**Sector statements**

**Australian Government operating statement by sector — including General Government Sector Financial Report**

for the year ended 30 June 2018

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | General | |  | Public non-financial | |  | Public financial | |  | Eliminations and | |  | Australian | |
|  | Note | Government | |  | corporations | |  | corporations | |  | netting(a) | |  | Government | |
|  |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |
|  |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |
| **Revenue from transactions** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Taxation revenue | 2A | 427,245 | 388,369 |  | - | - |  | - | - |  | (6) | (73) |  | 427,239 | 388,296 |
| Sales of goods and services | 2B | 9,770 | 8,230 |  | 11,770 | 10,678 |  | 734 | 698 |  | (1,160) | (1,202) |  | 21,114 | 18,404 |
| Interest income | 2C | 3,317 | 2,992 |  | 63 | 55 |  | 2,183 | 2,187 |  | (789) | (1,089) |  | 4,774 | 4,145 |
| Dividend income | 2C | 5,086 | 4,998 |  | 9 | - |  | 74 | 77 |  | (922) | (1,519) |  | 4,247 | 3,556 |
| Other | 2D | 10,703 | 10,863 |  | 476 | 161 |  | 151 | 147 |  | (843) | (376) |  | 10,487 | 10,795 |
| **Total revenue** |  | **456,121** | **415,452** |  | **12,318** | **10,894** |  | **3,142** | **3,109** |  | **(3,720)** | **(4,259)** |  | **467,861** | **425,196** |
| **Expenses from transactions** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| *Gross operating expenses* |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Wages and salaries | 3A | 19,213 | 19,059 |  | 4,167 | 4,085 |  | 190 | 178 |  | - | - |  | 23,570 | 23,322 |
| Superannuation | 3A | 7,789 | 9,831 |  | 493 | 509 |  | 81 | 98 |  | (6) | (7) |  | 8,357 | 10,431 |
| Depreciation and amortisation | 3B | 8,790 | 8,214 |  | 2,824 | 2,186 |  | 70 | 56 |  | - | - |  | 11,684 | 10,456 |
| Supply of goods and services | 3C | 100,468 | 94,587 |  | 7,882 | 6,886 |  | 425 | 438 |  | (1,413) | (1,302) |  | 107,362 | 100,609 |
| Other operating expenses | 3A | 6,721 | 5,906 |  | 578 | 613 |  | 59 | 207 |  | (5) | (8) |  | 7,353 | 6,718 |
| *Total gross operating expenses* |  | *142,981* | *137,597* |  | *15,944* | *14,279* |  | *825* | *977* |  | *(1,424)* | *(1,317)* |  | *158,326* | *151,536* |
| Superannuation interest expense | 3A | 9,240 | 8,445 |  | - | - |  | - | - |  | - | - |  | 9,240 | 8,445 |
| Interest expense | 3D | 17,811 | 16,960 |  | 702 | 526 |  | 1,272 | 1,154 |  | (789) | (1,087) |  | 18,996 | 17,553 |
| *Current transfers* |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Current grants | 3E | 139,282 | 134,314 |  | - | - |  | - | - |  | 4 | (1) |  | 139,286 | 134,313 |
| Subsidy expenses |  | 11,224 | 11,002 |  | - | - |  | - | - |  | (154) | (149) |  | 11,070 | 10,853 |
| Personal benefits |  | 127,146 | 128,150 |  | - | - |  | - | - |  | - | - |  | 127,146 | 128,150 |
| Tax expenses |  | - | - |  | 44 | 99 |  | 2 | 1 |  | (46) | (100) |  | - | - |
| *Total current transfers* |  | *277,652* | *273,466* |  | *44* | *99* |  | *2* | *1* |  | *(196)* | *(250)* |  | *277,502* | *273,316* |
| *Capital transfers* |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Mutually agreed write-downs | 3E | 1,996 | 1,203 |  | - | - |  | - | - |  | - | - |  | 1,996 | 1,203 |
| Other capital grants | 3E | 10,597 | 10,140 |  | - | - |  | - | - |  | (417) | (112) |  | 10,180 | 10,028 |
| *Total capital transfers* |  | *12,593* | *11,343* |  | *-* | *-* |  | *-* | *-* |  | *(417)* | *(112)* |  | *12,176* | *11,231* |
| **Total expenses** | 3F | **460,277** | **447,811** |  | **16,690** | **14,904** |  | **2,099** | **2,132** |  | **(2,826)** | **(2,766)** |  | **476,240** | **462,081** |
| **Net operating balance** |  | **(4,156)** | **(32,359)** |  | **(4,372)** | **(4,010)** |  | **1,043** | **977** |  | **(894)** | **(1,493)** |  | **(8,379)** | **(36,885)** |

1. The eliminations and netting column includes the elimination of inter‑sector transactions and the netting of gains and losses across sectors.

