

Results for Announcement to the Market

	SAL Group 6 months to 30 June 2015 \$m	SAL Group 6 months to 30 June 2014 \$m	Movement \$m	Movement %
Revenue	594.7	568.4	26.3	4.6%
Other income	0.1	-	0.1	n/a
Total revenue	594.8	568.4	26.4	4.6%
Profit after income tax benefit/(expense)	133.9	52.7	81.2	154.1%
Profit after income tax benefit/(expense) attributable to security holders	134.6	53.9	80.7	149.7%

	SAT1 Group 6 months to 30 June 2015 \$m	SAT1 Group 6 months to 30 June 2014 \$m	Movement \$m	Movement %
Revenue	-	-	n/a	n/a
Other income	-	-	n/a	n/a
Total revenue	-	-	n/a	n/a
Profit after income tax benefit/(expense)	120.8	123.4	-2.6	-2.1%
Profit after income tax benefit/(expense) attributable to security holders	120.8	123.4	-2.6	-2.1%

Distributions

	SAL Group 30 June 2015 \$m	SAT1 Group 30 June 2015 \$m	SAL Group 30 June 2014 \$m	SAT1 Group 30 June 2014 \$m
Final distribution for year ended 31 December (100% unfranked)	266.0	120.8	252.3	208.5
Interim distribution for period ended 30 June (100% unfranked)	277.1	119.7	254.9	121.9

	SAL Group 30 June 2015 cents per stapled security	SAT1 Group 30 June 2015 cents per stapled security	SAL Group 30 June 2014 cents per stapled security	SAT1 Group 30 June 2014 cents per stapled security
Final distribution for year ended 31 December (100% unfranked)	12.00	5.45	11.50	9.50
Interim distribution for period ended 30 June (100% unfranked)	12.50	5.40	11.50	5.50

The interim distribution, with record date of 30 June 2015 of \$277.1 million or 12.5 cents per stapled security (2014: \$254.9 million or 11.5 cents) was paid on 14 August 2015 by:

- SAL \$157.4 million or 7.1 cents; and
- SAT1 \$119.7 million or 5.4 cents.

There are \$nil imputation credits available to pay franked distributions.

SYDNEY AIRPORT

Appendix 4D

ASX Listing Rule 4.2A.3

Interim Financial Report for Half Year Ended 30 June 2015

Distribution Reinvestment Plan (DRP)

Under the DRP, security holders may receive additional stapled securities in substitution for some or all cash distributions in respect of their stapled securities. The last date for the receipt of an election notice for participation in the current period DRP was 1 July 2015. Under the DRP, security holders received additional stapled securities in substitution for some or all cash distributions in respect of their stapled securities. No discount was applied when the price was determined at which stapled securities were issued under the DRP for the current period distribution.

Additional Appendix 4D disclosures can be found in the Notes to the Sydney Airport Interim Financial Report for Half Year Ended 30 June 2015 and Results for Half Year Ended 30 June 2015 lodged with the ASX on 18 August 2015.

ASX-listed Sydney Airport (the Group) is comprised of Sydney Airport Limited (ABN 18 165 056 360) (SAL) and Sydney Airport Trust 1 (ARSN 099 597 921) (SAT1). The Trust Company (Sydney Airport) Limited (ABN 83 115 967 087) (AFSL 301162) (TTCSAL) is the responsible entity of SAT1.

INTERIM FINANCIAL REPORT

**FOR HALF YEAR ENDED
30 JUNE 2015**

ASX-listed Sydney Airport comprises Sydney Airport Limited (ACN 165 056 360) and Sydney Airport Trust 1 (ARSN 099 597 921)



ASX-listed Sydney Airport (the Group) is comprised of Sydney Airport Limited (ABN 18 165 056 360) (SAL) and Sydney Airport Trust 1 (ARSN 099 597 921) (SAT1). The Trust Company (Sydney Airport) Limited (ABN 83 115 967 087) (AFSL 301162) (TTCSAL) is the responsible entity of SAT1.

This report is not an offer or invitation for subscription or purchase of or a recommendation of securities. It does not take into account the investment objectives, financial situation and particular needs of the investor. Before making an investment in the Group, the investor or prospective investor should consider whether such an investment is appropriate to their particular investment needs, objectives and financial circumstances and consult an investment adviser if necessary.

CONTENTS

Directors' Report	2
Lead Auditor's Independence Declaration to the Directors of Sydney Airport Limited	7
Lead Auditor's Independence Declaration to the Directors of the Responsible Entity of Sydney Airport Trust 1	8
Consolidated Statements of Comprehensive Income	9
Consolidated Statements of Financial Position	11
Consolidated Statements of Changes in Equity	12
Consolidated Statements of Cash Flows	14
Notes to the Financial Report:	
1. Summary of Significant Accounting Policies	15
2. Finance (Costs)/Income	17
3. Distributions Paid and Proposed	17
4. Cash and Cash Equivalents	18
5. Interest Bearing Liabilities	18
6. Income Tax (Expense)/Benefit	18
7. Contributed Equity	19
8. Retained Earnings	19
9. Segment Reporting	20
10. Long Term Incentive Plan	21
11. Contingent Assets and Liabilities	21
12. Events Occurring after Balance Sheet Date	22
Statement by the Directors of Sydney Airport Limited	23
Statement by the Directors of the Responsible Entity of Sydney Airport Trust 1	24
Independent Auditor's Review Report to Shareholders of Sydney Airport Limited	25
Independent Auditor's Review Report to Unit Holders of Sydney Airport Trust 1	27

DIRECTORS' REPORT

For half year ended 30 June 2015

Overview of ASX-listed Sydney Airport

ASX-listed Sydney Airport (the Group) consists of Sydney Airport Limited (SAL) and Sydney Airport Trust 1 (SAT1). Shares and units in the Group are stapled, quoted and traded on the Australian Securities Exchange as if they were a single security. They consist of one share in SAL and one unit in SAT1. SAL holds a 100% economic interest in Sydney (Kingsford Smith) Airport.

Directors' Report

For half year ended 30 June 2015, the directors of SAL submit the following report on the consolidated interim financial report of ASX-listed Sydney Airport. SAL has been identified as the parent of the consolidated group comprising SAL and its controlled entities and SAT1 and its controlled entities, together acting as ASX-listed Sydney Airport (or the Group).

