

Tax Transparency

Australian Tax Office (ATO) disclosures

Tax law changes introduced by the Australian Government in 2013 require the ATO to publish income tax and resource rent tax information on its website for entities with a total income of \$100 million or more from the FY14 financial year onwards.

Year Ended 30 June 2014 Disclosures

The ATO has published the following information on Veda's taxable income:

Total income	\$268,945,400
Taxable income	\$113,136
Tax payable	\$0

The primary reasons for nil tax payable by Veda in FY14 have to do with Veda's IPO which occurred on 10 December 2013. As part of the IPO process, Veda incurred costs related to regulatory, legal and listing requirements as well as typical marketing and personnel costs to ensure a successful ASX listing. These costs were largely tax deductible in accordance with Australian tax legislation.

Additionally, at the time of Veda's IPO and as outlined in our prospectus, Veda repaid \$647.4 million in debt. The interest cost related to this debt prior to the IPO was tax deductible and the tax impact was carried forward in FY14 reducing Veda's taxable income.

Veda expects to commence cash tax payment in FY17 as has been noted in our FY15 year end reporting.

Full details of Veda's consolidated taxable income and tax position for the year ended 30 June 2014 is included in notes 10, 15 and 21 to the FY14 financial statements.

With respect to the disclosed FY14 tax information above Veda notes that the disclosure relates only to Veda's primary tax group in Australia and "Total income" shown includes external and intercompany interest income.

Year Ended 30 June 2015

No disclosures have yet been made by the ATO, however full details of Veda's consolidated taxable income and tax position for the year ended 30 June 2015 is included in notes 9 and 11(B) to the FY15 financial statements.