**Australian Government operating statement by sector — including General Government Sector Financial Report (continued)**

for the year ended 30 June 2018

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | General | |  | Public non-financial | |  | Public financial | |  | Eliminations and | |  | Australian | |
|  | Note | Government | |  | corporations | |  | corporations | |  | netting(a) | |  | Government | |
|  |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |
|  |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |
| **Other economic flows - included in operating result** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Net write-down of assets (including bad and doubtful debts) | 4A | (8,108) | (13,387) |  | (129) | (31) |  | (2) | (4) |  | - | 2 |  | (8,239) | (13,420) |
| Net gains/(losses) from the sale of assets | 4B | 7,477 | 5,515 |  | 2 | 22 |  | (259) | (569) |  | - | (1) |  | 7,220 | 4,967 |
| Net foreign exchange gains/(losses) | 4C | (1,269) | 1,439 |  | (9) | (4) |  | 3,260 | (1,286) |  | - | - |  | 1,982 | 149 |
| Net swap interest gains/(losses) | 4C | 61 | 98 |  | - | (6) |  | 28 | 30 |  | - | - |  | 89 | 122 |
| Net fair value gains/(losses) | 4C | 5,819 | 19,176 |  | - | 95 |  | 57 | 60 |  | - | (1) |  | 5,876 | 19,330 |
| Net other gains/(losses) | 4C | (2,475) | 230 |  | 34 | (7) |  | (195) | - |  | - | (1) |  | (2,636) | 222 |
| **Operating result(b)** |  | **(2,651)** | **(19,288)** |  | **(4,474)** | **(3,941)** |  | **3,932** | **(792)** |  | **(894)** | **(1,494)** |  | **(4,087)** | **(25,515)** |
| **Other economic flows - through equity** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| ***Will not be reclassified to operating result*** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Revaluation of non-financial assets | 7 | 2,420 | 1,488 |  | 232 | 143 |  | 76 | 73 |  | - | 1 |  | 2,728 | 1,705 |
| Actuarial revaluations of superannuation |  | (25,685) | 44,904 |  | 355 | 569 |  | 37 | 425 |  | - | - |  | (25,293) | 45,898 |
| Other economic revaluations |  | 44 | (67) |  | 6,976 | (119) |  | 2 | (1) |  | (6,960) | 92 |  | 62 | (95) |
| ***May be reclassified to operating result*** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Revaluation of equity investments | 7 | (869) | (5,159) |  | - | - |  | 224 | (420) |  | 1,160 | 5,638 |  | 515 | 59 |
| **Comprehensive result** |  | **(26,741)** | **21,878** |  | **3,089** | **(3,348)** |  | **4,271** | **(715)** |  | **(6,694)** | **4,237** |  | **(26,075)** | **22,052** |
| **Net operating balance** |  | **(4,156)** | **(32,359)** |  | **(4,372)** | **(4,010)** |  | **1,043** | **977** |  | **(894)** | **(1,493)** |  | **(8,379)** | **(36,885)** |
| ***less* Net acquisition of non-financial assets** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Purchases of non-financial assets |  | 13,735 | 11,545 |  | 8,402 | 8,012 |  | 53 | 110 |  | - | - |  | 22,190 | 19,667 |
| *less* Sales of non-financial assets |  | 4,260 | 873 |  | 174 | 64 |  | 1 | 2 |  | (1) | - |  | 4,434 | 939 |
| *less* Depreciation and amortisation |  | 8,790 | 8,214 |  | 2,824 | 2,186 |  | 70 | 56 |  | - | - |  | 11,684 | 10,456 |
| *plus* Change in inventories |  | 629 | 392 |  | 37 | 12 |  | 14 | (7) |  | - | - |  | 680 | 397 |
| *plus* Other movements in non-financial assets |  | (28) | 27 |  | (4) | 2 |  | - | - |  | 1 | - |  | (31) | 29 |
| **Total net acquisition of non-financial assets** |  | **1,286** | **2,877** |  | **5,437** | **5,776** |  | **(4)** | **45** |  | **2** | **-** |  | **6,721** | **8,698** |
| **Fiscal balance (Net lending/borrowing)** |  | **(5,442)** | **(35,236)** |  | **(9,809)** | **(9,786)** |  | **1,047** | **932** |  | **(896)** | **(1,493)** |  | **(15,100)** | **(45,583)** |

