

# DIMENSIONAL TRUSTS

Annual Report for the year ended 30 June 2020

Dimensional Short Term Fixed Interest Trust	ARSN 092 663 897
Dimensional Two-Year Diversified Fixed Interest Trust	ARSN 116 833 222
Dimensional Five-Year Diversified Fixed Interest Trust	ARSN 096 155 716
Dimensional Global Bond Trust	ARSN 152 865 677
Dimensional Global Bond Sustainability Trust	ARSN 620 814 333



# ANNUAL REPORT

for the year ended 30 June 2020

## CONTENTS

Directors' Report	2
Auditor's Independence Declaration	8
Statements of Comprehensive Income	9
Statements of Financial Position	12
Statements of Changes in Equity	14
Statements of Cash Flows	17
Notes to the Financial Statements	19
Directors' Declaration	83
Independent Auditor's Report	84

# DIMENSIONAL TRUSTS

## Directors' Report for the year ended 30 June 2020

---

The Directors of DFA Australia Limited (ABN 46 065 937 671) the 'Responsible Entity' of the following regulated managed investment schemes, which form part of the Dimensional Trusts, present their report together with the Financial Statements of the following Trusts for the year ended 30 June 2020:

Dimensional Short Term Fixed Interest Trust

Dimensional Two-Year Diversified Fixed Interest Trust

Dimensional Five-Year Diversified Fixed Interest Trust

Dimensional Global Bond Trust

Dimensional Global Bond Sustainability Trust

(collectively 'the Schemes')

The Responsible Entity of the Schemes is DFA Australia Limited (the 'Responsible Entity'), a public company incorporated and operating in Australia.

In order to comply with the provisions of the *Corporations Act 2001*, the Directors of the Responsible Entity report as follows:

### Directors

The names of the Directors of the Responsible Entity during the year and up to the date of this report (unless otherwise stated) are:

J.G. Crane

N.A.D. Stewart

C.L. Newell

B.P. Singh

S. A. Clark

D. P. Butler

G. K. O'Reilly

## DIMENSIONAL TRUSTS

### Directors' Report for the year ended 30 June 2020

---

#### Principal activities

The Schemes are registered managed investment schemes domiciled in Australia. The principal activity of the Schemes is to invest funds in accordance with their investment objectives and guidelines. These are set out in the Schemes' current Product Disclosure Statements and in accordance with the provisions of their Constitutions. The following is a summary of the investment objectives of the Schemes:

<b>Scheme Name</b>	<b>Investment Objective</b>	<b>Principal Investments</b>
Dimensional Short Term Fixed Interest Trust	Within the risk constraints of investing in eligible short-term, high credit quality instruments, the objective of the Trust is to maximise the return of a broadly diversified portfolio of domestic and global fixed interest and money market securities.	Ordinarily this Trust invests in a diverse portfolio of high credit quality, fixed interest and money market securities, with an overall maximum weighted average maturity of one year and, for any individual security, a maximum maturity of two years from the date of settlement.
Dimensional Two-Year Diversified Fixed Interest Trust	Within the risk constraints of investing in eligible short-term, Investment Grade securities, the objective of the Trust is to maximise the return of a broadly diversified portfolio of domestic and global fixed interest securities.	Ordinarily this Trust invests in a diverse portfolio of Investment Grade corporate and government, domestic and global fixed interest securities with an overall maximum weighted average maturity of two years and, for any individual security, a maximum maturity of three years from the date of settlement. Two classes of units are offered to all investors: AUD class units that are denominated in Australian dollars and NZD class units that are denominated in New Zealand dollars. The Trust aims to hedge all foreign currency exposure to the Australian dollar (for the AUD class units) or New Zealand dollar (for the NZD class units).
Dimensional Five-Year Diversified Fixed Interest Trust	Within the risk constraints of investing in eligible short to intermediate term, high credit quality instruments, the objective of the Trust is to maximise the return of a broadly diversified portfolio of domestic and global fixed interest and money market securities.	Ordinarily this Trust invests in a diverse portfolio of high credit quality domestic and global fixed interest and money market securities with a maximum maturity of five years from the date of settlement. Two classes of units are offered to all investors: AUD class units that are denominated in Australian dollars and NZD class units that are denominated in New Zealand dollars. The Trust aims to hedge all foreign currency exposure to the Australian dollar (for the AUD class units) or New Zealand dollar (for the NZD class units).
Dimensional Global Bond Trust	The Trust is managed to invest in a broadly diversified portfolio of eligible intermediate term domestic and global fixed interest and money market securities. Within portfolio constraints, including controls on portfolio maturity, security maturity, credit quality and diversification, the objective of the Trust is to maximise the return of the portfolio.	Ordinarily this Trust invests in a diverse portfolio of Investment Grade corporate and government fixed interest securities, with a maximum maturity of 15 years from the date of settlement. Two classes of units are offered to all investors: AUD class units that are denominated in Australian dollars and NZD class units that are denominated in New Zealand dollars. The Trust aims to hedge all foreign currency exposure to the Australian dollar (for the AUD class units) or New Zealand dollar (for the NZD class units).

## DIMENSIONAL TRUSTS

### Directors' Report for the year ended 30 June 2020

#### Principal activities (continued)

Scheme Name	Investment Objective	Principal Investments
Dimensional Global Bond Sustainability Trust	The Trust is managed to invest in a broadly diversified portfolio of eligible intermediate term domestic and global fixed interest and money market securities. Within portfolio constraints, including controls on portfolio maturity, security maturity, credit quality and diversification, and adjusted to take into account certain environmental and sustainability impact and social considerations, the objective of the Trust is to maximise the return of the portfolio.	This Trust is managed to invest in a diverse portfolio of Investment Grade corporate and government fixed interest securities, with a maximum maturity of 15 years from the date of settlement. Two classes of units are offered to all investors: AUD class units that are denominated in Australian dollars and NZD class units that are denominated in New Zealand dollars. The Trust aims to hedge all foreign currency exposure to the Australian dollar (for the AUD class units) or the New Zealand dollar (for the NZD class units).

The Schemes continued to have no employees during the year.

#### Review and results of operations

The results of the operations of the Schemes and the total amount distributable to unitholders are presented below. For details of distributions paid during the year, refer to Note 9 to the Financial Statements.

	Dimensional Short Term Fixed Interest Trust	
	Year Ended	
	2020	2019
Profit/(loss) for the year (\$'000)	<b>4,676</b>	13,069
Distributions paid and payable (\$'000)	<b>4,718</b>	13,115
Distributions paid and payable (cents per unit)	<b>9.88</b>	27.14

	Dimensional Two-Year Diversified Fixed Interest Trust			
	Two-Year Diversified Fixed Interest Trust AUD Class		Two-Year Diversified Fixed Trust NZD Class	
	Year Ended		Year Ended	
	2020	2019	2020	2019
Profit/(loss) for the year (\$'000)	<b>8,334</b>	17,762	<b>129</b>	6,913
Distributions paid and payable (\$'000)	<b>8,900</b>	18,209	<b>576</b>	4,118
Distributions paid and payable (cents per unit)	<b>14.12</b>	31.70	<b>7.73</b>	50.15

## DIMENSIONAL TRUSTS

Directors' Report for the year ended 30 June 2020

### Review and results of operations (continued)

	Dimensional Five-Year Diversified Fixed Interest Trust			
	Five-Year Diversified Fixed Trust AUD Class		Five-Year Diversified Fixed Trust NZD Class	
	Year Ended		Year Ended	
	2020	2019	2020	2019
Profit/(loss) for the year (\$'000)	<b>22,286</b>	79,423	<b>491</b>	42,834
Distributions paid and payable (\$'000)	<b>24,519</b>	82,050	<b>3,217</b>	28,083
Distributions paid and payable (cents per unit)	<b>12.14</b>	44.04	<b>6.84</b>	56.91

	Dimensional Global Bond Trust			
	Global Bond Trust AUD Class		Global Bond Trust NZD Class	
	Year Ended		Year Ended	
	2020	2019	2020	2019
Profit/(loss) for the year (\$'000)	<b>62,747</b>	82,749	<b>17,435</b>	50,685
Distributions paid and payable (\$'000)	<b>64,843</b>	84,642	<b>17,684</b>	48,104
Distributions paid and payable (cents per unit)	<b>53.07</b>	89.86	<b>26.93</b>	92.34

	Dimensional Global Bond Sustainability Trust			
	Global Bond Sustainability Trust - AUD		Global Bond Sustainability Trust - NZD	
	Year Ended		Year Ended	
	2020	2019	2020	2019
Profit/(loss) for the year (\$'000)	<b>5,873</b>	2,726	<b>2,533</b>	4,718
Distributions paid and payable (\$'000)	<b>5,975</b>	3,054	<b>2,527</b>	3,784
Distributions paid and payable (cents per unit)	<b>45.85</b>	73.53	<b>31.10</b>	90.80

# DIMENSIONAL TRUSTS

## Directors' Report for the year ended 30 June 2020

---

### Matters subsequent to the end of the financial year

There has not been any matter or circumstance, other than that referred to in the Financial Statements thereof, that has arisen since the end of the financial year that has significantly affected, or may significantly affect:

- (i) the operations of the Schemes in future financial years, or
- (ii) the results of those operations in future financial years, or
- (iii) the state of affairs of the Schemes in future financial years.

### Significant changes in state of affairs

The coronavirus (COVID-19) outbreak has developed rapidly in 2020, with significant consequences for communities across the globe. Measures taken to contain COVID-19, have resulted in travel and border restrictions, quarantines, supply chain disruptions, lower consumer demand and general market uncertainty. The effects of COVID-19 have adversely affected the global economy, the economies of certain nations and individual issuers, all of which have affected global financial markets and may potentially impact the Schemes' performance. Even with this uncertainty the Schemes continue to be managed in accordance with the investment objective as set out in each Scheme's respective Product Disclosure Statement.

Other than the above, there were no other significant events during the financial year.

### Likely developments and expected results of operations

The Schemes will continue to be managed in accordance with the investment objectives and guidelines as prescribed in the governing documents of the Schemes and in accordance with the provisions of the Schemes' Constitutions.

The results of the Schemes' operations will be affected by several factors, including the performance of investment markets in which the Schemes invest. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information on likely developments in the operations of the Schemes and the expected results of those operations has not been included in this report because the Responsible Entity believes it would be likely to result in unreasonable prejudice to the Schemes.

### Options granted

No options were:

- (i) granted over unissued units in the Schemes during or since the end of the financial year; or
- (ii) granted to the Responsible Entity.

No unissued units in the Schemes were under option as at the date on which this report is made.

No units were issued in the Schemes during or since the end of the financial year as a result of the exercise of an option over unissued units in the Schemes.

### Indemnification and insurance of officers and auditor

No insurance premiums are paid for out of the assets of the Schemes in regards to insurance cover provided to either the officers of the Responsible Entity or the auditor of the Schemes. So long as the officers of the Responsible Entity act in accordance with the Schemes' Constitutions and the Law, the officers remain indemnified out of the assets of the Schemes against losses incurred while acting on behalf of the Schemes. The auditor of the Schemes is in no way indemnified out of the assets of the Schemes.

## DIMENSIONAL TRUSTS

### Directors' Report for the year ended 30 June 2020

---

#### Fees paid to and interests in the Schemes by the Responsible Entity

Fees paid to the Responsible Entity and its associates out of the Schemes' property during the year are disclosed in the Statements of Comprehensive Income and in Note 11(e) to the Financial Statements.

No fees were paid out of the Schemes' property to the directors of the Responsible Entity during the year. The number of units in the Schemes held by the Responsible Entity or its associates as at the end of the financial year are disclosed in Note 11(d) to the Financial Statements.

The number of interests in the Schemes issued during the financial year, withdrawals from the Schemes during the financial year, and the number of interests in the Schemes at the end of the financial year are disclosed in Note 7 to the Financial Statements.

The value of the Schemes' assets as at the end of the financial year are disclosed in the Statements of Financial Position as 'Total assets' and the basis of valuation is included in Note 2 to the Financial Statements.

#### Auditor's independence declaration

A copy of the Auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 8.

#### Environmental regulation

The operations of the Schemes are not subject to any particular or significant environmental regulations under either Commonwealth, State or Territory law.

#### Rounding of amounts to the nearest thousand dollars

Amounts in the Directors' report have been rounded to the nearest thousand dollars in accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, unless otherwise indicated.

Signed in accordance with a resolution of the Directors of the Responsible Entity made pursuant to section 298(2) of the *Corporations Act 2001*.

On behalf of the Directors,



J.G. Crane

Director

Sydney, 11 September 2020



B.P. Singh

Director

# DIMENSIONAL TRUSTS

## Auditor's Independence Declaration 30 June 2020

---



### *Auditor's Independence Declaration*

As lead auditor for the audit of Dimensional Short Term Fixed Interest Trust, Dimensional Two-Year Diversified Fixed Interest Trust, Dimensional Five-Year Diversified Fixed Interest Trust, Dimensional Global Bond Trust and Dimensional Global Bond Sustainability Trust for the year ended 30 June 2020, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in blue ink that reads 'A S Wood'. The signature is written in a cursive style with a long horizontal stroke at the end.

A S Wood  
Partner  
PricewaterhouseCoopers

Sydney  
11 September 2020

---

**PricewaterhouseCoopers, ABN 52 780 433 757**  
*One International Towers Sydney, Watermans Quay, Barangaroo, GPO BOX 2650, SYDNEY NSW 2001*  
*T: +61 2 8266 0000, F: +61 2 8266 9999, www.pwc.com.au*  
*Level 11, 1PSQ, 169 Macquarie Street, Parramatta NSW 2150, PO Box 1155 Parramatta NSW 2124*  
*T: +61 2 9659 2476, F: +61 2 8266 9999, www.pwc.com.au*

Liability limited by a scheme approved under Professional Standards Legislation.

## DIMENSIONAL TRUSTS

### Statements of Comprehensive Income for the year ended 30 June 2020

	Note	Dimensional Short Term Fixed Interest Trust		Dimensional Two-Year Diversified Fixed Interest Trust	
		30 June 2020	30 June 2019	30 June 2020	30 June 2019
		\$'000	\$'000	\$'000	\$'000
<b>Investment income</b>					
Interest income from financial assets at amortised cost		26	59	59	89
Interest income from financial assets at fair value through profit or loss		12,523	16,117	14,264	15,830
Net gains/(losses) on financial instruments at fair value through profit or loss	6	(6,906)	(2,115)	(4,096)	10,458
Other income		2	–	32	31
<b>Total net investment income/(loss)</b>		<b>5,645</b>	14,061	<b>10,259</b>	26,408
<b>Expenses</b>					
Management fees	11(e)	964	992	1,789	1,707
Other expenses		5	–	7	26
<b>Total operating expenses</b>		<b>969</b>	992	<b>1,796</b>	1,733
<b>Operating profit/(loss)</b>		<b>4,676</b>	13,069	<b>8,463</b>	24,675
<b>Finance costs attributable to unitholders</b>					
Distributions to unitholders	9	–	–	9,476	22,327
Increase/(decrease) in net assets attributable to unitholders	7	–	–	(1,013)	2,348
<b>Profit/(loss) for the year</b>		<b>4,676</b>	13,069	–	–
Other comprehensive income		–	–	–	–
<b>Total comprehensive income for the year</b>		<b>4,676</b>	13,069	–	–

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

## DIMENSIONAL TRUSTS

### Statements of Comprehensive Income for the year ended 30 June 2020

	Note	Dimensional Five-Year Diversified Fixed Interest Trust		Dimensional Global Bond Trust	
		30 June 2020 \$'000	Year Ended 30 June 2019 \$'000	30 June 2020 \$'000	Year Ended 30 June 2019 \$'000
<b>Investment income</b>					
Interest income from financial assets at amortised cost		92	221	89	159
Interest income from financial assets at fair value through profit or loss		30,551	32,452	47,683	34,928
Net gains/(losses) on financial instruments at fair value through profit or loss	6	(903)	96,097	38,763	102,721
Other income		92	202	150	184
<b>Total net investment income/(loss)</b>		<b>29,832</b>	<b>128,972</b>	<b>86,685</b>	<b>137,992</b>
<b>Expenses</b>					
Management fees	11(e)	7,039	6,691	6,486	4,519
Other expenses		16	24	17	39
<b>Total operating expenses</b>		<b>7,055</b>	<b>6,715</b>	<b>6,503</b>	<b>4,558</b>
<b>Operating profit/(loss)</b>		<b>22,777</b>	<b>122,257</b>	<b>80,182</b>	<b>133,434</b>
<b>Finance costs attributable to unitholders</b>					
Distributions to unitholders	9	27,736	110,133	82,527	132,746
Increase/(decrease) in net assets attributable to unitholders	7	(4,959)	12,124	(2,345)	688
<b>Profit/(loss) for the year</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other comprehensive income		-	-	-	-
<b>Total comprehensive income for the year</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