For half year ended 30 June 2015, the directors of The Trust Company (Sydney Airport) Limited (TTCSAL or the Responsible Entity) also submit the following report on the consolidated interim financial report of SAT1 comprising SAT1 and its controlled entities (SAT1 Group).

Principal Activities

The principal activity of the Group is the ownership of Sydney Airport. The Group's investment policy is to invest funds in accordance with the provisions of the governing documents of the individual entities within the Group. There were no significant changes in the nature of the Group's activities during the period.

The principal activity of the SAT1 Group is to hold financial loan assets. There were no significant changes in the nature of the SAT1 Group's activities during the period.

Directors

The following persons were directors of SAL from the dates noted.

Name	Role	SAL directorship	ASX-listed Sydney Airport directorship
Trevor Gerber	Chairman	Appointed 14 May 2015	Appointed 14 May 2015
	Non-executive director	Appointed October 2013	Appointed May 2002
Max Moore-Wilton	Chairman, Non-executive director	Appointed October 2013, Retired 14 May 2015	Appointed April 2006, Retired 14 May 2015
Michael Lee	Non-executive director	Appointed October 2013	Appointed June 2003
John Roberts	Non-executive director	Appointed October 2013	Appointed October 2009
Ann Sherry	Non-executive director	Appointed May 2014	Appointed May 2014
Stephen Ward	Non-executive director	Appointed October 2013	Appointed February 2011
Kerrie Mather	Executive director	Appointed October 2013	Appointed July 2010

Max Moore-Wilton retired as chairman and as a director on 14 May 2015.

The following persons were directors of TTCSAL from the dates noted.

Name	Role	TTCSAL directorship
Russell Balding	Non-executive director	Appointed October 2013
Patrick Gourley	Non-executive director	Appointed October 2013
Christopher Green	Executive director	Appointed March 2014

Rupert Smoker is an alternate director for Christopher Green.

Distributions

The total interim distribution by ASX-listed Sydney Airport for half year ended 30 June 2015, of \$277.1 million or 12.5 cents per stapled security (2014: \$254.9 million or 11.5 cents) was paid on 14 August 2015 by:

- SAL \$157.4 million or 7.1 cents (2014: \$133.0 million or 6.0 cents); and
- SAT1 \$119.7 million or 5.4 cents (2014: \$121.9 million or 5.5 cents).

DIRECTORS' REPORT

For half year ended 30 June 2015

Review and Results of Operations

The performance of the Groups for the half year, as represented by the combined result of their operations was:

	SAL Group 6 months to 30 June 2015 \$m	SAL Group 6 months to 30 June 2014 \$m	SAT1 Group 6 months to 30 June 2015 \$m	SAT1 Group 6 months to 30 June 2014 \$m
Revenue	594.7	568.4	-	-
Other income	0.1	-	-	-
Expenses before depreciation, amortisation and net finance costs	(106.5)	(109.4)	(0.9)	(1.3)
Profit/(loss) before depreciation, amortisation, finance costs and income tax (EBITDA)	488.3	459.0	(0.9)	(1.3)
Depreciation and amortisation	(141.1)	(151.9)	-	-
Profit/(loss) before net finance costs and income tax (EBIT)	347.2	307.1	(0.9)	(1.3)
Net finance (costs)/income	(213.1)	(286.2)	121.7	124.7
Profit before income tax (expense)/benefit	134.1	20.9	120.8	123.4
Income tax (expense)/benefit	(0.2)	31.8	-	-
Profit after income tax (expense)/benefit	133.9	52.7	120.8	123.4
Other comprehensive income, net of tax	37.8	37.2	-	-
Total comprehensive income	171.7	89.9	120.8	123.4
Earnings per share/unit from profit after income tax	6.07c	2.44c	5.45c	5.58c

DIRECTORS' REPORT

For half year ended 30 June 2015

Reconciliation of Net Operating Receipts

Net operating receipts provides a proxy for cash flows available to pay ASX-listed Sydney Airport distributions. The table below reconciles the statutory result of ASX-listed Sydney Airport for the period ended 30 June 2015 to its distributions declared.

Non-IFRS financial information below has not been audited by the external auditor, but has been sourced from the financial reports.

	6 months to 30 June 2015 \$m	6 months to 30 June 2014 \$m
Profit before income tax (expense)/benefit ¹	134.1	20.9
Add back: depreciation and amortisation ¹	141.1	151.9
Profit before tax, depreciation and amortisation	275.2	172.8
Add/(subtract) non-cash financial expenses		
- Capital Indexed Bonds capitalised ²	7.3	17.9
- Amortisation of debt establishment costs ²	11.9	15.4
- Borrowing costs capitalised ²	(4.5)	(3.2)
- Change in fair value of swaps ²	(8.2)	51.4
Total non-cash financial expenses	6.5	81.5
Add/(subtract) other cash movements		
Movement in cash balances with restricted use ³	6.1	1.0
Other	(8.4)	(0.1)
Total other cash movements	(2.3)	0.9
Net operating receipts	279.4	255.2
Stapled securities on issue (m) ⁴	2,216.2	2,216.2
Net operating receipts per stapled security	12.6c	11.5c
Distributions declared per stapled security⁵	12.5c	11.5c

¹ These numbers are taken from the Consolidated Statements of Comprehensive Income for half year ended 30 June 2015.

² These numbers are taken from Note 2 in the Sydney Airport Interim Financial Report for half year ended 30 June 2015.

³ These numbers are taken from Note 4 in the Sydney Airport Interim Financial Report for half year ended 30 June 2015.

⁴ These numbers are taken from Note 7 in the Sydney Airport Interim Financial Report for half year ended 30 June 2015.

⁵ These numbers are taken from Note 3 in the Sydney Airport Interim Financial Report for half year ended 30 June 2015.

Significant Changes in State of Affairs

Bonds

In April 2015, Sydney Airport successfully issued \$643.0 million (USD500.0 million) of senior secured notes in the US144A/RegS bond market maturing in April 2025.

