

ASX ANNOUNCEMENT

16 August 2021

Lendlease Group 2021 Full Year Results Announcement, Presentation and Appendix

Lendlease Group today announced its results for the year ended 30 June 2021. Attached is the FY21 Results Announcement, Presentation and Appendix.

A summary of Lendlease's Major Urbanisation Projects will be released on the 30 August 2021 in conjunction with the Market Briefing.

ENDS

FOR FURTHER INFORMATION, PLEASE CONTACT:

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Authorised for lodgement by the Lendlease Group Disclosure Committee

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Lendlease Responsible Entity Limited ABN 72 122 883 185 AFS Licence 308983
as responsible entity for **Lendlease Trust** ABN 39 944 184 773 ARSN 128 052 595

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Profit recovery despite COVID impacts, strategic agenda progressed

FY21 Result¹

- Statutory Profit after Tax of \$222m
- Core operating Profit after Tax of \$377m, up 83%
 - Full year distributions of 27 cps, payout ratio of 49%
 - Final distribution of 12 cps
 - Earnings Per Security of 54.8c, up 60% and Return on Equity of 5.4%
- Non core loss after tax of \$181m, including additional provision of \$168m (after tax)

Global Chief Executive Officer, Tony Lombardo said, “As an international real estate group with a presence in targeted global gateway cities, the pandemic has had a significant impact across each of our markets and operating segments. Despite COVID impacts, profit recovered and the Group made significant strategic progress.”

The Development segment experienced production delays, with ongoing impacts on leasing and sales across active projects. A \$60m pre tax provision was taken following weaker rental demand and lower rents for the recently completed apartments for rent buildings at Elephant Park. Notwithstanding COVID impacts, several key initiatives were progressed including an investment partner being secured for the first two residential towers at One Sydney Harbour. These initiatives underpinned an improvement in Development ROIC to 7.2%, albeit still below target.

Construction activity was constrained by delays in the commencement of new projects, site shutdowns and lower productivity. The impact of social distancing protocols across our sites was reflected in a 16% decline in revenue compared with a 9% decline in hours worked. Despite these COVID related impacts, the segment delivered a good result. The EBITDA margin rose to 2.7%, towards the upper end of the target range of 2-3%, aided by disciplined cost management.

The Investments segment generated a return on invested capital of 5.9%, just below the target range of 6-9%. Investment management earnings were resilient, although lower due to a significant performance fee in the prior year. Returns on the Group’s investment portfolio were also impacted by disruption across underlying assets including co-investment yields being impacted by c.\$40m² in rental assistance provided to tenants across the platform.

The Group entered FY22 in a strong financial position with gearing of 5.0%. This provides capacity to support the Group’s strategic priorities. During the year, several strategic divestments were completed, enabling greater focus on areas where our competitive edge is strongest. Post balance date, an agreement was also entered into with Service Stream for the sale of the Services business for a purchase price of \$310m.

¹ Comparative period the full year ended 30 June 2020, unless otherwise stated.

² Represents total rental assistance in FY21 across Lendlease managed assets.

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Acting Group Chief Financial Officer, Frank Krile said: “The Group enters FY22 with gearing below our 10-20% target range, providing the Group with significant funding capacity. The strategic divestments executed throughout the year, together with our balance sheet strength, puts the Group in a solid position to navigate through further COVID uncertainty.”

Strategic Priorities

The Group made substantial progress on its strategic priorities, with a number of additional projects and partnerships secured across our focus areas in the Development and Investments segments.

A total of \$8.4b was added to the development pipeline, including six urbanisation projects with an end value of \$7.4b:

- Smithfield Birmingham to provide more than 3,000 new homes;
- 60 Guest Street, Boston to become a state-of-the-art life sciences building;
- 1 Java Street to transform a New York city block into apartments for rent;
- La Cienega, our first urbanisation project in Los Angeles;
- Inaugural development for Lendlease Data Centre Partners in Greater Tokyo; and
- Certis Centre Singapore, involving the redevelopment of two office buildings.

Investment partnerships worth \$5.1b were formed across five projects. This will drive growth in funds under management, including exposure to the rapidly growing sub sectors of Life sciences and Data centres.

Business Review

A wide-ranging business review commenced by the CEO following his appointment is yet to complete, although preliminary findings have been reached. The strategy and strategic priorities have been confirmed. The Group Core Operating ROE target range of 8-11% is anticipated to be met by FY24.

The revised organisational structure is designed to create a more consistent operating model across all regions, embed an enterprise wide approach and streamline group functions. Targeted cost savings from the revised structure are greater than \$160m annualised, with benefits expected to be realised from H2 FY22. An estimated restructuring charge associated with the revised organisational structure of \$130m to \$170m pre tax is expected to be accounted for in H1 FY22 Statutory Profit.

“The recently announced changes to the organisational structure better position the Group to accelerate development production, continue to deliver our construction backlog and grow our Investments platform in a more focused and efficient way”, said Mr Lombardo.

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The review of the development portfolio reaffirmed its underlying strength, underpinned by a capital efficient business model:

- \$8b+ per annum production and 10-13% ROIC targets are anticipated to be met by FY24
- Refinement of investment partner approach to drive improved alignment between development profit with risk/reward and cash flows from FY22.

As part of this exercise, a small number of projects have been identified where a material change in development strategy is under consideration. A range of strategic options is being considered to expedite the release of capital on these projects. Pursuing these options is expected to result in an estimated impairment expense in H1 FY22 Statutory Profit of \$230m to \$290m pre tax, representing 5-7% of current Development segment capital.

“The review of the development portfolio reaffirmed the underlying strength of the \$114b development pipeline across targeted gateway cities. We are confident that production will accelerate to more than \$8b per annum by FY24”, said Mr Lombardo.

Outlook

The enforced lockdowns from the COVID pandemic continue to have significant ramifications for real estate markets across the global gateway cities in which the Group operates. While we are confident these cities will rebound strongly over the medium term, FY22 is expected to be a challenging year.

In FY22, anticipated returns for our core operating segments are:

- Development ROIC: 2 – 5% v target of 10 – 13%;
- Construction EBITDA margin: 2 – 3% v target of 2 – 3%; and
- Investments ROIC: 5 – 8% v target of 6 – 9%.

“As an international real estate group, we expect FY22 to be the cyclical low point for both development production and profitability. We are targeting to deliver solid returns across the Construction and Investments segments, although activity levels are likely to continue to be affected by the pandemic” said Mr Lombardo.

Statutory Profit in H1 FY22 is expected to include a restructuring charge and impairment expense, based on outcomes arising from the business review, in line with the estimates outlined above³.

Further information regarding Lendlease’s results is set out in the Group’s financial results presentation for the full year ended 30 June 2021 and is available on www.lendlease.com.

³ These items will be excluded from the Group’s measure of Core operating returns across the segments.



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2021 Key Dates for Investors

Securities quoted ex-distribution on the Australian Securities Exchange	20 August
Final distribution record date	23 August
Market Briefing	30 August
Final distribution payable	15 September
Annual General Meetings	12 November

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2021 Full Year Results

16 August 2021



Sydney: Darling Square
on Gadigal Country
and Wangal Country

Acknowledgement of Country

As a developer, builder and manager of assets on land across Australia, we pay our respects to the Traditional Owners, especially their Elders past and present, and value their custodianship of these lands.

Summary

FY21 results

16 AUGUST 2021

Group performance

Financial performance

Operational update

Business review and outlook

Market Briefing

30 AUGUST 2021

Reset FY22	Create FY23/24	Thrive FY25+
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Purpose and strategy

Operating segments strategies

Financial strategy

Together we create value through places where communities thrive

Our strategy

Employ our placemaking expertise and integrated business model in global gateway cities to deliver urbanisation projects and investments that generate social, environmental and economic value.



Group Performance

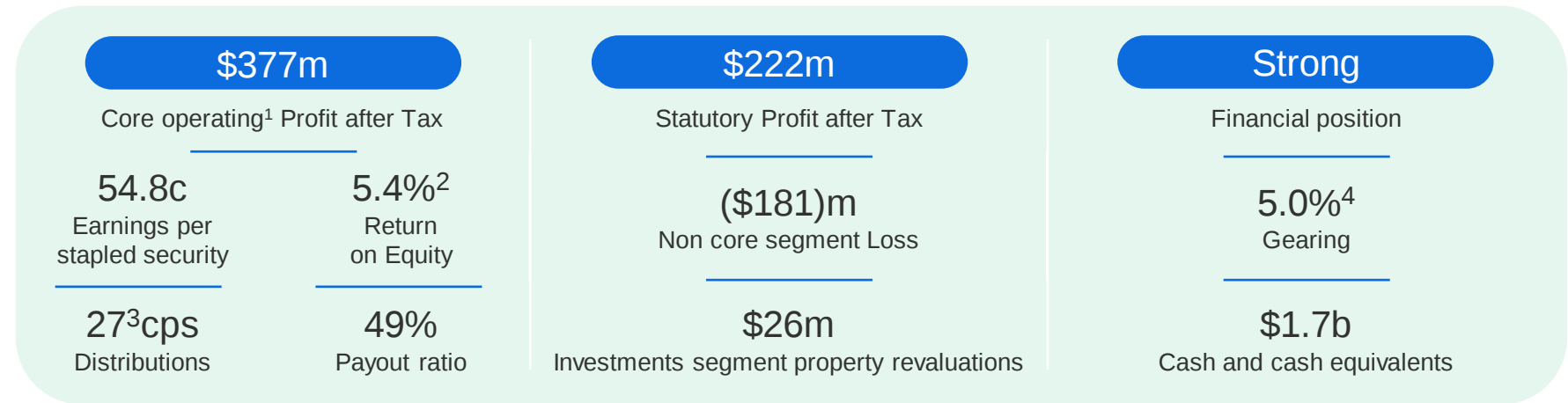
Tony Lombardo
Global CEO

Birmingham:
Smithfield
Artist's impression

FY21 result

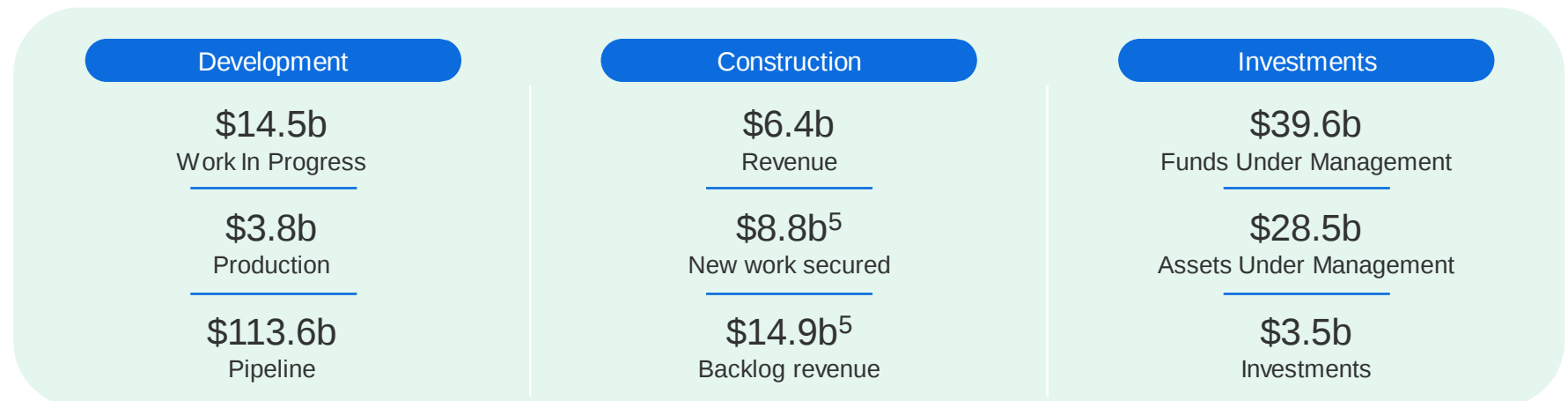
Financial performance

Reflects COVID-19 impacts across the Group and additional provisioning in the Non core segment



Operating performance

Solid growth in Pipeline and FUM despite COVID-19 impacts on Development and Investments activity



1. Statutory profit excluding Investments segment property revaluations and Non core segment result.
2. Return on Equity is calculated using the Core operating Profit after Tax divided by the arithmetic average of beginning, half and year end securityholders' equity.
3. Final dividend component zero franking. Interim dividend component of 11.2 cents per share 50% franked.
4. Net debt to total tangible assets, less cash.
5. Internal and external.

COVID

Impacts and response to pandemic

Significant ramifications for real estate markets globally

- Adverse impacts across all Lendlease markets and operating segments
- EPS dilution from additional equity capital raised to strengthen balance sheet
- Initial mitigating actions: Overhead and employee cost reductions, Reduced project expenditure
- Health and Safety paramount: range of measures to protect our people, customers, residents and the community
- People support: Employee hardship and wellbeing fund

Development

- EBITDA related impacts:
 - Elephant Park c.\$60m¹
 - Tower One, OSH c.\$40m^{1,2}
 - IQL delay in development JV
 - Lockdowns
- Strong established housing market:
 - Boost to luxury apartments
 - Demand for new detached dwellings
- Origination opportunities secured with partners

Construction

- EBITDA related impacts:
 - Lower productivity
 - Periodic site shutdowns
 - New commencement delays
- Revenue down 16%, hours worked down 9%
- Cost management measures to mitigate margin erosion
- Stronger public sector activity
- Decline in US private sector

Investments

- EBITDA related impacts:
 - c.\$40m in rental assistance³
 - Retail centre shutdowns
 - Subdued leasing activity
- Resilience in asset prices:
 - Portfolio value up slightly
 - Limited new opportunities
 - Retirement Living recovering

1. Identified project substantially impacted, but unable to be quantified as solely related to COVID.
 2. Negative pricing differential on Tower One relative to Tower Two on capital solutions achieved.
 3. Represents total rental assistance in FY21 across Lendlease managed assets.

Health and Safety

Key performance indicators

- Key metric of critical incidents at record low frequency rate of 0.66; 73% lower than first reported level (FY14)
- Operations not experiencing a critical incident at a record high of 94%

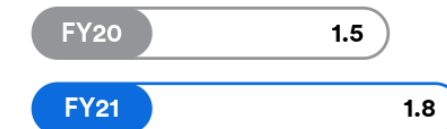
Critical Incident Frequency Rate¹



Operations without a Critical Incident² (%)



Lost Time Injury Frequency Rate¹



Fatalities

- Two fatalities occurred on our operations during FY21
- Our thoughts continue to be with the families of the two subcontractor employees and everyone impacted by these tragic events
- Compliance with Global Minimum Requirements (GMRs) confirmed

Reducing incidents through continuous improvement, advocacy for industry change

- Over 20 years of transparent safety reporting
- Fourth edition of EH&S GMRs launched in FY21 (first edition 2008)
- Targeted work with industry in response to critical incidents:
 - Supply chain partner to commence reporting fatalities in their Annual Report
 - Negotiated the elimination of identified elevator design flaw

1. Calculated to provide a rate of instances per 1,000,000 hours worked.

2. An event that caused, or had the potential to cause, death or permanent disability. This is an indicator unique to Lendlease.