## DIMENSIONAL TRUSTS

### Statements of Comprehensive Income for the year ended 30 June 2020

	Note	Dimensional Global Bond Sustainability Trust	
		30 June 2020 \$'000	Year Ended 30 June 2019 \$'000
<b>Investment income</b>			
Interest income from financial assets at amortised cost		11	12
Interest income from financial assets at fair value through profit or loss		4,298	1,500
Net gains/(losses) on financial instruments at fair value through profit or loss	6	4,774	6,156
Other income		1	–
<b>Total net investment income/(loss)</b>		<b>9,084</b>	<b>7,668</b>
<b>Expenses</b>			
Management fees	11(e)	677	224
Other expenses		1	–
<b>Total operating expenses</b>		<b>678</b>	<b>224</b>
<b>Operating profit/(loss)</b>		<b>8,406</b>	<b>7,444</b>
<b>Finance costs attributable to unitholders</b>			
Distributions to unitholders	9	8,502	6,838
Increase/(decrease) in net assets attributable to unitholders	7	(96)	606
<b>Profit/(loss) for the year</b>		<b>–</b>	<b>–</b>
Other comprehensive income		–	–
<b>Total comprehensive income for the year</b>		<b>–</b>	<b>–</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

## DIMENSIONAL TRUSTS

### Statements of Financial Position as at 30 June 2020

	Note	Dimensional Short Term Fixed Interest Trust As at		Dimensional Two-Year Diversified Fixed Interest Trust As at		Dimensional Five-Year Diversified Fixed Interest Trust As at	
		30 June 2020 \$'000	30 June 2019 \$'000	30 June 2020 \$'000	30 June 2019 \$'000	30 June 2020 \$'000	30 June 2019 \$'000
<b>Assets</b>							
Cash and cash equivalents		<b>24,499</b>	7,357	<b>10,008</b>	14,609	<b>64,708</b>	6,918
Financial assets at fair value through profit or loss	3	<b>470,455</b>	491,707	<b>716,824</b>	670,975	<b>2,504,319</b>	2,485,911
Receivables		<b>5,689</b>	4,987	<b>360</b>	271	<b>1,398</b>	2,381
<b>Total assets</b>		<b>500,643</b>	504,051	<b>727,192</b>	685,855	<b>2,570,425</b>	2,495,210
<b>Liabilities</b>							
Payables		<b>19,290</b>	4,926	<b>6,086</b>	910	<b>63,072</b>	8,916
Distributions payable	9	<b>1,294</b>	6,056	<b>4,921</b>	13,352	<b>11,796</b>	79,253
Financial liabilities at fair value through profit or loss	4	<b>1,784</b>	7,195	<b>2,060</b>	8,359	<b>6,701</b>	38,377
<b>Total liabilities</b>		<b>22,368</b>	18,177	<b>13,067</b>	22,621	<b>81,569</b>	126,546
<b>Net assets attributable to unitholders – liability</b>	7	<b>–</b>	–	<b>714,125</b>	663,234	<b>2,488,856</b>	2,368,664
<b>Net assets attributable to unitholders – equity</b>	7	<b>478,275</b>	485,874	<b>–</b>	–	<b>–</b>	–

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

## DIMENSIONAL TRUSTS

### Statements of Financial Position as at 30 June 2020

	Note	Dimensional Global Bond Trust As at		Dimensional Global Bond Sustainability Trust As at	
		30 June 2020 \$'000	30 June 2019 \$'000	30 June 2020 \$'000	30 June 2019 \$'000
<b>Assets</b>					
Cash and cash equivalents		<b>34,000</b>	16,149	<b>2,830</b>	1,043
Financial assets at fair value through profit or loss	3	<b>1,974,041</b>	1,628,916	<b>253,705</b>	97,897
Receivables		<b>1,421</b>	1,919	<b>212</b>	5,456
<b>Total assets</b>		<b>2,009,462</b>	1,646,984	<b>256,747</b>	104,396
<b>Liabilities</b>					
Payables		<b>22,056</b>	7,643	<b>2,344</b>	6,801
Distributions payable	9	<b>57,839</b>	89,204	<b>6,811</b>	4,905
Financial liabilities at fair value through profit or loss	4	<b>4,174</b>	11,978	<b>74</b>	591
<b>Total liabilities</b>		<b>84,069</b>	108,825	<b>9,229</b>	12,297
<b>Net assets attributable to unitholders – liability</b>	7	<b>1,925,393</b>	1,538,159	<b>247,518</b>	92,099
<b>Net assets attributable to unitholders – equity</b>	7	<b>–</b>	–	<b>–</b>	–

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

## DIMENSIONAL TRUSTS

### Statements of Changes in Equity for the year ended 30 June 2020

	Note	Dimensional Short Term Fixed Interest Trust	
		30 June 2020	30 June 2019
		\$'000	\$'000
<b>Total equity at the beginning of the financial year</b>		<b>485,874</b>	500,242
<b>Comprehensive income for the year</b>			
Profit/(loss) for the year		<b>4,676</b>	13,069
Other comprehensive income		–	–
<b>Total comprehensive income</b>		<b>4,676</b>	13,069
<b>Transactions with unitholders</b>	7		
Applications		<b>201,904</b>	164,340
Redemptions		<b>(210,005)</b>	(179,990)
Units issued upon reinvestment of distributions		<b>544</b>	1,328
Distributions paid and payable	9	<b>(4,718)</b>	(13,115)
<b>Total transactions with unitholders</b>		<b>(12,275)</b>	(27,437)
<b>Total equity at the end of the financial year</b>		<b>478,275</b>	485,874

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

## DIMENSIONAL TRUSTS

### Statements of Changes in Equity for the year ended 30 June 2020

	Note	Dimensional Two-Year Diversified Fixed Interest Trust		Dimensional Five-Year Diversified Fixed Interest Trust	
		Year Ended 30 June 2020	Year Ended 30 June 2019	Year Ended 30 June 2020	Year Ended 30 June 2019
		\$'000	\$'000	\$'000	\$'000
<b>Total equity at the beginning of the financial year</b>		-	-	-	-
<b>Comprehensive income for the year</b>					
Profit/(loss) for the year		-	-	-	-
Other comprehensive income		-	-	-	-
<b>Total comprehensive income</b>		-	-	-	-
<b>Transactions with unitholders</b>	7				
Redemptions		-	-	-	-
Units issued upon reinvestment of distributions		-	-	-	-
Distributions paid and payable	9	-	-	-	-
<b>Total transactions with unitholders</b>		-	-	-	-
<b>Total equity at the end of the financial year</b>		-	-	-	-

Dimensional Two-Year Diversified Fixed Interest Trust and Dimensional Five-Year Diversified Fixed Interest Trust do not satisfy the criteria set out under AASB 132. Thus, the units are classified as financial liabilities. Refer to Note 2 for further details.

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

## DIMENSIONAL TRUSTS

### Statements of Changes in Equity for the year ended 30 June 2020

	Note	Dimensional Global Bond Trust		Dimensional Global Bond Sustainability Trust	
		Year Ended		Year Ended	
		30 June 2020	30 June 2019	30 June 2020	30 June 2019
		\$'000	\$'000	\$'000	\$'000
<b>Total equity at the beginning of the financial year</b>		-	-	-	-
<b>Comprehensive income for the year</b>					
Profit/(loss) for the year		-	-	-	-
Other comprehensive income		-	-	-	-
<b>Total comprehensive income</b>		-	-	-	-
<b>Transactions with unitholders</b>	7				
Redemptions		-	-	-	-
Units issued upon reinvestment of distributions		-	-	-	-
Distributions paid and payable	9	-	-	-	-
<b>Total transactions with unitholders</b>		-	-	-	-
<b>Total equity at the end of the financial year</b>		-	-	-	-

Dimensional Global Bond Trust and Dimensional Global Bond Sustainability Trust do not satisfy the criteria set out under AASB 132. Thus, the units are classified as financial liabilities. Refer to Note 2 for further details.

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

## DIMENSIONAL TRUSTS

### Statements of Cash Flows for the year ended 30 June 2020

	Note	Dimensional Short Term Fixed Interest Trust		Dimensional Two-Year Diversified Fixed Interest Trust		Dimensional Five-Year Diversified Fixed Interest Trust	
		30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Cash flows from operating activities</b>							
Proceeds from sale of financial instruments at fair value through profit or loss		<b>704,271</b>	633,630	<b>845,059</b>	325,345	<b>2,146,377</b>	1,531,329
Purchase of financial instruments at fair value through profit or loss		<b>(677,546)</b>	(617,120)	<b>(896,750)</b>	(340,841)	<b>(2,143,964)</b>	(1,552,183)
Interest received		<b>12,956</b>	16,127	<b>14,637</b>	15,745	<b>30,179</b>	34,658
Expenses paid		<b>(961)</b>	(993)	<b>(1,737)</b>	(1,684)	<b>(6,875)</b>	(6,514)
<b>Net cash provided by/(used in) operating activities</b>	10(a)	<b>38,720</b>	31,644	<b>(38,791)</b>	(1,435)	<b>25,717</b>	7,290
<b>Cash flows from financing activities</b>							
Proceeds from applications by unitholders		<b>196,625</b>	164,102	<b>207,442</b>	173,400	<b>658,863</b>	559,586
Payments for redemptions by unitholders		<b>(209,270)</b>	(181,657)	<b>(157,539)</b>	(167,441)	<b>(537,275)</b>	(547,716)
Distributions paid		<b>(8,935)</b>	(9,475)	<b>(15,754)</b>	(10,289)	<b>(89,679)</b>	(35,899)
<b>Net cash provided by/(used in) financing activities</b>		<b>(21,580)</b>	(27,030)	<b>34,149</b>	(4,330)	<b>31,909</b>	(24,029)
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>17,140</b>	4,614	<b>(4,642)</b>	(5,765)	<b>57,626</b>	(16,739)
Cash and cash equivalents at the beginning of the year		<b>7,357</b>	2,793	<b>14,609</b>	20,373	<b>6,918</b>	23,645
Effects of foreign currency exchange rate changes on cash and cash equivalents		<b>2</b>	(50)	<b>41</b>	1	<b>164</b>	12
<b>Cash and cash equivalents at the end of the year</b>		<b>24,499</b>	7,357	<b>10,008</b>	14,609	<b>64,708</b>	6,918

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

## DIMENSIONAL TRUSTS

### Statements of Cash Flows for the year ended 30 June 2020

	Note	Dimensional Global Bond Trust		Dimensional Global Bond Sustainability Trust	
		Year Ended		Year Ended	
		30 June 2020	30 June 2019	30 June 2020	30 June 2019
		\$'000	\$'000	\$'000	\$'000
<b>Cash flows from operating activities</b>					
Proceeds from sale of financial instruments at fair value through profit or loss		<b>683,197</b>	265,617	<b>68,280</b>	11,031
Purchase of financial instruments at fair value through profit or loss		<b>(983,461)</b>	(647,231)	<b>(211,421)</b>	(78,287)
Interest received		<b>46,336</b>	31,639	<b>3,266</b>	998
Expenses paid		<b>(6,199)</b>	(4,275)	<b>(635)</b>	(211)
<b>Net cash provided by/(used in) operating activities</b>	10(a)	<b>(260,127)</b>	(354,250)	<b>(140,510)</b>	(66,469)
<b>Cash flows from financing activities</b>					
Proceeds from applications by unitholders		<b>695,952</b>	560,858	<b>179,417</b>	72,929
Payments for redemptions by unitholders		<b>(325,753)</b>	(162,505)	<b>(30,694)</b>	(4,144)
Distributions paid		<b>(92,318)</b>	(37,162)	<b>(6,429)</b>	(1,874)
<b>Net cash provided by/(used in) financing activities</b>		<b>277,881</b>	361,191	<b>142,294</b>	66,911
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>17,754</b>	6,941	<b>1,784</b>	442
Cash and cash equivalents at the beginning of the year		<b>16,149</b>	9,207	<b>1,043</b>	597
Effects of foreign currency exchange rate changes on cash and cash equivalents		<b>97</b>	1	<b>3</b>	4
<b>Cash and cash equivalents at the end of the year</b>		<b>34,000</b>	16,149	<b>2,830</b>	1,043

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

# DIMENSIONAL TRUSTS

## Notes to the Financial Statements for the year ended 30 June 2020

---

### 1. General information

These Financial Statements present the following registered schemes (the 'Schemes') as individual entities:

<b>Scheme Name</b>	<b>Date of Constitution</b>	<b>Date of Commencement</b>	<b>Date of Activation</b>	<b>Date of Termination</b>
Dimensional Short Term Fixed Interest Trust	11 November 1997	29 June 1998	9 June 1999	29 June 2078
Dimensional Two-Year Diversified Fixed Interest Trust	24 October 2005	7 December 2005	7 December 2005	7 December 2085
Dimensional Five-Year Diversified Fixed Interest Trust	20 March 2001	22 June 2001	13 September 2001	22 June 2081
Dimensional Global Bond Trust	02 September 2011	24 October 2011	24 October 2011	24 October 2091
Dimensional Global Bond Sustainability Trust	15 August 2017	12 April 2018	12 April 2018	12 April 2098

The Schemes are registered managed investment schemes domiciled in Australia. The Schemes may be terminated prior to the termination date in accordance with the provisions of the Schemes' Constitutions.

The Responsible Entity of the Schemes is DFA Australia Limited (the 'Responsible Entity'), a public company incorporated and operating in Australia.

#### Principal Registered Office and Place of Business of the Responsible Entity

Level 43

1 Macquarie Place

Sydney NSW 2000

Tel: (02) 8336 7100

Fax: (02) 8336 7197

invest@dimensional.com.au

www.dimensional.com.au

The Financial Statements are presented in the Australian currency.

The Financial Statements were authorised for issue by the Directors of the Responsible Entity on 11 September 2020. The Directors of the Responsible Entity have the power to amend and reissue the Financial Statements.

# DIMENSIONAL TRUSTS

## Notes to the Financial Statements for the year ended 30 June 2020

---

### 2. Summary of significant accounting policies

#### Financial reporting framework

These general-purpose Financial Statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board, and the *Corporations Act 2001* in Australia.

The Schemes are for-profit entities for the purpose of preparing the Financial Statements.

#### (a) Basis of preparation

The Schemes are of the kind referred to in *ASIC Corporations (Related Scheme Reports) Instrument 2015/839* dated 18 September 2015 issued by ASIC. In accordance with that Instrument, Schemes with a common Responsible Entity can include the Financial Statements in adjacent columns in a single financial report. The Financial Statements are prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

Certain prior year numbers have been reclassified in the Financial Statements to conform to current year presentation.

The Statements of Financial Position are presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and do not distinguish between current and non-current. All balances are expected to be recovered or settled within 12 months, except for financial assets at fair value through profit or loss and net assets attributable to unitholders. The amount expected to be recovered or settled within 12 months after the end of each reporting period cannot be reliably determined.

The following significant accounting policies have been adopted in the preparation and presentation of the Financial Statements and have been consistently applied to all years presented unless otherwise stated below:

#### (i) Compliance with International Financial Reporting Standards

The Financial Statements of the Schemes also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

#### (ii) New and amended standards adopted by the Schemes

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2019 that have a material impact on the amounts recognised in the prior periods or will affect the current or future periods.

#### (iii) New standards, amendments and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2020, and have not been early adopted in preparing these Financial Statements. None of these are expected to have a material effect on the Financial Statements of the Schemes.

### (b) Financial instruments

#### (i) Classification

##### Financial assets

The Schemes classify financial assets in the following measurement categories:

- > those to be measured subsequently at fair value through profit or loss; and
- > those to be measured at amortised cost.

# DIMENSIONAL TRUSTS

## Notes to the Financial Statements for the year ended 30 June 2020

---

### 2. Summary of significant accounting policies (*continued*)

#### (b) Financial instruments (*continued*)

##### (i) Classification (*continued*)

###### *Financial assets (continued)*

The Schemes classify their investments based on their business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Schemes' portfolio of financial assets are managed and their performance are evaluated on a fair value basis in accordance with the Schemes' documented investment strategy. The Schemes' policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For equity securities and derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

###### *Financial liabilities*

The Schemes invest in derivative financial instruments such as futures and warrants. These derivative financial instruments that have a negative fair value are presented as liabilities at fair value through profit or loss.

