

# **SPDR S&P/ASX 200 Fund**

**(ARSN 097 712 377)**

**ASX Preliminary final report – 30 June 2009**

**Lodged with the ASX under Listing Rule 4.3A**

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**SPDR S&P/ASX 200 Fund**  
**Year ended 30 June 2009**  
**(Previous corresponding year ended 30 June 2008)**

Results for Announcement to the Market

	2009 \$	\$ Change on last year	% Change	2008 \$
<b>Total investment loss</b> <i>(Appendix 4E item 2.1)</i>	(147,869,268)	Down by 54,109,746	Down by 57.71	(93,759,522)
<b>Operating loss</b> <i>(Appendix 4E item 2.2)</i>	(153,687,864)	Down by 54,327,039	Down by 54.68	(99,360,825)
<b>Profit/(loss) for the year</b> <i>(see explanation below)</i> <i>(Appendix 4E item 2.3)</i>	-	N/A	N/A	-

<b>Distributions</b> <i>(Appendix 4E item 2.4)</i>	Amount per unit	Imputation credit per unit
31 December 08 Interim distribution	108.25 cents	28.10 cents
30 June 09 Final distribution	73.79 cents	22.25 cents

**Record dates** for determining entitlements to the dividend  
*(Appendix 4E item 2.5)*

23 December 2008
30 June 2009

**Explanation of Investment income/(loss)** *(Appendix 4E item 2.6)*

The Fund maintains its investment strategy in S&P/ASX 200 Index listed equities, and the investment policy of the Fund continues to be that detailed in the current Product Disclosure Statement and in accordance with the provisions of the governing documents of the Fund.

The Fund earns revenue predominantly from the following elements:

- Net gains/(losses) on financial instruments held at fair value through profit or loss, and
- Investment income such as dividend and interest.

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: AASB 132 *[Financial Instruments: Presentation]* and AASB 139 *[Financial Instruments: Recognition and measurement]*.

**SPDR S&P/ASX 200 Fund**  
**Year ended 30 June 2009**  
**(Previous corresponding year ended 30 June 2008)**  
**(continued)**

**(i) Classification**

The Fund's investments are categorised as at fair value through profit or loss. They comprise:

- Financial instruments held for trading  
These include derivative financial instruments including futures. The Fund does not designate any derivatives as hedges in a hedging relationship.
- Financial instruments designated at fair value through profit or loss upon initial recognition  
These include financial assets that are not held for trading purposes and which may be sold. These are investments in exchange traded equity instruments.

Financial assets and financial liabilities designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's 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.

**(ii) Recognition/derecognition**

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

Investments are derecognised when the right to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

**(iii) Measurement**

The carrying amounts of the Fund's assets and liabilities at balance sheet date approximate their fair value.

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value excluding any transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs on financial assets and financial liabilities at fair value through profit and loss are expensed immediately. Subsequent to initial recognition, all instruments held at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the income statement.

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the balance sheet date without any deduction for estimated future selling costs. Financial assets are priced at closing bid prices, while financial liabilities are priced at closing ask prices.

Dividend income is recognised on the ex-dividend date with any related foreign withholding tax recorded as an expense.

**(iv) Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is 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.

For 2008 and prior years, the contractual right to Cash Collateral Trusts and the contractual obligation to repay collateral were offset. For 2009, these items have been recognised separately in the financial statements. Similarly, rebates paid to borrowers of loaned securities were offset against stock loan income in 2008 and prior years, but have been recognised separately in 2009.

**SPDR S&P/ASX 200 Fund**  
**Year ended 30 June 2009**  
**(Previous corresponding year ended 30 June 2008)**  
**(continued)**

**Explanation of Operating Profit/(loss)** *(Appendix 4E item 2.6)*

Refer to above commentary.

**Explanation of Profit/(loss)** *(Appendix 4E item 2.6)*

Given the adoption of AASB 132 and the recognition of net assets attributable to unitholders as a liability, the (increase)/decrease in net assets attributable to unitholders and distributions to unitholders are reflected as a financing cost.