Environmental, Social and Governance

FY21 key achievements

Launched
Mission Zero
Raising awareness of
our carbon targets

\$47.3 million
Social value created
18.9%
of \$250 million target by
FY25

Launched second
Elevate RAP¹
2020 – 2023

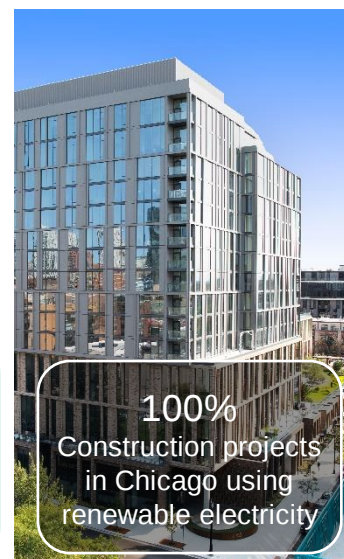
Published
**Modern Slavery
Statement**
Covering all operations
globally

Founding signatory to
SteelZero
initiative



**Net Zero
Carbon**
US Multifamily
portfolio

>50%
of Melbourne Quarter
precinct is green and
publicly accessible



Founding member of
MECLA³
Decarbonising
Australia's building and
construction industry

Australian Building
business providing
Carbon Neutral
construction
three consecutive years

#1 ranked
Office fund in GRESB⁴

A+ rankings⁵
Strategy and
Governance
Awarded by PRI



1. Reconciliation Action Plan.
2. Milan Innovation District.
3. Materials and Embodied Carbon Leaders Alliance.
4. 2020 Global Real Estate Sustainability Benchmark.
5. Awarded to Lendlease Funds Management.

Progress on strategic priorities

Executing on our strategy

Increased focus via strategic divestments

- Services business¹
- Bingara Communities project
- Engineering business
- 25% of Retirement Living business
- US Telecommunications business
- US Energy business



Foundations for accelerating development

\$8.4b² new projects secured including:

- Smithfield, Birmingham – \$3.5b²
- 1 Java Street, New York – \$1.0b²
- La Cienega Boulevard, Los Angeles – \$0.8b²
- 60 Guest Street, Boston – \$0.8b²
- Certis Cisco Centre, Singapore – \$0.5b²
- Tokyo data centre – \$0.8b²

Scale investments

\$5.1b² in new partnerships to drive FUM growth:

- Melbourne Quarter Tower with NPS – \$1.2b²
- Milan Innovation District with CPP – \$1.3b²
- 1 Java and La Cienega with Aware Super – \$1.8b²
- 60 Guest Street with Ivanhoe Cambridge – \$0.8b²

Exposure to rapidly growing sub sectors:

- Life sciences
- Data centres

Best practice construction delivery

- Global launch of project management tool OL⁴
 - Drive consistency and leverage knowledge
 - More than 230⁵ projects being managed
- Social infrastructure expertise:
 - c.\$2.0b⁶ healthcare and c.\$3.5b⁶ defence projects
- All Australian Building projects operating 100% renewable energy

1. Sale agreement signed post balance date. 2. Total estimated project revenue of all development work secured (representing 100% of project value). 3. Artist's impression (image subject to change and further design development and planning approval). 4. One Lendlease Interactive. 5. Includes origination opportunities, projects in bid, conversion and delivery. 6. Construction backlog revenue.

Financial Performance

Frank Krile
Acting Group Chief
Financial Officer

Milan:
Milano Santa Giulia
Artist's impression

Financial performance¹

\$m		FY20	FY21	Change
Core				
Development		322	469	46%
Construction		101	173	71%
Investments		300	276	(8%)
Segment EBITDA		723	918	27%
Corporate costs		(158)	(161)	(2%)
Operating EBITDA		565	757	34%
Depreciation and amortisation		(160)	(148)	8%
Net finance costs		(153)	(137)	10%
Operating Profit Before Tax		252	472	87%
Income tax expense		(46)	(95)	(107%)
Operating Profit After Tax		206	377	83%
Core Operating EPS	cents	34.2	54.8	60%
Non core				
Profit After Tax		(406)	(181)	na
Group				
Statutory Profit After Tax		(310)	222	na

- Partnerships to deliver residential towers at OSH; forward sale of MQT; Joint Venture at MIND; apartment and communities settlements; \$60m provision at Elephant Park on two residential for rent towers
- EBITDA margin 2.7%, up from 1.3% in prior year; revenue lower
- Substantial performance fee in prior period; lower retail asset management fees; US residential portfolio redevelopment management fees
- Group services costs of \$128m, down 0.8%; Treasury costs of \$33m
- Lower net debt
- Effective tax rate of 20.1%
- Higher number of weighted average securities following capital raising in FY20
- Includes loss of \$168m after tax for claims relating to historical projects

1. Comparative period the year ended 30 June 2020, unless otherwise stated.

Cash flow

FY21 Cash flow movements

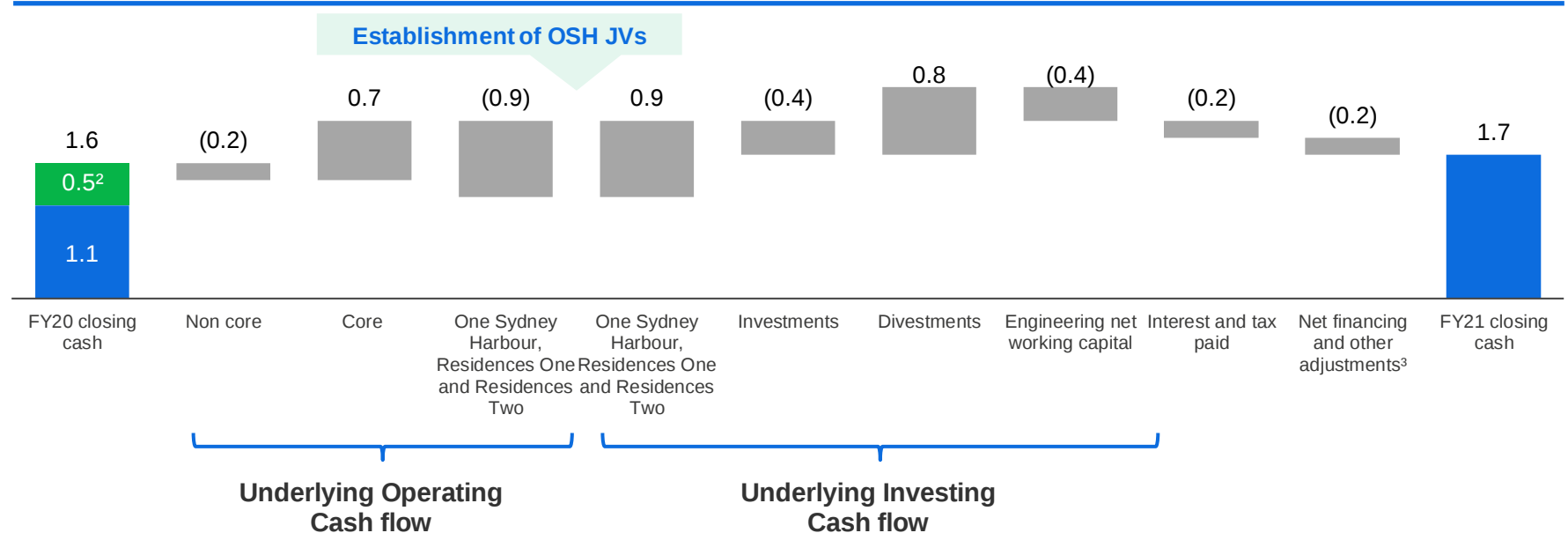
Underlying operating cash outflow (\$469m):

- Non core segment cash outflow (c.\$200m):
 - Impact from retained projects
- Core business cash inflow c.\$700m:
 - Solid cash flow across a range of development projects
- One Sydney Harbour joint ventures:
 - c.\$900m underlying operating outflow

Underlying investing cash inflow \$948m:

- One Sydney Harbour joint ventures:
 - c.\$900m underlying investing inflow
- Investments:
 - Development expenditure across a range of projects
- Strategic divestments:
 - US Telecommunications; 25% of Retirement Living; Engineering
- \$411m¹ outflow of working capital post Engineering sale

FY21 \$b



1. Working capital cash balance transfer to buyer on completion of sale.
2. \$451m of closing cash and cash equivalents classified as Disposal Group assets held for sale at FY20.
3. Includes the impact of foreign exchange movements on opening cash.

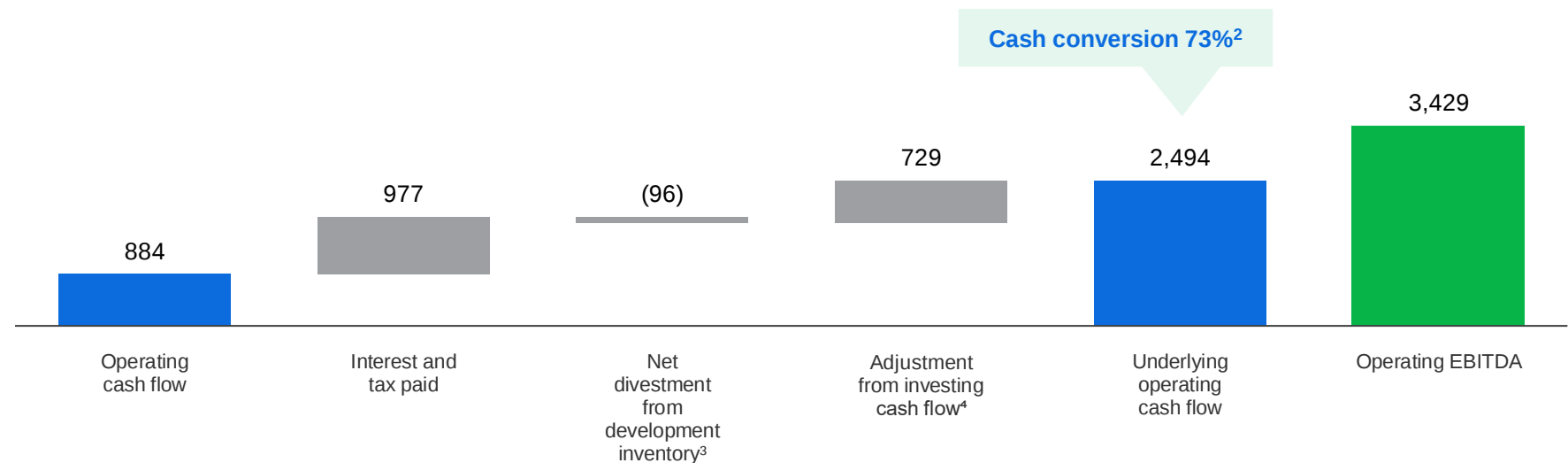
Cash flow

Underlying operating cash flow¹ last five years

Underlying operating cash flow of \$2.5b over last five years:

- Statutory operating cash flow of \$884m:
 - \$1.0b has been paid in interest and tax
 - \$0.1b of operating cash flow representing net reduction in development inventory balance over period with increase in projects being delivered through investment partnership structures
 - \$0.7b cash realisation from the sell down of deconsolidated development entities and gains on sale of assets
- Cash conversion of 73% over five years

Five year reconciliation of cashflow to EBITDA (\$m)



1. Reconciliation on appendix slides 14 and 15.
2. Underlying operating cash flow relative to operating EBITDA.
3. Movement in development properties inventory, less movement in deferred land payments.
4. Reallocation reflects cash proceeds from sell down of development entities and realised gains on sale of assets not reflected in operating cash flow.

Financial position

Financial strength

Capital structure

- Gearing 5.0%¹, down from 5.7% at FY20:
 - Proceeds from several strategic divestments
 - Development receipts more than offset additional investment into the Development pipeline
 - Working capital transfer associated with Engineering sale
- Invested capital \$7.7b²
- Investment grade credit ratings:
 - Moody's: Baa3 stable outlook
 - Fitch: BBB- stable

Debt metrics

- Interest cover³ of 6.4 times
- Average cost of debt 3.6%, maturity 4.9 years

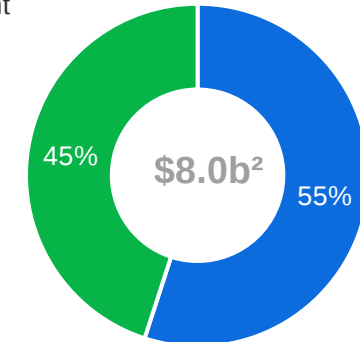
Funding and liquidity

- Total liquidity of \$4.9b provides capacity to increase development and investment activity
 - \$1.7b cash, \$3.2b undrawn facilities
- \$500m and \$300m Green Bond issues:
 - First for the Group
 - Largest green issuance by an Australian non financial corporate

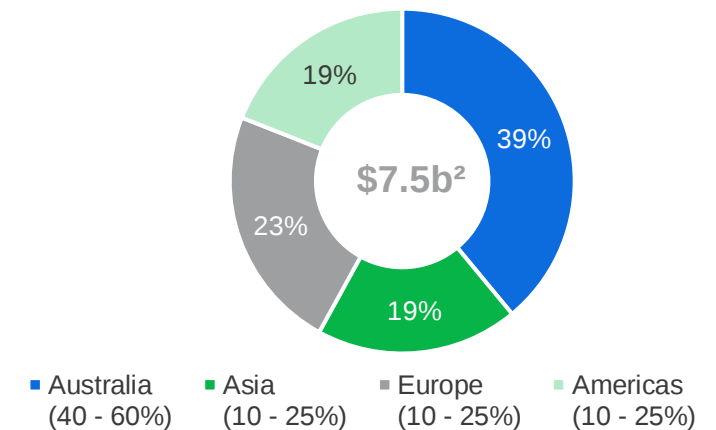
- Target range 10 – 20%.
- Total invested capital at 30 June 2021 was \$7.7b. Development and Investments totalled \$8.0b, Construction and Non core (\$0.5b) and Corporate \$0.2b.
- FY21 EBITDA plus interest income, divided by interest finance costs, including capitalised finance costs. EBITDA has been adjusted to exclude one off items related to the Engineering business.