1. The eliminations and netting column includes the elimination of inter‑sector transactions and the netting of gains and losses across sectors.
2. General Government operating result includes $4 million attributable to minority interests.

Certain comparatives have been restated. Refer to Note 1.5 for further details.

**Australian Government balance sheet by sector — including General Government Sector Financial Report**

as at

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | General | |  | Public non-financial | |  | Public financial | |  | Eliminations(a) | |  | Australian | |
|  | Note | Government | |  | corporations | |  | corporations | |  |  | |  | Government | |
|  |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |
|  |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |
| **Assets** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| *Financial assets* |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Cash and deposits |  | 6,780 | 5,140 |  | 1,973 | 2,184 |  | 636 | 520 |  | (3,147) | (1,561) |  | 6,242 | 6,283 |
| Advances paid | 5A | 56,058 | 44,918 |  | 15 | 12 |  | 2,037 | 2,245 |  | (6,345) | (1,082) |  | 51,765 | 46,093 |
| Other receivables and accrued   revenue | 5A | 49,860 | 46,144 |  | 1,886 | 1,579 |  | 71 | 67 |  | (1,121) | (1,640) |  | 50,696 | 46,150 |
| Investments, loans and placements | 5B | 190,612 | 193,252 |  | 1,139 | 733 |  | 187,750 | 195,326 |  | (52,678) | (68,433) |  | 326,823 | 320,878 |
| Equity investments | 5C | 112,490 | 92,413 |  | 376 | 403 |  | 464 | 416 |  | (55,338) | (46,671) |  | 57,992 | 46,561 |
| ***Total financial assets*** |  | ***415,800*** | ***381,867*** |  | ***5,389*** | ***4,911*** |  | ***190,958*** | ***198,574*** |  | ***(118,629)*** | ***(119,387)*** |  | ***493,518*** | ***465,965*** |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| *Non-financial assets* |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Land | 5D | 11,598 | 11,002 |  | 1,535 | 1,033 |  | 183 | 203 |  | - | (1) |  | 13,316 | 12,237 |
| Buildings | 5D | 26,322 | 25,692 |  | 2,376 | 2,015 |  | 375 | 405 |  | - | - |  | 29,073 | 28,112 |
| Specialist military equipment | 5D | 62,020 | 58,573 |  | - | - |  | - | - |  | - | - |  | 62,020 | 58,573 |
| Other plant, equipment and infrastructure | 5D | 15,533 | 15,013 |  | 38,975 | 27,262 |  | 181 | 200 |  | - | - |  | 54,689 | 42,475 |
| Intangibles | 5D | 7,895 | 7,452 |  | 3,527 | 2,827 |  | 98 | 83 |  | (1) | (2) |  | 11,519 | 10,360 |
| Investment property | 5D | 173 | 112 |  | 168 | 169 |  | - | - |  | - | - |  | 341 | 281 |
| Inventories | 5E | 8,645 | 8,548 |  | 153 | 123 |  | 33 | 19 |  | - | (1) |  | 8,831 | 8,689 |
| Heritage and cultural assets | 5D | 11,619 | 11,630 |  | - | - |  | - | - |  | - | - |  | 11,619 | 11,630 |
| Tax assets |  | - | - |  | 933 | 795 |  | 5 | 5 |  | (938) | (800) |  | - | - |
| Other non-financial assets | 5F | 3,471 | 3,856 |  | 410 | 504 |  | 155 | 41 |  | (93) | (121) |  | 3,943 | 4,280 |
| ***Total non-financial assets*** |  | ***147,276*** | ***141,878*** |  | ***48,077*** | ***34,728*** |  | ***1,030*** | ***956*** |  | ***(1,032)*** | ***(925)*** |  | ***195,351*** | ***176,637*** |
| **Total assets** | 5G | ***563,076*** | ***523,745*** |  | ***53,466*** | ***39,639*** |  | ***191,988*** | ***199,530*** |  | ***(119,661)*** | ***(120,312)*** |  | ***688,869*** | **642,602** |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Liabilities** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| *Interest bearing liabilities* |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Deposits held | 6A | 381 | 218 |  | 9 | 6 |  | 81,675 | 92,890 |  | (48,224) | (58,353) |  | 33,841 | 34,761 |
| Government securities | 6B | 575,450 | 547,254 |  | - | - |  | - | - |  | (7,789) | (11,809) |  | 567,661 | 535,445 |
| Loans | 6C | 10,468 | 10,179 |  | 8,418 | 2,338 |  | 2,394 | 2,437 |  | (6,099) | (854) |  | 15,181 | 14,100 |
| Other borrowings | 6D | 1,524 | 1,618 |  | 7,283 | 5,896 |  | - | - |  | - | 1 |  | 8,807 | 7,515 |
| Other interest bearing liabilities | 6E | 7,589 | 6,359 |  | 166 | 8 |  | 3,005 | 4,518 |  | - | - |  | 10,760 | 10,885 |
| ***Total interest bearing liabilities*** |  | ***595,412*** | ***565,628*** |  | ***15,876*** | ***8,248*** |  | ***87,074*** | ***99,845*** |  | ***(62,112)*** | ***(71,015)*** |  | ***636,250*** | ***602,706*** |