As a result of this change in accounting policy, net profit/(loss) after financing costs is nil.

**Explanation of Distributions** *(Appendix 4E item 2.6)*

In accordance with the Fund Constitution, the Fund fully distributes its distributable income to unitholders by cash or reinvestment. Distributable income is determined by reference to the taxable income of the Fund. The distributions are payable at the end of June and December each year.

**SPDR S&P/ASX 200 Fund**  
**Preliminary abridged income statement**  
**For the year ended 30 June 2009**  
**(Previous corresponding year ended 30 June 2008)**

	Notes *	2009 \$	2008 \$
<b>Investment income</b>			
Dividend income		50,630,652	30,065,095
Interest income		89,897	124,273
Net losses on financial instruments held at fair value through profit or loss		(201,686,944)	(127,502,740)
Stock loan income		2,998,249	3,553,850
Other operating income		<u>98,878</u>	-
<b>Total investment loss</b>		<u>(147,869,268)</u>	<u>(93,759,522)</u>
<b>Expenses</b>			
Responsible Entity's fees		101,463	74,020
Investment Manager's fees		2,172,512	1,595,903
Custody and Administrator fees		441,242	368,029
Transaction costs		265,986	76,237
Withholding taxes on dividends		89,852	55,264
Rebates paid to borrower of loaned securities		2,529,632	3,300,530
Stock loan expenses		206,640	123,303
Other operating expenses		<u>11,269</u>	<u>8,017</u>
<b>Total operating expenses</b>		<u>5,818,596</u>	<u>5,601,303</u>
<b>Operating loss</b>		<u>(153,687,864)</u>	<u>(99,360,825)</u>
<b>Finance costs attributable to unitholders</b>			
Distributions to unitholders		(55,221,631)	(49,565,677)
Decrease in net assets attributable to unitholders		<u>208,909,495</u>	<u>148,926,502</u>
<b>Profit/(loss) for the year</b>		<u>-</u>	<u>-</u>

\* Supporting notes to the income statement will be available in the audited Financial Accounts which will be lodged separately with ASIC.

**SPDR S&P/ASX 200 Fund**  
**Preliminary abridged balance sheet**  
**As at 30 June 2009**

	Notes *	2009 \$	2008 \$
<b>Assets</b>			
Cash and cash equivalents		14,827,635	213,968
Margin accounts		1,355,164	3,375,922
Due from brokers- receivable for securities sold		-	5,588
Receivables		9,179,499	6,146,582
Financial assets held at fair value through profit or loss		<u>1,473,042,325</u>	<u>790,168,946</u>
<b>Total assets</b>		<u><b>1,498,404,623</b></u>	<u><b>799,911,006</b></u>
<b>Liabilities</b>			
Due to brokers – payable for securities purchased		9,606,448	-
Payables		41,242,359	30,501,791
Financial liabilities held at fair value through profit or loss		518,073	550
Distributions payable		<u>28,444,839</u>	<u>38,749,617</u>
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<u><b>79,811,719</b></u>	<u><b>69,251,958</b></u>
<b>Net assets attributable to unitholders - liability</b>		<u><b>1,418,592,904</b></u>	<u><b>730,659,048</b></u>

\* Supporting notes to the balance sheet will be available in the audited Financial Accounts which will be lodged separately with ASIC.

**SPDR S&P/ASX 200 Fund**  
**Preliminary abridged statement of changes in equity**  
**For the year ended 30 June 2009**

	2009	2008
	\$	\$
<b>Total equity at the beginning of the financial year</b>	-	-
Profit/(loss) for the year	-	-
Net income/(expense) recognised directly in equity	-	-
<b>Total recognised income and expense for the year</b>	-	-
Transactions with equity holders in their capacity as equity holders	-	-
<b>Total equity at the end of the financial year</b>	-	-

Under Australian Accounting Standards, net assets attributable to unitholders is classified as a liability rather than equity. As a result, there was no equity at the beginning or end of the year.

