes ensuring that registry services are conducted in accordance with Australian Securities Exchange ("ASX") Settlement Operating Rule 5.23.1.

This report sets out the control procedures designed to satisfy compliance with this ASX Settlement Operating Rule 5.23.1. These control procedures were operating effectively throughout the period from 1 July 2011 to 30 June 2012.

Signed for and on behalf of Computershare Investor Services Pty Limited.

**Greg Dooley**

Managing Director

20 July 2012



ATTACHMENT 2: ASX Settlement Operating Rule 5.23.1

ASX Settlement Operating Rule 5.23.1 requires listed entities to have their registry function audited annually by a registered auditor. As permitted by the Rules, CIS arranges this audit on behalf of relevant clients. The control procedures covered in the audit are described below:

(a) The registry operations information processing facilities and integrity:

Maintenance of security and confidentiality over the data of securityholders, including non-disclosure of SRNs and HINs

Control procedures over this objective include the following:

- Induction training program for new employees, during which company security and confidentiality policies are communicated.
- Code of Ethics Agreements exist and are signed by all employees.
- Policies and procedures exist to ensure that staff are aware of the need to keep SRNs, HINs and other securityholder data confidential.
- Call monitoring procedures exist for the Communication Centre so that adherence to company security and confidentiality policies can be monitored.
- Prior to initiating processing transactions through web applications, securityholders are required to enter a valid PIN for proper authorisation.

Security over the physical operation of the registry operation

Control procedures over this objective include the following:

- Operational buildings have access card systems that control entry at restricted points to authorised personnel only.
- Review of access is performed on a regular basis.

Registry system backup and disaster recovery procedures

Control procedures over this objective include the following:

- Backup procedures for registry system data exist and are adhered to, this includes daily backups stored securely offsite.
- A documented disaster recovery plan exists and has been tested for the registry system. It incorporates details of how processing would continue from the hot-site if the primary site was unavailable.

Registry system access controls

Control procedures over this objective include the following:

- Access approval procedures exist that restrict system access to authorised personnel only.
- User IDs and password controls exist for access to the registry system.
- Periodic user access reviews are completed.
- Compulsory password change controls exist.
- Screen timeout procedures exist for the local area network.



(b) The integrity and accuracy of information generated by the registry operation:

Internal controls over data input and output by the registry

Control procedures over this objective include the following:

- Documented procedures exist for processing registry-related transactions.
- Monitoring procedures exist to ensure accuracy and completeness of data change requests.
- Appropriate segregation of duties and independent reviews are in place for changes to registry data processed by employees.
- Output from the registry is updated to print files.

Processing and reporting of transaction data, including compliance with ASX Settlement message response time.

Control procedures over this objective include the following:

- Daily monitoring controls exist to ensure that all CHES messages received are processed in a timely manner.
- A documented disaster recovery plan exists and has been tested for the registry system. It incorporates details of how processing would continue from the hot-site if the primary site was unavailable.