Distribution reinvestment plan

The distribution reinvestment plan (DRP) operated in respect of the 31 December 2014 distribution. In January 2015, to satisfy the DRP take up, 8.2 million securities were acquired on-market for transfer to security holders for a total of \$40.6 million. No new securities were issued. Securities were transferred to DRP participants at \$4.96 with no discount applied.

DIRECTORS' REPORT

For half year ended 30 June 2015

Events Occurring after Balance Sheet Date

Bonds

On 6 July 2015, the Group repaid \$175.0 million of bonds funded by bank facilities.

Distribution

The total interim distribution by ASX-listed Sydney Airport for half year ended 30 June 2015 of \$277.1 million or 12.5 cents per stapled security (2014: \$254.9 million or 11.5 cents) was paid on 14 August 2015 by:

- SAL \$157.4 million or 7.1 cents (2014: \$133.0 million or 6.0 cents); and
- SAT1 \$119.7 million or 5.4 cents (2014: \$121.9 million or 5.5 cents).

Distribution reinvestment plan

The DRP operated in respect of the half year ended 30 June 2015 distribution. 13.3 million stapled securities were issued and transferred to DRP participants at \$5.46 with no discount applied, totalling \$72.4 million on 14 August 2015.

Terminal 3 transaction

Sydney Airport signed an agreement with Qantas to take control of Terminal 3 for \$535 million, four years ahead of the previous lease term. The transaction is a component of Sydney Airport's strategy as laid out in the 2033 Master Plan, with Terminal 3 being a common user terminal from mid-2019.

Since the end of the half year, the directors of SAL and TTCSAL are not aware of any other matter or circumstance not otherwise dealt with in the interim financial report that has significantly affected or may significantly affect the operations of the Groups, the results of those operations or the state of affairs of the Groups in periods subsequent to half year ended 30 June 2015.

Directors' Holdings of Stapled Securities

The aggregate number of stapled securities in ASX-listed Sydney Airport held directly, indirectly or beneficially by the directors of SAL or their director-related entities at the date of this interim financial report is 3,999,520 (31 December 2014: 4,651,892).

The aggregate number of units in SAT1 held directly, indirectly or beneficially by the directors of TTCSAL or their director-related entities at the date of this interim financial report is nil (31 December 2014: nil).

DIRECTORS' REPORT

For half year ended 30 June 2015

Lead Auditor's Independence Declaration

A copy of the lead auditor's independence declarations, as required under section 307C of the *Corporations Act 2001* is set out on pages 7 and 8 and forms part of the Directors' Report for half year ended 30 June 2015.

Rounding of Amounts in the Directors' Report and the Consolidated Interim Financial Statements

The SAL Group and SAT1 Group are of a kind referred to in Australian Securities & Investments Commission (ASIC) Class Order 98/100 dated 10 July 1998, and in accordance with that Class Order all financial information presented in Australian dollars has been rounded to the nearest hundred thousand dollars unless otherwise stated.

Application of Class Order

The interim financial reports for the SAL Group and the SAT1 Group are jointly presented in one report as permitted by ASIC Class Order 05/642.

This report is made in accordance with a resolution of the directors of SAL.



Trevor Gerber

Sydney
17 August 2015



John Roberts

Sydney
17 August 2015

This report is made in accordance with a resolution of the directors of TTCSAL.



Russell Balding

Sydney
17 August 2015



Patrick Gourley

Sydney
17 August 2015



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

To: the directors of Sydney Airport Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 30 June 2015 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Eileen Hoggett

Partner

Sydney

17 August 2015

KPMG, an Australian partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

Liability limited by a scheme approved under Professional Standards Legislation.



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

To: the directors of The Trust Company (Sydney Airport) Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 30 June 2015 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Eileen Hoggett

Partner

Sydney

17 August 2015

KPMG, an Australian partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

Liability limited by a scheme approved under Professional Standards Legislation.

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

Consolidated Statements of Comprehensive Income

Note	SAL Group 6 months to 30 June 2015 \$m	SAL Group 6 months to 30 June 2014 \$m	SAT1 Group 6 months to 30 June 2015 \$m	SAT1 Group 6 months to 30 June 2014 \$m
Revenue				
	247.1	236.3	-	-
	41.2	41.3	-	-
	129.9	125.0	-	-
	101.0	96.4	-	-
	72.2	66.4	-	-
	3.3	3.0	-	-
	594.7	568.4	-	-
Other income				
	0.1	-	-	-
	594.8	568.4	-	-
Expenses				
	(23.4)	(24.1)	-	-
	(25.9)	(27.0)	-	-
	(9.8)	(9.9)	-	-
	(36.5)	(36.3)	-	-
	-	(0.4)	-	(0.1)
	(10.9)	(11.7)	(0.9)	(1.2)
	(106.5)	(109.4)	(0.9)	(1.3)
	488.3	459.0	(0.9)	(1.3)
	(98.2)	(101.0)	-	-
	(42.9)	(50.9)	-	-
	347.2	307.1	(0.9)	(1.3)
Finance (costs)/income				
2	6.0	6.0	0.1	-
2	-	-	121.6	124.7
2	(227.3)	(240.8)	-	-
2	8.2	(51.4)	-	-
	(213.1)	(286.2)	121.7	124.7
	134.1	20.9	120.8	123.4
6	(0.2)	31.8	-	-
	133.9	52.7	120.8	123.4

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

Consolidated Statements of Comprehensive Income (continued)

	SAL Group 6 months to 30 June 2015 \$m	SAL Group 6 months to 30 June 2014 \$m	SAT1 Group 6 months to 30 June 2015 \$m	SAT1 Group 6 months to 30 June 2014 \$m
Items that may subsequently be reclassified to profit or loss				
Changes in fair value of cash flow hedges	54.0	53.1	-	-
Tax on items that may be reclassified to profit or loss	(16.2)	(15.9)	-	-
Total items that may subsequently be reclassified to profit or loss	37.8	37.2	-	-
Other comprehensive income, net of tax	37.8	37.2	-	-
Total comprehensive income	171.7	89.9	120.8	123.4
Profit after income tax (expense)/benefit attributable to:				
Security holders	134.6	53.9	120.8	123.4
Non-controlling interest	(0.7)	(1.2)	-	-
	133.9	52.7	120.8	123.4
Total comprehensive income attributable to:				
Security holders	172.4	91.1	120.8	123.4
Non-controlling interest	(0.7)	(1.2)	-	-
	171.7	89.9	120.8	123.4
Earnings per share/unit from profit after income tax	6.07c	2.44c	5.45c	5.58c