Invested capital: Development and Investments

- Development (40 - 60%)
- Investments (40 - 60%)



Group invested capital: By region



Core operating financial returns

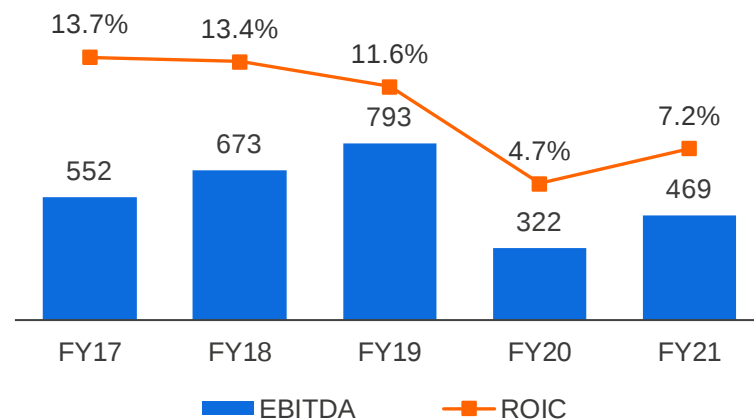
- Average Return on Equity last 5 years¹:

8.1%
Target
8-11%

Development segment (\$m)

Average ROIC: 5 years¹

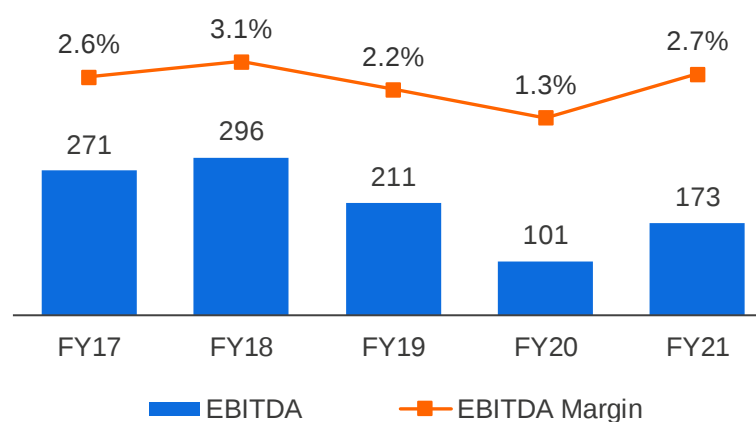
9.6%
Target²
10-13%



Construction segment (\$m)

Average EBITDA margin: 5 years¹

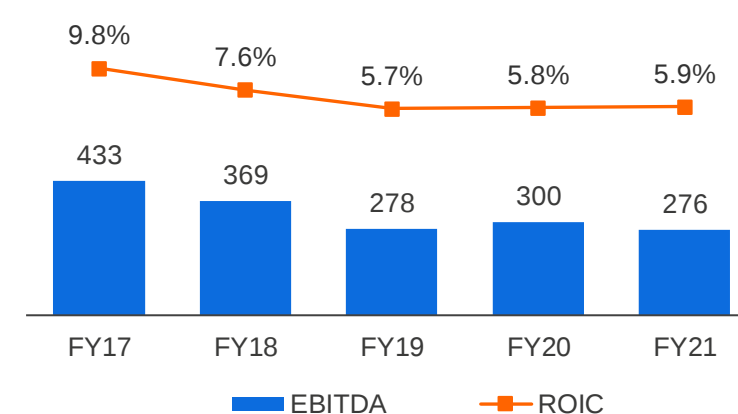
2.4%
Target²
2-3%



Investments segment (\$m)

Average ROIC: 5 years¹

6.9%
Target²
6-9%



1. Year ended 30 June 2021 2. Through-cycle target based on rolling three to five year timeline.

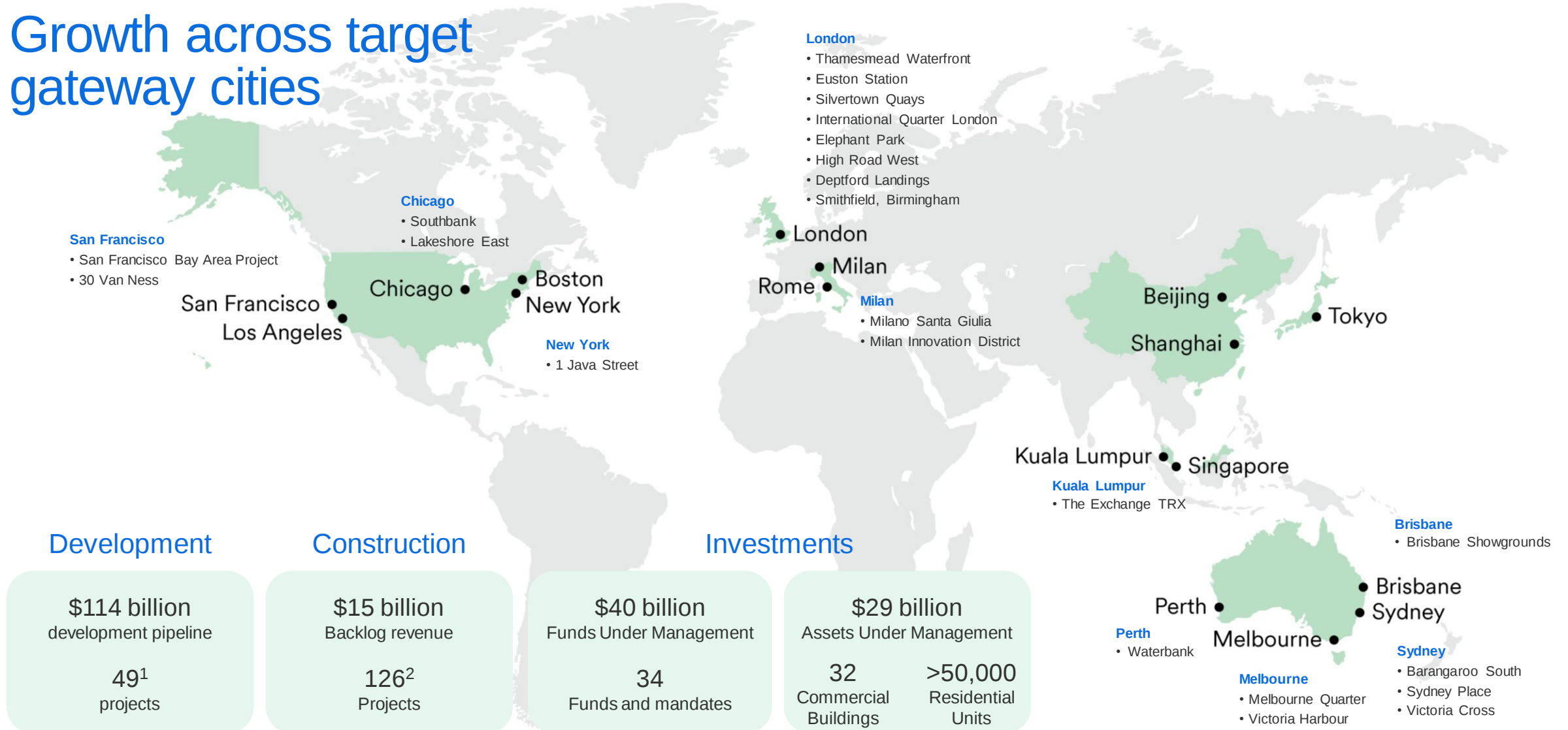
Operational Update

Tony Lombardo
Global CEO

London:
Elephant Park



Growth across target gateway cities



Map illustrates 17 targeted gateway cities and highlights major urbanisation projects with an estimated development end value greater than \$1 billion. **1.** Total of 49 development projects, comprising a total of 32 urbanisation projects and 17 communities projects. **2.** Represents projects in delivery >\$10 million.

Development

Operational performance¹

EBITDA \$469m, up from \$322m

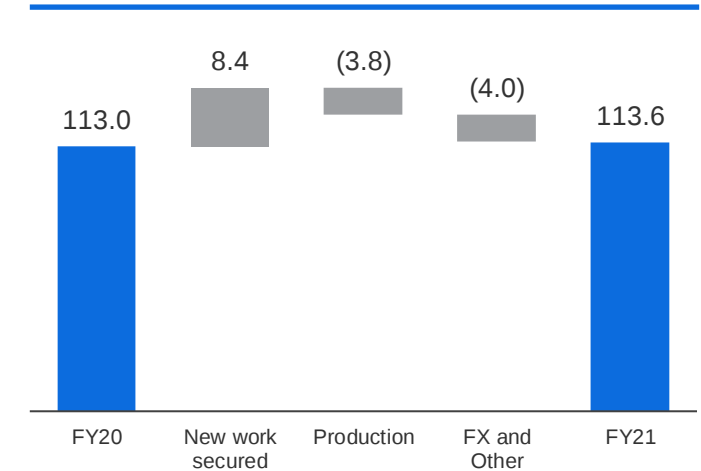
Development pipeline \$114b

- \$14.5b work in progress, c.\$100b remaining
- Urbanisation pipeline of \$100.4b:
 - Secured six new urbanisation projects:
 - New York; Boston; Birmingham; Singapore; Los Angeles; and greater Tokyo
- Communities pipeline of \$13.2b:
 - 16 projects in Australia and one in the US
 - Acquisition of Averley: c.1,500 lots
 - Divestment of Bingara: c.900 lots

Production update

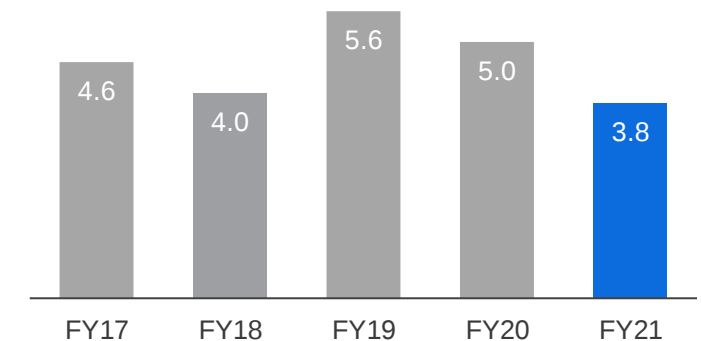
- FY21 production of \$3.8b:
 - Commercial: Office in Melbourne
 - Apartments for rent: Chicago and London
 - Apartments for sale: Melbourne; Boston; and London
 - Communities: 2,433 settlements

Pipeline² (\$b)



Production³ (\$b)

Targeting an increase to \$8b+ production p.a.



1. Comparative period the year ended 30 June 2020.
 2. Total estimated project revenue of all development work secured (representing 100% of project value).
 3. Project end value on product completed during the financial period (representing 100% of project value).

Development

Outlook

Work in progress future indicator of production

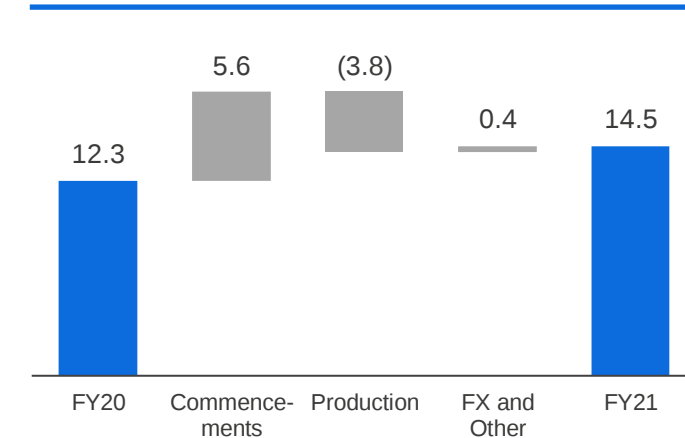
- Commencements of \$5.6b including:
 - Residences Two, One Sydney Harbour
 - Melbourne Quarter Tower
 - 100 Claremont, New York
 - TRX Residences & Hotel/Office, The Exchange TRX, Kuala Lumpur
 - Park & Sayer, Elephant Park, London
 - Ardor Gardens, Shanghai
- Composition of work in progress:
 - Apartments for sale \$5.9b
 - Apartments for rent \$1.3b
 - Commercial \$6.9b
 - Communities \$0.4b

Expect to reach \$8b+ production target p.a. by FY24

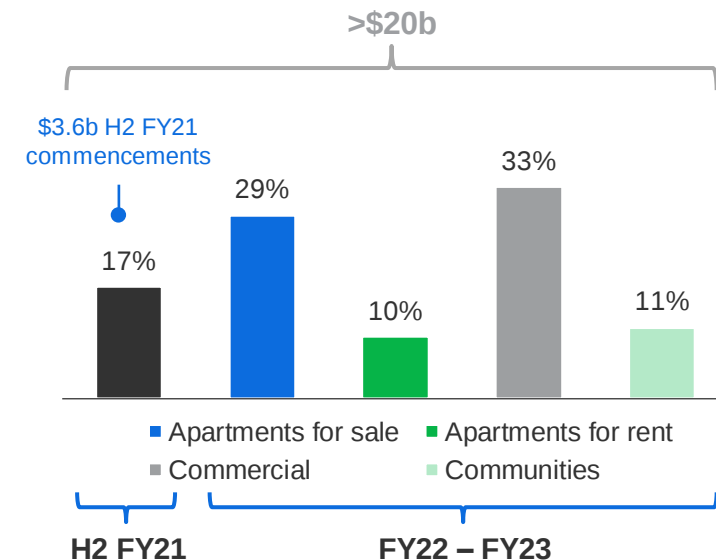
- Indicative commencements to FY23² c.\$8b per annum:
 - Conversions weighted to FY23 due to COVID-19 impacts
 - Delay to some previously earmarked FY22 conversions
 - Newly secured projects expected to convert by FY23
 - Proportion of projects in delivery expected to rise
 - Recovery in Communities business

- End value of Development Pipeline in delivery as at period end (representing 100% of project value).
- Subject to planning approvals and market conditions.

Work in progress¹ (\$b)



Indicative commencements² H2 FY21 – FY23

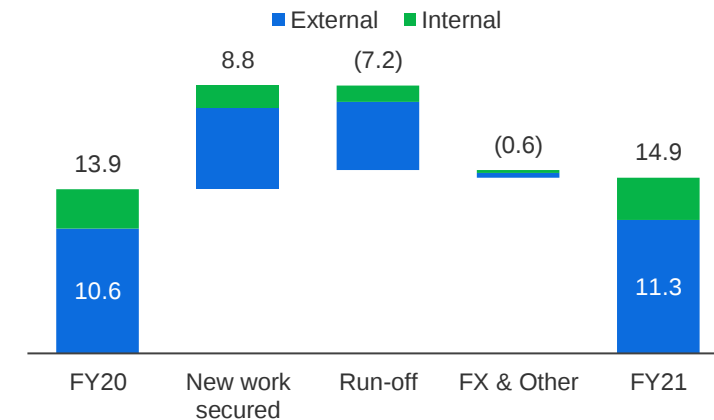


Construction

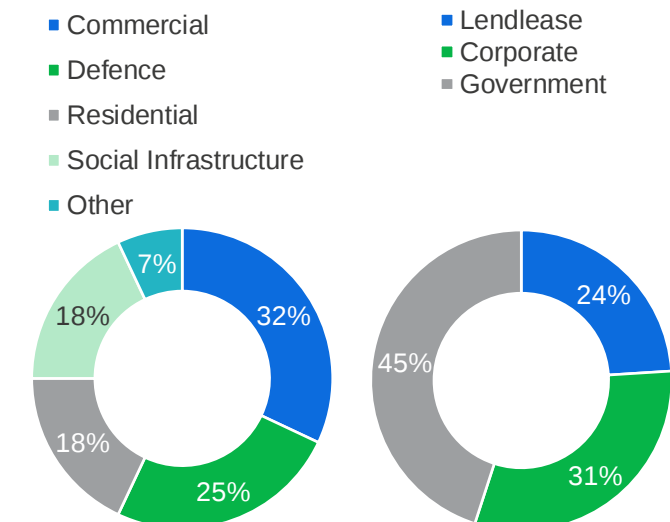
Operational performance and outlook¹

- EBITDA \$173m, up from \$101m
- EBITDA margin 2.7%, up from 1.3%:
 - Good performance across the portfolio
 - Disciplined cost management
- Revenue of \$6.4b, down 16%:
 - Ongoing COVID-19 related impacts:
 - Productivity impacts across sites
 - Delays in commencement of new projects
- New work secured \$8.8b, up from \$7.5b:
 - Public sector activity significant contributor:
 - Australia: Defence and social infrastructure
 - Europe: Social infrastructure
 - Private sector activity down:
 - Americas: Well below historical averages
- External Backlog revenue of \$11.3b:
 - Strong brand with external clients in key target sectors and markets

Backlog revenue (\$b)



FY21² backlog by sector and client



1. Comparative period the year ended 30 June 2020.
 2. Includes all Construction projects with backlog greater than \$100m, which represents 85% (\$12.7b) of secured backlog.

