

Notes to the financial statements (cont'd)

For the year ended 30 June 2012

35 Operating leases

Commitments for minimum lease payments in relation to non-cancellable operating leases are payable as follows:

	Consolidated		Parent	
	2012	2011	2012	2011
	\$'000	\$'000	\$'000	\$'000
Not later than one year	12,046	9,820	-	-
Later than one year, not later than five years	29,689	35,417	-	-
Later than five years	8,232	12,042	-	-
	49,967	57,279	-	-

The Group leases a number of offices premises under non-cancellable operating leases expiring between one month to ten years. The leases have varying terms, escalation clauses and renewal rights. On renewal, the terms of the leases are renegotiated.

The Group also lease various office equipment under non-cancellable operating leases expiring between 1 month to 3 years. The term of some of these lease provided the Group with the option to purchase this equipment at the conclusion of these lease agreements.

36 Capital commitments

The Group has not entered into any non-cancellable capital expenditure commitments not already recognised or provided for.

37 Contingencies

	Consolidated		Parent	
	2012	2011	2012	2011
	\$'000	\$'000	\$'000	\$'000
Contingent liabilities				
Rental bond guarantees	5,380	4,596	-	-
ASX settlement bond guarantee	500	500	-	-
ASIC bond guarantees	80	60	-	-
Other guarantees	2,000	-	-	-
	7,960	5,156	-	-

Other contingent liabilities

Trustee services division

Australian Executor Trustees Ltd, a subsidiary of IOOF Holdings Ltd, is currently defending claims brought against it in its capacity as trustee of estates and superannuation funds. In aggregate these total approximately \$2,719,000. Professional indemnity insurance cover is held to meet any professional liabilities that may arise for individual claims above the applicable excess, the Group would be potentially liable for less than \$275,000 of these claims.

Platform management division

IOOF Investment Management Ltd, a subsidiary of IOOF Holdings Ltd, is currently defending claims brought against it in its capacity as trustee of superannuation funds. In aggregate these total approximately \$211,000. Professional indemnity insurance cover is held to meet any professional liabilities that may arise for individual claims above the applicable excess, the Group would be potentially liable for less than \$211,000 of these claims.