The above Consolidated Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

INTERIM FINANCIAL REPORT

As at 30 June 2015

Consolidated Statements of Financial Position

	Note	SAL Group 30 Jun 2015 \$m	SAL Group 31 Dec 2014 \$m	SAT1 Group 30 Jun 2015 \$m	SAT1 Group 31 Dec 2014 \$m
Current assets					
Cash and cash equivalents	4	526.3	446.8	0.2	1.5
Receivables		128.0	128.4	3.2	3.3
Other financial assets		-	35.0	-	-
Other assets		0.8	0.7	-	-
Total current assets		655.1	610.9	3.4	4.8
Non-current assets					
Receivables		44.4	35.4	1,886.5	1,887.3
Property, plant and equipment		2,618.5	2,584.7	-	-
Intangible assets		7,604.5	7,647.5	-	-
Derivative financial instruments		464.3	442.8	-	-
Other assets		10.7	7.5	-	-
Total non-current assets		10,742.4	10,717.9	1,886.5	1,887.3
Total assets		11,397.5	11,328.8	1,889.9	1,892.1
Current liabilities					
Distribution payable		277.1	266.0	119.7	120.8
Payables		164.6	182.0	3.8	6.0
Interest bearing liabilities	5	474.7	474.0	-	-
Derivative financial instruments		110.3	134.3	-	-
Deferred income		34.8	31.6	-	-
Provisions		10.9	10.3	-	-
Total current liabilities		1,072.4	1,098.2	123.5	126.8
Non-current liabilities					
Interest bearing liabilities	5	6,983.2	6,760.2	-	-
Derivative financial instruments		160.9	200.7	-	-
Deferred tax liabilities		1,769.6	1,753.2	-	-
Provisions		1.8	1.6	-	-
Total non-current liabilities		8,915.5	8,715.7	-	-
Total liabilities		9,987.9	9,813.9	123.5	126.8
Net assets		1,409.6	1,514.9	1,766.4	1,765.3
Equity					
Security holders' interests					
Contributed equity	7	5,256.2	5,256.2	2,416.0	2,416.0
Retained earnings	8	(542.6)	(400.1)	405.1	404.0
Reserves		(3,300.8)	(3,338.7)	(1,054.7)	(1,054.7)
Total security holders' interests		1,412.8	1,517.4	1,766.4	1,765.3
Non-controlling interest in controlled entities		(3.2)	(2.5)	-	-
Total equity		1,409.6	1,514.9	1,766.4	1,765.3

The above Consolidated Statements of Financial Position should be read in conjunction with the accompanying notes.

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

Consolidated Statements of Changes in Equity

SAL Group	Note	SAL Group Security Holders			Total \$m	Non-controlling interest \$m	Total equity \$m
		Contributed equity \$m	Reserves \$m	Retained earnings \$m			
Total equity at 1 January 2015		5,256.2	(3,338.7)	(400.1)	1,517.4	(2.5)	1,514.9
Comprehensive income							
Profit/(loss) after tax		-	-	134.6	134.6	(0.7)	133.9
Cash flow hedges, net of tax		-	37.8	-	37.8	-	37.8
Total comprehensive income		-	37.8	134.6	172.4	(0.7)	171.7
Transactions with owners of the company							
Distributions provided for or paid	3	-	-	(277.1)	(277.1)	-	(277.1)
Equity-settled share-based expense		-	0.1	-	0.1	-	0.1
Total transactions with owners of the company		-	0.1	(277.1)	(277.0)	-	(277.0)
Total equity at 30 June 2015		5,256.2	(3,300.8)	(542.6)	1,412.8	(3.2)	1,409.6
Total equity at 1 January 2014		5,178.0	(3,329.5)	62.7	1,911.2	(0.6)	1,910.6
Comprehensive income							
Profit/(loss) after tax		-	-	53.9	53.9	(1.2)	52.7
Cash flow hedges, net of tax		-	37.2	-	37.2	-	37.2
Total comprehensive income		-	37.2	53.9	91.1	(1.2)	89.9
Transactions with owners of the company							
Issue of securities through distribution reinvestment plan		78.4	-	-	78.4	-	78.4
Security issuance costs		(0.2)	-	-	(0.2)	-	(0.2)
Distributions provided for or paid	3	-	-	(254.9)	(254.9)	-	(254.9)
Total transactions with owners of the company		78.2	-	(254.9)	(176.7)	-	(176.7)
Total equity at 30 June 2014		5,256.2	(3,292.3)	(138.3)	1,825.6	(1.8)	1,823.8

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

Consolidated Statements of Changes in Equity (continued)

SAT1 Group	Note	SAT1 Group Security Holders			Total \$m	Non- controlling interest \$m	Total equity \$m
		Contributed equity \$m	Reserves \$m	Retained earnings \$m			
Total equity at 1 January 2015		2,416.0	(1,054.7)	404.0	1,765.3	-	1,765.3
Comprehensive income							
Profit after tax		-	-	120.8	120.8	-	120.8
Total comprehensive income		-	-	120.8	120.8	-	120.8
Transactions with owners of the trust							
Distributions provided for or paid	3	-	-	(119.7)	(119.7)	-	(119.7)
Total transactions with owners of the trust		-	-	(119.7)	(119.7)	-	(119.7)
Total equity at 30 June 2015		2,416.0	(1,054.7)	405.1	1,766.4	-	1,766.4
Total equity at 1 January 2014		2,398.4	(1,054.7)	402.9	1,746.6	-	1,746.6
Comprehensive income							
Profit after tax		-	-	123.4	123.4	-	123.4
Total comprehensive income		-	-	123.4	123.4	-	123.4
Transactions with owners of the trust							
Issue of securities through distribution reinvestment plan		17.8	-	-	17.8	-	17.8
Security issuance costs		(0.2)	-	-	(0.2)	-	(0.2)
Distributions provided for or paid	3	-	-	(121.9)	(121.9)	-	(121.9)
Total transactions with owners of the trust		17.6	-	(121.9)	(104.3)	-	(165.7)
Total equity at 30 June 2014		2,416.0	(1,054.7)	404.4	1,765.7	-	1,765.7

The above Consolidated Statements of Changes in Equity should be read in conjunction with the accompanying notes.

