

Notes to the Financial Statements (continued)

31. Events after reporting date

We are not aware of any matter or circumstance that has occurred since 30 June 2012 that, in our opinion, has significantly affected or may significantly affect in future years:

- our operations;
- the results of those operations; or
- the state of our affairs;

other than:

Final Dividend

On 9 August 2012, the directors of Telstra Corporation Limited resolved to pay a fully franked final dividend of 14 cents per ordinary share. The record date for the final dividend will be 24 August 2012 with payment being made on 21 September 2012. Shares will trade excluding the entitlement to the dividend on 20 August 2012.

A provision for dividend payable has been raised as at the date of resolution, amounting to \$1,738 million. The final dividend will be fully franked at a tax rate of 30%. The financial effect of the dividend resolution was not brought to account as at 30 June 2012.

There are no income tax consequences for the Telstra Group resulting from the resolution and payment of the final ordinary dividend, except for \$745 million of franking debits arising from the payment of this dividend that will be adjusted in our franking account balance.

The Dividend Reinvestment Plan (DRP) continues to be suspended.

Disposal of TelstraClear Limited

On 12 July 2012, we signed an agreement to dispose of our 100% shareholding in TelstraClear Limited and its controlled entity (TelstraClear) for a total consideration of \$658 million (NZ\$840 million). The sale is contingent on New Zealand regulatory approval, including the New Zealand Commerce Commission, Overseas Investment Office and Ministry of Business, Innovation and Employment, which is expected to take a number of months. The loss on disposal, subject to completion adjustments, is expected to be \$263 million, mainly due to an impairment of \$130 million and the reclassification of \$130 million foreign currency reserve to the Income Statement.

In accordance with AASB 5: "Non-current Assets Held for Sale and Discontinued Operations" the carrying value of assets and liabilities of TelstraClear, with the exception of cash balances which are excluded from the sale agreement, have been classified as held for sale as at 30 June 2012. Refer to note 12 for further details.