



Independent Auditor's Review Report

To the Directors of SGSP (Australia) Assets Pty Ltd (SGSPAA)

Report on the review of the financial information within the Financial Reporting Guideline for Non-scheme pipeline templates

Conclusion

We have reviewed the financial information in sections 4, 4.1, 5 and 5.1 of the Non-scheme pipeline financial reporting guideline templates (Financial Information) of the Jemena Queensland Gas Pipeline (the Service Provider).

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the Financial Information within the Non-scheme pipeline financial reporting guideline templates for the year ended 31 December 2018 is not prepared, in all material respects, in accordance with the Financial Reporting Guideline for Non-Scheme Pipelines (the Guideline) issued by the Australian Energy Regulator (AER) on 19 December 2017 and the Basis of Preparation as prescribed by the Guideline.

Emphasis of matter – Basis of Preparation and restriction on use

The Financial Information has been prepared in accordance with the Basis of Preparation as prescribed by the Guideline and has been prepared by the Directors of SGSPAA to meet their reporting requirements under the Guideline. As a result, the Financial Information and this Auditor's Review Report may not be suitable for another purpose. Our conclusion is not modified in respect of this matter.

Our report is intended solely for the Directors of SGSPAA and the AER and should not be used by parties other than the Directors of SGSPAA and the AER. We disclaim any assumption of responsibility for any reliance on our report, or on the Financial Information to which it relates, to any person other than the Directors of SGSPAA and the AER, or for any other purpose than that for which it was prepared.

Matters relating to the electronic publication of the reviewed Financial Information

This Auditor's Review Report relates to the Financial Information of the Jemena Queensland Gas Pipeline for the year ended 31 December 2018 included on the Jemena (SGSPAA) website. The SGSPAA Directors are responsible for the integrity of the Jemena website. We have not been engaged to report on the integrity of the Jemena website. The Auditor's Review Report refers only to the subject matter described above. It does not provide a conclusion or opinion on any other information which may have been hyperlinked to/from the Financial Information.



Responsibilities of the Directors and Management for the Financial Information

Management are responsible for:

- the preparation of the Financial Information in accordance with the requirements of the Guideline and the Basis of Preparation; and
- such internal control as Management determine is necessary to enable the preparation of the Financial Information that are free from material misstatement, whether due to fraud or error.

The Directors of SGSPAA are responsible for:

- overseeing the service provider's regulatory reporting process; and
- determining that the Basis of Preparation is appropriate to meet the needs of the AER in order to fulfil the service provider's reporting obligations.

Auditor's responsibilities for the review of the Financial Information

Our responsibility is to express a conclusion on the Financial Information in order to state whether, on the basis of the procedures described below, we have become aware of any matter that makes us believe that the Financial Information are materially misstated and does not comply with the requirements of the Guideline.

We conducted our review of the Financial Information in accordance with the *Auditing Standard on Review Engagements ASRE 2405 Review of Historical Information Other than a Financial Report*.

A review of the Financial Information consists of:

- Making enquiries with the persons responsible for financial, accounting and regulatory reporting matters to understand the internal controls, governance structure and reporting process for the Financial Information;
- Applying analytical procedures over the Financial Information; and
- Other review procedures including:
 - performing walkthroughs to understand the process for collating of information in the Financial Information with reference to the service provider's source documentation;
 - evaluating the appropriateness of the Basis of Preparation with respect to the Financial Information; and
 - reviewing the Financial Information in its entirety to ensure it is consistent with our overall knowledge of our review engagement.

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 or reasonable assurance opinion.

As required by ASRE 2405, we have complied with our independence and other relevant ethical requirements of the *Code of Ethics for Professional Accountants* issued by the *Accounting Professional and Ethical Standards Board*, and complied with the applicable requirements of *Australian Standard on Quality Control (ASQC) 1* to maintain a comprehensive system of quality control.

KPMG

Vicky Carlson
Partner
Melbourne
29 April 2019