Investments

Management earnings

Operational performance¹

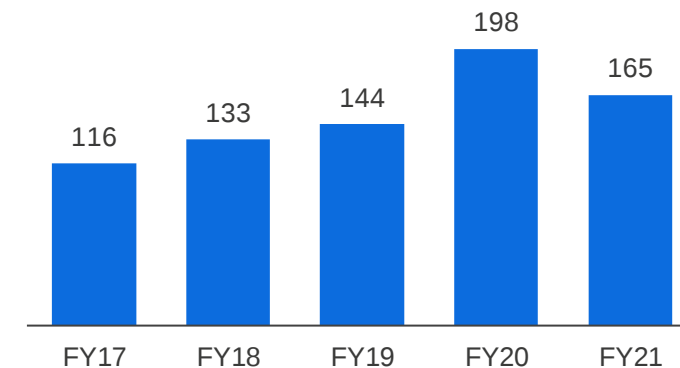
- Management EBITDA of \$165m, down from \$198m
- Funds management revenue² \$145m, down from \$212m:
 - Base fees lower in Australia
 - c.\$9m in performance fee vs c.\$66m in prior period
- Asset management revenue³ \$139m, up from \$105m:
 - Stable underlying residential fees
 - US Military housing redevelopment fees c.\$40m
 - Continued pressure on retail asset management fees

Outlook

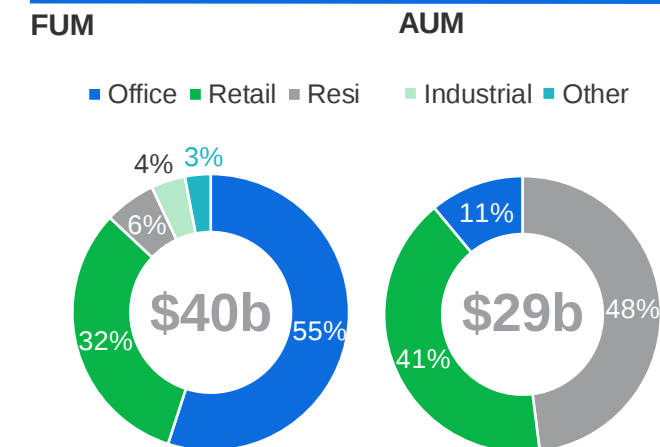
- Funds under management (FUM) of \$39.6b:
 - Opportunity to double FUM as urbanisation pipeline is delivered:
 - >\$50b of investment grade product in c.\$100b urbanisation pipeline
 - External opportunities: work in progress on new fund launches
- Assets under management (AUM) of \$28.5b:
 - Residential \$13.7b: potential growth from apartments for rent
 - Retail \$11.8b: COVID risk to occupancy and income
 - Office \$3.0b: opportunities to grow portfolio

1. Comparative period the year ended 30 June 2020.
 2. Fees generated from the management of \$40b of FUM.
 3. Fees generated from the management of \$29b of AUM.

Management EBITDA (\$m)



Investments platform (\$b)



Investments

Ownership earnings

Performance¹

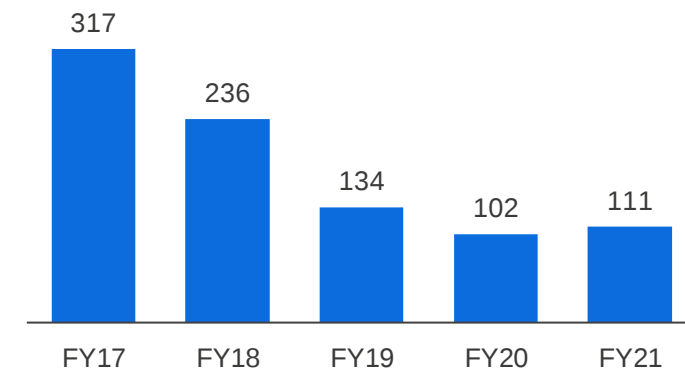
- EBITDA of \$111m, up from \$102m:
 - Recovery from worst of COVID-19 impacts
 - Higher asset sale profits in prior year
- Operating conditions by sector:
 - Retirement Living returns recovering
 - Office market utilisation affected by lockdowns
 - Challenging retail operating conditions
 - Residential: solid detached housing, subdued CBD apartments
- Investment portfolio \$3.5b, down from \$4.0b:
 - Divestment of US Telecommunications business
 - Sold 25% of Retirement Living business, c.\$450m
 - Disciplined approach on new investment opportunities restricted the redeployment of capital

Outlook

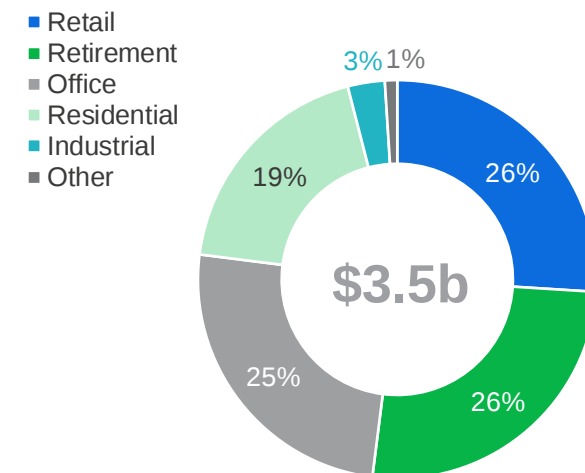
- Enter FY22 with smaller investment portfolio
- Expect underlying investment returns to improve
- Target to grow investment portfolio:
 - Co investment positions in urbanisation product
 - External market opportunities

1. Comparative period the year ended 30 June 2020.

Ownership EBITDA (\$m)



Investments by sector (\$b)



Non core

Segment performance

- EBITDA loss of \$139m includes:
 - Additional Engineering provision of \$175m (\$168m after tax) relating to claims on historical projects
 - \$10m of exit costs¹ accounted for as part of the Engineering sale
 - Operating performance of:
 - Services business, including \$15m pre tax of costs relating to the wind down of the Energy and Technology unit
 - Engineering business prior to completion of sale
 - Retained engineering projects post sale of Engineering business

Summary P&L (\$m)

FY21

EBITDA	(139)
Interest	1
D&A	(59)
Net Tax Benefit	16
Loss after Tax	(181)

Sale of Engineering business complete

- Completed sale to Acciona on 9 September 2020:
 - Total contractual proceeds of \$197m, \$150m received to date:
 - Final payment outstanding
 - Working capital cash balance of \$411m transferred to buyer

Sale of Services business²

- Agreement to sell Services business to Service Stream for \$310m subject to final completion adjustments:
 - Transaction subject to conditions including client and third party consents
 - Full amount of sale proceeds due to be received on completion of the sale, expected prior to the end of CY21

1. Exit related costs included implementation and selling costs, indemnities included in the sale agreement and potential costs to cover concluding projects retained by the Group.

2. Agreement post balance date.

Business review and Outlook

Tony Lombardo
Global CEO

Sydney: Sydney Place
on Gadigal Country
Artist's impression

Business review

Business Review

- Strategy and strategic priorities confirmed

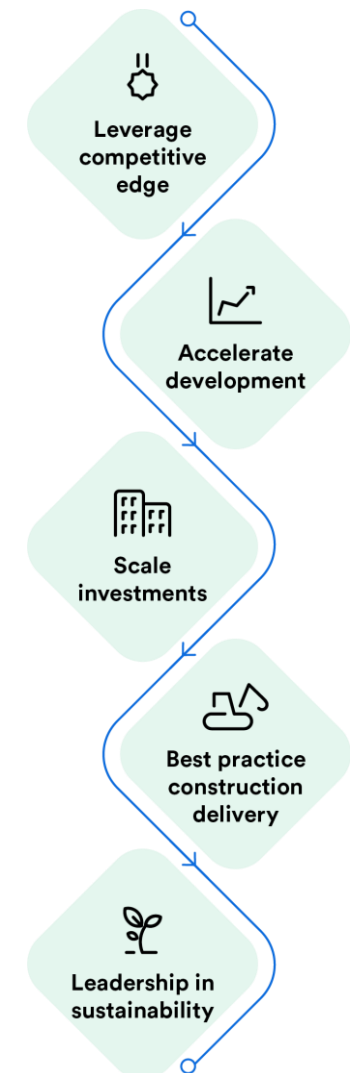
Organisational structure

- New organisation and management structure to extract the most out of the strategy
- Substantial cost savings from organisational restructure and simplification post divestments
- Target savings of >\$160m (pre tax) annualised
 - Restructuring charge estimate of \$130m to \$170m (pre tax) expected in H1 FY22 statutory profit
 - Benefits of cost reduction expected to be realised from H2 FY22

Development

- Portfolio review:
 - Underlying strength of portfolio reaffirmed, underpinned by a capital efficient business model
 - COVID to impact timing and profitability of projects over the next two years
 - Refinement of investment partner approach to drive improved alignment between development profit with risk/reward and cash flows from FY22
 - Impairment of \$230m to \$290m (pre tax) expected in H1 FY22 statutory profit, c.5-7% of Development segment capital:
 - Small number of projects where a material change in development strategy is under consideration
 - Strategic options being considered to expedite the release of capital for redeployment
- Outlook for performance of Development segment:
 - \$8b+ production target reaffirmed: anticipated to be achieved by FY24
 - ROIC target anticipated to be achieved by FY24

Strategic priorities



Outlook

FY22 Outlook

- Reset year for the Group:
 - Organisational restructure
 - Development segment impacted by COVID
 - Core operating profit expected to be predominantly earned in H2 FY22
- Statutory profit to be impacted by the expected restructuring charge and development impairment arising from business review

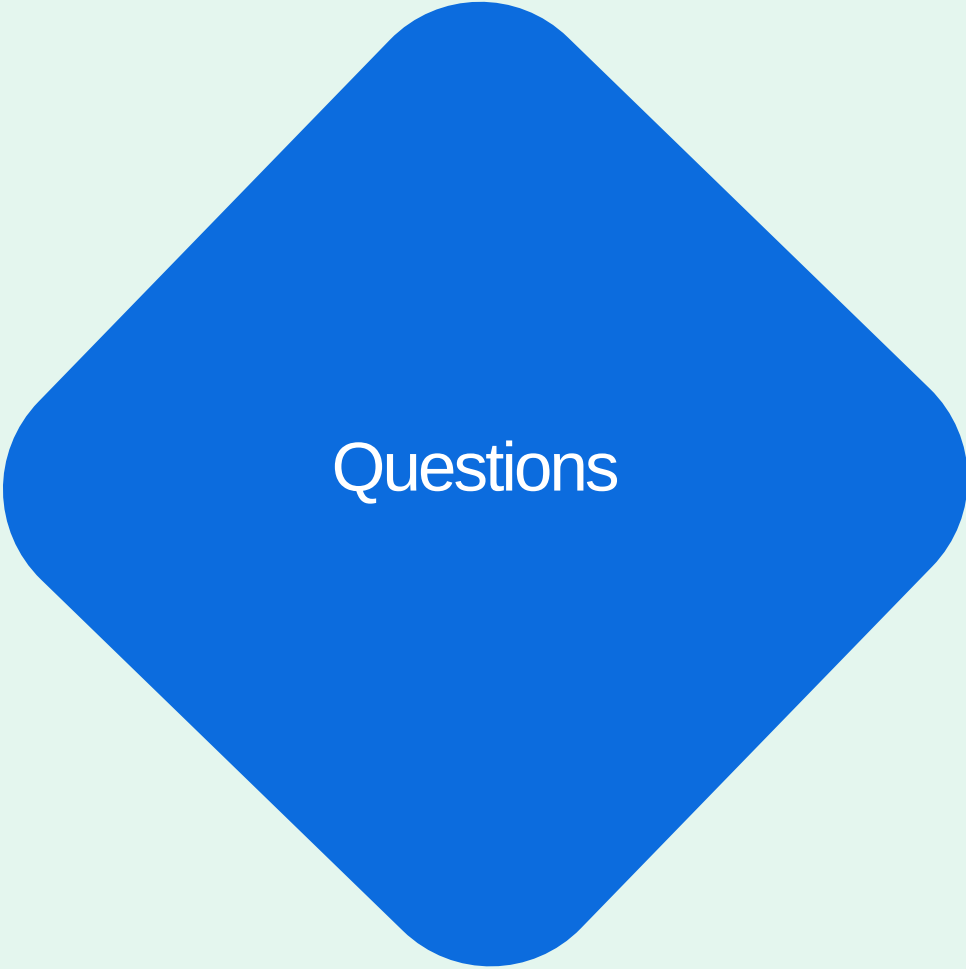
Anticipated Core operating returns¹

	Target	FY22
Development ROIC	10-13%	2-5%
Construction EBITDA Margin	2-3%	2-3%
Investments ROIC	6-9%	5-8%

Strategy for long term growth

- Positioned to improve returns as operating conditions recover:
 - Competitive edge from integrated model, track record and placemaking
 - \$114b development pipeline
 - Delivery expertise in Construction
 - Opportunity for significant growth in Investments platform
- ROE target range of 8-11% anticipated to be met by FY24

1. Excludes impact of expected restructuring charge and development impairment arising from business review.



Questions

2021 Full Year Results Appendix

16 August 2021

lendlease

Sydney: Darling Square
on Gadigal Country
and Wangal Country

Overview





Our operating segments

Chicago:
The Cooper, Southbank

Our business model is how we generate earnings. The model is integrated when more than one segment is engaged on a single project.

Development

The Development segment is predominantly focused on the creation of mixed use precincts that comprise apartments, workplaces and associated leisure and entertainment amenities. The Group also develops outer suburban masterplanned communities and retirement living villages.

Core financial returns

- Development margin
- Development management fees
- Origination fees

Construction

The Construction segment provides project management, design and construction services, predominantly in the commercial, residential, mixed use, defence and social infrastructure sectors.

