

## Document 7

**From:**  
**Sent:** Thursday, 10 January 2013 11:53 AM  
**To:**  
**Cc:**  
**Subject:** RE: Treasury FW: EM 2012/38 - Foreign Exchange Risk Management - Annual Report for 2012-13 [SEC=UNCLASSIFIED]  
**Attachments:** EM 2012\_38 Templates 1.1, 1.2, 2 and 3.xlsx

Hi

Further to your request, I've attached the spreadsheet in support of the return sent previously.

Please let us know if you need more info

Cheers

---

**From:**  
**Sent:** Tuesday, 8 January 2013 5:37 PM  
**To:**  
**Subject:** FW: Treasury FW: EM 2012/38 - Foreign Exchange Risk Management - Annual Report for 2012-13 [SEC=UNCLASSIFIED]

UNCLASSIFIED

Hi

Just wonder if your team can supply this as well?

Kind Regards

UNCLASSIFIED

---

**From:**  
**Sent:** Tuesday, 8 January 2013 12:18 PM  
**To:**  
**Cc:** FOREX  
**Subject:** RE: Treasury FW: EM 2012/38 - Foreign Exchange Risk Management - Annual Report for 2012-13 [SEC=UNCLASSIFIED]

UNCLASSIFIED

Hi ,

Thanks again for the report as below.

In previous years, accompanying the Treasury report has been a table containing IMF data which is used in the report (as attached last year's).

Would it be possible to ask if the Treasury officials plan on sending that data through for this report.

Kind regards,

UNCLASSIFIED

---

**From:**  
**Sent:** Monday, 17 December 2012 9:21 AM  
**To:** FOREX  
**Cc:**  
**Subject:** Treasury FW: EM 2012/38 - Foreign Exchange Risk Management - Annual Report for 2012-13 [SEC=UNCLASSIFIED]

UNCLASSIFIED

Dear FOREX team

Please find attached the CFO sign off for Treasury.

Kind Regards

UNCLASSIFIED

---

**From:**  
**Sent:** Monday, 17 December 2012 9:04 AM  
**To:**  
**Cc:**  
**Subject:** RE: EM 2012/38 - Foreign Exchange Risk Management - Annual Report for 2012-13 [SEC=UNCLASSIFIED]

Hi ,

Please find attached Treasury's return for the Foreign Exchange Risk Management.

If you need further information, please contact me.

Thanks.

---

**From:**  
**Sent:** Friday, 7 December 2012 12:24 PM  
**To:**  
**Cc:**  
**Subject:** FW: EM 2012/38 - Foreign Exchange Risk Management - Annual Report for 2012-13 [SEC=UNCLASSIFIED]

UNCLASSIFIED

Dear all

Just a friendly reminder. Please note that your agency needs to provide a return:

- 1) Parliamentary Budget Office
- 2) Department of the Treasury
- 3) Clean Energy Finance Corporation
- 4) Australian Competition and Consumer Commission
- 5) National Competition Council

6) Australian Securities and Investments Commission

Greatly appreciate if your team can submit the return (both electronic copy and scanned CFO-signed copy) by **21 December 2012**.

Kind Regards

UNCLASSIFIED

---

**From:** Budget Advice  
**Sent:** Friday, 7 December 2012 11:26 AM  
**To:**

**Subject:** EM 2012/38 - Foreign Exchange Risk Management - Annual Report for 2012-13 [SEC=UNCLASSIFIED]

UNCLASSIFIED

Please find attached: **EM 2012/38 - Foreign Exchange Risk Management - Annual Report for 2012-13**

This EM will be placed in the Knowledge Management section of the CBMS.

EM Coordinator  
Budget Policy and Coordination Division  
Department of Finance and Deregulation

7 December 2012

UNCLASSIFIED

---

Finance Australian Business Number (ABN): 61 970 632 495  
Finance Web Site: [www.finance.gov.au](http://www.finance.gov.au)

IMPORTANT:

This transmission is intended only for the use of the addressee and may contain confidential or legally privileged information. If you are not the intended recipient, you are notified that any use or dissemination of this communication is strictly prohibited.