1. Comprises the elimination of inter-sector balances.

Australian Government balance sheet by sector — including General Government Sector Financial Report (continued)

as at

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | General | |  | Public non-financial | |  | Public financial | |  | Eliminations(a) | |  | Australian | |
|  | Note | Government | |  | corporations | |  | corporations | |  |  | |  | Government | |
|  |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |
|  |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |
| *Provisions and payables* |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Superannuation liability | 6F | 313,495 | 279,459 |  | 25 | 20 |  | 393 | 320 |  | - | - |  | 313,913 | 279,799 |
| Other employee liabilities | 6F | 19,829 | 18,134 |  | 1,686 | 1,714 |  | 199 | 211 |  | - | (1) |  | 21,714 | 20,058 |
| Supplier payables | 6G | 7,547 | 6,938 |  | 4,319 | 4,127 |  | 123 | 119 |  | (83) | (174) |  | 11,906 | 11,010 |
| Personal benefits payable | 6G | 2,758 | 2,451 |  | - | - |  | - | - |  | - | - |  | 2,758 | 2,451 |
| Subsidies payable | 6G | 602 | 549 |  | - | - |  | - | - |  | - | - |  | 602 | 549 |
| Grants payable | 6G | 3,068 | 3,922 |  | - | - |  | - | - |  | - | 2 |  | 3,068 | 3,924 |
| Australian currency on issue | 6H | - | - |  | - | - |  | 75,565 | 73,623 |  | - | - |  | 75,565 | 73,623 |
| Tax liabilities |  | - | - |  | 786 | 655 |  | 1 | - |  | (787) | (655) |  | - | - |
| Other payables | 6G | 2,424 | 3,792 |  | 657 | 591 |  | 1,026 | 1,411 |  | (1,162) | (1,535) |  | 2,945 | 4,259 |
| Other provisions | 6H | 35,993 | 34,245 |  | 604 | 476 |  | 1,302 | 1,245 |  | - | - |  | 37,899 | 35,966 |
| ***Total provisions and payables*** |  | ***385,716*** | ***349,490*** |  | ***8,077*** | ***7,583*** |  | ***78,609*** | ***76,929*** |  | ***(2,032)*** | ***(2,363)*** |  | ***470,370*** | ***431,639*** |
| **Total liabilities** |  | **981,128** | **915,118** |  | **23,953** | **15,831** |  | **165,683** | **176,774** |  | **(64,144)** | **(73,378)** |  | **1,106,620** | **1,034,345** |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Net worth** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Accumulated results |  | (483,368) | (456,508) |  | (13,386) | (10,272) |  | 41 | 89 |  | (4,018) | (2,240) |  | (500,731) | (468,931) |
| Reserves |  | 65,205 | 65,072 |  | 8,158 | 2,964 |  | 25,968 | 22,381 |  | (16,462) | (13,292) |  | 82,869 | 77,125 |
| Contributed equity |  | - | - |  | 34,741 | 31,116 |  | 296 | 286 |  | (35,037) | (31,402) |  | - | - |
| Minority interests |  | 111 | 63 |  | - | - |  | - | - |  | - | - |  | 111 | 63 |
| **Net worth** |  | **(418,052)** | **(391,373)** |  | **29,513** | **23,808** |  | **26,305** | **22,756** |  | **(55,517)** | **(46,934)** |  | **(417,751)** | **(391,743)** |

