

Senate Community Affairs Committee
ANSWERS TO ESTIMATES QUESTIONS ON NOTICE
FAMILIES, HOUSING, COMMUNITY SERVICES AND
INDIGENOUS AFFAIRS PORTFOLIO
2013-14 Budget Estimates Hearings

Outcome Number: 7

Question No: 421

Topic: Return on investments

Hansard Page: Written

Senator Scullion asked:

What is IBA's target rate of return for its investments? Provide on notice the rate of return for each individual investment in 2011/2012.

Answer:

With effect from 2012/2013, the Investment Portfolio target total return (before fees¹ and tax) is cash plus 3 per cent per annum, measured over a rolling 5 year basis.

Indigenous Business Australia (IBA) does not disclose rates of return on an individual investment basis, which is commercial-in-confidence to IBA and its co-investors.

IBA's return on investment on its overall Investment Portfolio for each financial year is disclosed in the relevant annual report.

¹ In this context, "fees" refers to the direct and enabling costs of running the Investments program.