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

Consolidated Statements of Cash Flows

	Note	SAL Group 6 months to 30 June 2015 \$m	SAL Group 6 months to 30 June 2014 \$m	SAT1 Group 6 months to 30 June 2015 \$m	SAT1 Group 6 months to 30 June 2014 \$m
Cash flows from operating activities					
Interest received		6.2	5.6	0.1	-
Related party loan interest received		-	-	119.3	145.3
Receipts from customers		658.9	639.4	-	-
Payments to suppliers and employees		(185.9)	(176.4)	(0.8)	(1.0)
Net cash flows from operating activities		479.2	468.6	118.6	144.3
Cash flows from investing activities					
Corporate net transaction items		-	0.3	-	(0.1)
Proceeds from release of short term financial assets		35.0	-	-	-
Proceeds from disposal of fixed assets		0.1	-	-	-
Acquisition of property, plant and equipment		(138.4)	(115.7)	-	-
Capitalised borrowing costs		(4.5)	(3.2)	-	-
Net cash flows from investing activities		(107.8)	(118.6)	-	(0.1)
Cash flows from financing activities					
Airport borrowing costs paid		(164.3)	(144.2)	-	-
Corporate borrowing costs paid		(0.1)	(0.8)	-	-
Repayment of borrowings		(578.7)	(1,302.0)	-	-
Proceeds received from borrowings		769.0	1,340.0	-	-
Settlement of derivatives		(51.8)	(71.9)	-	-
Proceeds received from related party loan		-	-	0.9	46.4
Proceeds received from distribution reinvestment plan		-	78.2	-	17.7
Distributions paid to security holders		(266.0)	(252.4)	(120.8)	(208.5)
Net cash flows from financing activities		(291.9)	(353.1)	(119.9)	(144.4)
Net increase/(decrease) in cash and cash equivalents held		79.5	(3.1)	(1.3)	(0.2)
Cash and cash equivalents at beginning of the period	4	446.8	443.3	1.5	1.5
Cash and cash equivalents at end of the period	4	526.3	440.2	0.2	1.3

The above Consolidated Statements of Cash Flows should be read in conjunction with the accompanying notes

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

Summary of Significant Accounting Policies

1. Reporting entity

The shares of Sydney Airport Limited (SAL) and the units of Sydney Airport Trust 1 (SAT1) are issued and traded as stapled securities of ASX-listed Sydney Airport. The shares of SAL and units of SAT1, collectively the securities, cannot be traded separately.

As permitted by Australian Securities & Investments Commission (ASIC) Class order 05/642, this interim financial report consists of the consolidated interim financial statements of SAL and its controlled entities (SAL Group), and the consolidated interim financial statements of SAT1 and its controlled entities (SAT1 Group).

SAL Group and SAT1 Group (together, the Groups) are for-profit entities for the purposes of preparing the financial statements.

The consolidated interim financial statements do not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual reports of the SAL Group and the SAT1 Group for year ended 31 December 2014 and any public announcements made by ASX-listed Sydney Airport during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The registered office and principal place of business of SAL is: 10 Arrivals Court, Sydney International Airport, Mascot NSW 2020.

The registered office and principal place of business of TTCSAL as Responsible Entity of SAT1 is: Level 12, 123 Pitt Street, Sydney NSW 2000.

1.1. Basis of preparation

The accounting policies and methods of computation adopted in the preparation of the interim financial reports are consistent with those adopted and disclosed in the SAL Group and SAT1 Group 31 December 2014 annual financial reports.

1.1.1. Statement of compliance

Compliance with Australian Accounting Standard AASB 134: *Interim Financial Reporting* ensures that the consolidated interim financial statements comply with International Accounting Standard IAS 34: *Interim Financial Reporting* as issued by the International Accounting Standards Board (IASB). Consequently, the interim financial statements have also been prepared in accordance with and comply with IAS 34: *Interim Financial Reporting* as issued by the IASB.

1.1.2. Basis of measurement

The consolidated interim financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain financial assets and liabilities (including derivative instruments) at fair value through profit or loss.

1.1.3. Functional and presentation currency

These consolidated interim financial statements are presented in Australian dollars, which is the functional currency of SAL and SAT1.

The Groups are of a kind referred to in ASIC Class Order 98/100 dated 10 July 1998, and in accordance with that Class Order, all financial information presented in Australian dollars has been rounded to the nearest hundred thousand dollars unless otherwise stated.

1.1.4. SAL Group net current liability position

SAL Group was in a net current liability position of \$417.3 million at 30 June 2015. This was primarily attributable to \$474.7 million of bonds classified as current borrowings, which are fully covered by undrawn committed bank facilities.

1.1.5. SAT1 Group net current liability position

SAT1 Group was in a net current liability position of \$120.1 million at 30 June 2015. This was primarily attributable to the distribution payable to SAT1 unit holders which was paid on 14 August 2015 totalling \$119.7 million.

This shortfall is intended to be funded by receipts from SAL of \$123.6 million in August 2015, being the payment of interest on the cross staple loan for the period ending 31 December 2015.

Due to its funding structure, SAT1 receives interest on the cross staple loan semi-annually in advance, whilst its semi-annual distributions are declared before each balance date. Therefore SAT1 is expected to be in a current liability position at future balance dates. However, it is expected to be able to meet its key obligation, being the payment of distributions, funded by interest and principal repayments from SAL.

1.1.6. Net tangible asset backing per security

The net tangible asset backing per security was -\$2.80 at 30 June 2015 (31 December 2014: -\$2.77). This represents a decrease of \$0.03 or 1.0% per security.

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

Summary of Significant Accounting Policies (continued)

1.2. Principles of consolidation

1.2.1. Business combinations

AASB 3: *Business Combinations* requires one of the stapled structures to be identified as the acquirer, and therefore the parent entity, for the purpose of consolidated financial reports. In accordance with this requirement:

- SAL was identified as the parent of the consolidated group (including ASX-listed Sydney Airport) comprising SAL and its controlled entities and SAT1 and its controlled entities for the period ended 30 June 2015; and
- SAT1 was identified as the parent of the consolidated group comprising SAT1 and its controlled entities for the period ended 30 June 2015.