##### (ii) Recognition/derecognition

The Schemes recognise financial assets and financial liabilities on the date they become party to the contractual agreement (trade date) and recognise changes in the fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or have been transferred and the Schemes have transferred substantially all of the risks and rewards of ownership.

##### (iii) Measurement

At initial recognition, the Schemes measure financial assets and financial liabilities at fair value. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in the Statements of Comprehensive Income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the Statements of Comprehensive Income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise. The following represent the basis of valuation for financial reporting purposes:

- (i) Securities listed or traded on an exchange are fair valued based on quoted 'last' prices on long securities.
- (ii) Securities not listed on a securities exchange or that are thinly traded are valued using quotes from brokers. Investments in unlisted unit trusts are valued at the mid price as established by the underlying trust's Responsible Entity.
- (iii) In the absence of quoted values or brokers' representative prices, securities are valued using appropriate valuation techniques as reasonably determined by the Responsible Entity.

The Responsible Entity has determined that the Schemes are an investment entity under AASB 10 as they meet all the criteria and characteristics of an investment entity.

# DIMENSIONAL TRUSTS

## Notes to the Financial Statements for the year ended 30 June 2020

---

### 2. Summary of significant accounting policies (*continued*)

#### (b) Financial instruments (*continued*)

##### (iv) Impairment

At each reporting date, the Schemes shall measure the loss allowance on financial assets at amortised cost at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Schemes shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counter party, probability that the counter party will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment that is more than 30 days past due. Any contractual payment that is more than 90 days past due is considered credit impaired.

The expected credit losses (ECL) approach is based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Schemes expect to receive. The shortfall is then discounted at an approximation to the asset's original effective interest rate.

Financial assets measured at amortised cost are measured initially at fair value plus transaction costs and subsequently amortised using the effective interest rate method, less impairment losses if any. Such assets are reviewed at the end of each reporting period to determine whether there is objective evidence of impairment.

If evidence of impairment exists, an impairment loss is recognised in the Statements of Comprehensive Income as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

If in a subsequent period the amount of an impairment loss recognised on a financial asset carried at amortised cost decreases and the decrease can be linked objectively to an event occurring after the write-down, the write-down is reversed through the Statements of Comprehensive Income.

#### (c) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statements of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. Refer to Note 5 to the Financial Statements for further information.

#### (d) Net assets attributable to unitholders

Units are redeemable at the unitholders' option, however, applications and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Schemes at any time for cash based on the redemption price, which is equal to a proportionate share of the Schemes' net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the unit back to the Schemes. This amount represents the expected cash flows on redemption of these units.

# DIMENSIONAL TRUSTS

## Notes to the Financial Statements for the year ended 30 June 2020

---

### 2. Summary of significant accounting policies (continued)

#### (d) Net assets attributable to unitholders (continued)

Units are classified as equity when they satisfy the following criteria under AASB 132 *Financial Instruments: Presentation*:

- > the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Schemes' liquidation;
- > the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- > the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Schemes, and it is not a contract settled in the Schemes' own equity instruments; and
- > the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Dimensional Short Term Fixed Interest Trust satisfies all the above conditions. The remaining Schemes have multiple classes of units where the features are not identical. Therefore, they do not satisfy all of the above conditions and thus the units are classified as financial liabilities.

#### (e) Investment income

Interest income from financial instruments that are at amortised cost is recognised in the Statements of Comprehensive Income on a time-proportionate basis using the effective interest method.

Interest income on financial assets at fair value through profit or loss is included in the net gains/ (losses) on financial instruments. Other changes in fair value for such instruments are recorded in accordance with the policies described in Note 2(b) to the Financial Statements.

Dividend income is recognised on the ex-dividend date inclusive of any related foreign withholding tax.

Trust distributions are recognised on an entitlements basis.

#### (f) Expenses

All expenses, including Responsible Entity fees and custodian fees, are recognised in the Statements of Comprehensive Income on an accruals basis.

#### (g) Cash and cash equivalents

For the purpose of presentation in the Statements of Cash Flows, cash and cash equivalents include deposits at call which are readily convertible to cash on hand and are subject to an insignificant risk of changes in value, and bank overdrafts. Overdrafts are presented as liabilities in the Statements of Financial Position.

#### (h) Income tax

Under current legislation, the Schemes are not subject to income tax provided they attribute the entirety of their taxable income to their unitholders.

The benefits of imputation credits and foreign tax paid are passed on to unitholders. The Schemes currently incur withholding tax imposed by certain countries on investment income. Such income is recorded net of withholding tax in the Statements of Comprehensive Income.

# DIMENSIONAL TRUSTS

## Notes to the Financial Statements for the year ended 30 June 2020

---

### 2. Summary of significant accounting policies (*continued*)

#### (i) Distributions

Distributions are payable as set out in the Schemes' Constitutions and offering documents, at the end of September, December, March and June each year for all Schemes.

Distributions in the current period are recognised in the Statements of Comprehensive Income as finance costs attributable to unitholders with the exception of Dimensional Short Term Fixed Interest which is recognised in the Statement of Changes in Equity.

#### (j) Increase/decrease in net assets attributable to unitholders

Income not distributed is included in net assets attributable to unitholders. Where the Schemes' units are classified as liabilities, movements in net assets attributable to unitholders are recognised in the Statements of Comprehensive Income as finance costs.

#### (k) Due from/to brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. Trades are recorded on trade date, and for equities normally settled within three business days. A provision for impairment of amounts due from brokers is established when there is objective evidence that the Schemes will not be able to collect all amounts due from the relevant broker. Indicators that the amount due from brokers is impaired include significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation and default in payments.

#### (l) Receivables

Receivables may include amounts for dividends, trust distributions, interest and securities sold where settlement has not yet occurred. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment. Amounts are generally received within 30 days of being recorded as receivables.

#### (m) Payables

Payables represent liabilities and accrued expenses for amounts owing by the Schemes at year end which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trades are recorded on trade date and normally settled within three business days. Purchases of securities and investments that are unsettled at reporting date are included in payables. The distributions payable to unitholders as at the end of each reporting period are recognised separately in the Statements of Financial Position, where these amounts remain unpaid as at the end of the reporting period.

#### (n) Applications and redemptions

Applications received for units in the Schemes are recorded net of any Transaction Cost Allowance payable before the issue of units in the Schemes. Redemptions from the Schemes are recorded gross of any Transaction Cost Allowance payable after the cancellation of units redeemed. Unit redemption prices are determined by reference to the net assets of the Schemes, divided by the number of units on issue at or immediately before close of business each day less any Transaction Cost Allowance.

# DIMENSIONAL TRUSTS

## Notes to the Financial Statements for the year ended 30 June 2020

---

### 2. Summary of significant accounting policies (*continued*)

#### (o) Goods and Services Tax (GST)

The GST incurred on the cost of various services provided to the Responsible Entity by third parties, such as audit fees, custodial fees and other expenses of the Schemes have been passed on to the Schemes. The Schemes qualify for Reduced Input Tax Credits (RITCs) on certain fees and expenses, which have been recognised in the Statements of Comprehensive Income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Accounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the Statements of Financial Position. Cash flows related to GST are included in the Statements of Cash Flows on a gross basis.

#### (p) Foreign currency transactions and translation

##### (i) Functional and presentation currency

Items included in the Schemes' Financial Statements are measured using the currency of the primary economic environment in which they operate (the 'functional currency'). This is the Australian dollar, reflecting the currency of the economy in which the Schemes compete for funds and are regulated. The Australian dollar is also the Schemes' presentation currency.

##### (ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statements of Comprehensive Income.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when fair value was determined. Translation differences on assets and liabilities carried at fair value are reported in the Statements of Comprehensive Income on a net basis within net gains/(losses) on financial instruments at fair value through profit or loss.

#### (q) Use of estimates and judgements

The Schemes make estimates, assumptions and judgements that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgements are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable in the circumstances.

Quoted market prices are readily available for most of the Schemes' financial instruments. However, certain financial instruments, for example, over-the-counter derivatives or unquoted securities, are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Responsible Entity, independent of the area that created them.

Models use observable data to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates and judgements. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

For certain other financial instruments, including amounts due from/to brokers and payables, the carrying amounts approximate fair value due to the short-term nature of these financial instruments.

# DIMENSIONAL TRUSTS

## Notes to the Financial Statements for the year ended 30 June 2020

---

### 2. Summary of significant accounting policies (*continued*)

#### (r) Rounding of amounts

The Schemes are an entity of a kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* relating to the 'rounding off' of amounts in the Financial Statements. Amounts in the Financial Statements have been rounded to the nearest thousand dollars, unless otherwise indicated.

#### (s) Impairment of financial assets

Financial assets, other than those at fair value through profit or loss, are assessed for indicators of impairment at the end of the reporting period. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been impacted. For financial assets carried at amortised cost, the amount of the impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account. When a trade receivable is uncollectable, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in profit or loss.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent the carrying amount of the investment at the date of the impairment does not exceed what the amortised cost would have been had the impairment not been recognised.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 3. Financial assets at fair value through profit or loss

	Dimensional Short Term Fixed Interest Trust		Dimensional Two-Year Diversified Fixed Interest Trust	
	As at		As at	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	\$'000	\$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward currency contracts	5,242	349	11,957	3,235
Interest securities	454,215	454,425	671,202	667,740
Discounted securities	10,998	36,933	33,665	–
<b>Total financial assets at fair value through profit or loss</b>	<b>470,455</b>	<b>491,707</b>	<b>716,824</b>	<b>670,975</b>

	Dimensional Five-Year Diversified Fixed Interest Trust		Dimensional Global Bond Trust	
	As at		As at	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	\$'000	\$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward currency contracts	73,812	8,464	52,522	14,023
Interest securities	2,423,245	2,447,459	1,921,519	1,614,893
Discounted securities	7,262	29,988	–	–
<b>Total financial assets at fair value through profit or loss</b>	<b>2,504,319</b>	<b>2,485,911</b>	<b>1,974,041</b>	<b>1,628,916</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 3. Financial assets at fair value through profit or loss (continued)

	Dimensional Global Bond Sustainability Trust	
	As at	
	30 June 2020	30 June 2019
	\$'000	\$'000
<b>Financial assets at fair value through profit or loss</b>		
Forward currency contracts	5,831	860
Interest securities	247,874	97,037
<b>Total financial assets at fair value through profit or loss</b>	<b>253,705</b>	<b>97,897</b>

An overview of the risk exposures relating to financial assets at fair value through profit or loss is included in Note 12.

The Schemes have entered into a securities lending arrangement with Citigroup. In accordance with the terms of the securities lending arrangement, the securities lent continue to be disclosed in the Statements of Financial Position of the Schemes, while the respective collateral received from counterparties is not included in the Statements of Financial Position.

The value of securities lent to the counterparty and the respective collateral received are presented in the following tables:

Dimensional Two-Year Diversified Fixed Interest Trust				
	Fair value		Collateral value	
30 June 2020	30 June 2019	30 June 2020	30 June 2019	
\$'000	\$'000	\$'000	\$'000	\$'000
4,825	12,251	5,075	12,989	

Dimensional Five-Year Diversified Fixed Interest Trust				
	Fair value		Collateral value	
30 June 2020	30 June 2019	30 June 2020	30 June 2019	
\$'000	\$'000	\$'000	\$'000	\$'000
18,711	65,988	19,286	67,935	

Dimensional Global Bond Trust				
	Fair value		Collateral value	
30 June 2020	30 June 2019	30 June 2020	30 June 2019	
\$'000	\$'000	\$'000	\$'000	\$'000
14,899	91,718	15,305	94,860	

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 4. Financial liabilities at fair value through profit or loss

	Dimensional Short Term Fixed Interest Trust		Dimensional Two-Year Diversified Fixed Interest Trust	
	As at		As at	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	\$'000	\$'000
<b>Financial liabilities at fair value through profit or loss</b>				
Forward currency contracts	1,784	7,195	2,060	8,359
<b>Total financial liabilities at fair value through profit or loss</b>	<b>1,784</b>	<b>7,195</b>	<b>2,060</b>	<b>8,359</b>

	Dimensional Five-Year Diversified Fixed Interest Trust		Dimensional Global Bond Trust	
	As at		As at	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	\$'000	\$'000
<b>Financial liabilities at fair value through profit or loss</b>				
Forward currency contracts	6,701	38,377	4,174	11,978
<b>Total financial liabilities at fair value through profit or loss</b>	<b>6,701</b>	<b>38,377</b>	<b>4,174</b>	<b>11,978</b>

	Dimensional Global Bond Sustainability Trust	
	As at	
	30 June 2020	30 June 2019
	\$'000	\$'000
<b>Financial liabilities at fair value through profit or loss</b>		
Forward currency contracts	74	591
<b>Total financial liabilities at fair value through profit or loss</b>	<b>74</b>	<b>591</b>

An overview of the risk exposures relating to financial liabilities at fair value through profit or loss is included in Note 12.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 5. Offsetting financial assets and financial liabilities

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The gross and net positions of financial assets and liabilities that have been offset in the Statement of Financial Position are disclosed in the first three columns of the tables below.

Financial assets	Gross amounts of financial assets	Gross amounts set off in the balance sheet	Net amount of financial assets presented in the balance sheet	Dimensional Short Term Fixed Interest Trust	
				Amounts subject to master netting arrangements	Net amount
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>2020</b>					
Derivative financial instruments	5,242	–	5,242	(1,094)	4,148
<b>Total</b>	<b>5,242</b>	<b>–</b>	<b>5,242</b>	<b>(1,094)</b>	<b>4,148</b>
2019					
Derivative financial instruments	349	–	349	(252)	97
Total	349	–	349	(252)	97

Financial liabilities	Gross amounts of financial liabilities	Gross amounts set off in the balance sheet	Net amount of financial liabilities presented in the balance sheet	Dimensional Short Term Fixed Interest Trust	
				Amounts subject to master netting arrangements	Net amount
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>2020</b>					
Derivative financial instruments	1,784	–	1,784	(1,094)	690
<b>Total</b>	<b>1,784</b>	<b>–</b>	<b>1,784</b>	<b>(1,094)</b>	<b>690</b>
2019					
Derivative financial instruments	7,195	–	7,195	(252)	6,943
Total	7,195	–	7,195	(252)	6,943

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 5. Offsetting financial assets and financial liabilities (*continued*)

Financial assets	Gross amounts of financial assets	Gross amounts set off in the balance sheet	Net amount of financial assets presented in the balance sheet	Dimensional Two-Year Diversified Fixed Interest Trust	
				Amounts subject to master netting arrangements	Net amount
<b>2020</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Derivative financial instruments	<b>11,957</b>	–	<b>11,957</b>	<b>(502)</b>	<b>11,455</b>
<b>Total</b>	<b>11,957</b>	–	<b>11,957</b>	<b>(502)</b>	<b>11,455</b>
2019					
Derivative financial instruments	3,235	–	3,235	(74)	3,161
Total	3,235	–	3,235	(74)	3,161

Financial liabilities	Gross amounts of financial liabilities	Gross amounts set off in the balance sheet	Net amount of financial liabilities presented in the balance sheet	Dimensional Two-Year Diversified Fixed Interest Trust	
				Amounts subject to master netting arrangements	Net amount
<b>2020</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Derivative financial instruments	<b>2,060</b>	–	<b>2,060</b>	<b>(502)</b>	<b>1,558</b>
<b>Total</b>	<b>2,060</b>	–	<b>2,060</b>	<b>(502)</b>	<b>1,558</b>
2019					
Derivative financial instruments	8,359	–	8,359	(74)	8,285
Total	8,359	–	8,359	(74)	8,285

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 5. Offsetting financial assets and financial liabilities (*continued*)

Financial assets	Gross amounts of financial assets	Gross amounts set off in the balance sheet	Net amount of financial assets presented in the balance sheet	Dimensional Five-Year Diversified Fixed Interest Trust	
				Amounts subject to master netting arrangements	Net amount
<b>2020</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Derivative financial instruments	<b>73,812</b>	–	<b>73,812</b>	<b>(4,269)</b>	<b>69,543</b>
<b>Total</b>	<b>73,812</b>	–	<b>73,812</b>	<b>(4,269)</b>	<b>69,543</b>
2019					
Derivative financial instruments	8,464	–	8,464	(5,666)	2,798
Total	8,464	–	8,464	(5,666)	2,798