Core financial returns

- Construction margin¹
- Project management and construction management fees

1. From external clients. Construction margin on internal work captured in the Development segment.

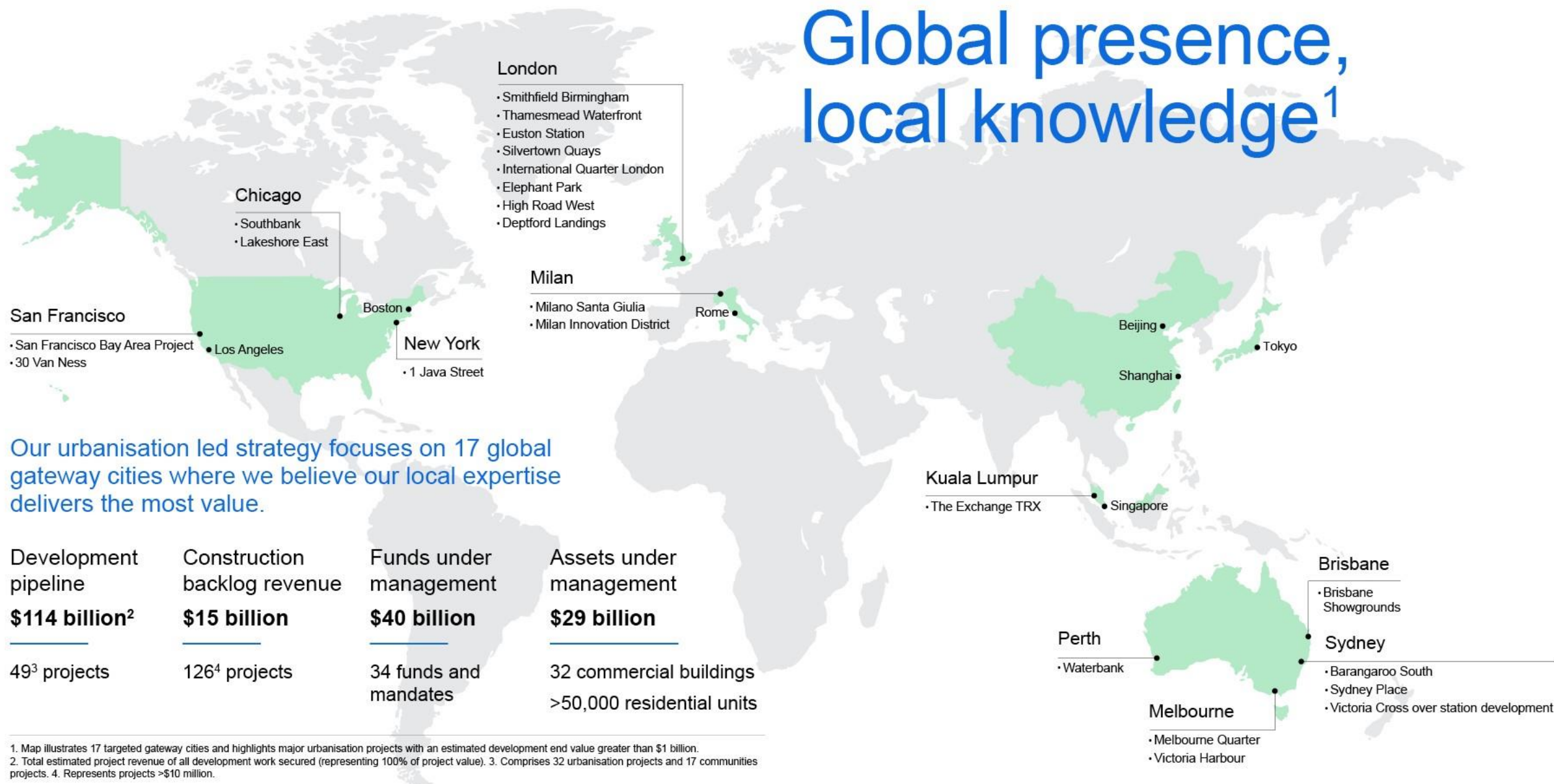
Investments

The Investments segment comprises a leading investment and asset management platform and the Group's investments across the residential, office, retail, industrial and retirement sectors.

Core financial returns

- Fund and asset management fees
- Income and capital growth on ownership interests

Global presence, local knowledge¹



Value creation

Melbourne:
Melbourne Quarter on
Wurundjeri Country
(Artist's impression)



Health and Safety

Health and Safety is our number one priority. We remain committed to the health and safety of our people, our partners, and all of those who interact with a Lendlease place.



Financial

A strong balance sheet and access to third party capital enables Lendlease to fund the execution of its pipeline and deliver quality earnings for our securityholders.



Our People

Our people are the greatest contributors to our success and enable us to fulfil our purpose of creating value through places where communities thrive.



Our Customers

Designing and delivering innovative, customer driven solutions allows us to win the projects we want to win and ultimately deliver the best places.



Sustainability

Sustainability is core to our planning and clear in our outcomes. We have a proud history of giving emphasis to environmental, social and economic impacts.

Health and safety

Every day, tens of thousands of people around the world come to a Lendlease place to work. As our business grows, so do the number of workers in our care.

Everyone has the right to be safe: our people, and all who interact with us.

Our Global Minimum Requirements set out the minimum environmental, health and safety standards designed to control risks associated with our operations.

We're building a culture of care so we can look out for ourselves and each other. It's about people's physical safety and their mental wellbeing.

Sydney:
Randwick Campus

Financial

London:
International Quarter London
(Artist's impression)

Portfolio Management Framework

1. Invested Capital Mix

Development	40-60% (<50%) ¹
Investments	40-60% (>50%) ¹

Australia	40-60%
International regions ²	10-25%

2. Core Business EBITDA Mix³

Development	40-50%
Construction	10-20%
Investments	35-45%

3. Target Returns

Core Operating ROE	8-11%
Development ROIC ⁴	10-13%
Construction EBITDA Margin	2-3%
Investments ROIC ⁴	6-9%

4. Capital Structure

Gearing ⁵	10-20%
Investment grade credit rating	

5. Distribution Policy³

Distribution payout ratio	40-60%
---------------------------	--------

1. Reflects strategic direction. 2. Per region.
3. Core operating profit based measure.
4. Return on Invested Capital (ROIC) through cycle target based on rolling three to five year timelines. 5. Gearing definition: net debt to total tangible assets less cash.

We focus on Return on Equity and Earnings per Security as measures of return for securityholders.

The Portfolio Management Framework provides the structure for capital allocation and generating returns across the operating segments of Development, Construction and Investments.

When these segments combine to leverage the competitive advantage of our integrated model, value can be enhanced for our securityholders, partners and the community.

A strong balance sheet and access to third party capital enables Lendlease to fund the execution of its pipeline.

For information about Lendlease's financial performance please visit www.lendlease.com/investor-centre

Our People

An inclusive work environment inspires employees and drives innovation and business growth. We support our people by fostering a culture of collaboration, knowledge sharing and continuous learning.

We recognise and reward individual and team achievements, including outstanding safety performance, project excellence and exceptional customer outcomes.

We aim to create a work environment that:

- Cares for its people;
- Is team oriented, inclusive and diverse;
- Provides inspirational leadership; and
- Fosters a culture aligned to purpose and values.

Sydney:
Darling Square on
Gadigal Country and
Wangal Country

Our Customers

Our customers range from individuals in living and leisure settings to the largest government, investment and corporate organisations.

Customer satisfaction (C-SAT) and advocacy (NPS) are measured across our operations globally on an annual basis.

We use this information to understand customer needs and improve interactions and satisfaction.

Sustainability

Our vision is to live in a world warmed by no more than 1.5°C and to be responsible for creating measured social value on the journey.

Creating thriving communities

SUSTAINABILITY IMPERATIVES



SUSTAINABLE
ECONOMIC GROWTH



VIBRANT AND RESILIENT
COMMUNITIES AND CITIES



HEALTHY PLANET
AND PEOPLE

ENVIRONMENTAL FOCUS



Resources and materials



Climate action



Nature and pollution

SOCIAL VALUE FOCUS



Economic prosperity



Community inclusion



Wellbeing

TARGETS



WE ARE A 1.5°C
ALIGNED COMPANY

Net Zero Carbon
Scope 1&2 by 2025
Absolute Zero by 2040



\$250m SOCIAL VALUE
BY 2025

Assessing shared value
partnerships beyond project
and asset obligations

A photograph of a modern, multi-story building at night. The building features a curved facade with numerous windows, many of which are illuminated from within, creating a warm glow against the dark blue sky. The building has a contemporary design with a mix of glass and solid panels. In the foreground, there are some trees and a street with a few cars. A large, white, diamond-shaped overlay is positioned on the left side of the image, containing the text "Group Financials" in a blue, sans-serif font.

Group Financials

Chicago: The Cooper, Southbank

Income Statement (Statutory Result)

\$m	FY20	FY21
Revenue from contracts with customers	11,671	9,771
Other revenue	163	121
Cost of sales	(11,361)	(9,132)
Gross profit	473	760
Share of profit of equity accounted investments	(13)	100
Other income	352	488
Other expenses	(1,195)	(916)
Results from operating activities from continuing operations	(383)	432
Finance revenue	12	9
Finance costs	(165)	(146)
Net finance costs	(153)	(137)
Profit/(loss) before tax from continuing operations	(536)	295
Income tax (expense)/benefit from continuing operations	194	(75)
Profit/(loss) after tax from continuing operations	(342)	220
Profit/(loss) after tax from discontinued operations	32	2
Profit/(loss) after tax	(310)	222
Profit/(loss) after tax attributable to:		
Members of Lendlease Corporation Limited	(342)	128
Unitholders of Lendlease Trust	32	94
Profit/(loss) after tax attributable to securityholders	(310)	222
External non controlling interests	-	-
Profit/(loss) after tax	(310)	222
<i>Earnings per Stapled Security from continuing operations</i>	<i>cents</i> (56.7)	32.0
<i>Earnings per Stapled Security</i>	<i>cents</i> (51.4)	32.3

Reconciliation of Core Operating Profit¹

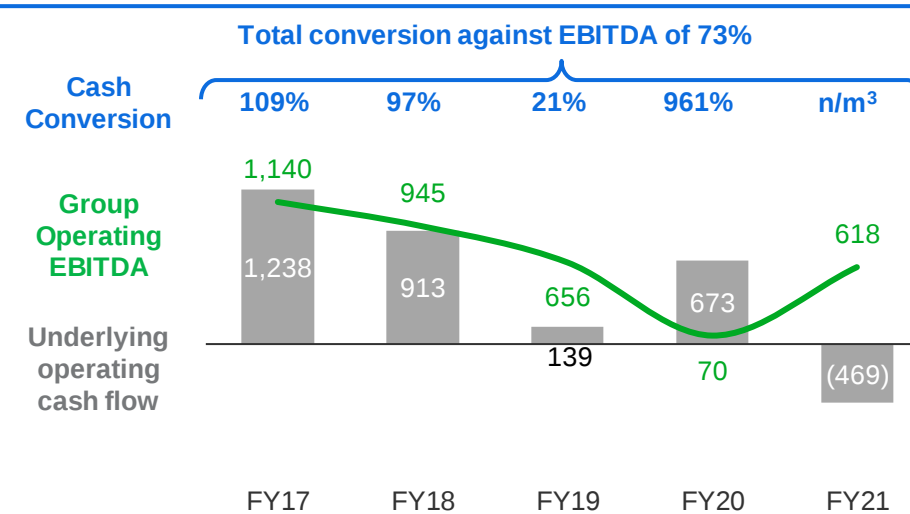
\$m	FY20 ²	FY21
Core Operating Profit After Tax	206	377
Add / (less): Investment properties revaluations ³	(19)	(1)
Add / (less): Financial assets revaluations ³	(10)	46
Add / (less): Equity accounted investments revaluations ³	(72)	(19)
Add / (less): Impairment losses relating to intangibles	(9)	-
Total Non Operating Items (post tax)	(110)	26
Non Core Profit After Tax	(406)	(181)
Profit after tax attributable to securityholders	(310)	222

1. Statutory profit adjusted for non operating items. These include non-cash backed property related revaluation movements of Investment Property, Other Financial Assets and Equity accounted Investments in the Investments segment, and other non-cash adjustments or non-recurring items such as impairment losses relating to Goodwill and other Intangibles.
2. The tax impact of adjustments has been estimated by applying weighted average tax rates.
3. Assets in the Investments segment only.

Underlying operating cash flow^{1,2}

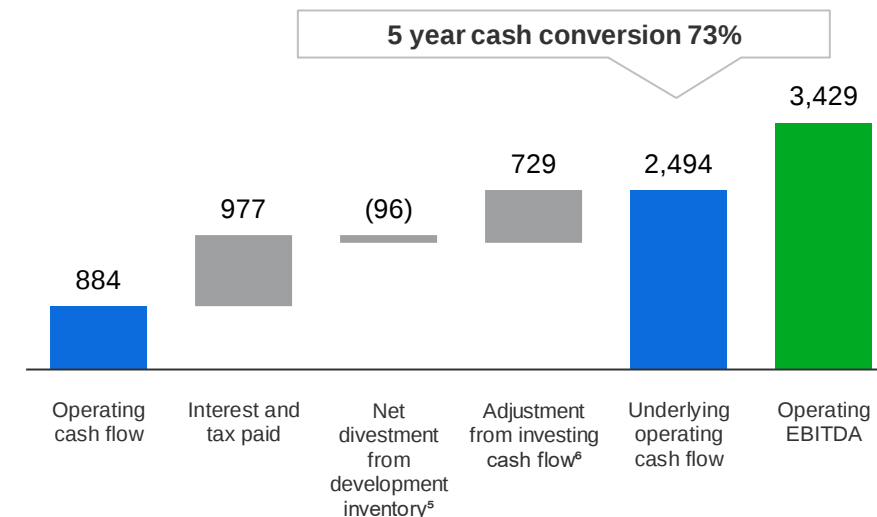
Cash conversion (5 years) (\$m)

- Underlying operating cash flow has been included to provide a more accurate cash comparator against Group EBITDA
- This represents 73% of Group EBITDA over the 5 year period



Reconciliation⁴ (5 years) (\$m)

- Lendlease has delivered underlying operating cash flow of \$2.5b from FY17 to FY21
- \$1b has been paid in interest and tax
- Following capital partner transactions at One Sydney Harbour Towers One and Two in FY21, there has been a net \$0.1b reduction in development inventories across the five year period⁵
- \$0.7b has been generated from the sell down of deconsolidated development entities and realised net gain on sales of assets (classified as statutory investing cash flow)⁶



- Balances include cash flows relating to both continuing and discontinued operations.
- FY17 – FY20 historical EBITDA and underlying operating cash flow has been restated to align with the change to operating profit reporting. Underlying cash flow has been adjusted to exclude Investments segment property revaluations crystallised upon sale of assets.
- Cash conversion is nonmeaningful for FY21.
- Refer to Financial and Operational Metrics data file for full reconciliation.
- Movement in development properties inventory, less movement in deferred land payments.
- Reallocation reflects cash proceeds from sell down of development entities and realised gains on sale of assets not reflected in operating cash flow.