1. Comprises the elimination of inter-sector balances.

Certain comparatives have been restated. Refer to Note 1.5 for further details.

**Australian Government cash flow statement by sector — including General Government Sector Financial Report**

for the year ended

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | General | |  | Public non-financial | |  | Public financial | |  | Eliminations and | |  | Australian | |
|  |  | Government | |  | corporations | |  | corporations | |  | netting(a) | |  | Government | |
|  |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |
|  |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |
| **OPERATING ACTIVITIES** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Cash received** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Taxes received |  | 418,053 | 379,271 |  | - | - |  | - | - |  | (87) | (32) |  | 417,966 | 379,239 |
| Receipts from sales of |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| goods and services |  | 9,941 | 8,050 |  | 13,064 | 11,559 |  | 701 | 620 |  | (2,349) | (2,047) |  | 21,357 | 18,182 |
| Interest receipts |  | 3,434 | 2,925 |  | 47 | 53 |  | 2,284 | 1,965 |  | (1,029) | (882) |  | 4,736 | 4,061 |
| Dividend receipts |  | 5,407 | 6,874 |  | - | - |  | 9 | 79 |  | (1,314) | (3,453) |  | 4,102 | 3,500 |
| GST receipts |  | - | - |  | 720 | 650 |  | 14 | 26 |  | (734) | (676) |  | - | - |
| Other receipts |  | 8,745 | 10,466 |  | 34 | 85 |  | 284 | 157 |  | (465) | (359) |  | 8,598 | 10,349 |
| **Total cash received** |  | **445,580** | **407,586** |  | **13,865** | **12,347** |  | **3,292** | **2,847** |  | **(5,978)** | **(7,449)** |  | **456,759** | **415,331** |
| **Cash used** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Taxes paid |  | - | - |  | (94) | (10) |  | - | (1) |  | 94 | 11 |  | - | - |
| Payments for employees |  | (27,969) | (27,148) |  | (4,184) | (5,130) |  | (215) | (656) |  | - | - |  | (32,368) | (32,934) |
| Payments for goods and services |  | (99,130) | (93,508) |  | (9,210) | (7,708) |  | (425) | (358) |  | 2,862 | 2,533 |  | (105,903) | (99,041) |
| Grants and subsidies paid |  | (161,868) | (155,981) |  | - | 1 |  | - | - |  | 225 | 263 |  | (161,643) | (155,717) |
| Interest paid |  | (16,568) | (15,290) |  | (122) | (64) |  | (1,318) | (1,164) |  | 1,065 | 1,103 |  | (16,943) | (15,415) |
| Personal benefits paid |  | (127,940) | (130,828) |  | - | - |  | - | - |  | - | - |  | (127,940) | (130,828) |
| GST paid |  | - | - |  | (426) | (272) |  | (14) | (12) |  | 440 | 284 |  | - | - |
| Other payments |  | (6,425) | (5,483) |  | (1,032) | (39) |  | (76) | 234 |  | 6 | 11 |  | (7,527) | (5,277) |
| **Total cash used** |  | **(439,900)** | **(428,238)** |  | **(15,068)** | **(13,222)** |  | **(2,048)** | **(1,957)** |  | **4,692** | **4,205** |  | **(452,324)** | **(439,212)** |
| **Net cash from operating activities** |  | **5,680** | **(20,652)** |  | **(1,203)** | **(875)** |  | **1,244** | **890** |  | **(1,286)** | **(3,244)** |  | **4,435** | **(23,881)** |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **INVESTING ACTIVITIES** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Investments in non-financial assets** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Sales of non-financial assets |  | 1,325 | 2,282 |  | 332 | 58 |  | - | - |  | - | - |  | 1,657 | 2,340 |
| Purchases of non-financial assets |  | (12,705) | (11,079) |  | (7,091) | (6,153) |  | (52) | (107) |  | 10 | - |  | (19,838) | (17,339) |
| **Net cash from non-financial assets** |  | **(11,380)** | **(8,797)** |  | **(6,759)** | **(6,095)** |  | **(52)** | **(107)** |  | **10** | **-** |  | **(18,181)** | **(14,999)** |