Financial liabilities	Gross amounts of financial liabilities	Gross amounts set off in the balance sheet	Net amount of financial liabilities presented in the balance sheet	Dimensional Five-Year Diversified Fixed Interest Trust	
				Amounts subject to master netting arrangements	Net amount
<b>2020</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Derivative financial instruments	<b>6,701</b>	–	<b>6,701</b>	<b>(4,269)</b>	<b>2,432</b>
<b>Total</b>	<b>6,701</b>	–	<b>6,701</b>	<b>(4,269)</b>	<b>2,432</b>
2019					
Derivative financial instruments	38,377	–	38,377	(5,666)	32,711
Total	38,377	–	38,377	(5,666)	32,711

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 5. Offsetting financial assets and financial liabilities (*continued*)

Financial assets	Gross amounts of financial assets	Gross amounts set off in the balance sheet	Net amount of financial assets presented in the balance sheet	Amounts subject to master netting arrangements	Dimensional Global Bond Trust
					Net amount
2020	\$'000	\$'000	\$'000	\$'000	\$'000
Derivative financial instruments	52,522	–	52,522	(2,440)	50,082
<b>Total</b>	<b>52,522</b>	<b>–</b>	<b>52,522</b>	<b>(2,440)</b>	<b>50,082</b>
2019					
Derivative financial instruments	14,023	–	14,023	(5,560)	8,463
Total	14,023	–	14,023	(5,560)	8,463

Financial liabilities	Gross amounts of financial liabilities	Gross amounts set off in the balance sheet	Net amount of financial liabilities presented in the balance sheet	Amounts subject to master netting arrangements	Dimensional Global Bond Trust
					Net amount
2020	\$'000	\$'000	\$'000	\$'000	\$'000
Derivative financial instruments	4,174	–	4,174	(2,440)	1,734
<b>Total</b>	<b>4,174</b>	<b>–</b>	<b>4,174</b>	<b>(2,440)</b>	<b>1,734</b>
2019					
Derivative financial instruments	11,978	–	11,978	(5,560)	6,418
Total	11,978	–	11,978	(5,560)	6,418

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 5. Offsetting financial assets and financial liabilities (*continued*)

Financial assets	Gross amounts of financial assets	Gross amounts set off in the balance sheet	Net amount of financial assets presented in the balance sheet	Dimensional Global Bond Sustainability Trust	
				Amounts subject to master netting arrangements	Net amount
<b>2020</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Derivative financial instruments	<b>5,831</b>	–	<b>5,831</b>	<b>(74)</b>	<b>5,757</b>
<b>Total</b>	<b>5,831</b>	–	<b>5,831</b>	<b>(74)</b>	<b>5,757</b>
2019					
Derivative financial instruments	860	–	860	(144)	716
Total	860	–	860	(144)	716

Financial liabilities	Gross amounts of financial liabilities	Gross amounts set off in the balance sheet	Net amount of financial liabilities presented in the balance sheet	Dimensional Global Bond Sustainability Trust	
				Amounts subject to master netting arrangements	Net amount
<b>2020</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Derivative financial instruments	<b>74</b>	–	<b>74</b>	<b>(74)</b>	–
<b>Total</b>	<b>74</b>	–	<b>74</b>	<b>(74)</b>	–
2019					
Derivative financial instruments	591	–	591	(144)	447
Total	591	–	591	(144)	447

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 6. Net gains/(losses) on financial instruments at fair value through profit or loss

Net gains/(losses) recognised in relation to financial assets and financial liabilities at fair value through profit or loss:

	Dimensional Short Term Fixed Interest Trust		Dimensional Two-Year Diversified Fixed Interest Trust		Dimensional Five-Year Diversified Fixed Interest Trust	
	As at		As at		As at	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Financial assets</b>						
Net gain/(loss) on financial assets at fair value through profit or loss	<b>28,471</b>	24,105	<b>93,862</b>	94,347	<b>378,574</b>	337,072
<b>Total net gain/(loss) on financial assets at fair value through profit or loss</b>	<b>28,471</b>	24,105	<b>93,862</b>	94,347	<b>378,574</b>	337,072
<b>Financial liabilities</b>						
Net gain/(loss) on financial liabilities at fair value through profit or loss	<b>(35,377)</b>	(26,220)	<b>(97,958)</b>	(83,889)	<b>(379,477)</b>	(240,975)
<b>Net gain/(loss) on financial liabilities at fair value through profit or loss</b>	<b>(35,377)</b>	(26,220)	<b>(97,958)</b>	(83,889)	<b>(379,477)</b>	(240,975)
<b>Total net gain/(loss) on financial instruments at fair value through profit or loss</b>	<b>(6,906)</b>	(2,115)	<b>(4,096)</b>	10,458	<b>(903)</b>	96,097

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 6. Net gains/(losses) on financial instruments at fair value through profit or loss (continued)

Net gains/(losses) recognised in relation to financial assets and financial liabilities at fair value through profit or loss (continued):

	Dimensional Global Bond Trust		Dimensional Global Bond Sustainability Trust	
	30 June 2020	As at 30 June 2019	30 June 2020	As at 30 June 2019
	\$'000	\$'000	\$'000	\$'000
<b>Financial assets</b>				
Net gain/(loss) on financial assets at fair value through profit or loss	<b>389,272</b>	239,499	<b>41,025</b>	13,519
<b>Total net gain/(loss) on financial assets at fair value through profit or loss</b>	<b>389,272</b>	239,499	<b>41,025</b>	13,519
<b>Financial liabilities</b>				
Net gain/(loss) on financial liabilities at fair value through profit or loss	<b>(350,509)</b>	(136,778)	<b>(36,251)</b>	(7,363)
<b>Net gain/(loss) on financial liabilities at fair value through profit or loss</b>	<b>(350,509)</b>	(136,778)	<b>(36,251)</b>	(7,363)
<b>Total net gain/(loss) on financial instruments at fair value through profit or loss</b>	<b>38,763</b>	102,721	<b>4,774</b>	6,156

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 7. Net assets attributable to unitholders

Under AASB 132 *Financial Instruments: Presentation*, puttable financial instruments are classified as equity where certain strict criteria are met. The Dimensional Short Term Fixed Interest Trust classifies its net assets attributable to unitholders as equity as it satisfies all the criteria. The remaining Schemes have multiple classes of units where the features are not identical. Therefore, they do not satisfy all of the conditions and thus the units are classified as financial liabilities.

Movements in the number of units and net assets attributable to unitholders during the year are presented as follows:

	30 June 2020	30 June 2019	Dimensional Short Term Fixed Interest Trust	
	Units'000	Units'000	30 June 2020 \$'000	30 June 2019 \$'000
Opening balance	<b>46,468</b>	47,799	<b>485,874</b>	500,242
Applications	<b>19,275</b>	15,626	<b>201,904</b>	164,340
Redemptions	<b>(20,063)</b>	(17,084)	<b>(210,005)</b>	(179,990)
Units issued upon reinvestment of distributions	<b>52</b>	127	<b>544</b>	1,328
Distribution paid and payable	–	–	<b>(4,718)</b>	(13,115)
Profit/(loss) for the year	–	–	<b>4,676</b>	13,069
<b>Closing balance</b>	<b>45,732</b>	46,468	<b>478,275</b>	485,874

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 7. Net assets attributable to unitholders (continued)

	Dimensional Two-Year Diversified Fixed Interest Trust AUD Class				Dimensional Two-Year Diversified Fixed Trust NZD Class			
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	Units'000	Units'000	\$'000	\$'000	Units'000	Units'000	\$'000	\$'000
Opening balance	<b>58,058</b>	53,801	<b>597,191</b>	550,934	<b>7,200</b>	11,121	<b>66,043</b>	102,428
Applications	<b>18,308</b>	14,267	<b>189,031</b>	147,817	<b>2,032</b>	2,774	<b>18,487</b>	25,618
Redemptions	<b>(13,037)</b>	(10,047)	<b>(134,320)</b>	(104,073)	<b>(2,580)</b>	(6,732)	<b>(23,448)</b>	(62,564)
Units issued upon reinvestment of distributions	<b>75</b>	37	<b>770</b>	381	<b>151</b>	37	<b>1,384</b>	345
Increase/(decrease) in net assets attributable to unitholders	-	-	<b>(933)</b>	2,132	-	-	<b>(80)</b>	216
<b>Closing balance</b>	<b>63,404</b>	58,058	<b>651,739</b>	597,191	<b>6,803</b>	7,200	<b>62,386</b>	66,043
<b>New Zealand Dollar equivalent (NZD\$)</b>							<b>66,722</b>	69,001

	Dimensional Five-Year Diversified Fixed Trust AUD Class				Dimensional Five-Year Diversified Fixed Trust NZD Class			
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	Units'000	Units'000	\$'000	\$'000	Units'000	Units'000	\$'000	\$'000
Opening balance	<b>189,646</b>	176,732	<b>1,986,225</b>	1,837,701	<b>46,435</b>	60,640	<b>382,439</b>	503,530
Applications	<b>55,929</b>	46,347	<b>588,110</b>	491,532	<b>8,540</b>	8,389	<b>69,759</b>	69,475
Redemptions	<b>(43,628)</b>	(33,598)	<b>(457,529)</b>	(355,156)	<b>(9,744)</b>	(22,608)	<b>(80,703)</b>	(192,391)
Units issued upon reinvestment of distributions	<b>460</b>	165	<b>4,824</b>	1,736	<b>84</b>	14	<b>690</b>	113
Increase/(decrease) in net assets attributable to unitholders	-	-	<b>(4,334)</b>	10,412	-	-	<b>(625)</b>	1,712
<b>Closing balance</b>	<b>202,407</b>	189,646	<b>2,117,296</b>	1,986,225	<b>45,315</b>	46,435	<b>371,560</b>	382,439
<b>New Zealand Dollar equivalent (NZD\$)</b>							<b>397,391</b>	399,579

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 7. Net assets attributable to unitholders (continued)

	Dimensional Global Bond Trust AUD Class				Dimensional Global Bond Trust NZD Class			
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	Units'000	Units'000	\$'000	\$'000	Units'000	Units'000	\$'000	\$'000
Opening balance	<b>98,736</b>	74,349	<b>1,053,436</b>	785,622	<b>56,805</b>	41,139	<b>484,723</b>	349,641
Applications	<b>47,362</b>	32,520	<b>525,341</b>	356,256	<b>20,242</b>	24,097	<b>170,086</b>	205,356
Redemptions	<b>(22,147)</b>	(8,940)	<b>(240,793)</b>	(97,792)	<b>(10,260)</b>	(8,439)	<b>(86,630)</b>	(70,509)
Units issued upon reinvestment of distributions	<b>2,650</b>	807	<b>21,332</b>	8,826	<b>29</b>	8	<b>243</b>	71
Increase/(decrease) in net assets attributable to unitholders	-	-	<b>(1,827)</b>	524	-	-	<b>(518)</b>	164
<b>Closing balance</b>	<b>126,601</b>	98,736	<b>1,357,489</b>	1,053,436	<b>66,816</b>	56,805	<b>567,904</b>	484,723
<b>New Zealand Dollar equivalent (NZD\$)</b>							<b>607,382</b>	506,446

	Dimensional Global Bond Sustainability Trust AUD Class				Dimensional Global Bond Sustainability Trust NZD Class			
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	Units'000	Units'000	\$'000	\$'000	Units'000	Units'000	\$'000	\$'000
Opening balance	<b>4,924</b>	459	<b>50,107</b>	4,250	<b>4,463</b>	2,694	<b>41,992</b>	25,083
Applications	<b>11,418</b>	4,676	<b>117,246</b>	47,605	<b>6,494</b>	2,641	<b>62,289</b>	25,391
Redemptions	<b>(1,070)</b>	(217)	<b>(10,943)</b>	(2,207)	<b>(1,370)</b>	(874)	<b>(13,245)</b>	(8,705)
Units issued upon reinvestment of distributions	<b>11</b>	6	<b>112</b>	56	<b>6</b>	2	<b>56</b>	20
Increase/(decrease) in net assets attributable to unitholders	-	-	<b>(70)</b>	403	-	-	<b>(26)</b>	203
<b>Closing balance</b>	<b>15,283</b>	4,924	<b>156,452</b>	50,107	<b>9,593</b>	4,463	<b>91,066</b>	41,992
<b>New Zealand Dollar equivalent (NZD\$)</b>							<b>97,396</b>	43,872

As stipulated in the Schemes' Constitutions, each unit represents a right to an individual share of the net asset value of the Schemes (based on the market value of the portfolio of investments of the Schemes) and does not extend to a right to the underlying assets of the Schemes. Capital risk management is included in Note 12.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 8. Auditor's remuneration

During the year the following fees were paid or payable for services by PricewaterhouseCoopers Australia (PwC) as the auditor of the Schemes and by PwC's related network firms:

	Dimensional Short Term Fixed Interest Trust		Dimensional Two-Year Diversified Fixed Interest Trust		Dimensional Five-Year Diversified Fixed Interest Trust		Dimensional Global Bond Trust	
	Year Ended		Year Ended		Year Ended		Year Ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$	\$	\$	\$	\$	\$	\$	\$
Audit of the Financial Report	<b>12,331</b>	11,845	<b>13,361</b>	12,875	<b>16,451</b>	15,965	<b>15,361</b>	12,875
Other non-audit services	<b>7,451</b>	7,447	<b>12,640</b>	12,633	<b>12,640</b>	12,633	<b>12,640</b>	12,633
<b>Total services provided by PwC</b>	<b>19,782</b>	19,292	<b>26,001</b>	25,508	<b>29,091</b>	28,598	<b>28,001</b>	25,508

	Dimensional Global Bond Sustainability Trust	
	Year Ended	
	30 June 2020	30 June 2019
	\$	\$
Audit of the Financial Report	<b>5,121</b>	4,635
Other non-audit services	<b>12,640</b>	12,633
<b>Total services provided by PwC</b>	<b>17,761</b>	17,268

The auditor's remuneration for auditing Financial Statements and other non-audit services was paid by the Responsible Entity. Other non-audit services include taxation services.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 9. Distributions payable

	Dimensional Short Term Fixed Interest Trust			
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	c/unit	c/unit
Opening balance 30 June	6,056	3,743	13.03	7.83
Additional provisions for distributions recognised	4,718	13,115	9.88	27.14
Reductions arising from payments:				
June	(6,056)	(3,743)	(13.03)	(7.83)
September	(1,456)	(2,358)	(2.95)	(4.76)
December	(1,032)	(2,258)	(2.11)	(4.52)
March	(936)	(2,443)	(1.99)	(4.83)
<b>Closing balance 30 June</b>	<b>1,294</b>	<b>6,056</b>	<b>2.83</b>	<b>13.03</b>

	Dimensional Two-Year Diversified Fixed Interest Trust				Dimensional Two-Year Diversified Fixed Trust			
	AUD Class		NZD Class		AUD Class		NZD Class	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	c/unit	c/unit	\$'000	\$'000	c/unit	c/unit
Opening balance 30 June	10,610	2,040	18.27	3.79	2,742	–	38.08	–
Additional provisions for distributions recognised	8,900	18,209	14.12	31.70	576	4,118	7.73	50.15
Reductions arising from payments:								
June	(10,610)	(2,040)	(18.27)	(3.79)	(2,742)	–	(38.08)	–
September	(1,691)	(2,544)	(2.76)	(4.53)	(242)	(474)	(3.26)	(4.16)
December	(1,179)	(2,416)	(1.87)	(4.27)	(150)	(438)	(1.97)	(3.75)
March	(1,109)	(2,639)	(1.73)	(4.63)	(184)	(464)	(2.50)	(4.16)
<b>Closing balance 30 June</b>	<b>4,921</b>	<b>10,610</b>	<b>7.76</b>	<b>18.27</b>	<b>–</b>	<b>2,742</b>	<b>–</b>	<b>38.08</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 9. Distributions payable (continued)