1.2.2. Controlled entities

The consolidated interim financial statements of SAL Group incorporate the assets and liabilities of the entities controlled by SAL at 30 June 2015 and during the period, including those deemed to be controlled by SAL by identifying it as the parent of the SAL Group, and the results of those controlled entities for the half year then ended.

The consolidated interim financial statements of SAT1 Group incorporate the assets and liabilities of the entities controlled by SAT1 at 30 June 2015 and during the period, including those deemed to be controlled by SAT1 by identifying it as the parent of the SAT1 Group, and the results of those controlled entities for the half year then ended.

The effects of all transactions between consolidated entities are eliminated in full.

Where applicable, non-controlling interests in the results and equity are shown separately in the Consolidated Statements of Comprehensive Income and Consolidated Statements of Financial Position respectively. As such, SAT1 Group's net result after tax for the half years ended 30 June 2015 and 30 June 2014 and its contributed equity, reserves and retained earnings at 30 June 2015 and 31 December 2014, are attributed to non-controlling interests in the SAL Group consolidated interim financial report.

Where control of an entity is obtained during a financial period, its results are included in the Consolidated Statements of Comprehensive Income from the date on which control commences. Where control of an entity ceases during a financial period, its results are included for that part of the period during which control existed.

1.3. New standards and interpretations not yet adopted

The Groups have adopted new and revised Standards and Interpretations issued by the AASB that are relevant to the Groups' operations and effective for the current reporting period. The adoption of these new and revised Standards and Interpretations has not had a material impact on the Groups for the half year ended 30 June 2015.

A number of new standards and amendments to Standards and Interpretations are effective for annual reporting periods commencing after 1 January 2015 and have not been applied in preparing the consolidated financial statements of the Groups. AASB 9: *Financial Instruments* becomes mandatory for the 2018 consolidated financial statements of the Groups and could change the classification and measurement of financial assets and liabilities and change the impact of hedge accounting. The Groups do not plan to adopt this standard early and the extent of the impact has not been determined. AASB 15: *Revenue from Contracts with Customers* becomes mandatory for the 2017 consolidated financial statements of the SAL Group. The SAL Group does not plan to adopt this standard early and it is not expected to have a material impact on the SAL Group.

1.4. Group formation

SAL was incorporated in Australia and SAT1 was established in Australia on 30 July 2013 and 13 July 2001 respectively.

A Sydney Airport Stapling Deed was executed between SAL and SAT1, allowing the stapling of SAL shares to SAT1 units from 3 December 2013.

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

2. Finance (Costs)/Income

	SAL Group 6 months to 30 June 2015 \$m	SAL Group 6 months to 30 June 2014 \$m	SAT1 Group 6 months to 30 June 2015 \$m	SAT1 Group 6 months to 30 June 2014 \$m
Interest income				
Interest income from other corporations	6.0	6.0	0.1	-
Interest income from related parties	-	-	121.6	124.7
Total interest income	6.0	6.0	121.7	124.7
Finance costs				
Senior debt interest expense	(139.5)	(130.1)	-	-
Net swap interest expense	(69.2)	(75.5)	-	-
Capital Index Bonds capitalised	(7.3)	(17.9)	-	-
Amortisation of debt establishment costs	(11.9)	(15.4)	-	-
Recurring borrowing cost paid	(3.9)	(4.0)	-	-
Borrowing costs capitalised	4.5	3.2	-	-
Total borrowing costs - senior debt	(227.3)	(239.7)	-	-
Borrowing costs - corporate debt	-	(1.1)	-	-
Total finance costs	(227.3)	(240.8)	-	-
Change in fair value of swaps	8.2	(51.4)	-	-
Net finance (costs)/income	(213.1)	(286.2)	121.7	124.7

3. Distributions Paid and Proposed

	SAL Group 6 months to 30 June 2015 \$m	SAL Group 6 months to 30 June 2014 \$m	SAT1 Group 6 months to 30 June 2015 \$m	SAT1 Group 6 months to 30 June 2014 \$m
Distributions were paid/payable as follows:				
Final distribution proposed and subsequently paid for year ended 31 December (100% unfranked)	266.0	252.3	120.8	208.5
Interim distribution proposed for half year ended 30 June (100% unfranked)	277.1	254.9	119.7	121.9

	Cents per stapled security	Cents per stapled security	Cents per unit	Cents per unit
Distributions were paid/payable as follows:				
Final distribution proposed and subsequently paid for year ended 31 December (100% unfranked)	12.00	11.50	5.45	9.50
Interim distribution paid for half year ended 30 June (100% unfranked)	12.50	11.50	5.40	5.50

The total interim distribution by ASX-listed Sydney Airport for half year ended 30 June 2015 of \$277.1 million or 12.5 cents per stapled security (2014: \$254.9 million or 11.5 cents) was paid on 14 August 2015 by:

- SAL \$157.4 million or 7.1 cents (2014: \$133.0 million or 6.0 cents); and
- SAT1 \$119.7 million or 5.4 cents (2014: \$121.9 million or 5.5 cents).

There are \$nil imputation credits (2014: \$nil) available to pay franked distributions.

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

4. Cash and Cash Equivalents

	SAL Group 30 Jun 2015 \$m	SAL Group 31 Dec 2014 \$m	SAT1 Group 30 Jun 2015 \$m	SAT1 Group 31 Dec 2014 \$m
Cash at bank and deposits - available for general use	396.2	310.6	0.2	1.5
Cash and term deposits - with restricted use	130.1	136.2	-	-
Total cash and cash equivalents	526.3	446.8	0.2	1.5

At 31 December 2014, a \$35.0 million term deposit with a maturity date greater than three months but under one year has been reclassified to other financial assets.