1. The eliminations and netting column includes the elimination of inter-sector transactions and the netting of certain cash flows across sectors.

Australian Government cash flow statement by sector — including General Government Sector Financial Report(continued)

for the year ended

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | General | |  | Public non-financial | |  | Public financial | |  | Eliminations and | |  | Australian | |
|  |  | Government | |  | corporations | |  | corporations | |  | netting(a) | |  | Government | |
|  |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |  | 2018 | 2017 |
|  |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |  | $m | $m |
| **INVESTING ACTIVITIES** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Investments in financial assets for** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **policy purposes** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Receipts from policy investments |  | 5,265 | 3,614 |  | 33 | - |  | 268 | 125 |  | (120) | (60) |  | 5,446 | 3,679 |
| Payments for policy investments |  | (25,306) | (17,115) |  | (4) | - |  | (237) | - |  | 8,008 | 7,403 |  | (17,539) | (9,712) |
| **Net cash from policy investments** |  | **(20,041)** | **(13,501)** |  | **29** | **-** |  | **31** | **125** |  | **7,888** | **7,343** |  | **(12,093)** | **(6,033)** |
| **Investments in financial assets for** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **liquidity purposes** |  | **(43)** | **(37,318)** |  | **144** | **13** |  | **9,217** | **(35,992)** |  | **(15,531)** | **35,990** |  | **(6,213)** | **(37,307)** |
| **Net cash from investing activities** |  | **(31,464)** | **(59,616)** |  | **(6,586)** | **(6,082)** |  | **9,196** | **(35,974)** |  | **(7,633)** | **43,333** |  | **(36,487)** | **(58,339)** |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **FINANCING ACTIVITIES** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Cash flows from financing activities** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| **Net cash received** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Borrowings |  | 30,564 | 84,908 |  | 5,382 | 301 |  | (52) | - |  | (1,413) | (9,929) |  | 34,481 | 75,280 |
| Contributed equity |  | - | - |  | 2,693 | 7,386 |  | 10 | 10 |  | (2,703) | (7,396) |  | - | - |
| Other financing |  | 2,696 | 365 |  | 23 | 30 |  | (9,153) | 38,640 |  | 10,129 | (27,688) |  | 3,695 | 11,347 |
| **Net cash received** |  | **33,260** | **85,273** |  | **8,098** | **7,717** |  | **(9,195)** | **38,650** |  | **6,013** | **(45,013)** |  | **38,176** | **86,627** |
| **Net cash used** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Distributions paid |  | - | (3) |  | (191) | (169) |  | (1,129) | (3,285) |  | 1,320 | 3,454 |  | - | (3) |
| Other financing |  | (5,836) | (3,500) |  | (329) | (965) |  | - | (174) |  | - | 806 |  | (6,165) | (3,833) |
| **Net cash used** |  | **(5,836)** | **(3,503)** |  | **(520)** | **(1,134)** |  | **(1,129)** | **(3,459)** |  | **1,320** | **4,260** |  | **(6,165)** | **(3,836)** |
| **Net cash from financing activities** |  | **27,424** | **81,770** |  | **7,578** | **6,583** |  | **(10,324)** | **35,191** |  | **7,333** | **(40,753)** |  | **32,011** | **82,791** |
| **Net increase/(decrease) in cash** |  | **1,640** | **1,502** |  | **(211)** | **(374)** |  | **116** | **107** |  | **(1,586)** | **(664)** |  | **(41)** | **571** |
| **Cash at beginning of year** |  | **5,140** | **3,638** |  | **2,184** | **2,558** |  | **520** | **413** |  | **(1,561)** | **(897)** |  | **6,283** | **5,712** |
| **Cash at end of year** |  | **6,780** | **5,140** |  | **1,973** | **2,184** |  | **636** | **520** |  | **(3,147)** | **(1,561)** |  | **6,242** | **6,283** |
| **Key fiscal aggregate** |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Net cash flows from operating activities |  | 5,680 | (20,652) |  | (1,203) | (875) |  | 1,244 | 890 |  | (1,286) | (3,244) |  | 4,435 | (23,881) |
| Net cash flows from investments |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| in non-financial assets |  | (11,380) | (8,797) |  | (6,759) | (6,095) |  | (52) | (107) |  | 10 | - |  | (18,181) | (14,999) |
| **Cash surplus/(deficit)** |  | **(5,700)** | **(29,449)** |  | **(7,962)** | **(6,970)** |  | **1,192** | **783** |  | **(1,276)** | **(3,244)** |  | **(13,746)** | **(38,880)** |