	Dimensional Five-Year Diversified Fixed Trust				Dimensional Five-Year Diversified Fixed Trust			
	AUD Class		AUD Class		NZD Class		NZD Class	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	c/unit	c/unit	\$'000	\$'000	c/unit	c/unit
Opening balance 30 June	<b>57,817</b>	6,867	<b>30.49</b>	3.89	<b>21,436</b>	–	<b>46.16</b>	–
Additional provisions for distributions recognised	<b>24,519</b>	82,050	<b>12.14</b>	44.04	<b>3,217</b>	28,083	<b>6.84</b>	56.91
Reductions arising from payments:								
June	<b>(57,817)</b>	(6,867)	<b>(30.49)</b>	(3.89)	<b>(21,436)</b>	–	<b>(46.16)</b>	–
September	<b>(5,472)</b>	(8,208)	<b>(2.76)</b>	(4.60)	<b>(1,361)</b>	(2,287)	<b>(2.86)</b>	(3.67)
December	<b>(3,737)</b>	(7,641)	<b>(1.83)</b>	(4.27)	<b>(823)</b>	(2,110)	<b>(1.69)</b>	(3.34)
March	<b>(3,514)</b>	(8,384)	<b>(1.72)</b>	(4.68)	<b>(1,033)</b>	(2,250)	<b>(2.29)</b>	(3.74)
<b>Closing balance 30 June</b>	<b>11,796</b>	57,817	<b>5.83</b>	30.49	–	21,436	–	46.16

  

	Dimensional Global Bond Trust				Dimensional Global Bond Trust			
	AUD Class		AUD Class		NZD Class		NZD Class	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	c/unit	c/unit	\$'000	\$'000	c/unit	c/unit
Opening balance 30 June	<b>53,155</b>	2,518	<b>53.84</b>	3.39	<b>36,049</b>	–	<b>63.46</b>	–
Additional provisions for distributions recognised	<b>64,843</b>	84,642	<b>53.07</b>	89.86	<b>17,684</b>	48,104	<b>26.93</b>	92.34
Reductions arising from payments:								
June	<b>(53,155)</b>	(2,518)	<b>(53.84)</b>	(3.39)	<b>(36,049)</b>	–	<b>(63.46)</b>	–
September	<b>(17,001)</b>	–	<b>(15.28)</b>	–	<b>(7,687)</b>	–	<b>(11.97)</b>	–
December	–	(7,146)	–	(8.52)	–	(2,937)	–	(7.21)
March	–	(24,341)	–	(27.50)	–	(9,118)	–	(21.67)
<b>Closing balance 30 June</b>	<b>47,842</b>	53,155	<b>37.79</b>	53.84	<b>9,997</b>	36,049	<b>14.96</b>	63.46

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 9. Distributions payable (continued)

	Dimensional Global Bond Sustainability Trust AUD Class				Dimensional Global Bond Sustainability Trust NZD Class			
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	c/unit	c/unit	\$'000	\$'000	c/unit	c/unit
Opening balance 30 June	<b>2,170</b>	17	<b>44.07</b>	3.74	<b>2,735</b>	–	<b>61.29</b>	–
Additional provisions for distributions recognised	<b>5,975</b>	3,054	<b>45.85</b>	73.53	<b>2,527</b>	3,784	<b>31.10</b>	90.80
Reductions arising from payments:								
June	<b>(2,170)</b>	(17)	<b>(44.07)</b>	(3.74)	<b>(2,735)</b>	–	<b>(61.29)</b>	–
September	<b>(982)</b>	–	<b>(13.18)</b>	–	<b>(709)</b>	–	<b>(12.15)</b>	–
December	–	(177)	–	(6.95)	–	(250)	–	(7.51)
March	–	(707)	–	(22.51)	–	(799)	–	(22.00)
<b>Closing balance 30 June</b>	<b>4,993</b>	2,170	<b>32.67</b>	44.07	<b>1,818</b>	2,735	<b>18.95</b>	61.29

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 10. Cash and cash equivalents

(a) Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities

	Dimensional Short Term Fixed Interest Trust		Dimensional Two-Year Diversified Fixed Interest Trust		Dimensional Five-Year Diversified Fixed Interest Trust		Dimensional Global Bond Trust		Dimensional Global Bond Sustainability Trust	
	Year Ended		Year Ended		Year Ended		Year Ended		Year Ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Operating profit/(loss)	<b>4,676</b>	13,069	<b>8,463</b>	24,675	<b>22,777</b>	122,257	<b>80,182</b>	133,434	<b>8,406</b>	7,444
Proceeds from sale of financial instruments at fair value through profit or loss	<b>704,271</b>	633,630	<b>845,059</b>	325,345	<b>2,146,377</b>	1,531,329	<b>683,197</b>	265,617	<b>68,280</b>	11,031
Purchase of financial instruments at fair value through profit or loss	<b>(677,546)</b>	(617,120)	<b>(896,750)</b>	(340,841)	<b>(2,143,964)</b>	(1,552,183)	<b>(983,461)</b>	(647,231)	<b>(211,421)</b>	(78,287)
Net (gains)/losses on financial instruments at fair value through profit or loss	<b>6,906</b>	2,115	<b>4,096</b>	(10,458)	<b>903</b>	(96,097)	<b>(38,763)</b>	(102,721)	<b>(4,774)</b>	(6,156)
Change in:										
Receivables	<b>408</b>	(49)	<b>311</b>	(154)	<b>(470)</b>	1,977	<b>(1,477)</b>	(3,471)	<b>(1,059)</b>	(522)
Payables	<b>5</b>	(1)	<b>30</b>	(2)	<b>94</b>	7	<b>195</b>	122	<b>58</b>	21
<b>Net cash provided by operating activities</b>	<b>38,720</b>	31,644	<b>(38,791)</b>	(1,435)	<b>25,717</b>	7,290	<b>(260,127)</b>	(354,250)	<b>(140,510)</b>	(66,469)

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 10. Cash and cash equivalents (*continued*)

##### (b) Non-cash financing and investing activities

Income distributions that were reinvested by unitholders during the year for additional units in the Schemes are presented below:

	Dimensional Short Term Fixed Interest Trust		Dimensional Two-Year Diversified Fixed Interest Trust		Dimensional Five-Year Diversified Fixed Interest Trust		Dimensional Global Bond Trust		Dimensional Global Bond Sustainability Trust	
	Year Ended		Year Ended		Year Ended		Year Ended		Year Ended	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Distributions reinvested</b>	<b>544</b>	1,328	<b>2,154</b>	726	<b>5,514</b>	1,849	<b>21,575</b>	8,897	<b>168</b>	76

#### 11. Related party transactions

##### (a) Responsible Entity and Investment Manager

The Responsible Entity of the Schemes is DFA Australia Limited (ABN 46 065 937 671). DFA Australia Limited is a wholly owned subsidiary of Dimensional Fund Advisors LP (incorporated in the United States of America).

DFA Australia Limited also acts as the investment manager of the Schemes.

##### (b) Key management personnel

The names of each person considered to be key management personnel of the Responsible Entity at any time during the financial year were:

B.P. Singh	J.G. Crane	N.A.D. Stewart
C.L. Newell	S.A. Clark	D.P. Butler
		G.K. O'Reilly

##### (c) Key management personnel compensation

No payments were made from the Schemes directly to the key management personnel of the Responsible Entity. Key management personnel are paid by the Responsible Entity.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 11. Related party transactions (continued)

##### (d) Related party unitholdings

Related party unitholdings include units held by individuals and entities associated with key management personnel, DFA Australia Limited and other Dimensional Trusts are presented below.

	Fair Value		Holding		Acquired		Disposals		Distribution paid and payable		Number of units held	
	2020 \$	2019 \$	2020 %	2019 %	2020 Units	2019 Units	2020 Units	2019 Units	2020 \$	2019 \$	2020 Units	2019 Units
Dimensional Short Term Fixed Interest Trust SG-D	<b>14,283,052</b>	11,479,938	<b>2.99</b>	2.33	<b>371,539</b>	2,162,140	<b>(93,067)</b>	(5,080,802)	<b>120,372</b>	848,716	<b>1,362,887</b>	1,084,415
Dimensional Two-Year Diversified Fixed Interest Trust	<b>36,788,504</b>	23,669,193	<b>5.16</b>	3.50	<b>1,900,524</b>	1,022,886	<b>(610,223)</b>	(39,338)	<b>423,443</b>	626,786	<b>3,552,351</b>	2,262,051
Dimensional Five-Year Diversified Fixed Interest Trust	<b>105,637,754</b>	79,887,544	<b>4.25</b>	3.27	<b>4,220,450</b>	4,084,358	<b>(1,600,853)</b>	(184,103)	<b>1,188,770</b>	2,854,478	<b>10,034,648</b>	7,415,052
Dimensional Global Bond Trust	<b>388,153,509</b>	306,028,684	<b>20.25</b>	18.82	<b>14,644,183</b>	12,179,037	<b>(6,929,565)</b>	(848,660)	<b>18,034,981</b>	21,872,631	<b>34,751,821</b>	27,037,202
Dimensional Global Bond Sustainability Trust AUD ClassSG-DFAG	<b>2,704,892</b>	2,016,395	<b>1.10</b>	2.09	<b>85,275</b>	18,089	<b>(19,543)</b>	(29,331)	<b>120,253</b>	105,651	<b>257,290</b>	191,558

Apart from those details disclosed in this note, no key management personnel have entered into a contract with the Schemes during the financial year and there were no material contracts involving key management personnel's interests existing at year end.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 11. Related party transactions (continued)

##### (e) Transactions with related parties

Under the terms of the Schemes' Constitutions, the Responsible Entity is entitled to a management fee of up to 1% per annum (2019: 1% per annum) of the net asset value of the Schemes. The Responsible Entity has however agreed to be paid management fees as set out below and as disclosed in the current Product Disclosure Statements.

Fees are accrued daily and payable on a monthly basis. Management fees are separately disclosed in the Statements of Comprehensive Income.

Scheme Name	Management Fees <sup>1</sup> 30 June 2020 %	Management Fees <sup>1</sup> 30 June 2019 %
Dimensional Short Term Fixed Interest Trust	<b>0.190</b>	0.190
Dimensional Two-Year Diversified Fixed Interest Trust	<b>0.250</b>	0.250
Dimensional Five-Year Diversified Fixed Interest Trust	<b>0.280</b>	0.280
Dimensional Global Bond Trust	<b>0.350</b>	0.350
Dimensional Global Bond Sustainability Trust	<b>0.390</b>	0.390

1. Rates are inclusive of GST.

The Responsible Entity has the right to increase management fees up to the limit set out in the Schemes' Constitutions, and to remove or vary the management fees.

The management fees paid/payable for the year ended between the Schemes and the Responsible Entity are presented below:

	Dimensional Short Term Fixed Interest Trust		Dimensional Two-Year Diversified Fixed Interest Trust		Dimensional Five-Year Diversified Fixed Interest Trust		Dimensional Global Bond Trust		Dimensional Global Bond Sustainability Trust	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Management fees for the year earned by the Responsible Entity	<b>964,700</b>	991,774	<b>1,789,564</b>	1,706,461	<b>7,039,587</b>	6,691,443	<b>6,485,922</b>	4,519,015	<b>677,056</b>	224,329
Aggregate amounts payable to the Responsible Entity at the end of the reporting period	<b>85,989</b>	80,787	<b>171,808</b>	141,827	<b>677,610</b>	582,812	<b>668,497</b>	473,428	<b>90,058</b>	31,440

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

---

#### 11. Related party transactions (*continued*)

##### (f) Investments in related parties

The Schemes did not hold any investment in DFA Australia Limited, its affiliates, or any other Schemes managed by DFA Australia Limited or its parent entity during the year (2019: Nil).

There have been no guarantees provided or received for any related party transactions or balances.

#### 12. Financial risk management

##### (a) Significant accounting policies

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which revenues and expenses are recognised, in respect of each class of financial asset and financial liability are disclosed in Note 2 to the Financial Statements.

##### (b) Financial risk management objectives

The Schemes are exposed to a variety of financial risks as a result of their activities. These risks include market risk (including foreign exchange risk, interest rate risk and price risk), credit risk, liquidity risk and cash flow interest rate risk. The Schemes' risk management and investment policies, approved by the Responsible Entity, seek to minimise the potential adverse effects of these risks on the Schemes' financial performance. These policies may include the use of certain financial derivative instruments.

The Responsible Entity manages the financial risks relating to the operations of the Schemes in accordance with the Schemes' Constitutions and Product Disclosure Statements.

The Schemes do not enter into or trade derivative financial instruments for speculative purposes. The use of financial derivatives is governed by the Schemes' investment policies, which provide written principles on the use of financial derivatives. These principles permit the use of derivatives to change the Schemes' exposure to particular assets. Derivatives are not used to gear the Schemes and the Schemes' effective market exposure will not exceed their market value. Compliance with policies and exposure limits is reviewed by the Responsible Entity regularly.

##### (c) Capital risk management

The Schemes consider their net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Schemes are subject to daily applications and redemptions.

The Responsible Entity manages cash levels to ensure there are sufficient cash funds to meet unitholder redemptions.

The Schemes have no restrictions or specific capital requirements on the application and redemption of units. The Schemes' overall investment strategy remains unchanged from the prior year.

##### (d) Market risk

Market risk is the risk that the value of the Schemes' investment portfolio will fluctuate due to changes in market prices. This risk is managed by ensuring that all activities are transacted in accordance with mandates, overall investment strategies and within approved limits. Market-risk analysis is conducted regularly on a total portfolio basis, which includes the effect of derivatives.

# DIMENSIONAL TRUSTS

## Notes to the Financial Statements for the year ended 30 June 2020

---

### 12. Financial risk management (*continued*)

#### (d) Market risk (*continued*)

##### Derivative financial instruments

In the normal course of business the Schemes may enter into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract settled at a future date the value of which changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variable.

Derivative financial instruments require no initial net investment or an initial net investment that is smaller than would be required for other types of contracts that would be expected to have a similar response to changes in market factors.

Derivative transactions include many different instruments such as forwards, futures and options. Derivatives are considered to be part of the investment process and the use of derivatives is an essential part of the Schemes' portfolio management. Derivatives are not managed in isolation. Consequently, the use of derivatives is multifaceted and includes:

- > hedging to protect an asset or liability of the Schemes against a fluctuation in market values or to reduce volatility;
- > a substitution for trading of physical securities; and
- > adjusting asset exposures within the parameters set in the investment strategy, and adjusting the duration of fixed-interest portfolios or the weighted average maturity of cash portfolios.

Derivatives are not used to gear (leverage) a portfolio. Gearing a portfolio would occur if the level of exposure to the markets exceeded the underlying value of the Schemes.

The Schemes hold the following derivative instruments:

##### Forward currency contracts

Forward currency contracts are mainly used by the Schemes to hedge against foreign currency exchange rate risks on their non-Australian dollar denominated investments designated at fair value through profit or loss. The Schemes agree to receive or deliver a fixed quantity of foreign currency for an agreed price on an agreed future date. Forward currency contracts are valued at the prevailing last price at the end of each reporting period. The Schemes recognise a gain or loss equal to the change in fair value at the end of each reporting period.

##### Foreign exchange risk

A scheme that invests in financial denominated currencies other than the Australian dollar is exposed to foreign exchange risk. Foreign exchange risk arises as the income and value of monetary securities denominated in other currencies will fluctuate due to changes in exchange rates.

Derivative financial instruments are used within the Schemes to manage foreign exchange risk as described above.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Foreign exchange risk (continued)

The following tables detail the international investments in Australian dollar equivalents by currency exposure and the amounts that are economically hedged using forward foreign currency contracts at the end of each reporting period. At 30 June 2020, had the exchange rate of all the currencies increased or decreased by 10% (2019: 10%), with all other variables held constant, the impact on the net assets attributable to unitholders would have been as reflected in the tables below.