5. Interest Bearing Liabilities

	Principal amount drawn		Carrying amount	
	SAL Group 30 Jun 2015 \$m	SAL Group 31 Dec 2014 \$m	SAL Group 30 Jun 2015 \$m	SAL Group 31 Dec 2014 \$m
Current				
Bonds - domestic	475.0	475.0	474.7	474.0
Non-current				
Bank facilities	62.0	514.7	60.7	508.4
Bonds - domestic	1,709.0	1,709.0	1,684.2	1,683.0
Bonds - USPP	574.0	574.0	569.8	569.7
Bonds - foreign	3,214.8	2,571.8	3,179.8	2,548.7
Capital Indexed Bonds	1,089.6	1,082.3	1,044.8	1,029.6
	6,649.4	6,451.8	6,539.3	6,339.4
Fair value hedge adjustments	-	-	443.9	420.8
Total non-current interest bearing liabilities	6,649.4	6,451.8	6,983.2	6,760.2
Total interest bearing liabilities	7,124.4	6,926.8	7,457.9	7,234.2

In April 2015, Sydney Airport successfully issued \$643.0 million (USD500.0 million) of senior secured notes in the US144A/RegS bond market maturing in April 2025 at a fixed interest rate of 3.375% per annum. The total USD proceeds were swapped into Australian dollars and fully hedged through cross currency swaps until maturity of the notes.

6. Income Tax (Expense)/Benefit

ASX-listed Sydney Airport's effective tax benefit related to SAL's interest expense on its loan from SAT1, differences in tax and accounting treatment of income and expenses, tax profiles of entities within the Groups and a number of other factors during the half year ended 30 June 2015.

No tax expense is recognised by SAT1 on the corresponding interest income on its loan to SAL because SAT1 is a "flow through" trust pursuant to Division 6 of the *Income Tax Assessment Act 1936*. Hence SAT1 income is taxed in the hands of unit holders provided its income (including any assessable capital gains) is fully distributed each tax year.

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

7. Contributed Equity

	SAL Group 30 June 2015 \$m	SAL Group 30 June 2014 \$m	SAT1 Group 30 June 2015 \$m	SAT1 Group 30 June 2014 \$m
Opening balance at 1 January	5,256.2	5,178.0	2,416.0	2,398.4
Issued pursuant to the distribution reinvestment plan	-	78.4	-	17.8
Issue costs (net of tax)	-	(0.2)	-	(0.2)
Closing balance at 30 June	5,256.2	5,256.2	2,416.0	2,416.0

	SAL Group 30 June 2015 Shares 'm	SAL Group 30 June 2014 Shares 'm	SAT1 Group 30 June 2015 Units 'm	SAT1 Group 30 June 2014 Units 'm
On issue at 1 January	2,216.2	2,194.3	2,216.2	2,194.3
Issued pursuant to the distribution reinvestment plan	-	21.9	-	21.9
On issue at 30 June	2,216.2	2,216.2	2,216.2	2,216.2

Distribution reinvestment plan

The distribution reinvestment plan (DRP) operated in respect of the 31 December 2014 distribution. In January 2015, to satisfy the DRP take up, 8.2 million securities were acquired on-market for transfer to security holders for a total of \$40.6 million. No new securities were issued. Securities were transferred to DRP participants at \$4.96 with no discount applied.

8. Retained Earnings

	SAL Group 6 months to 30 June 2015 \$m	SAL Group 6 months to 30 June 2014 \$m	SAT1 Group 6 months to 30 June 2015 \$m	SAT1 Group 6 months to 30 June 2014 \$m
Opening balance at 1 January	(400.1)	62.7	404.0	402.9
Profit attributable to Groups' security holders	134.6	53.9	120.8	123.4
Distributions provided for or paid	(277.1)	(254.9)	(119.7)	(121.9)
Closing balance at 30 June	(542.6)	(138.3)	405.1	404.4

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

9. Segment Reporting

Operating segments are determined in a manner that is consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker of both SAL (representing the Group) and SAT1 for half year ended 30 June 2015 for accounting purposes has been identified as the Chief Executive Officer (CEO) of SAL.

For half years ended 30 June 2015 and 30 June 2014 the CEO considered the business from the aspect of its core portfolio airport and identified one operating segment for which it received regular reports. The segment is the investment in Sydney Airport.

The investment in Sydney Airport continues to meet the definition of an operating segment under AASB 8: *Operating Segments*. The segment result represents 100.0% of the earnings before interest, tax, depreciation and amortisation (EBITDA) (2014: 100.0%) of the SAL Group.

This is consistent with the manner in which information is presented to the CEO to monitor the performance of Sydney Airport. The segment also represents the Groups' geographical segment, determined by the country in which Sydney Airport operates.

Sydney Airport's revenues and expenses are consolidated in the Consolidated Statements of Comprehensive Income.

	SAL Group 6 months to 30 June 2015 \$m	SAL Group 6 months to 30 June 2014 \$m
Sydney Airport		
Total segment revenue from external customers	594.8	568.4
Total segment expenses from external customers	(106.5)	(109.4)
EBITDA	488.3	459.0

A reconciliation of the segment's EBITDA to profit before income tax benefit is shown below:

	SAL Group 6 months to 30 June 2015 \$m	SAL Group 6 months to 30 June 2014 \$m
Sydney Airport		
EBITDA	488.3	459.0
Other		
Depreciation and amortisation	(141.1)	(151.9)
Net finance costs	(213.1)	(286.2)
Profit before income tax (expense)/benefit	134.1	20.9

	SAL Group 30 June 2015 \$m	SAL Group 30 June 2014 \$m
Non-current assets	10,742.4	10,717.9
Total assets	11,397.5	11,328.8
Total liabilities	9,987.9	9,813.9

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

10. Long Term Incentive Plan

In March 2015, the Sydney Airport Long Term Incentive Plan (LTIP) was put in place to provide an incentive for certain management personnel, linking their remuneration to Sydney Airport's long-term financial performance and security holder returns.

Under the LTIP, the Board has granted contractual rights (Rights) to receive Sydney Airport stapled securities at a future date subject to the following performance conditions being satisfied:

- For one third of the Rights granted, a market comparative Total Shareholder Return performance condition (TSR tranche);
- For one third of the Rights granted, a cash flow per stapled security performance condition (CPS tranche); and
- For one third of the Rights granted, non-financial performance conditions specific to each individual with vesting subject to the absolute discretion of the Board (Other tranche).

Performance conditions are measured over a three year period. Performance rights do not have distribution entitlements during the vesting period, and their fair value has been adjusted accordingly. Performance rights that do not satisfy the performance conditions will lapse immediately.