1. The eliminations and netting column includes the elimination of inter-sector transactions and the netting of certain cash flows across sectors.

Certain comparatives have been restated refer to Note 1.5 for further details.

**Australian Government statement of changes in equity (net worth) by sector**

for the year ended

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | Reserves | | | | | |  |  |
|  |  |  | Foreign |  |  |  |  |  |  |
|  |  | Asset | currency |  |  |  |  |  | **Total** |
|  | Accumulated | revaluation | translation | Investments | Statutory | Other | Total | Contributed | **Net** |
| Item | results | reserve | reserve | reserve | funds | reserves | reserves | equity | **Worth** |
|  | $m | $m | $m | $m | $m | $m | $m | $m | **$m** |
| **General Government** |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |
| Adjusted opening balance as at 1 July 2016 | (472,711) | 42,749 | 34 | 16,637 | - | 40 | 59,460 | - | **(413,251)** |
| Dividends provided for or paid | (3) | - | - | - | - | - | - | - | **(3)** |
| Comprehensive result - change in net worth | 25,357 | 1,467 | 7 | (4,951) | - | (2) | (3,479) | - | **21,878** |
| Transfers to/(from)/between reserves | (9,093) | (57) | - | 9,150 | - | - | 9,093 | - | **-** |
| **Net worth as at 30 June 2017** | **(456,447)** | **44,159** | **41** | **20,836** | **-** | **38** | **65,074** | - | **(391,373)** |
| *less:* Minority interests | 61 | - | - | 2 | - | - | 2 | - | **63** |
| **Attributable to the General Government** |  |  |  |  |  |  |  |  |  |
| **Sector at 30 June 2017** | **(456,508)** | **44,159** | **41** | **20,834** | **-** | **38** | **65,072** | **-** | **(391,436)** |
| Non-material changes in accounting policy and errors | 83 | (16) | - | (9) | - | 7 | (18) | - | **65** |
| Adjusted opening balance as at 1 July 2017 | (456,364) | 44,143 | 41 | 20,827 | - | 45 | 65,056 | - | **(391,308)** |
| Dividends provided for or paid | (3) | - | - | - | - | - | - | - | **(3)** |
| Comprehensive result - change in net worth | (28,310) | 2,448 | 13 | (887) | - | (5) | 1,569 | - | **(26,741)** |
| Transfers to/(from)/between reserves | 1,419 | (4) | - | (1,447) | - | 32 | (1,419) | - | **-** |
| **Net worth as at 30 June 2018** | **(483,258)** | **46,587** | **54** | **18,493** | **-** | **72** | **65,206** | - | **(418,052)** |
| *less:* Minority interests | 110 | - | - | 1 | - | - | 1 | - | **111** |
| **Attributable to the General Government** |  |  |  |  |  |  |  |  |  |
| **Sector at 30 June 2018** | **(483,368)** | **46,587** | **54** | **18,492** | **-** | **72** | **65,205** | **-** | **(418,163)** |