If you have received this transmission in error, please notify us immediately by telephone on 61-2-6215-2222 and delete all copies of this transmission together with any attachments.

If responding to this email, please send to the appropriate person using the suffix .gov.au.

---

---

Please Note: The information contained in this e-mail message and any attached files may be confidential information and may also be the subject of legal professional privilege. If you are not the intended recipient, any use, disclosure or copying of this e-mail is unauthorised. If you have received this e-mail by error please notify the sender immediately by reply e-mail and delete all copies of this transmission together with any attachments.

---

---

Finance Australian Business Number (ABN): 61 970 632 495  
Finance Web Site: [www.finance.gov.au](http://www.finance.gov.au)

IMPORTANT:

This transmission is intended only for the use of the addressee and may contain confidential or legally privileged information. If you are not the intended recipient, you are notified that any use or dissemination of this communication is strictly prohibited.

If you have received this transmission in error, please notify us immediately by telephone on 61-2-6215-2222 and delete all copies of this transmission together with any attachments.

If responding to this email, please send to the appropriate person using the suffix .gov.au.

---

Entity Name:					
	Actual Forex Exposure at 30 June 2012 in AUD m	Estimated Forex Exposure at 30 June 2013 in AUD m	Estimated Forex Exposure at 30 June 2014 in AUD m	Estimated Forex Exposure at 30 June 2015 in AUD m	Estimated Forex Exposure at 30 June 2016 in AUD m
Departmental Receivable					
Departmental Payable					
<b>Total Departmental Exposures</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>
Top 5 currencies in which the above <b>Departmental Receivable</b> Exposures are held (balance entered against Other)					
1. _____					
2. _____					
3. _____					
4. _____					
5. _____					
6. Other					
<b>Total</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>
<i>Balance check</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>
Top 5 currencies in which the above <b>Departmental Payable</b> Exposures are held (balance entered against Other)					
1. _____					
2. _____					
3. _____					
4. _____					
5. _____					
6. Other					
<b>Total</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>
<i>Balance check</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>

- Notes:
1. Exposures are amounts payable or receivable in a foreign currency, and Australian dollar amounts payable or receivable, which are calculated based on a foreign currency.
  2. Exposures are always positive.
  3. For estimated forex exposures, please use the most recent BERs as provided by your AAU in Finance.
  4. All amounts are in AUD millions.

Entity Name: Department of the Treasury					
	Actual Forex Exposure at 30 June 2012 in AUD m	Estimated Forex Exposure at 30 June 2013 in AUD m	Estimated Forex Exposure at 30 June 2014 in AUD m	Estimated Forex Exposure at 30 June 2015 in AUD m	Estimated Forex Exposure at 30 June 2016 in AUD m
Administered Receivable	5,447.368	10,564.052	10,715.167	10,871.951	10,977.831
Administered Payable	4,689.523	6,430.388	6,484.557	6,539.416	6,548.669
<b>Total Administered Exposures</b>	<b>10,136.891</b>	<b>16,994.440</b>	<b>17,199.724</b>	<b>17,411.367</b>	<b>17,526.500</b>
Top 5 currencies in which the above <b>Administered Receivable</b> Exposures are held (balance entered against Other)					
1. SDR _____					
2. USD _____					
3. EUR _____					
4. _____					
5. _____					
6. Other	5,447.368	10,564.052	10,715.167	10,871.951	10,977.831
<b>Total</b>	<b>5,447.368</b>	<b>10,564.052</b>	<b>10,715.167</b>	<b>10,871.951</b>	<b>10,977.831</b>
<i>Balance check</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>
Top 5 currencies in which the above <b>Administered Payable</b> Exposures are held (balance entered against Other)					
1. SDR _____					
2. USD _____					
3. EUR _____					
4. _____					
5. _____					
6. Other	4,689.523	6,430.388	6,484.557	6,539.416	6,548.669
<b>Total</b>	<b>4,689.523</b>	<b>6,430.388</b>	<b>6,484.557</b>	<b>6,539.416</b>	<b>6,548.669</b>
<i>Balance check</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>

- Notes:
- Exposures are amounts payable or receivable in a foreign currency, and Australian dollar amounts payable or receivable, which are calculated based on a foreign currency.
  - Exposures are always positive.
  - For estimated forex exposures, please use the most recent BERs as provided by your AAU in Finance.
  - All amounts are in AUD millions.