	Dimensional Short Term Fixed Interest Trust					
	US Dollar	Canadian Dollar	European Euro	British Pound	Other	Total
30 June 2020	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000
Gross investment amounts in foreign currency	28,566	16,069	87,931	30,477	334	163,377
Increase/(decrease) in foreign currency exposure	(28,974)	(15,066)	(86,008)	(30,313)	–	(160,361)
<b>Total foreign currency exposure</b>	<b>(408)</b>	<b>1,003</b>	<b>1,923</b>	<b>164</b>	<b>334</b>	<b>3,016</b>
Net foreign currency exposure	(408)	1,003	1,923	164	334	3,016
Foreign currency exposure (+/-10%)	(41)	100	192	16	34	301

	Dimensional Short Term Fixed Interest Trust					
	US Dollar	Canadian Dollar	European Euro	British Pound	Other	Total
30 June 2019	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000
Gross investment amounts in foreign currency	6,454	113,686	58,988	27	11,357	190,512
Increase/(decrease) in foreign currency exposure	(6,422)	(119,284)	(60,102)	–	(11,813)	(197,621)
<b>Total foreign currency exposure</b>	<b>32</b>	<b>(5,598)</b>	<b>(1,114)</b>	<b>27</b>	<b>(456)</b>	<b>(7,109)</b>
Net foreign currency exposure	32	(5,598)	(1,114)	27	(456)	(7,109)
Foreign currency exposure (+/-10%)	3	(560)	(111)	3	(46)	(711)

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

##### (d) Market risk (*continued*)

##### Foreign exchange risk (*continued*)

	Dimensional Two-Year Diversified Fixed Interest Trust						
	US Dollar \$A'000	Canadian Dollar \$A'000	European Euro \$A'000	British Pound \$A'000	New Zealand Dollar* \$A'000	Other \$A'000	Total \$A'000
<b>30 June 2020</b>							
Gross investment amounts in foreign currency	164,445	53,348	178,675	45,147	(39)	61,492	503,068
Increase/(decrease) in foreign currency exposure	(160,801)	(52,794)	(175,170)	(44,364)	61,201	(60,338)	(432,266)
<b>Total foreign currency exposure</b>	<b>3,644</b>	<b>554</b>	<b>3,505</b>	<b>783</b>	<b>61,162</b>	<b>1,154</b>	<b>70,802</b>
Net foreign currency exposure	3,644	554	3,505	783	61,162	1,154	70,802
Foreign currency exposure (+/-10%)	364	55	351	78	6,116	116	7,080

	Dimensional Two-Year Diversified Fixed Interest Trust						
	US Dollar \$A'000	Canadian Dollar \$A'000	European Euro \$A'000	British Pound \$A'000	New Zealand Dollar* \$A'000	Other \$A'000	Total \$A'000
<b>30 June 2019</b>							
Gross investment amounts in foreign currency	348,531	119,110	116,827	38,810	451	38,868	662,597
Increase/(decrease) in foreign currency exposure	(345,391)	(124,400)	(119,338)	(38,332)	68,370	(39,359)	(598,450)
<b>Total foreign currency exposure</b>	<b>3,140</b>	<b>(5,290)</b>	<b>(2,511)</b>	<b>478</b>	<b>68,821</b>	<b>(491)</b>	<b>64,147</b>
Net foreign currency exposure	3,140	(5,290)	(2,511)	478	68,821	(491)	64,147
Foreign currency exposure (+/-10%)	314	(529)	(251)	48	6,882	(49)	6,415

\*The residual New Zealand dollar exposure relates to the NZD Class Units.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Foreign exchange risk (continued)

	Dimensional Five-Year Diversified Fixed Interest Trust						
	US Dollar \$A'000	Canadian Dollar \$A'000	European Euro \$A'000	British Pound \$A'000	New Zealand Dollar* \$A'000	Other \$A'000	Total \$A'000
<b>30 June 2020</b>							
Gross investment amounts in foreign currency	391,932	254,244	952,583	231,539	(214)	91,955	1,922,039
Increase/(decrease) in foreign currency exposure	(393,009)	(243,189)	(911,030)	(221,475)	366,377	(87,291)	(1,489,617)
<b>Total foreign currency exposure</b>	<b>(1,077)</b>	<b>11,055</b>	<b>41,553</b>	<b>10,064</b>	<b>366,163</b>	<b>4,664</b>	<b>432,422</b>
Net foreign currency exposure	(1,077)	11,055	41,553	10,064	366,163	4,664	432,422
Foreign currency exposure (+/-10%)	(108)	1,106	4,155	1,007	36,616	466	43,242

	Dimensional Five-Year Diversified Fixed Interest Trust						
	US Dollar \$A'000	Canadian Dollar \$A'000	European Euro \$A'000	British Pound \$A'000	New Zealand Dollar* \$A'000	Other \$A'000	Total \$A'000
<b>30 June 2019</b>							
Gross investment amounts in foreign currency	255,328	419,988	1,211,035	188,051	3,845	278,485	2,356,732
Increase/(decrease) in foreign currency exposure	(255,870)	(432,062)	(1,233,168)	(185,736)	402,581	(276,087)	(1,980,342)
<b>Total foreign currency exposure</b>	<b>(542)</b>	<b>(12,074)</b>	<b>(22,133)</b>	<b>2,315</b>	<b>406,426</b>	<b>2,398</b>	<b>376,390</b>
Net foreign currency exposure	(542)	(12,074)	(22,133)	2,315	406,426	2,398	376,390
Foreign currency exposure (+/-10%)	(54)	(1,207)	(2,213)	231	40,643	240	37,640

\*The residual New Zealand dollars exposure relates to the NZD Class Units.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Foreign exchange risk (continued)

	Dimensional Global Bond Trust						
	US Dollar	Canadian Dollar	European Euro	British Pound	New Zealand Dollar*	Other	Total
30 June 2020	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000
Gross investment amounts in foreign currency	744,903	37,536	565,047	265,668	(895)	150,836	1,763,095
Increase/(decrease) in foreign currency exposure	(738,284)	(37,366)	(558,785)	(244,261)	565,620	(138,433)	(1,151,509)
<b>Total foreign currency exposure</b>	<b>6,619</b>	<b>170</b>	<b>6,262</b>	<b>21,407</b>	<b>564,725</b>	<b>12,403</b>	<b>611,586</b>
Net foreign currency exposure	6,619	170	6,262	21,407	564,725	12,403	611,586
Foreign currency exposure (+/-10%)	662	17	626	2,141	56,473	1,240	61,159

	Dimensional Global Bond Trust						
	US Dollar	Canadian Dollar	European Euro	British Pound	New Zealand Dollar*	Other	Total
30 June 2019	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000	\$A'000
Gross investment amounts in foreign currency	573,729	46,172	524,898	229,938	4,776	142,987	1,522,500
Increase/(decrease) in foreign currency exposure	(572,998)	(48,013)	(533,318)	(223,709)	507,093	(143,104)	(1,014,049)
<b>Total foreign currency exposure</b>	<b>731</b>	<b>(1,841)</b>	<b>(8,420)</b>	<b>6,229</b>	<b>511,869</b>	<b>(117)</b>	<b>508,451</b>
Net foreign currency exposure	731	(1,841)	(8,420)	6,229	511,869	(117)	508,451
Foreign currency exposure (+/-10%)	73	(184)	(842)	623	51,187	(12)	50,845

\*The residual New Zealand dollars exposure relates to the NZD Class Units.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Foreign exchange risk (continued)

	Dimensional Global Bond Sustainability Trust						
	US Dollar \$A'000	Canadian Dollar \$A'000	European Euro \$A'000	British Pound \$A'000	New Zealand Dollar* \$A'000	Other \$A'000	Total \$A'000
<b>30 June 2020</b>							
Gross investment amounts in foreign currency	105,058	4,972	71,884	28,017	103	15,860	225,894
Increase/(decrease) in foreign currency exposure	(104,015)	(4,844)	(69,175)	(27,480)	92,989	(14,817)	(127,342)
<b>Total foreign currency exposure</b>	<b>1,043</b>	<b>128</b>	<b>2,709</b>	<b>537</b>	<b>93,092</b>	<b>1,043</b>	<b>98,552</b>
Net foreign currency exposure	1,043	128	2,709	537	93,092	1,043	98,552
Foreign currency exposure (+/-10%)	104	13	271	54	9,309	104	9,855

	Dimensional Global Bond Sustainability Trust						
	US Dollar \$A'000	Canadian Dollar \$A'000	European Euro \$A'000	British Pound \$A'000	New Zealand Dollar* \$A'000	Other \$A'000	Total \$A'000
<b>30 June 2019</b>							
Gross investment amounts in foreign currency	34,261	2,897	32,106	13,832	558	8,623	92,277
Increase/(decrease) in foreign currency exposure	(34,552)	(2,990)	(32,055)	(13,816)	44,985	(8,620)	(47,048)
<b>Total foreign currency exposure</b>	<b>(291)</b>	<b>(93)</b>	<b>51</b>	<b>16</b>	<b>45,543</b>	<b>3</b>	<b>45,229</b>
Net foreign currency exposure	(291)	(93)	51	16	45,543	3	45,229
Foreign currency exposure (+/-10%)	(29)	(9)	5	2	4,554	–	4,523

\*The residual New Zealand dollar exposure relates to the NZD Class Units.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

##### (d) Market risk (*continued*)

###### Interest rate risk

Interest rate risk is the risk that a financial asset's value will fluctuate as a result of changes in market interest rates. Interest rate risk is managed as part of the overall investment strategy of the Schemes.

The following tables detail the Schemes' exposure to interest rate risk as at 30 June 2020 and 30 June 2019.

30 June 2020	Dimensional Short Term Fixed Interest Trust				
	Fixed interest maturing in or repriced at:				
	Floating interest rate \$'000	Non-interest bearing \$'000	Less than 1 year \$'000	1 to 5 years \$'000	Total \$'000
<b>Assets</b>					
Cash and cash equivalents	24,499	–	–	–	24,499
Financial assets at fair value through profit or loss	142,092	5,242	265,835	57,286	470,455
Receivables	–	5,689	–	–	5,689
<b>Total assets</b>	<b>166,591</b>	<b>10,931</b>	<b>265,835</b>	<b>57,286</b>	<b>500,643</b>
<b>Liabilities</b>					
Payables	–	(19,290)	–	–	(19,290)
Financial liabilities at fair value through profit or loss	–	(1,784)	–	–	(1,784)
Distributions payable	–	(1,294)	–	–	(1,294)
<b>Total liabilities</b>	<b>–</b>	<b>(22,368)</b>	<b>–</b>	<b>–</b>	<b>(22,368)</b>
<b>Net assets</b>	<b>166,591</b>	<b>(11,437)</b>	<b>265,835</b>	<b>57,286</b>	<b>478,275</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Interest rate risk (continued)

30 June 2019	Dimensional Short Term Fixed Interest Trust Fixed interest maturing in or repriced at:				
	Floating interest rate \$'000	Non-interest bearing \$'000	Less than 1 year \$'000	1 to 5 years \$'000	Total \$'000
<b>Assets</b>					
Cash and cash equivalents	7,357	–	–	–	7,357
Financial assets at fair value through profit or loss	71,616	349	310,865	108,877	491,707
Receivables	–	4,987	–	–	4,987
<b>Total assets</b>	<b>78,973</b>	<b>5,336</b>	<b>310,865</b>	<b>108,877</b>	<b>504,051</b>
<b>Liabilities</b>					
Payables	–	(4,926)	–	–	(4,926)
Financial liabilities at fair value through profit or loss	–	(7,195)	–	–	(7,195)
Distributions payable	–	(6,056)	–	–	(6,056)
<b>Total liabilities</b>	<b>–</b>	<b>(18,177)</b>	<b>–</b>	<b>–</b>	<b>(18,177)</b>
<b>Net assets</b>	<b>78,973</b>	<b>(12,841)</b>	<b>310,865</b>	<b>108,877</b>	<b>485,874</b>

	Change in variable		Effect on profit/net assets attributable to unitholders	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	+/-%	+/-%	\$'000	\$'000
Interest rate risk	<b>1.00</b>	1.00	<b>1,565</b>	3,408

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

##### (d) Market risk (*continued*)

##### Interest rate risk (*continued*)

30 June 2020	Dimensional Two-Year Diversified Fixed Interest Trust				
	Floating interest rate \$'000	Non-interest bearing \$'000	Less than 1 year \$'000	1 to 5 years \$'000	Total \$'000
<b>Assets</b>					
Cash and cash equivalents	10,008	–	–	–	10,008
Financial assets at fair value through profit or loss	127,802	11,957	426,217	150,848	716,824
Receivables	–	360	–	–	360
<b>Total assets</b>	<b>137,810</b>	<b>12,317</b>	<b>426,217</b>	<b>150,848</b>	<b>727,192</b>
<b>Liabilities</b>					
Payables	–	(6,086)	–	–	(6,086)
Financial liabilities at fair value through profit or loss	–	(2,060)	–	–	(2,060)
Distributions payable	–	(4,921)	–	–	(4,921)
<b>Total liabilities</b>	<b>–</b>	<b>(13,067)</b>	<b>–</b>	<b>–</b>	<b>(13,067)</b>
<b>Net assets</b>	<b>137,810</b>	<b>(750)</b>	<b>426,217</b>	<b>150,848</b>	<b>714,125</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Interest rate risk (continued)

30 June 2019	Dimensional Two-Year Diversified Fixed Interest Trust				
	Fixed interest maturing in or repriced at:				
	Floating interest rate \$'000	Non-interest bearing \$'000	Less than 1 year \$'000	1 to 5 years \$'000	Total \$'000
<b>Assets</b>					
Cash and cash equivalents	14,609	–	–	–	14,609
Financial assets at fair value through profit or loss	1,470	3,235	250,070	416,200	670,975
Receivables	–	271	–	–	271
<b>Total assets</b>	<b>16,079</b>	<b>3,506</b>	<b>250,070</b>	<b>416,200</b>	<b>685,855</b>
<b>Liabilities</b>					
Payables	–	(910)	–	–	(910)
Financial liabilities at fair value through profit or loss	–	(8,359)	–	–	(8,359)
Distributions payable	–	(13,352)	–	–	(13,352)
<b>Total liabilities</b>	<b>–</b>	<b>(22,621)</b>	<b>–</b>	<b>–</b>	<b>(22,621)</b>
<b>Net assets</b>	<b>16,079</b>	<b>(19,115)</b>	<b>250,070</b>	<b>416,200</b>	<b>663,234</b>

	Change in variable		Effect on profit/net assets attributable to unitholders	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	+/-%	+/-%	\$'000	\$'000
Interest rate risk	<b>1.00</b>	1.00	<b>4,393</b>	6,502

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Interest rate risk (continued)

30 June 2020	Dimensional Five-Year Diversified Fixed Interest Trust				
	Floating interest rate \$'000	Non-interest bearing \$'000	Less than 1 year \$'000	1 to 5 years \$'000	Total \$'000
<b>Assets</b>					
Cash and cash equivalents	64,708	–	–	–	64,708
Financial assets at fair value through profit or loss	726,562	73,812	487,263	1,216,682	2,504,319
Receivables	–	1,398	–	–	1,398
<b>Total assets</b>	<b>791,270</b>	<b>75,210</b>	<b>487,263</b>	<b>1,216,682</b>	<b>2,570,425</b>
<b>Liabilities</b>					
Payables	–	(63,072)	–	–	(63,072)
Financial liabilities at fair value through profit or loss	–	(6,701)	–	–	(6,701)
Distributions payable	–	(11,796)	–	–	(11,796)
<b>Total liabilities</b>	<b>–</b>	<b>(81,569)</b>	<b>–</b>	<b>–</b>	<b>(81,569)</b>
<b>Net assets</b>	<b>791,270</b>	<b>(6,359)</b>	<b>487,263</b>	<b>1,216,682</b>	<b>2,488,856</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Interest rate risk (continued)

30 June 2019	Dimensional Five-Year Diversified Fixed Interest Trust				
	Fixed interest maturing in or repriced at:				
	Floating interest rate \$'000	Non-interest bearing \$'000	Less than 1 year \$'000	1 to 5 years \$'000	Total \$'000
<b>Assets</b>					
Cash and cash equivalents	6,918	–	–	–	6,918
Financial assets at fair value through profit or loss	44,440	8,464	182,743	2,250,264	2,485,911
Receivables	–	2,381	–	–	2,381
<b>Total assets</b>	51,358	10,845	182,743	2,250,264	2,495,210
<b>Liabilities</b>					
Payables	–	(8,916)	–	–	(8,916)
Financial liabilities at fair value through profit or loss	–	(38,377)	–	–	(38,377)
Distributions payable	–	(79,253)	–	–	(79,253)
<b>Total liabilities</b>	–	(126,546)	–	–	(126,546)
<b>Net assets</b>	51,358	(115,701)	182,743	2,250,264	2,368,664

	Change in variable		Effect on profit/net assets attributable to unitholders	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	+/-%	+/-%	\$'000	\$'000
Interest rate risk	1.00	1.00	9,127	23,816