Australian Government statement of changes in equity (net worth) by sector (continued)

for the year ended

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | Reserves | | | | | |  |  |
|  |  |  | Foreign |  |  |  |  |  |  |
|  |  | Asset | currency |  |  |  |  |  | **Total** |
|  | Accumulated | revaluation | translation | Investments | Statutory | Other | Total | Contributed | **Net** |
| Item | results | reserve | reserve | reserve | funds | reserves | reserves | equity | **Worth** |
|  | $m | $m | $m | $m | $m | $m | $m | $m | **$m** |
| **Public non-financial corporations** |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |
| Adjusted opening balance as at 1 July 2016 | (6,561) | 2,517 | 22 | - | - | 230 | 2,769 | 23,677 | **19,885** |
| Comprehensive result - change in net worth | (3,505) | 181 | (20) | - | - | (4) | 157 | - | **(3,348)** |
| Dividends provided for or paid | (168) | - | - | - | - | - | - | - | **(168)** |
| Transfers to/(from)/between reserves | (38) | (2) | - | - | - | 40 | 38 | - | **-** |
| Contribution/(distribution) of equity | - | - | - | - | - | - | - | 7,439 | **7,439** |
| **Net worth as at 30 June 2017** | **(10,272)** | **2,696** | **2** | **-** | **-** | **266** | **2,964** | **31,116** | **23,808** |
| Non-material changes in accounting policy and errors | (2) | - | - | - | - | - | - | (29) | **(31)** |
| Adjusted opening balance as at 1 July 2017 | (10,274) | 2,696 | 2 | - | - | 266 | 2,964 | 31,087 | **23,777** |
| Comprehensive result - change in net worth | (2,941) | 5,217 | 3 | - | - | (7) | 5,213 | 817 | **3,089** |
| Dividends provided for or paid | (190) | - | - | - | - | - | - | - | **(190)** |
| Transfers to/(from)/between reserves | 19 | (8) | - | - | - | (11) | (19) | - | **-** |
| Contribution/(distribution) of equity | - | - | - | - | - | - | - | 2,837 | **2,837** |
| **Net worth as at 30 June 2018** | **(13,386)** | **7,905** | **5** | **-** | **-** | **248** | **8,158** | **34,741** | **29,513** |

Australian Government statement of changes in equity (net worth) by sector (continued)

for the year ended

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | Reserves | | | | | |  |  |
|  |  |  | Foreign |  |  |  |  |  |  |
|  |  | Asset | currency |  |  |  |  |  | **Total** |
|  | Accumulated | revaluation | translation | Investments | Statutory | Other | Total | Contributed | **Net** |
| Item | results | reserve | reserve | reserve | funds | reserves | reserves | equity | **Worth** |
|  | $m | $m | $m | $m | $m | $m | $m | $m | **$m** |
| **Public financial corporations** |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |
| Adjusted opening balance as at 1 July 2016 | (288) | 5,138 | - | - | 14,119 | 5,565 | 24,822 | 276 | **24,810** |
| Comprehensive result - change in net worth | (367) | (348) | - | - | - | - | (348) | - | **(715)** |
| Dividends provided for or paid | (1,349) | - | - | - | - | - | - | - | **(1,349)** |
| Transfers to/(from)/between reserves | 2,093 | (4) | - | - | - | (2,089) | (2,093) | - | **-** |
| Contribution/(distribution) of equity | - | - | - | - | - | - | - | 10 | **10** |
| **Net worth as at 30 June 2017** | **89** | **4,786** | **-** | **-** | **14,119** | **3,476** | **22,381** | **286** | **22,756** |
| Adjusted opening balance as at 1 July 2017 | 89 | 4,786 | - | - | 14,119 | 3,476 | 22,381 | 286 | **22,756** |
| Comprehensive result - change in net worth | 3,832 | 300 | - | - | - | 139 | 439 | - | **4,271** |
| Dividends provided for or paid | (732) | - | - | - | - | - | - | - | **(732)** |
| Transfers to/(from)/between reserves | (3,148) | - | - | - | - | 3,148 | 3,148 | - | **-** |
| Contribution/(distribution) of equity | - | - | - | - | - | - | - | 10 | **10** |
| **Net worth as at 30 June 2018** | **41** | **5,086** | **-** | **-** | **14,119** | **6,763** | **25,968** | **296** | **26,305** |

The above statements should be read in conjunction with the accompanying notes