If a participant resigns or has their employment terminated with cause, all of their unvested rights will immediately lapse.

Any rights that vest are expected to be satisfied by way of the transfer of stapled securities purchased on-market.

The Board granted the following rights in April 2015:

Condition	Number of rights	Weighted average fair value	Vesting date
TSR tranche	111,286	\$2.69	31 December 2017
CPS tranche	111,286	\$4.60	31 December 2017
Other tranche	111,286	\$4.22	31 December 2017

11. Contingent Assets and Liabilities

MMap Airports International Pty Limited (MAIL), a subsidiary of SAT1 Group, provided a comprehensive set of representations and warranties in respect of the sale of Copenhagen Airports and Brussels Airport on 7 October 2011, which are more commensurate with those normally provided by an owner/operator than a minority investor.

Ontario Teachers' Pension Plan Board is indemnified for its share of the challenged withholding tax liabilities, should they ever materialise, arising from the Danish Tax Office's current assessments to Copenhagen Airports Denmark Holdings. There are also indemnities for litigation at Brussels Airport and other certain contingent liabilities. On 3 December 2013, SAT1 replaced MAIL as the party liable for these representations and warranties.

Other than the matters referred to above, there has not been any matter or circumstance other than that referred to in the financial statements that has arisen since the end of the reporting period that has significantly affected, or may significantly affect, the operations of the Groups, the results of those operations, or the state of affairs of the Groups and in future reporting periods.

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

12. Events Occurring after Balance Sheet Date

Bonds

On 6 July 2015, the Group repaid \$175.0 million of bonds funded by bank facilities.

Distribution

The total interim distribution by ASX-listed Sydney Airport for half year ended 30 June 2015, of \$277.1 million or 12.5 cents per stapled security (2014: \$254.9 million or 11.5 cents) was paid on 14 August 2015 by:

- SAL \$157.4 million or 7.1 cents (2014: \$133.0 million or 6.0 cents); and
- SAT1 \$119.7 million or 5.4 cents (2014: \$121.9 million or 5.5 cents).

Distribution reinvestment plan

The DRP operated in respect of the half year ended 30 June 2015 distribution. 13.3 million stapled securities were issued and transferred to DRP participants at \$5.46 with no discount applied.

Terminal 3 transaction

Sydney Airport signed an agreement with Qantas to take control of Terminal 3 for \$535 million, four years ahead of the previous lease term. The transaction is a component of Sydney Airport's strategy as laid out in the 2033 Master Plan, with Terminal 3 being a common user terminal from mid-2019.

Since the end of the half year, the directors of SAL and TTCSAL are not aware of any other matter or circumstance not otherwise dealt with in the interim financial report that has significantly affected or may significantly affect the operations of the Groups, the results of those operations or the state of affairs of the Groups in the period subsequent to half year ended 30 June 2015.

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

Statement by the Directors of Sydney Airport Limited

In the opinion of the Directors of Sydney Airport Limited (SAL):

- a. The consolidated interim financial statements and notes for SAL set out on pages 9 to 22 are in accordance with the *Corporations Act 2001*, including:
 - i. Giving a true and fair view of the SAL Group's financial position at 30 June 2015 and of its performance for the half year ended on that date; and
 - ii. Complying with Australian Accounting Standards *AASB 134: Interim Financial Reporting* and the *Corporations Regulations 2001* and other mandatory professional reporting requirements.
- b. There are reasonable grounds to believe that the SAL Group will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors made pursuant to section 303(5) of the *Corporations Act 2001*.



Trevor Gerber

Sydney
17 August 2015



John Roberts

Sydney
17 August 2015

INTERIM FINANCIAL REPORT

For half year ended 30 June 2015

Statement by the Directors of the Responsible Entity of Sydney Airport Trust 1

In the opinion of the Directors of The Trust Company (Sydney Airport) Limited, the Responsible Entity of Sydney Airport Trust 1 (SAT1):

- a. The consolidated interim financial statements and notes for SAT1 set out on pages 9 to 22 are in accordance with the *Corporations Act 2001*, including:
 - i. Giving a true and fair view of the SAT1 Group's financial position at 30 June 2015 and of its performance for the half year ended on that date; and
 - ii. Complying with Australian Accounting Standards *AASB 134: Interim Financial Reporting* and the *Corporations Regulations 2001* and other mandatory professional reporting requirements.
- b. There are reasonable grounds to believe that SAT1 will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors made pursuant section 303(5) of the *Corporations Act 2001*.



Russell Balding

Sydney
17 August 2015



Patrick Gourley

Sydney
17 August 2015



Independent auditor's review report to the Shareholders of Sydney Airport Limited

We have reviewed the accompanying interim financial report of Sydney Airport Limited (the Company), which comprises the consolidated statement of financial position as at 30 June 2015, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the interim period ended on that date, notes 1 to 12 comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the Group comprising the Company and the entities it controlled at the half-year's end or from time to time during the interim period.

Directors' responsibility for the interim financial report

The directors of the Company are responsible for the preparation of the interim 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 determine is necessary to enable the preparation of the interim financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the interim financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the interim financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group's financial position as at 30 June 2015 and its performance for the interim period ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Sydney Airport Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Sydney Airport Limited is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Group's financial position as at 30 June 2015 and of its performance for the interim period ended on that date; and
- (b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



KPMG



Eileen Hoggett
Partner

Sydney

17 August 2015



Independent auditor's review report to the Unitholders of Sydney Airport Trust 1

We have reviewed the accompanying interim financial report of Sydney Airport Trust 1 (the Trust), which comprises the consolidated statement of financial position as at 30 June 2015, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the interim period ended on that date, notes 1 to 12 comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the Group comprising the Trust and the entities it controlled at the half-year's end or from time to time during the interim period.

Directors' responsibility for the interim financial report

The directors of The Trust Company (Sydney Airport) Limited are responsible for the preparation of the interim 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 determine is necessary to enable the preparation of the interim financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the interim financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the interim financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group's financial position as at 30 June 2015 and its performance for the interim period ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Sydney Airport Trust 1, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Sydney Airport Trust 1 is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Group's financial position as at 30 June 2015 and of its performance for the interim period ended on that date; and
- (b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



KPMG



Eileen Hoggett
Partner

Sydney

17 August 2015