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

##### (d) Market risk (*continued*)

##### Interest rate risk (*continued*)

30 June 2020	Dimensional Global Bond Trust Fixed interest maturing in or repriced at:					
	Floating interest rate \$'000	Non-interest bearing \$'000	Less than 1 year \$'000	1 to 5 years \$'000	Greater than 5 years \$'000	Total \$'000
<b>Assets</b>						
Cash and cash equivalents	34,000	-	-	-	-	34,000
Financial assets at fair value through profit or loss	-	52,522	2,210	204,688	1,714,621	1,974,041
Receivables	-	1,421	-	-	-	1,421
<b>Total assets</b>	<b>34,000</b>	<b>53,943</b>	<b>2,210</b>	<b>204,688</b>	<b>1,714,621</b>	<b>2,009,462</b>
<b>Liabilities</b>						
Payables	-	(22,056)	-	-	-	(22,056)
Financial liabilities at fair value through profit or loss	-	(4,174)	-	-	-	(4,174)
Distributions payable	-	(57,839)	-	-	-	(57,839)
<b>Total liabilities</b>	<b>-</b>	<b>(84,069)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(84,069)</b>
<b>Net assets</b>	<b>34,000</b>	<b>(30,126)</b>	<b>2,210</b>	<b>204,688</b>	<b>1,714,621</b>	<b>1,925,393</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Interest rate risk (continued)

30 June 2019	Dimensional Global Bond Trust Fixed interest maturing in or repriced at:					Total \$'000
	Floating interest rate \$'000	Non-interest bearing \$'000	Less than 1 year \$'000	1 to 5 years \$'000	Greater than 5 years \$'000	
<b>Assets</b>						
Cash and cash equivalents	16,149	–	–	–	–	16,149
Financial assets at fair value through profit or loss	–	14,023	24,482	153,226	1,437,185	1,628,916
Receivables	–	1,919	–	–	–	1,919
<b>Total assets</b>	16,149	15,942	24,482	153,226	1,437,185	1,646,984
<b>Liabilities</b>						
Payables	–	(7,643)	–	–	–	(7,643)
Financial liabilities at fair value through profit or loss	–	(11,978)	–	–	–	(11,978)
Distributions payable	–	(89,203)	–	–	–	(89,203)
<b>Total liabilities</b>	–	(108,824)	–	–	–	(108,825)
<b>Net assets</b>	16,149	(92,882)	24,482	153,226	1,437,185	1,538,159

	Change in variable		Effect on profit/net assets attributable to unitholders	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	+/-%	+/-%	\$'000	\$'000
Interest-rate risk	1.00	1.00	18,875	15,987

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Interest rate risk (continued)

30 June 2020	Dimensional Global Bond Sustainability Trust					
	Fixed interest maturing in or repriced at:					
	Floating interest rate \$'000	Non-interest bearing \$'000	Less than 1 year \$'000	1 to 5 years \$'000	Greater than 5 years \$'000	Total \$'000
<b>Assets</b>						
Cash and cash equivalents	2,830	-	-	-	-	2,830
Financial assets at fair value through profit or loss	-	5,831	335	21,413	226,126	253,705
Receivables	-	212	-	-	-	212
<b>Total assets</b>	<b>2,830</b>	<b>6,043</b>	<b>335</b>	<b>21,413</b>	<b>226,126</b>	<b>256,747</b>
<b>Liabilities</b>						
Payables	-	(2,344)	-	-	-	(2,344)
Financial liabilities at fair value through profit or loss	-	(74)	-	-	-	(74)
Distributions payable	-	(6,811)	-	-	-	(6,811)
<b>Total liabilities</b>	<b>-</b>	<b>(9,229)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(9,229)</b>
<b>Net assets</b>	<b>2,830</b>	<b>(3,186)</b>	<b>335</b>	<b>21,413</b>	<b>226,126</b>	<b>247,518</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

(d) Market risk (continued)

Interest rate risk (continued)

30 June 2019	Dimensional Global Bond Sustainability Trust Fixed interest maturing in or repriced at:					
	Floating interest rate \$'000	Non-interest bearing \$'000	Less than 1 year \$'000	1 to 5 years \$'000	Greater than 5 years \$'000	Total \$'000
<b>Assets</b>						
Cash and cash equivalents	1,043	–	–	–	–	1,043
Financial assets at fair value through profit or loss	–	860	135	8,151	88,751	97,897
Receivables	–	5,456	–	–	–	5,456
<b>Total assets</b>	1,043	6,316	135	8,151	88,751	104,396
<b>Liabilities</b>						
Payables	–	(6,801)	–	–	–	(6,801)
Financial liabilities at fair value through profit or loss	–	(591)	–	–	–	(591)
Distributions payable	–	(4,905)	–	–	–	(4,905)
<b>Total liabilities</b>	–	(12,297)	–	–	–	(12,297)
<b>Net assets</b>	1,043	(5,981)	135	8,151	88,751	92,099

	Change in variable		Effect on profit/net assets attributable to unitholders	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	+/-%	+/-%	\$'000	\$'000
Interest-rate risk	1.00	1.00	2,450	960

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

###### Price risk

Price risk is the risk that the total value of investments will fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in the market. The Schemes have investments in fixed interest and discount securities which expose them to price risk. The Responsible Entity manages the Schemes' market risk on a daily basis in accordance with the Schemes' investment objectives and policies.

As the majority of the Schemes' financial instruments are carried at fair value with changes in fair value recognised in the Statements of Comprehensive Income, all changes in market conditions will directly affect investment income.

The following table details the effect on profit attributable to unitholders and net assets attributable to unitholders from possible changes in other market risk that were reasonably possible based on the risk the Schemes were exposed to at the reporting date:

	Dimensional Short Term Fixed Interest Trust				Dimensional Two-Year Diversified Fixed Interest Trust			
	Change in variable		Effect on profit attributable to unitholders		Change in variable		Effect on profit attributable to unitholders	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	+/-%	+/-%	\$'000	\$'000	+/-%	+/-%	\$'000	\$'000
<b>Equity price risk</b>								
Australia	<b>10.00</b>	10.00	<b>11,476</b>	14,047	<b>10.00</b>	10.00	<b>11,350</b>	589
Asia Pacific (excluding Australia)	<b>10.00</b>	10.00	<b>1,090</b>	768	<b>10.00</b>	10.00	<b>6,648</b>	1,174
USA and Canada	<b>10.00</b>	10.00	<b>10,767</b>	16,697	<b>10.00</b>	10.00	<b>24,657</b>	32,522
Continental Europe	<b>10.00</b>	10.00	<b>14,282</b>	5,999	<b>10.00</b>	10.00	<b>19,778</b>	25,447
United Kingdom	<b>10.00</b>	10.00	<b>478</b>	863	<b>10.00</b>	10.00	<b>2,711</b>	2,360
Other	<b>10.00</b>	10.00	<b>8,774</b>	10,078	<b>10.00</b>	10.00	<b>6,332</b>	4,168

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (d) Market risk (continued)

##### Price risk (continued)

	Dimensional Five-Year Diversified Fixed Interest Trust				Dimensional Global Bond Trust			
	Change in variable		Effect on profit attributable to unitholders		Change in variable		Effect on profit attributable to unitholders	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	+/-%	+/-%	\$'000	\$'000	+/-%	+/-%	\$'000	\$'000
<b>Equity price risk</b>								
Australia	<b>10.00</b>	10.00	<b>20,699</b>	10,952	<b>10.00</b>	10.00	<b>18,440</b>	10,086
Asia Pacific (excluding Australia)	<b>10.00</b>	10.00	<b>15,909</b>	5,466	<b>10.00</b>	10.00	<b>4,508</b>	3,167
USA and Canada	<b>10.00</b>	10.00	<b>52,489</b>	70,307	<b>10.00</b>	10.00	<b>94,689</b>	71,981
Continental Europe	<b>10.00</b>	10.00	<b>111,527</b>	127,184	<b>10.00</b>	10.00	<b>53,520</b>	56,628
United Kingdom	<b>10.00</b>	10.00	<b>1,203</b>	3,429	<b>10.00</b>	10.00	<b>13,045</b>	10,121
Other	<b>10.00</b>	10.00	<b>47,935</b>	27,447	<b>10.00</b>	10.00	<b>12,785</b>	9,711

	Dimensional Global Bond Sustainability Trust			
	Change in variable		Effect on profit attributable to unitholders	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	+/-%	+/-%	\$'000	\$'000
<b>Equity price risk</b>				
Australia	<b>10.00</b>	10.00	<b>2,443</b>	545
Asia Pacific (excluding Australia)	<b>10.00</b>	10.00	<b>1,028</b>	214
USA and Canada	<b>10.00</b>	10.00	<b>13,105</b>	4,695
Continental Europe	<b>10.00</b>	10.00	<b>5,679</b>	2,933
United Kingdom	<b>10.00</b>	10.00	<b>1,317</b>	556
Other	<b>10.00</b>	10.00	<b>1,791</b>	787

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

---

#### 12. Financial risk management (*continued*)

##### (e) Credit Risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Schemes. The Schemes have adopted the policy of only dealing with creditworthy counterparties and obtaining sufficient collateral or other security where appropriate, and ensuring that the majority of transactions are undertaken on recognised markets, as a means of mitigating the risk of financial loss from default. The Schemes measure credit risk on a fair value basis.

The Schemes are also exposed to counterparty credit risk on derivative financial instruments, cash and cash equivalents, amounts due from brokers and other receivables. The Schemes have no significant credit risk exposure to any single counterparty or counterparties having similar characteristics. All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered low, as delivery of securities sold is only made once the broker has received payment. Payment is made once securities purchased have been received by the broker. The trade will fail if either party fails to meet its obligations.

The exposure to credit risk for cash and cash equivalents is low as all counterparties have a rating of AA or higher. The exposure to credit risk in relation to other financial assets, such as equity securities and exchange traded derivatives, is reflected in the price of the assets and, therefore, subject to price risk. The maximum exposure to credit risk at the end of each reporting period is the carrying amount of the financial assets. None of these assets are impaired nor past due but not impaired as at 30 June 2020. Refer to Summary of Significant Accounting Policies Note 2(b)(iv).

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### Debt securities

The Schemes invest in debt securities which have an investment grade categorisation as rated by Standard & Poor's Financial Services LLC. For unrated assets a rating is assigned by the Responsible Entity using an approach that is consistent with the approach used by rating agencies. All debt securities must have an investment rating of BBB or higher as determined by Standard & Poor's Financial Services LLC. An analysis of debt by rating is set out in the following tables.

	Dimensional Short Term Fixed Interest Trust		Dimensional Two-Year Diversified Fixed Interest Trust		Dimensional Five-Year Diversified Fixed Interest Trust	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Fixed interest securities and money markets</b>						
AAA	<b>184,273</b>	167,283	<b>225,500</b>	150,826	<b>846,367</b>	736,939
AA+	<b>17,470</b>	30,850	<b>35,325</b>	52,077	<b>206,697</b>	300,739
AA	<b>27,717</b>	18,696	<b>57,918</b>	105,794	<b>624,285</b>	584,822
AA-	<b>88,016</b>	131,193	<b>87,715</b>	114,793	<b>492,224</b>	586,858
A-1+	<b>10,998</b>	16,940	–	–	<b>7,262</b>	29,988
A+	<b>62,937</b>	63,543	<b>84,295</b>	95,536	<b>243,737</b>	238,101
A	<b>38,094</b>	31,029	<b>23,756</b>	16,983	<b>9,935</b>	–
A-	<b>26,809</b>	9,276	<b>37,745</b>	42,121	–	–
BBB+	<b>8,899</b>	2,556	<b>75,706</b>	67,900	–	–
BBB	–	–	<b>28,449</b>	11,444	–	–
BBB-	–	–	<b>14,498</b>	10,266	–	–
BB+	–	–	<b>295</b>	–	–	–
A1	–	–	<b>8,711</b>	–	–	–
A-2	–	19,993	<b>20,599</b>	–	–	–
A-3	–	–	<b>4,355</b>	–	–	–
<b>Total</b>	<b>465,213</b>	491,359	<b>704,867</b>	667,740	<b>2,430,507</b>	2,477,447

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

##### (e) Credit Risk (*continued*)

##### Debt securities (*continued*)

	Dimensional Global Bond Trust		Dimensional Global Bond Sustainability Trust	
	30 June 2020	30 June 2019	30 June 2020	30 June 2019
	\$'000	\$'000	\$'000	\$'000
<b>Fixed interest securities and money markets</b>				
AAA	<b>303,332</b>	249,023	<b>42,607</b>	17,683
AA+	<b>241,201</b>	231,218	<b>33,045</b>	11,160
AA	<b>324,454</b>	231,475	<b>38,585</b>	16,317
AA-	<b>185,395</b>	155,191	<b>18,024</b>	8,644
A+	<b>149,447</b>	184,069	<b>19,580</b>	9,147
A	<b>145,030</b>	116,869	<b>11,699</b>	6,407
A-	<b>160,811</b>	129,109	<b>26,469</b>	7,306
BBB+	<b>211,101</b>	152,191	<b>22,679</b>	9,736
BBB	<b>133,322</b>	114,049	<b>20,551</b>	7,492
BBB-	<b>61,085</b>	51,699	<b>14,635</b>	3,145
BB	<b>6,341</b>	–	–	–
<b>Total</b>	<b>1,921,519</b>	1,614,893	<b>247,874</b>	97,037

##### (f) Net fair value

The carrying amount of financial assets and financial liabilities recorded in the Financial Statements represents their respective net fair values, determined in accordance with Note 2 to the Financial Statements.

The Schemes have no significant holdings of investments which are not readily traded on original markets in standardised form or for which prices are not publicly available.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (g) Liquidity and cash flow risk

Liquidity risk is the risk that the Schemes will experience difficulty in either realising assets or otherwise raising sufficient funds to satisfy commitments associated with financial instruments. This risk is controlled through the Schemes' investments in financial instruments which under normal market conditions are readily convertible to cash. In addition, the Schemes maintain cash and cash equivalents to meet normal operating requirements.

Cash flow risk is the risk that the future cash flows derived from holding financial instruments will fluctuate.

The risk management guidelines adopted are designed to minimise liquidity and cash flow risk through:

- > ensuring there is no significant exposure to illiquid or thinly traded financial instruments; and
- > applying limits to ensure there is no concentration of liquidity risk to a particular counterparty or market.

##### (i) Maturity analysis of financial liabilities

The following tables analyse the Schemes' non-derivative financial liabilities into relevant maturity groupings based on the remaining period at balance sheet date to the contractual maturity date. The amounts in the tables are the contractual undiscounted cash flows. Units are redeemed on demand at the unitholder's option. However, the Board of Directors does not envisage that the contractual maturity disclosed in the tables below will be representative of the actual cash flows, as holders of these instruments typically retain them for the medium to long term.

