

SUPERANNUATION VOTING TRANSPARENCY REPORT

1. Name of asset owner/ fund manager & fund name chosen to assist with queries below: NGS Super

2. Brief Description of Asset Owner: Industry Super Fund for community workers

3. Funds Under Management: \$7.3bn (as of June 2016)

URL: <http://www.apra.gov.au/Super/Publications/Pages/superannuation-fund-level-publications.aspx>

4. Memberships

Association	Membership
UNPRI	Yes
FSC	No
RIAA	Yes
ACSI	Yes

5. Do they publically disclose a clear policy on how ESG issues are incorporated in all of their equity investment activities (i.e not just for SRI funds?) and do they screen any particular industry?

NGS discusses sustainability and states that they “look for investments that consider environmental, social and governance principles.” There is information available on the different memberships they hold, eg with the UNPRI, Carbon Disclosure Project, ESG research Australia, etc. with links available to the relevant project websites. There is no further discussion on ESG policy or on how these issues influence NGS’ investment activities.

URL: <https://www.ngssuper.com.au/about/about-ngs/fund-sustainability#UN-Principles-for-Responsible-Investment>

Score (0 out of 3)

6. Do they publicly disclose their voting record for either or both their ASX and international holdings?

NGS has publicly disclosed their proxy voting records for both Australian and internationally listed companies available in an overview of the financial year from 1 July to the 30 June for both the 2015/16 and 2016/17 financial years. These records were made available within a month of the end of financial year. The disclosures are organised by companies and include item numbers and resolution summary. The disclosure records did not include rationales or overview summary statistics.

URL: <https://www.ngssuper.com.au/about/regulatory-disclosures/policies>

<https://www.ngssuper.com.au/about/regulatory-disclosures#Proxy-voting-policy>

Score (3 out of 5)

7. DOMESTIC VOTING

January to June 2017 ASX						
	Theme of Proposal	For	Against	Abstain	Not Holding	Score
Oil Search	Climate Change item no.7		X			-1
	Human rights		X			-1
Santos	Amendment of Constitution item no.5a.	X				1
	Climate Change item no.5b. (Strategic Resilience for 2035 and Beyond)		X			-1
URL: (Max score 4)Total						-2

July to December 2015 ASX						
		For	Against	Abstain	Not Holding	Score
ANZ (Australia and New Zealand Bank)	Corporate governance resolution no.6a	X				1
	Climate change resolution no.6b	X				1
Origin Energy	Climate change resolution no.11	X				1
AGL Energy	Climate change resolution no.5 "change to constitution"	X				1
URL: (Max score 4)Total						4

8. INTERNATIONAL VOTING

International 2017 Resolutions						
	Theme of Proposal	For	Against	Abstain	Not Holding	Score
The AES Corporation	Climate Change				x	0
Ameren (item 6.)	Climate Change				x	0
Dominion (item 8.)	Climate Change				x	0
DTE (item 5.)	Climate Change				x	0
Duke (item 7.)	Climate Change				x	0
FirstEnergy (item 10.)	Climate Change				x	0
PNM	Climate Change				x	0
PPL (item 6.)	Climate Change				x	0
The Southern Company (item 6.)	Climate Change				x	0
AT&T (item 5)	Political Expenditure				x	0
Alphabet Inc (item 8)	Political Expenditure				x	0
Wells Fargo (item 5)	Consumer Rights (Retail Banking Sales Practices Report)				x	0
UK Royal Dutch Shell (item 21)	Climate Change (GHG Reduction Targets)				x	0
UK Sports Direct (item 19)	Human Capital Management (2016)				x	0
(Max score 14) Total					0	

8. LAGGING

DOMESTIC RECORDS			
	Yes	No	Score
Records available within 2 months of financial year end	x		1
Records available for last year to date		x	0
June 2016 Records are available	x		1
(Max score 3) Total			2

INTERNATIONAL RECORDS			
	Yes	No	Score
Records available within 2 months of financial year end	x		1
Records available for last year to date		x	0
June 2016 Records are available	x		1
(Max score 3) Total			2

9. Since June 2015 has the Fund lead filed or co-filed any ESG related shareholder resolutions at ASX 100 listed companies?

Not to the knowledge of ACCR.

10. Proxy Advisor used:

ACSI

11. Prose:

NGS has not provided evidence of a clear ESG policy. There is mention of ESG related involvement such as the carbon disclosure project and the investor group on climate change, however there is no publicly available NGS ESG policy and no discussion of how these considerations affect investment options.

Domestically NGS has had five chances within the 2015/16 and 2016/17 financial years to support Climate Change Based resolutions and has supported three of these, as recorded in its Proxy Voting Summary for the time-period. Notably, these three were all supported within the 2015/16 financial year whilst the two within the 2016/17 disclosures were both voted against.

Within these financial years, NGS has had two chances to date to support Governance related resolutions and has supported both, as recorded in its Proxy Voting Summary for the same time period. NGS had the opportunity to vote in support of one human rights shareholder resolution within the 2015/16 and 2016/17 financial years which it chose to vote against.

Although open with their international voting disclosures, NGS was not holding any of the relevant companies, and thus did not receive the opportunity to vote internationally for the ESG resolutions covered.

NOTES

The 2017 Oil Search resolution votes, the relevant item numbers were listed as number 12 and 13, not 7 as stated on sheet.

The 2017 Santos resolution 5b was listed within the record as item 9.