FY21 underlying operating cash flow¹

In FY21 Lendlease delivered underlying operating cash flow of \$(469)m

\$m	Statutory	Adjustments	Underlying
Cash Flows from Operating Activities			
Cash receipts in the course of operations	9,531	-	9,531
Cash payments in the course of operations	(8,916)	(1,021) ¹	(9,937)
Dividends/distributions received	80	-	80
Deconsolidation of development entities	-	(227) ²	(227)
Realised gains on sale of assets	-	84 ³	84
Interest received	6	(6)	-
Interest paid in relation to other corporations	(128)	128	-
Interest in relation to lease liabilities	(20)	20	-
Income tax paid in respect of operations	(85)	85	-
Net cash provided by operating activities	468	(937)	(469)
Cash Flows from Investing Activities			
Sale/redemption of investments	573	(84) ³	489
Acquisition of investments	(301)	-	(301)
Acquisition of/capital expenditure on investment properties	(110)	-	(110)
Net loan drawdowns from associates and joint ventures	(13)	-	(13)
Disposal of consolidated entities (net of cash disposed and transaction costs)	(266)	227 ²	(39)
Disposal of property, plant and equipment	22	-	22
Acquisition of property, plant and equipment	(53)	-	(53)
Acquisition of intangible assets	(68)	-	(68)
Net increase in development inventory	-	1,021 ¹	1,021
Net cash used in investing activities	(216)	1,164	948

1. Balances include cash flows relating to both continuing and discontinued operations.

Overview

- **Underlying operating cash flow** is derived by adjusting statutory cash flows to better reflect operating cash generated by the Group from its operating model prior to:
 - Payment of interest and tax
 - Reinvestment in the Group's pipeline

Summary of adjustments

1. Net decrease in development inventory

During the period there was a reduction in development inventories, net of deferred land payments, which has been reclassified as an investing activity

2. Cash proceeds/disposed from sell down of development entities

Net cash disposed from deconsolidation of development entities is reclassified as an operating activity, to align with the treatment of cash flows prior to deconsolidation

3. Realised gains on sale of assets

Lendlease is an active investment manager, with realised gains/losses on sale of assets included in EBITDA. Accordingly, gains on disposal are reclassified as an operating activity. This does not include the crystallisation on sale of historical property revaluations in the Investments segment which are excluded from Operating EBITDA

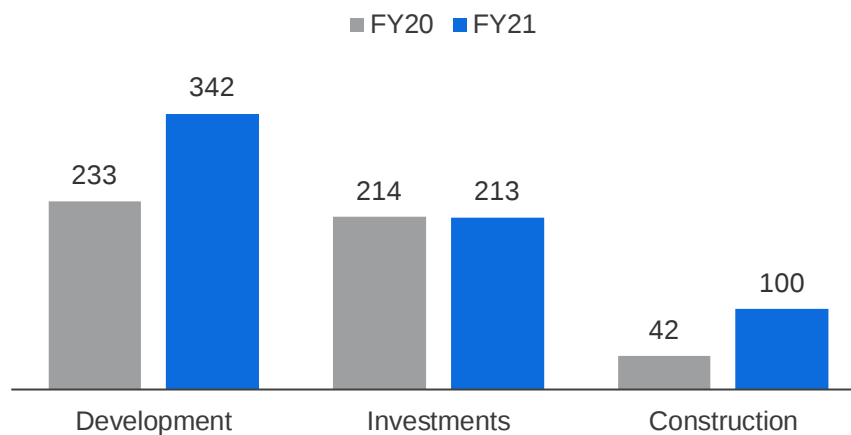
Portfolio Management Framework

1. Targets represent PMF refresh following strategy update in August 2020 and reflects change to operating earnings focus where relevant.
2. FY21 has been calculated on Core Operating Earnings.
3. Distribution payout ratio is nonmeaningful in FY20 due to the Group statutory loss.
4. Return on Invested Capital (ROIC) is calculated using the Profit after Tax divided by the arithmetic average of beginning, half and year end invested capital.
5. Through-cycle target based on rolling three to five year timeline.

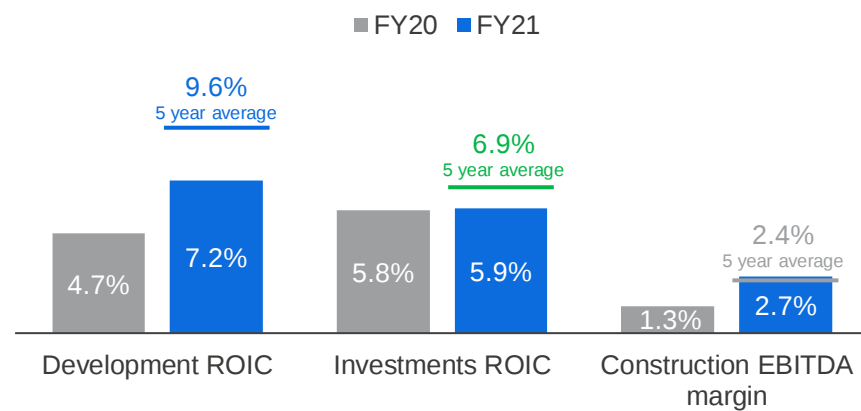
	Target ¹	FY20	FY21
Total Group Metrics			
Core Operating ROE	8-11%	3.1%	5.4%
Distribution payout ratio ²	40-60%	n/a ³	49%
Gearing	10-20%	5.7%	5.0%
Core Business EBITDA Mix			
Development	40-50%	45%	51%
Construction	10-20%	14%	19%
Investments	35-45%	41%	30%
Core Business Segment Returns			
Development ROIC ⁴	10-13% ⁵	4.7%	7.2%
Construction EBITDA margin	2-3%	1.3%	2.7%
Investments ROIC ⁴	6-9% ⁵	5.8%	5.9%
Segment Invested Capital Mix			
Development	40-60%	56%	55%
Investments	40-60%	44%	45%
Regional Invested Capital Mix			
Australia	40-60%	42%	39%
Asia	10-25%	17%	19%
Europe	10-25%	22%	23%
Americas	10-25%	19%	19%

Segment financial metrics

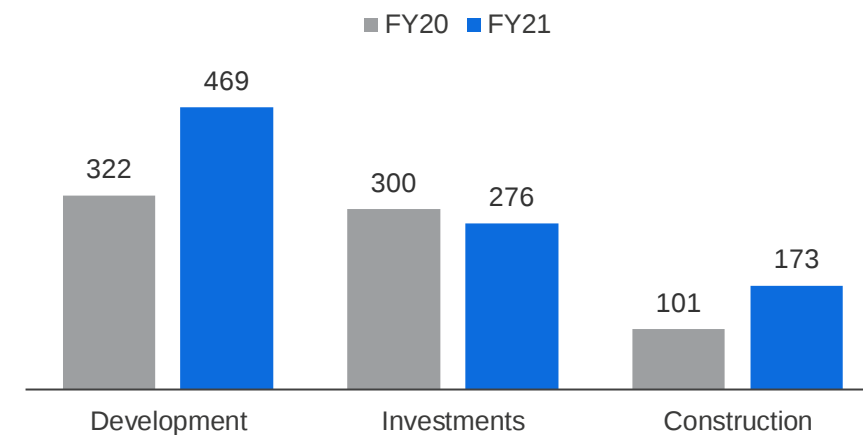
Operating Profit after Tax (\$m)



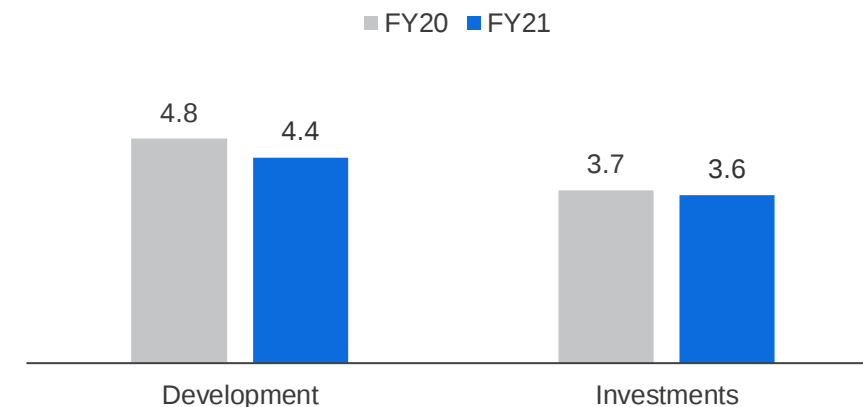
ROIC¹ (Development and Investments), EBITDA margin (Construction)



Operating EBITDA (\$m)



Invested capital (Development and Investments) (\$b)



1. Return on Invested Capital (ROIC) is calculated using the Profit after Tax divided by the arithmetic average of beginning, half and year end invested capital.

Exchange rates

Income Statement

Local	Foreign	FY20 ¹	FY21 ²
AUD	USD	0.67	0.75
AUD	GBP	0.53	0.55
AUD	EUR	0.61	0.63
AUD	SGD	0.93	1.00

Statement of Financial Position

Local	Foreign	FY20 ³	FY21 ⁴
AUD	USD	0.69	0.75
AUD	GBP	0.56	0.54
AUD	EUR	0.61	0.63
AUD	SGD	0.96	1.01

1. Average foreign exchange rate for the full year 2020.
2. Average foreign exchange rate for the full year 2021.
3. Spot foreign exchange rate at 30 June 2020.
4. Spot foreign exchange rate at 30 June 2021.

FY21 Regional EBITDA to PAT reconciliation

\$m	Operating EBITDA ¹	Net interest	D&A ²	PBT	Tax	Operating PAT ¹
Australia						
Development	396	(1)	(3)	392	(114)	278
Construction	112	-	(9)	103	(31)	72
Investments	135	-	(5)	130	(33)	97
Total Australia	643	(1)	(17)	625	(178)	447
Asia						
Development	(20)	-	(1)	(21)	2	(19)
Construction	20	-	(5)	15	(5)	10
Investments	54	-	(1)	53	2	55
Total Asia	54	-	(7)	47	(1)	46
Europe						
Development	70	2	(7)	65	4	69
Construction	2	(1)	(8)	(7)	9	2
Investments	(12)	-	-	(12)	6	(6)
Total Europe	60	1	(15)	46	19	65
Americas						
Development	23	1	(3)	21	(7)	14
Construction	39	(3)	(13)	23	(7)	16
Investments	99	(1)	(3)	95	(28)	67
Total Americas	161	(3)	(19)	139	(42)	97
Corporate						
Group Services	(128)	(14)	(90)	(232)	63	(169)
Group Treasury	(33)	(120)	-	(153)	44	(109)
Total Corporate	(161)	(134)	(90)	(385)	107	(278)
Total Core Business	757	(137)	(148)	472	(95)	377
Non Core	(139)	1	(59)	(197)	16	(181)
Total Group	618	(136)	(207)	275	(79)	196

1. Statutory earnings adjusted for non operating items. These include non-cash backed revaluation movements of Investment Property, Other Financial Assets and Equity accounted Investments in the Investments segment, and other non-cash adjustments or non-recurring items such as impairment losses relating to Goodwill and other Intangibles.

2. Depreciation and amortisation.

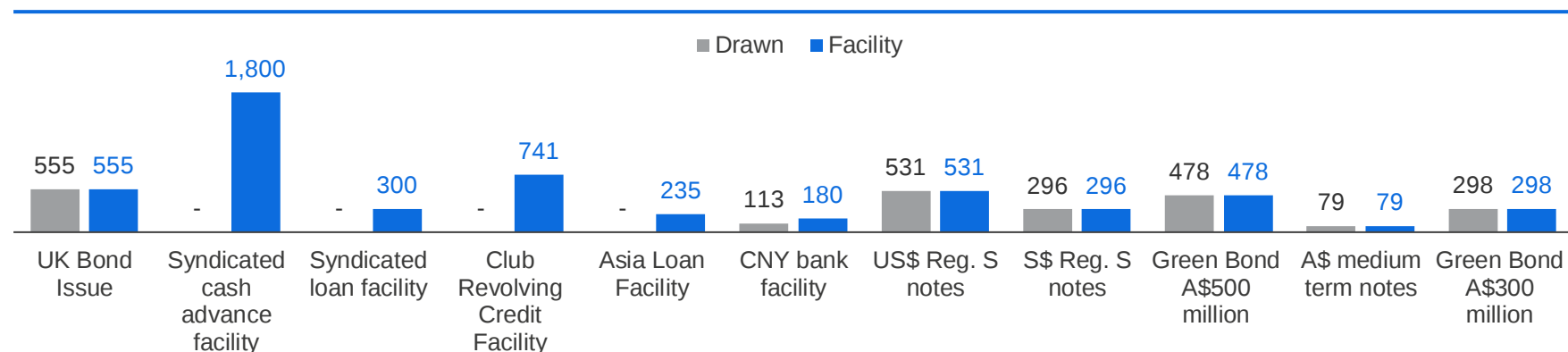
Debt metrics

		FY20	FY21
Net debt ¹	\$m	833	695
Borrowings to total equity plus borrowings	%	25.7	25.3
Net debt to total tangible assets, less cash ¹	%	5.7	5.0
Interest cover ²	times	2.8	6.4
Average cost of debt	%	3.4	3.6
Average debt maturity	years	4.2	4.9
Average debt mix fixed: floating	ratio	56:44	87:13
Undrawn facilities	\$m	4,226	3,268

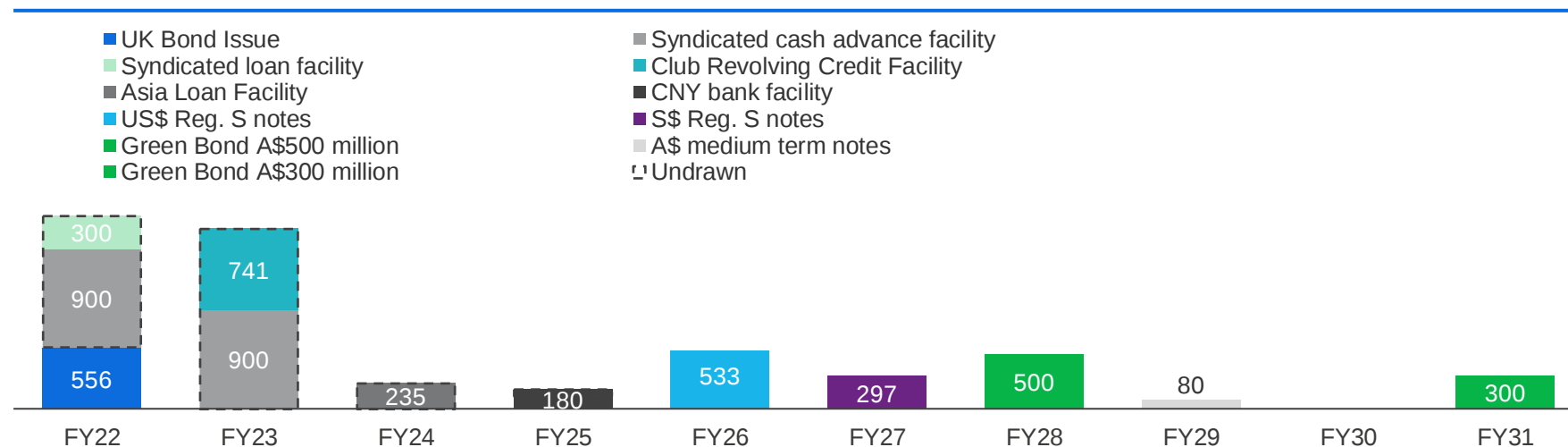
1. FY20 includes cash and cash equivalents which have been classified as Disposal Group assets held for sale.
2. EBITDA plus interest income, divided by interest finance costs, including capitalised finance costs. EBITDA has been adjusted to exclude one off items related to the Engineering business.

Debt facilities and maturity profile

Debt facilities¹ (\$m)



Debt maturity profile² (\$m)



1. Values are shown at amortised cost.
2. Values are shown at gross facility value.

Key dates for investors

	Date
FY21 results released to market / final distribution declared	16 August 2021
Securities quoted ex distribution on the Australian Securities Exchange	20 August 2021
Final distribution record date	23 August 2021
Market Briefing	30 August 2021
Final distribution payable	15 September 2021
Annual General Meetings	12 November 2021

Development Segment

Artist's impression of Victoria Cross, Level 29 Terrace. Indicative only as at June 2021 and subject to planning and other approvals. Views shown are indicative only as at June 2021 and subject to planning and other approvals. Prospective lessees should make their own enquiries as to surrounding developments, both current and future, including any impacts they may have on view lines from Victoria Cross.

Sydney: Victoria Cross on Cammeraygal Country

Earnings drivers

Development

ROIC target 10-13%

Invested capital \$4.4b

Pipeline¹
\$113.6b

Urbanisation

\$100.4b¹

Including 23² major projects in 10 gateway cities

Apartments
for Sale

\$41.6b
pipeline

Apartments
for Rent

\$25.0b
pipeline

Commercial

\$33.8b
pipeline

Communities

\$13.2b¹

17² projects

Communities

\$13.2b
pipeline¹

Production target of \$8b+ p.a.