	Dimensional Short Term Fixed Interest Trust			
	Due on demand	Due within 3 months	Due after 3 months	Total
	\$'000	\$'000	\$'000	\$'000
<b>30 June 2020</b>				
Payables	-	19,290	-	19,290
Distributions payable	-	1,294	-	1,294
Financial liabilities – Net settled derivatives	-	1,784	-	1,784
Net assets attributable to unitholders	478,275	-	-	478,275
<b>Contractual cash flows (excluding derivatives)</b>	<b>478,275</b>	<b>22,368</b>	<b>-</b>	<b>500,643</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

##### (g) Liquidity and cash flow risk (*continued*)

##### (i) Maturity analysis of financial liabilities (*continued*)

	Dimensional Short Term Fixed Interest Trust			
	Due on demand \$'000	Due within 3 months \$'000	Due after 3 months \$'000	Total \$'000
<b>30 June 2019</b>				
Payables	–	4,926	–	4,926
Distributions payable	–	6,056	–	6,056
Financial liabilities – Net settled derivatives	–	7,195	–	7,195
Net assets attributable to unitholders	485,874	–	–	485,874
<b>Contractual cash flows (excluding derivatives)</b>	<b>485,874</b>	<b>18,177</b>	<b>–</b>	<b>504,051</b>

	Dimensional Two-Year Diversified Fixed Interest Trust			
	Due on demand \$'000	Due within 3 months \$'000	Due after 3 months \$'000	Total \$'000
<b>30 June 2020</b>				
Payables	–	<b>6,086</b>	–	<b>6,086</b>
Distributions payable	–	<b>4,921</b>	–	<b>4,921</b>
Financial liabilities – Net settled derivatives	–	<b>2,060</b>	–	<b>2,060</b>
Net assets attributable to unitholders	<b>714,125</b>	–	–	<b>714,125</b>
<b>Contractual cash flows (excluding derivatives)</b>	<b>714,125</b>	<b>13,067</b>	<b>–</b>	<b>727,192</b>

	Dimensional Two-Year Diversified Fixed Interest Trust			
	Due on demand \$'000	Due within 3 months \$'000	Due after 3 months \$'000	Total \$'000
<b>30 June 2019</b>				
Payables	–	910	–	910
Distributions payable	–	13,352	–	13,352
Financial liabilities – Net settled derivatives	–	8,359	–	8,359
Net assets attributable to unitholders	663,234	–	–	663,234
<b>Contractual cash flows (excluding derivatives)</b>	<b>663,234</b>	<b>22,621</b>	<b>–</b>	<b>685,855</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

(g) Liquidity and cash flow risk (continued)

(i) Maturity analysis of financial liabilities (continued)

30 June 2020	Dimensional Five-Year Diversified Fixed Interest Trust			
	Due on demand \$'000	Due within 3 months \$'000	Due after 3 months \$'000	Total \$'000
Payables	-	63,072	-	63,072
Distributions payable	-	11,796	-	11,796
Financial liabilities – Net settled derivatives	-	6,701	-	6,701
Net assets attributable to unitholders	2,488,856	-	-	2,488,856
<b>Contractual cash flows (excluding derivatives)</b>	<b>2,488,856</b>	<b>81,569</b>	<b>-</b>	<b>2,570,425</b>

30 June 2019	Dimensional Five-Year Diversified Fixed Interest Trust			
	Due on demand \$'000	Due within 3 months \$'000	Due after 3 months \$'000	Total \$'000
Payables	-	8,916	-	8,916
Distributions payable	-	79,253	-	79,253
Financial liabilities – Net settled derivatives	-	38,377	-	38,377
Net assets attributable to unitholders	2,368,664	-	-	2,368,664
<b>Contractual cash flows (excluding derivatives)</b>	<b>2,368,664</b>	<b>126,546</b>	<b>-</b>	<b>2,495,210</b>

30 June 2020	Dimensional Global Bond Trust			
	Due on demand \$'000	Due within 3 months \$'000	Due after 3 months \$'000	Total \$'000
Payables	-	22,056	-	22,056
Distributions payable	-	57,839	-	57,839
Financial liabilities – Net settled derivatives	-	4,174	-	4,174
Net assets attributable to unitholders	1,925,393	-	-	1,925,393
<b>Contractual cash flows (excluding derivatives)</b>	<b>1,925,393</b>	<b>84,069</b>	<b>-</b>	<b>2,009,462</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

(g) Liquidity and cash flow risk (*continued*)

(i) Maturity analysis of financial liabilities (*continued*)

	Dimensional Global Bond Trust			
	Due on demand \$'000	Due within 3 months \$'000	Due after 3 months \$'000	Total \$'000
<b>30 June 2019</b>				
Payables	–	7,643	–	7,643
Distributions payable	–	89,204	–	89,204
Financial liabilities – Net settled derivatives	–	11,978	–	11,978
Net assets attributable to unitholders	1,538,159	–	–	1,538,159
<b>Contractual cash flows (excluding derivatives)</b>	<b>1,538,159</b>	<b>108,825</b>	<b>–</b>	<b>1,646,984</b>

	Dimensional Global Bond Sustainability Trust			
	Due on demand \$'000	Due within 3 months \$'000	Due after 3 months \$'000	Total \$'000
<b>30 June 2020</b>				
Payables	–	<b>2,344</b>	–	<b>2,344</b>
Distributions payable	–	<b>6,811</b>	–	<b>6,811</b>
Financial liabilities – Net settled derivatives	–	<b>74</b>	–	<b>74</b>
Net assets attributable to unitholders	<b>247,518</b>	–	–	<b>247,518</b>
<b>Contractual cash flows (excluding derivatives)</b>	<b>247,518</b>	<b>9,229</b>	<b>–</b>	<b>256,747</b>

	Dimensional Global Bond Sustainability Trust			
	Due on demand \$'000	Due within 3 months \$'000	Due after 3 months \$'000	Total \$'000
<b>30 June 2019</b>				
Payables	–	6,801	–	6,801
Distributions payable	–	4,905	–	4,905
Financial liabilities – Net settled derivatives	–	591	–	591
Net assets attributable to unitholders	92,099	–	–	92,099
<b>Contractual cash flows (excluding derivatives)</b>	<b>92,099</b>	<b>12,297</b>	<b>–</b>	<b>104,396</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

---

#### 12. Financial risk management (*continued*)

##### (h) Fair value measurement

The Schemes measure and recognise the following assets and liabilities at fair value on a recurring basis:

- > Financial assets/liabilities at fair value through profit or loss; and
- > Derivative financial instruments

The Schemes have no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

AASB 13 requires disclosure of fair value measurements by level of the following fair value hierarchy:

- (a) quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- (b) inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2); and
- (c) inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

##### (i) Fair value in an active market (Level 1)

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting period without any deduction for estimated future selling costs.

The Schemes value their investments in accordance with the accounting policies set out in Note 2 to the Financial Statements. For the majority of their investments, the Schemes rely on information provided by independent pricing services for the valuation of their investments.

The quoted market price used for financial assets and financial liabilities held by the Schemes is last price. When the Schemes hold derivatives with offsetting market risks, they use last market prices as a basis for establishing fair values for the offsetting risk positions and the net open position.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

---

#### 12. Financial risk management (*continued*)

##### (h) Fair value measurement (*continued*)

##### (ii) Fair value in an inactive or unquoted market (Level 2 and Level 3)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Schemes would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. The fair value of an option contract is determined by applying the Black-Scholes option valuation model.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the investment managers of such funds.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Schemes hold. Valuations are therefore adjusted, where appropriate, to allow for additional factors including liquidity risk and counterparty risk.

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (continued)

##### (h) Fair value measurement (continued)

The following tables present the Schemes' financial assets and liabilities (by class) measured at fair value according to the fair value hierarchy at 30 June 2020 and 30 June 2019.

	Dimensional Short Term Fixed Interest Trust				Dimensional Two-Year Diversified Fixed Interest Trust			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
30 June 2020	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Financial assets at fair value through profit or loss</b>								
Derivatives								
Forward currency contracts	-	5,242	-	5,242	-	11,957	-	11,957
Debt securities								
Interest securities	19,017	446,196	-	465,213	24,681	680,186	-	704,867
<b>Total</b>	<b>19,017</b>	<b>451,438</b>	<b>-</b>	<b>470,455</b>	<b>24,681</b>	<b>692,143</b>	<b>-</b>	<b>716,824</b>
<b>Financial liabilities at fair value through profit or loss</b>								
Derivatives								
Forward currency contracts	-	1,784	-	1,784	-	2,060	-	2,060
<b>Total</b>	<b>-</b>	<b>1,784</b>	<b>-</b>	<b>1,784</b>	<b>-</b>	<b>2,060</b>	<b>-</b>	<b>2,060</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

##### (h) Fair value measurement (*continued*)

30 June 2020	Dimensional Five-Year Diversified Fixed Interest Trust				Dimensional Global Bond Trust			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>								
Derivatives								
Forward currency contracts	-	73,812	-	73,812	-	52,522	-	52,522
Debt securities								
Interest securities	-	2,430,507	-	2,430,507	-	1,921,519	-	1,921,519
<b>Total</b>	-	<b>2,504,319</b>	-	<b>2,504,319</b>	-	<b>1,974,041</b>	-	<b>1,974,041</b>
<b>Financial liabilities at fair value through profit or loss</b>								
Derivatives								
Forward currency contracts	-	6,701	-	6,701	-	4,174	-	4,174
<b>Total</b>	-	<b>6,701</b>	-	<b>6,701</b>	-	<b>4,174</b>	-	<b>4,174</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

---

#### 12. Financial risk management (*continued*)

(h) Fair value measurement (*continued*)

30 June 2020	Dimensional Global Bond Sustainability Trust			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Derivatives				
Forward currency contracts	-	5,831	-	5,831
Debt securities				
Interest securities	-	247,874	-	247,874
<b>Total</b>	-	<b>253,705</b>	-	<b>253,705</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Derivatives				
Forward currency contracts	-	74	-	74
<b>Total</b>	-	<b>74</b>	-	<b>74</b>

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

##### (h) Fair value measurement (*continued*)

30 June 2019	Dimensional Short Term Fixed Interest Trust				Dimensional Two-Year Diversified Fixed Interest Trust			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>								
Derivatives								
Forward currency contracts	–	349	–	349	–	3,235	–	3,235
Debt securities								
Interest securities	30,957	460,401	–	491,358	–	667,740	–	667,740
<b>Total</b>	30,957	460,750	–	491,707	–	670,975	–	670,975
<b>Financial liabilities at fair value through profit or loss</b>								
Derivatives								
Forward currency contracts	–	7,195	–	7,195	–	8,359	–	8,359
<b>Total</b>	–	7,195	–	7,195	–	8,359	–	8,359

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

(h) Fair value measurement (*continued*)

30 June 2019	Dimensional Five-Year Diversified Fixed Interest Trust				Dimensional Global Bond Trust			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>								
Derivatives								
Forward currency contracts	–	8,464	–	8,464	–	14,023	–	14,023
Debt securities								
Interest securities	29,988	2,447,459	–	2,477,447	–	1,614,893	–	1,614,893
<b>Total</b>	29,988	2,455,923	–	2,485,911	–	1,628,916	–	1,628,916
<b>Financial liabilities at fair value through profit or loss</b>								
Derivatives								
Forward currency contracts	–	38,377	–	38,377	–	11,978	–	11,978
<b>Total</b>	–	38,377	–	38,377	–	11,978	–	11,978

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

#### 12. Financial risk management (*continued*)

(h) Fair value measurement (*continued*)

30 June 2019	Dimensional Global Bond Sustainability Trust			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Derivatives				
Forward currency contracts	–	860	–	860
Debt securities				
Interest securities	–	97,037	–	97,037
<b>Total</b>	–	97,897	–	97,897
<b>Financial liabilities at fair value through profit or loss</b>				
Derivatives				
Forward currency contracts	–	591	–	591
<b>Total</b>	–	591	–	591

## DIMENSIONAL TRUSTS

### Notes to the Financial Statements for the year ended 30 June 2020

---

#### 12. Financial risk management (*continued*)

##### (h) Fair value measurement (*continued*)

Investments, whose values are based on quoted market prices in active markets, and therefore classified within Level 1, include fixed interest securities.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include investment-grade corporate bonds, floating rate notes, mortgage certificates and public sector bonds and certain unlisted unit trusts, warrants and active unlisted unit trusts. As Level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuation may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

Investments classified within Level 3 have significant unobservable inputs, as they are infrequently traded. Level 3 instruments include corporate debt securities and certain floating rate notes. As observable prices are not available for these securities, the Responsible Entity has used valuation techniques to derive fair value.

The Schemes did not hold any Level 3 securities during the year ended 30 June 2020 (30 June 2019: Nil). The Schemes have no assets or liabilities measured at fair value on a non-recurring basis in the current year.

##### (i) Transfers between levels

There have been no material transfers between Level 1 and Level 2 for the year ended 30 June 2020.

##### (ii) Fair value of other assets / liabilities

The carrying value of receivables and payables are assumed to approximate their fair values.

#### 13. Structured entities

A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. The nature and extent of the Schemes' interests in structured entities are summarised in Note 3 'Financial assets at fair value through profit or loss' and Note 11 'Related party transactions' where appropriate. The total size of the structured entities that the Schemes have exposure to is their net assets, which is determined based on the percentage interest held and carrying value disclosed in Note 11 'Related party transactions'.

The Schemes have exposures to unconsolidated structured entities through their trading activities. These Schemes typically have no other involvement with the structured entity other than the securities they hold as part of trading activities and their maximum exposure to loss is restricted to the carrying value of the asset. Exposures to trading assets are managed in accordance with financial risk management practices as set out in Note 12.

#### 14. Contingent assets and liabilities and commitments

The Schemes did not have any contingent assets, liabilities or commitments as at 30 June 2020 (30 June 2019: Nil).

#### 15. Subsequent events

The effects of COVID-19 have adversely affected the global economy, the economies of certain nations and individual issuers, all of which have affected global financial markets and may potentially impact the Schemes' performance. Given the inherent uncertainties, it is not practicable at this time to determine what impact COVID-19 will have on the Schemes or to provide a quantitative estimate of any future impact.

No other significant events have occurred since the end of the reporting period which would impact on the financial position of the Schemes disclosed in the Statements of Financial Position as at 30 June 2020 or on the results and cash flows of the Schemes for the year ended on that date.

## DIMENSIONAL TRUSTS

### Directors' Declaration for the year ended 30 June 2020

---

The Financial Statements and notes thereto of the following Schemes have been prepared by DFA Australia Limited (the Responsible Entity) in accordance with the *Corporations Act 2001*:

Dimensional Short Term Fixed Interest Trust

Dimensional Two-Year Diversified Fixed Interest Trust

Dimensional Five-Year Diversified Fixed Interest Trust

Dimensional Global Bond Trust

Dimensional Global Bond Sustainability Trust

In the opinion of the Directors of the Responsible Entity:

- (a) there are reasonable grounds to believe that the Schemes will be able to pay their debts as and when they become due and payable; and
- (b) the attached Financial Statements and Notes thereto of the Schemes are in accordance with the *Corporations Act 2001*, including:
  - (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
  - (ii) giving a true and fair view of the Schemes' financial positions as at 30 June 2020 and of their performances for the financial year ended on that date.
- (c) the Financial Statements also comply with International Financial Reporting Standards issued by the International Accounting Standards Board as disclosed in Note 2.

Signed in accordance with a resolution of the Directors of the Responsible Entity made pursuant to section 295(5) of the *Corporations Act 2001*.

On behalf of the Directors,



J.G. Crane

Director



B.P. Singh

Director

Sydney, 11 September 2020

# DIMENSIONAL TRUSTS

## Independent Auditor's Report to the Unitholders of Dimensional Trusts 30 June 2020

---



### *Independent auditor's report*

To the unitholders of Dimensional Short Term Fixed Interest Trust, Dimensional Two-Year Diversified Fixed Interest Trust, Dimensional Five-Year Diversified Fixed Interest Trust, Dimensional Global Bond Trust and Dimensional Global Bond Sustainability Trust

---

#### *Our opinion*

In our opinion:

The accompanying financial report of Dimensional Short Term Fixed Interest Trust, Dimensional Two-Year Diversified Fixed Interest Trust, Dimensional Five-Year Diversified Fixed Interest Trust, Dimensional Global Bond Trust and Dimensional Global Bond Sustainability Trust (the Registered Schemes) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Registered Schemes' financial positions as at 30 June 2020 and of their financial performance for the year then ended
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

#### ***What we have audited***

The financial report comprises:

- the statements of financial position as at 30 June 2020
- the statements of comprehensive income for the year then ended
- the statements of changes in equity for the year then ended
- the statements of cash flows for the year then ended
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

---

#### *Basis for opinion*

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### ***Independence***

We are independent of the Registered Schemes in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

# DIMENSIONAL TRUSTS

## Independent Auditor's Report to the Unitholders of Dimensional Trusts 30 June 2020

---



---

### *Other information*

The directors of DFA Australia Limited (the “Responsible Entity”) are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2020, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

---

### *Responsibilities of the directors of the Responsible Entity for the financial report*

The directors of the Responsible Entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors of the Responsible Entity determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors of the Responsible Entity are responsible for assessing the ability of the Registered Schemes to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors of the Responsible Entity either intends to liquidate the Registered Schemes or to cease operations, or have no realistic alternative but to do so.

---

### *Auditor's responsibilities for the audit of the financial report*

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

# DIMENSIONAL TRUSTS

## Independent Auditor's Report to the Unitholders of Dimensional Trusts 30 June 2020

---



A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:  
[http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.

A handwritten signature in blue ink that reads 'PricewaterhouseCoopers'.

PricewaterhouseCoopers

A handwritten signature in blue ink that reads 'A S Wood'.

A S Wood  
Partner

Sydney  
11 September 2020

---

**PricewaterhouseCoopers, ABN 52 780 433 757**

*One International Towers Sydney, Watermans Quay, Barangaroo, GPO BOX 2650, SYDNEY NSW 2001  
T: +61 2 8266 0000, F: +61 2 8266 9999, [www.pwc.com.au](http://www.pwc.com.au)*

*Level 11, 1PSQ, 169 Macquarie Street, Parramatta NSW 2150, PO Box 1155 Parramatta NSW 2124  
T: +61 2 9659 2476, F: +61 2 8266 9999, [www.pwc.com.au](http://www.pwc.com.au)*

Liability limited by a scheme approved under Professional Standards Legislation.