# Foreign Exchange Gains and Losses in 2011-12

Template 2

Entity Name:			
		Resources from Government* AUD m	Please identify the reason for any significant gains/losses or adjustments.
Departmental resourcing foreign exchange realised gains and losses in 2011-12			
A	Identify the total gain (+) or loss (-) realised from foreign exchange transactions which occurred in the period 1 July 2011 to 30 June 2012.		
B	Identify the total adjustments (+) made to resourcing estimates to reflect the 2011-12 forex loss		
C	Identify the total reduction request (-) required to resourcing (provided in the 2011-12 annual appropriation Acts) to reflect 2011-12 forex gain.		
Reconciliation of departmental resourcing for foreign exchange transactions in 2011-12			
D	Adjustment required to reconcile entity resourcing with realised loss.  <i>Please do not enter an amount for this row and let this spreadsheet calculate the amount. If you disagree with the calculated amount, then please enter a comment and discuss it with your AAU.</i>	0.000	

- Notes:**
- \* means Departmental appropriation for FMA Agencies and Commonwealth payments to CAC bodies. All amounts are in AUD millions.
  - See the Estimates Memorandum for explanations of gain, loss and exposures and guidance on applying the most recent Budget Exchange Rates (BERs) to calculate exposures.
  - A A *gain* should be entered as a positive figure and a *loss* as a negative figure.
  - B The amount should be entered as a positive figure for an estimates adjustment to provide supplementation, or as a negative figure for a reduction request.

# Foreign Exchange Adjustments for 2012-13 and Forward Years

Template 3

Entity Name:

		Resources from Government* AUD m	Please identify the reason for any significant adjustments.
<b>Adjustment for Foreign Exchange for 2012-13</b>			
<b>A</b>	Identify the <b>actual forex gain (+) or loss (-)</b> from foreign exchange transactions that occurred between 1 July 2012 and the most recent estimates update		
<b>B</b>	Identify <b>adjustments made</b> to resourcing estimates <b>to reflect the actual forex loss</b> in A above		
<b>C</b>	Identify <b>the amount to be included in an appropriation item reduction request</b> (to be made post 30 June 2013) <b>to reflect the actual forex gain</b> in A above		
<b>D</b>	Identify the overall <b>adjustments made to reflect updated exposures</b> immediately after the most recent estimates update, to 30 June 2013		
<b>E</b>	Identify the overall <b>adjustments required to reflect updated exposures</b> immediately after the most recent estimates update, to 30 June 2013		
<b>F</b>	Any <b>adjustment required to reconcile</b> entity resourcing  <i>Do not enter an amount for this row; let it be calculated by spreadsheet. If you disagree with the calculation, then enter a comment and discuss it with your AAU.</i>	0.000	
<b>Adjustment for Foreign Exchange for 2013-14</b>			
<b>G</b>	Identify adjustments made to reflect updated exposures for 2013-14		
<b>Adjustment for Foreign Exchange for 2014-15</b>			
<b>H</b>	Identify adjustments made to reflect updated exposures for 2014-15		
<b>Adjustment for Foreign Exchange for 2015-16</b>			
<b>I</b>	Identify adjustments made to reflect updated exposures for 2015-16		

- Notes**
- \* means Departmental appropriation for FMA Agencies and Commonwealth payments to CAC bodies. All amounts are in AUD millions.
  - See the Estimates Memorandum for explanations of gain, loss and exposures and guidance on applying the most recent Budget Exchange Rates (BERs) to calculate exposures.
  - A A *gain* should be entered as a positive figure and a *loss* as a negative figure.
  - B-I The amount should be entered as a positive figure for an estimates adjustment to provide supplementation, or as a negative figure for a reduction request.