1. Total estimated project revenue of all development work secured (representing 100% of project value). 2. Total of 49 development projects, comprising a total of 32 urbanisation projects and 17 communities projects.

Development FY21

Overview

- The Development segment is predominantly focused on the creation of mixed use precincts that comprise apartments, workplaces and associated leisure and entertainment amenity. The Group also develops outer suburban masterplanned communities and retirement living villages
- Financial returns are generated via development margin, development management fees and origination fees

Drivers¹

- Despite the challenging operating environment, several pipeline opportunities were converted:
 - Investment partnerships:
 - One Sydney Harbour, Towers 1 and 2 (\$325m to EBITDA)
 - Milan Innovation District, Phase 1 (\$51m to EBITDA)
 - Forward funding Melbourne Quarter Tower (\$55m to EBITDA)
- COVID-19 reduced economics of conversions and delayed others:
 - London lockdowns – writeback of profit on apartments for rent at Elephant Park and delay in progression of IQL²
 - Apartments for sale settlement delays on completed product
 - Apartments for sale launches: next stages at Southbank in Chicago and Elephant Park in London
- New commencements:
 - TRX Residences Tower B, Kuala Lumpur: 453 apartments
 - One Sydney Harbour Tower 2, Sydney: 322 apartments
 - Park and Sayer, London: 301 apartments
 - 100 Claremont, New York: 166 apartments
- Development management fees across projects in delivery
- Completion of Two Melbourne Quarter: c.51,000sqm office tower
- Australian Communities:
 - Settlements: 2,228 lots, up 17%
 - Sales: 1,940 lots, up 44%

Performance

		FY20	FY21
Core business EBITDA mix	%	45	51
ROIC	%	4.7	7.2
Invested capital	\$b	4.8	4.4
Production	\$b	5.0	3.8

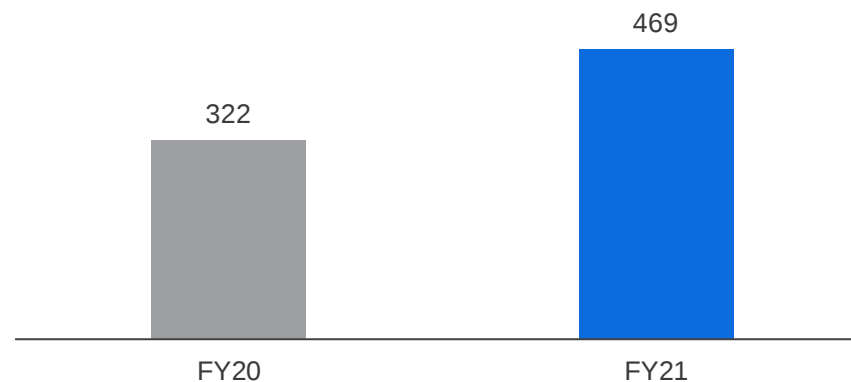
Outlook

- \$8.4b³ additions to pipeline including new urbanisation projects secured:
 - Smithfield, Birmingham – \$3.5b³
 - 1 Java Street, New York – \$1.0b³
 - La Cienega Boulevard, Los Angeles – \$0.8b³
 - 60 Guest Street, Boston – \$0.8b³
 - Tokyo data centre – \$0.8b³
 - Certis Cisco Centre, Singapore – \$0.5b³
- \$113.6b³ development pipeline:
 - Urbanisation: 32 projects, 23 major projects in 10 gateway cities
 - Communities: 17 projects with c.44,000 lots
- Work in Progress⁴: \$14.5b
 - \$5.9b apartments for sale
 - \$1.3b apartments for rent
 - \$6.9b commercial
 - \$0.4b communities
- FY22 profitability to be impacted by:
 - COVID delays and related project economics
 - Communities settlements to remain below 3,000–4,000 target

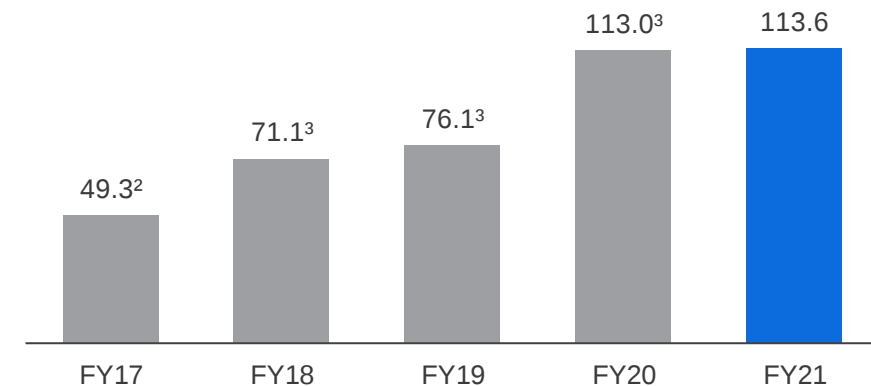
1. Comparative period the year ended 30 June 2020.
 2. International Quarter London.
 3. Total estimated project revenue of all development work secured (representing 100% of project value).
 4. End value of Development Pipeline in delivery as at period end (representing 100% of project value).

Development earnings / pipeline

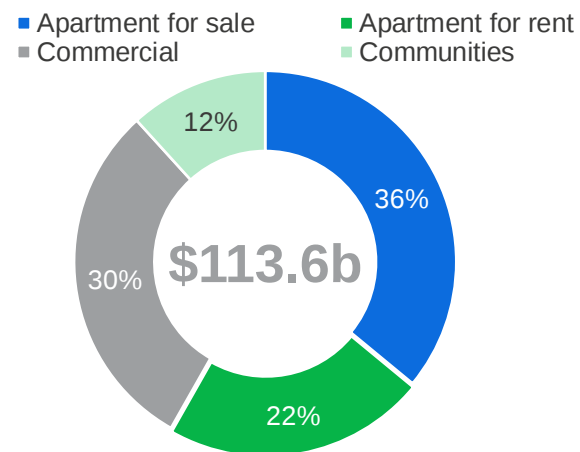
EBITDA (\$m)



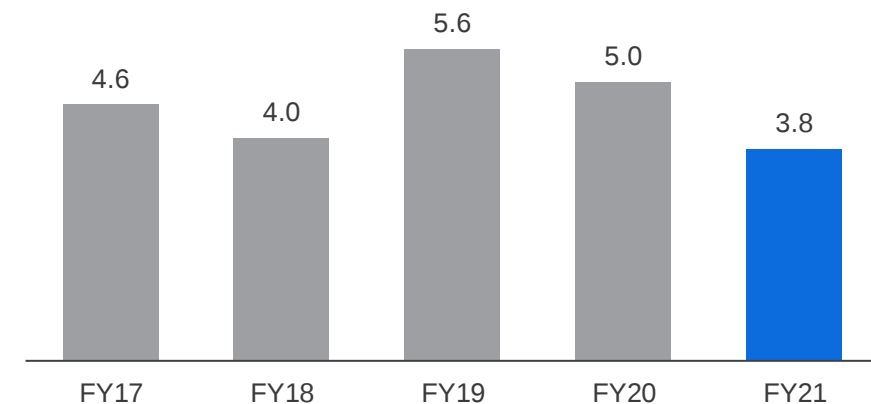
Pipeline¹ (\$b)



FY21 pipeline¹ by product



Production⁴ (\$b)

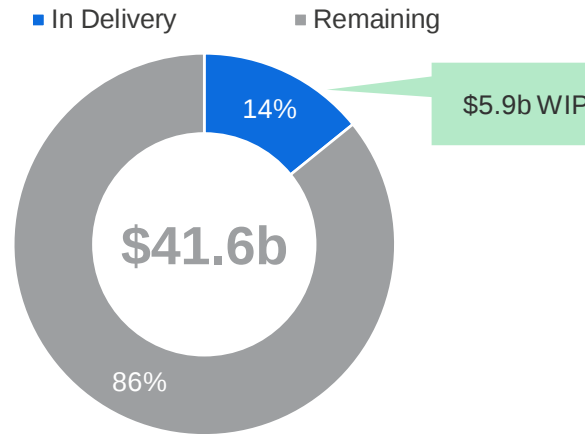


1. Total estimated project revenue of all development work secured (representing 100% of project value).
2. FY17 includes Australian Retirement pipeline. FY18 onwards excludes Australian Retirement pipeline which is now included in the Investments segment following the Retirement Living transaction.
3. FY18, FY19 and FY20 include \$0.1b, \$0.2b and \$0.3b of Infrastructure pipeline respectively.
4. Project end value on product completed during a financial period (representing 100% of project value).

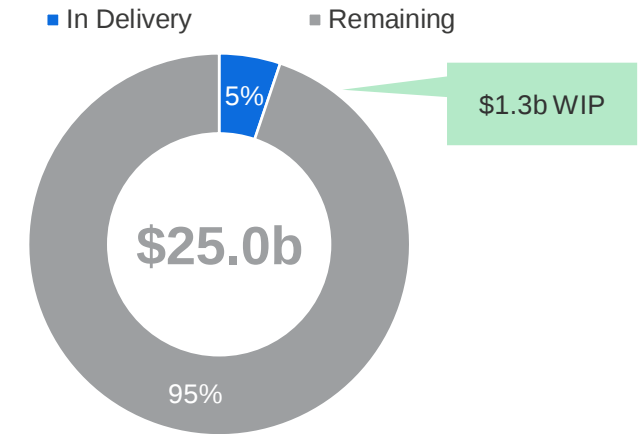
Pipeline¹
provides long
term earnings
visibility:

\$14.5b Work in Progress
and \$99.1b remaining

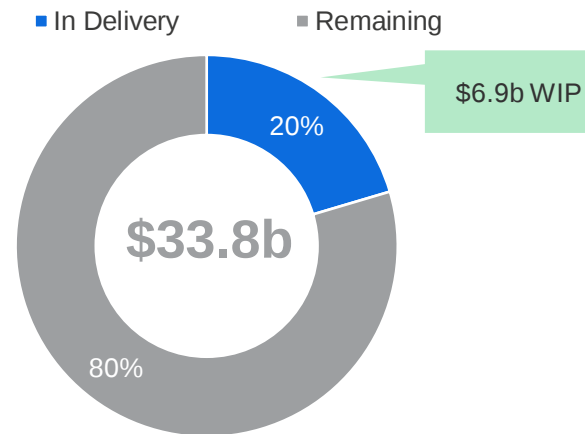
Apartments for Sale (\$b)



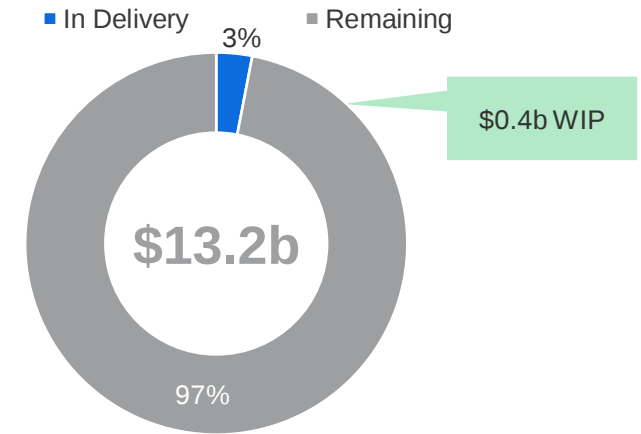
Apartments for Rent (\$b)



Commercial (\$b)



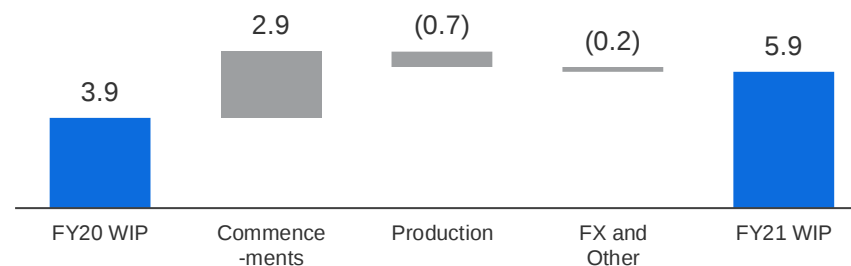
Communities (\$b)



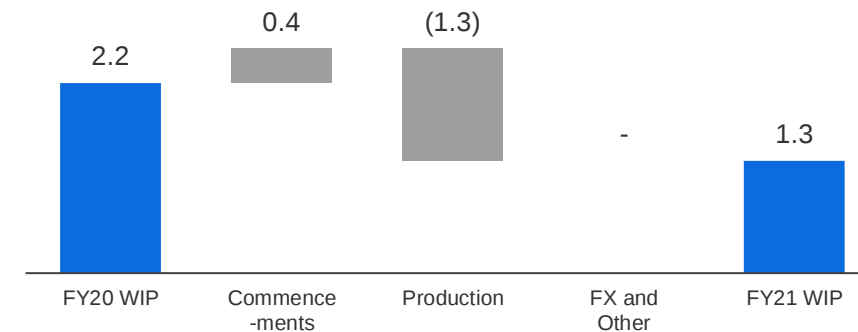
1. Total estimated project revenue of all development work secured (representing 100% of project value).

Work in Progress¹ by product

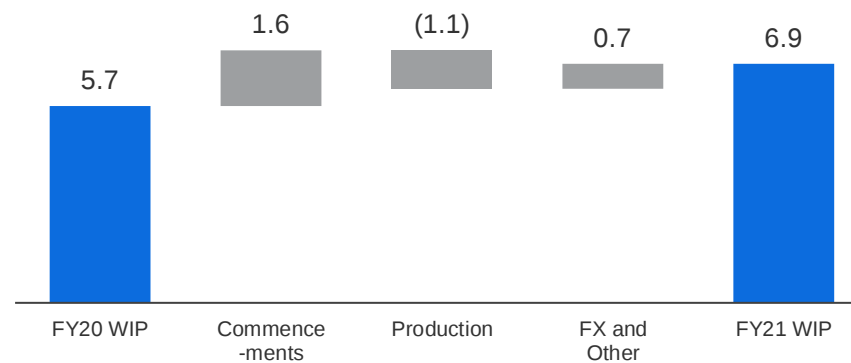
Apartments for Sale – WIP (\$b)



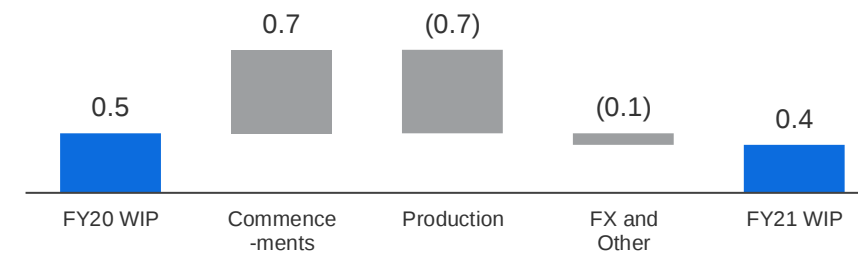
Apartments for Rent – WIP (\$b)



Commercial – WIP (\$b)



Communities – WIP (\$b)



1. End value of Development Pipeline in delivery as at period end (representing 100% of project value).

Urbanisation development

FY21 apartment settlements

	Ownership	Units	\$m
Australia			
Melbourne Quarter - East Tower	50%	240	169
Total Australia		240	169
Europe			
Elephant Park - Park Central West	100%	91	56
Elephant Park - Park Central East	100%	75	45
Elephant Park - West Grove 2	100%	24	39
Deptford Landings - Cedarwood Square	100%	38	38
Other		12	21
Total Europe		240	199
Total Americas		141	268
Total apartment for sale settlements		621	636

Apartments for rent completions

City	Project	Building	Ownership	Units	End value ¹ (\$b)
London	Elephant Park	Park Central West	20%	354	0.5
London	Elephant Park	Park Central East	20%	309	0.4
Chicago	845 West Madison	845 West Madison	38%	586	0.4
Total apartments for rent completions				1,249	1.3

Commercial completions

City	Project	Building	Capital model	Sector	Ownership ²	sqm '000	End value ¹ (\$b)
Melbourne	Melbourne Quarter	Two Melbourne Quarter	Fund through	Office	-	51	0.6
Melbourne	Melbourne Connect	Melbourne Connect	BOOT ³	Office	10%	40	0.3
Shah Alam	Setia City Mall II	Setia City Mall	Joint Venture	Retail	20%	41	0.2
London	International Quarter London	Pavilion	Joint Venture	Retail	50%	1	-
Total commercial completions						133	1.1

1. Total estimated project revenue of all development work secured (representing 100% of project value).
2. Reflects effective ownership interest at 30 June 2021.
3. Build, Own, Operate, Transfer.