**SPDR S&P/ASX 200 Fund**  
**Preliminary abridged cash flow statement**  
**For the year ended 30 June 2009**

	Notes*	2009 \$	2008 \$
<b>Cash flows from operating activities</b>			
Proceeds from sale of financial instruments held at fair value through profit or loss		116,369,499	63,863,097
Purchase of financial instruments held at fair value through profit or loss		(90,528,761)	(54,604,689)
Amounts paid to brokers for margin		(6,120)	(2,972,035)
Dividends received		47,600,519	25,311,163
Interest received		89,897	124,273
Other income received		564,711	201,291
Responsible Entity's fees paid		(96,749)	(72,558)
Investment Manager's fee paid		(2,072,930)	(1,581,544)
Custody and Administrator fees paid		(424,174)	(358,416)
Payment of other operating expenses		(357,771)	(231,046)
<b>Net cash inflow from operating activities</b>		<u>71,138,121</u>	<u>29,679,536</u>
<b>Cash flows from financing activities</b>			
Distributions paid		<u>(56,524,454)</u>	<u>(29,881,140)</u>
<b>Net cash outflow from financing activities</b>		<u>(56,524,454)</u>	<u>(29,881,140)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<u>14,613,667</u>	<u>(201,604)</u>
Cash and cash equivalents at the beginning of the year		<u>213,968</u>	<u>415,572</u>
<b>Cash and cash equivalents at the end of the year</b>		<u>14,827,635</u>	<u>213,968</u>

\* Supporting notes to the cash flow statement will be available in the audited Financial Accounts which will be lodged separately with ASIC.



**SPDR S&P/ASX 200 Fund**  
**Notes to the preliminary abridged financial statements**  
**For the year ended 30 June 2009**

**Material factors affecting the revenues and expenses of the economic entity for the current period**

The revenues are largely driven by the underlying performance of the constituent stocks of the S&P/ASX 200 Index. The performance is determined by the market prices and the dividend yields of those stocks. Expenses are accrued at 28.6 basis points per annum of the net asset value on a daily basis. Certain transaction costs are expenses in addition to the aforementioned expense accruals.

**Material factors affecting the assets, liabilities and equity of the economic entity for the current period**

The assets of the Fund comprise the constituent stocks, cash proceeds for open sell trades not yet received, accrued dividends not yet received and other sundry receivables. Liabilities consist of open buy trades not yet paid, accrued expenses not yet paid, the unpaid distribution based on the taxable income of the Fund and sundry items.

**Material factors affecting the cash flows of the economic entity for the current period**

No material factors outside of the normal operational process of investment affects the cash flows.

**Changes in accounting policies**

N/A.

**Fundamental errors**

N/A.

**Extraordinary items**

N/A.

**Reconciliation of income tax expense**

Under current income tax legislation, the Fund is not subject to income tax provided the distributable income of the Fund is fully distributed to unitholders either by way of cash or reinvestment (ie. unitholders are presently entitled to the income of the Fund).

**SPDR S&P/ASX 200 Fund**  
**Notes to the preliminary abridged financial statements**  
**For the year ended 30 June 2009**  
**(continued)**

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

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

	2009	2008
	\$	\$
Profit/(loss) for the year	-	-
Decrease in net assets attributable to unitholders	<b>(208,909,495)</b>	(148,926,502)
Distribution to unitholders	<b>55,221,631</b>	49,565,677
Proceeds from sale of financial instruments held at fair value through profit or loss	<b>116,369,499</b>	63,863,097
Purchase of financial instruments held at fair value through profit or loss	<b>(90,528,761)</b>	(54,604,689)
Net losses on financial instruments held at fair value through profit or loss	<b>201,686,944</b>	127,502,740
Dividend income reinvested	-	(2,628,659)
Amounts paid to brokers for margin	<b>(6,120)</b>	(2,972,035)
Net change in receivables	<b>(3,032,917)</b>	(2,177,302)
Net change in payables	<b>337,340</b>	57,209
<b>Net cash inflow from operating activities</b>	<b>71,138,121</b>	29,679,536

**Segment note**

The Fund is organised into one main segment which operates solely in the business of investment management within Australia.

The Fund operates solely in Australia and holds investments in Australia.

**Discontinuing operations**

N/A.

**Events occurring after reporting date**

N/A.

**SPDR S&P/ASX 200 Fund  
Supplementary Appendix 4E information  
For the year ended 30 June 2009**

**Additional distribution information** *(Appendix 4E item 6)*

Details of distributions declared or paid during or subsequent to the year ended 30 June 2009 are as follows:

Record date	Payment date	Type	Amount per unit in cents	Total distribution \$	Imputation credit per unit in cents	Foreign sourced distribution amount per unit in cents
23 December 2008	31 December 2008	Interim	108.25	26,776,792	28.10	0.79
30 June 2009	3 July 2009	Final	73.79	28,444,839	22.25	2.51

Under current legislation, the Fund is not subject to income tax provided the distributable income of the Fund is fully distributed either by way of cash or reinvestment (ie. unitholders are presently entitled to the income of the Fund). As a result the Fund does not have a franking account and therefore the distributions are not franked. Unitholders receive imputation credits (if any) attached to distributions.

**Distribution reinvestment plans** *(Appendix 4E item 7)*

Investors can elect to reinvest at the net asset value of the Fund under the terms of the current Distribution Reinvestment Plan.

**Retained Earnings** *(Appendix 4E item 8)*

N/A.

**NTA Backing** *(Appendix 4E item 9)*

	2009	2008
Net tangible asset backing per ordinary share	36.80	48.62

**Controlled entities acquired or disposed of** *(Appendix 4E item 10)*

N/A.

**Associates and Joint Venture entities** *(Appendix 4E item 11)*

N/A.

**Other significant information** *(Appendix 4E item 12)*

N/A.

**SPDR S&P/ASX 200 Fund  
Supplementary Appendix 4E information  
For the year ended 30 June 2009  
(continued)**

**Commentary on results** *(Appendix 4E item 14)*

**Operating loss per unit attributable to unitholders**

Operating loss per unit was 398.67 cents per unit.

The Fund allocates net operating profit to unitholders on a daily basis for the purpose of determining daily unit prices. Net operating profit per unit is represented by the movement in the Fund's daily unit redemption price for the year plus distributions per unit.

Because net operating profit has been allocated to unitholders on a daily basis, the actual daily number of units on issue has been used in the calculation of earnings per unit. This approach does not require the calculation of a weighted average number of units on issue for the year.

**Returns to unitholders**

In accordance with the Fund Constitution, the Fund fully distributes its distributable income to unitholders by cash or reinvestment. Distributable income is determined by reference to the taxable income of the Fund. The distributions are payable at the end of June and December each year.

**Significant features of operating performance**

N/A.

**Results of segments**

The Fund operates solely in the business of investment management within Australia and the Fund operates in Australia and holds investments in Australia.

**Trends in performance**

Investment performance has tracked to the performance of the S&P/ASX 200 Index.

**Other factors that affected results in the period or which are likely to affect results in the future**

No other factors affect the current year's results.

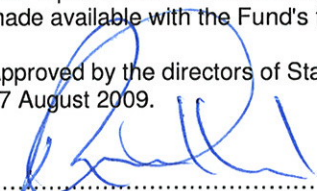
**Foreign Accounting standards** *(Appendix 4E item 13)*

N/A.

**Audit** *(Appendix 4E items 15 - 17)*

This report is based on accounts which are currently being audited. The audit report will be made available with the Fund's financial report.

Approved by the directors of State Street Global Advisors, Australia Services Limited on 27 August 2009.

  
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Robert C Goodlad  
Director