Communities

Communities settlements

	FY20		FY21	
	Lots	\$m	Lots	\$m
Queensland	549	123	873	187
New South Wales	255	122	265	100
Victoria	940	252	857	233
South Australia	96	15	40	4
Western Australia	58	14	193	43
Total Australia	1,898	526	2,228	567
Europe	-	-	1¹	59
Americas	-	-	204	13
Total	1,898	526	2,433	639

Communities sales

	FY20		FY21	
	Lots	\$m	Lots	\$m
Queensland	532	124	704	175
New South Wales	341	131	234	93
Victoria	283	77	831	237
South Australia	60	8	22	3
Western Australia	131	30	149	34
Total Australia	1,347	370	1,940	542
Europe	-	-	1¹	59
Americas	-	-	204	13
Total	1,347	370	2,145	614
Total presales	1,725	469	1,435	441

1. Chiswick – Englobo sale.

Apartment settlements and completion profile:

\$7.2b Work in Progress

City	Project	Building	Total units	Ownership	Presold	Units presold ¹	Presales ¹ (\$b)	Delivery Date ²
Residential for sale apartments								
Manchester	Potato Wharf	Potato Wharf Block 3 & 4	191	100%	80%	152	0.1	FY22
Chicago	Lakeshore East	Cirrus	350	43%	~3	~3	~3	FY22
London	Elephant Park	MP4 - H11A	104	100%	100%	104	0.1	FY23
New York	100 Claremont	100 Claremont	166	32%	~3	~3	~3	FY23
Sydney	Barangaroo South	Residences One and Residences Two	637	75%	70%	447	2.5	FY24
Kuala Lumpur	The Exchange TRX	RESIDENSI TRX I - Towers A & B	896	60%	35%	314	0.2	FY24
London	Elephant Park	Park and Sayer	301	100%	44%	131	0.1	FY24
Chicago	Southbank	The Reed	216	50%	~3	~3	~3	FY24

City	Project	Building	Total units	Ownership	Delivery date ²
Residential for rent apartments					
Shanghai	Ardor Gardens	Ardor Gardens	878	100%	FY22
Chicago	Lakeshore East	Cascade	503	43%	FY22
London	Elephant Park	MP4 - H11A	118	50%	FY23
London	Elephant Park	Park and Sayer	123	50%	FY24
Chicago	Southbank	The Reed	224	50%	FY24

1. Closing presales balance as at 30 June 2021.
2. Based on expected completion date of underlying buildings, subject to change in delivery program. Not indicative of cash or profit recognition.
3. Project information is commercial in confidence.

Commercial completion profile

\$6.9b Work in Progress

City	Project	Capital model	Ownership	sqm '000 ¹	Building	Completion date ²
Milan	Milano Santa Giulia	Fund Through ³	50%	28	Spark One	FY22
Milan	Milano Santa Giulia	Fund Through ³	50%	18	Spark Two	FY22
Milan	Milan Innovation District	BOOT ⁴	100%	8	MIND Village	FY22
Sydney	Sydney Place	Joint Venture	20%	58	Salesforce Tower	FY23
Kuala Lumpur	The Exchange TRX	Joint Venture	60%	122	Retail	FY23
Melbourne	Melbourne Quarter	Fund Through ³	0%	75	Melbourne Quarter Tower	FY24
Kuala Lumpur	The Exchange TRX	Joint Venture	60%	18	Office	FY24
Kuala Lumpur	The Exchange TRX	Joint Venture	60%	29	Hotel	FY24
Sydney	Victoria Cross over station development	Joint Venture	75%	58	Victoria Cross over station development	FY25
Total				414		

1. Floor space measured as Net Lettable Area.
2. Based on expected completion date of underlying buildings, subject to change in delivery program. Not indicative of cash or profit recognition.
3. A funding model structured through a forward sale to a capital partner resulting in staged payments prior to building completion.
4. Build, Own, Operate, Transfer.

Conversion of secured pipeline

Indicative conversion timing¹ of secured residential for sale pipeline to FY26

City	Units	FY22	FY23	FY24	FY25	FY26
London ²	3,217					
Sydney ³	212					
Perth ⁴	108					
York ⁵	608					
Chicago ⁶	344					
Melbourne ⁷	2,204					
Kuala Lumpur ⁸	1,630					
Milan ⁹	776					
Brisbane ¹⁰	504					
San Francisco ¹¹	333					
Birmingham ¹²	580					
Total	10,516					

Indicative conversion timing¹ of secured residential for rent pipeline to FY26

City	Project	Units	FY22	FY23	FY24	FY25	FY26
Milan	Milan Innovation District - Stage 1	358					
London	Deptford	639					
Milan	Milano Santa Giulia - Stage 1	388					
Los Angeles	La Cienega	260					
London	High Road West - Stage 1	433					
Chicago	Southbank	340					
New York	1 Java	848					
Milan	Milano Santa Giulia - Stage 2	512					
Milan	Milan Innovation District - Stage 2	354					
Birmingham	Smithfield	361					
San Francisco Bay Area	San Francisco Bay Area Project	c2,900					
Total		7,393					

1. Subject to planning approvals, contractual conditions and market.
2. Silvertown Quays, Deptford Landings, International Quarter London, Elephant Park, High Road West.
3. Barangaroo South.
4. Waterbank.
5. Hungate.
6. Lakeshore East.
7. Victoria Harbour and Melbourne Quarter.
8. The Exchange TRX.
9. Milano Santa Giulia.
10. Brisbane Showgrounds.
11. 30 Van Ness.
12. Smithfield.

Conversion of secured pipeline

Indicative conversion timing¹ of secured commercial pipeline to FY26

City	Project	Sectors	sqm '000 ²	FY22	FY23	FY24	FY25	FY26
Milan	Milan Innovation District - Stage 1	Office / Retail / Hotel	99					
Perth	Waterbank	Office	11					
Brisbane	Brisbane Showgrounds - Stage 1	Office	15					
Greater Tokyo	Lendlease Data Centre Partners	Other	48					
Boston	60 Guest	Office	32					
Singapore	Certis Cisco Centre	Office	30					
Milan	Milano Santa Giulia - Stage 1	Office / Retail / Hotel	79					
London	Elephant Park	Office	44					
Kuala Lumpur	The Exchange TRX	Hotel	13					
Los Angeles	La Cienega	Office	23					
Chicago	Southbank	Office	112					
Brisbane	Brisbane Showgrounds - Stage 2	Office	32					
London	International Quarter London - Stage 1	Office	34					
London	Silvertown	Office	47					
Milan	Milan Innovation District - Stage 2	Office	74					
San Francisco	30 Van Ness	Office	25					
London	International Quarter London - Stage 2	Office	29					
Birmingham	Smithfield	Office / Retail	22					
Milan	Milano Santa Giulia - Stage 2	Office	11					
Total			780					

1. Subject to planning approvals, contractual conditions, market, and tenant precommitments.

2. Floor space measured as Net Lettable Area.

Major urbanisation project summary

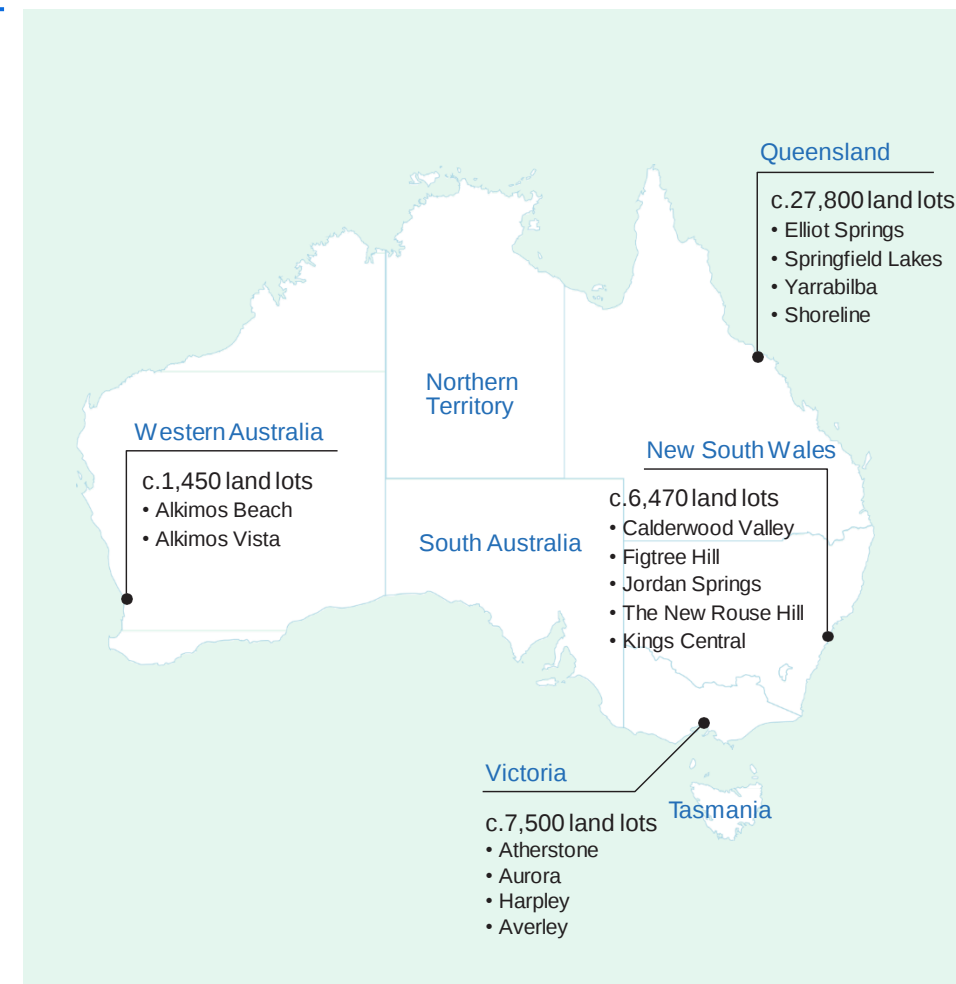
Region	Project	Project secured	Delivery commenced ¹	Completion date ²	Residential backlog units	Commercial backlog sqm '000 ³	Estimated end value (\$b) ⁴	Land payment model
Australia	Barangaroo South	FY09	FY12	FY26	849	1	4.2	Staged payment
	Sydney Place	FY12	FY17	FY23	-	58	2.2	Upfront payment
	Victoria Harbour	FY01	FY04	FY29	2,041	-	2.0	Land management
	Brisbane Showgrounds	FY09	FY11	FY33	2,206	61	2.0	Land management
	Melbourne Quarter	FY13	FY16	FY26	769	75	1.7	Land management
	Waterbank, Perth	FY13	FY22	FY29	1,308	12	1.4	Land management
	Victoria Cross, Sydney ⁵	FY19	FY20	FY25	-	58	1.2	Staged payment
Asia	The Exchange TRX, Kuala Lumpur	FY14	FY17	FY28	2,526	187	3.9	Staged payment
Europe	Thamesmead Waterfront, London	FY20	FY27	FY40+	11,500	82	14.5	Land management
	Euston Station, London	FY18	FY26	FY40+	2,000	400	10.5	Land management
	Silvertown Quays, London	FY18	FY23	FY35	3,000	440	6.4	Land management
	Milano Santa Giulia	FY18	FY20	FY34	3,251	166	4.3	Land management
	Milan Innovation District	FY19	FY21	FY32	1,125	348	3.6	Staged payment
	Smithfield, Birmingham	FY21	FY25	FY35	3,079	126	3.5	Land management
	International Quarter London ⁶	FY10	FY14	FY32	350	147	3.1	Staged payment
	High Road West, London	FY18	FY23	FY31	2,501	14	2.0	Land management
	Elephant Park, London	FY10	FY12	FY26	905	47	2.0	Staged payment
Americas	Deptford Landings, London	FY14	FY16	FY29	1,489	9	1.3	Upfront payment
	San Francisco Bay Area project	FY20	FY23	FY38	15,000	n/a ⁷	19.5	Land management
	Lakeshore East, Chicago	FY19	FY20	FY26	1,197	2	2.0	Staged payment
	Southbank, Chicago	FY15	FY16	FY26	780	113	1.7	Upfront payment
	30 Van Ness, San Francisco	FY17	FY24	FY26	333	25	1.5	Upfront payment
	1 Java, New York	FY21	FY24	FY26	848	2	1.0	Upfront payment
Other urbanisation projects					2,103	152	4.9	
Total urbanisation					59,160	2,525	100.4	

- Includes forecast commencement dates, subject to change in delivery program.
- Based on expected completion date of underlying buildings, subject to change in delivery program.
- Floor space measured as Net Lettable Area.
- Total estimated project revenue of all development work secured (representing 100% of project value).
- Victoria Cross over station development.
- During the period, the Group disposed of its 50 per cent stake in International Quarter London – North and purchased the remaining 50 per cent stake in International Quarter London – South.
- Commercial in confidence.

Communities

Key metrics

- \$13.2b pipeline¹
- 16 projects across five Australian states, 1 US project
- c.44,000 lot pipeline
- Target settlements: 3,000 – 4,000 lots p.a.



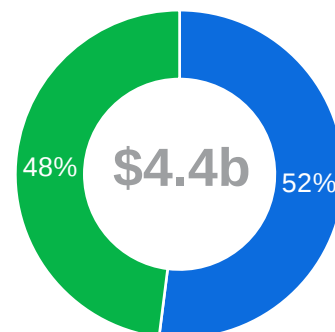
1. Total estimated project revenue of all development work secured (representing 100% of project value).

Capital efficient business model

\$2.3b of invested capital in land and infrastructure controls \$113.6b development pipeline

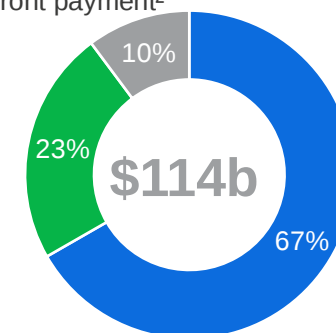
FY21 development invested capital

- Land and Infrastructure
- Production



FY21 development pipeline – land payment structure

- Land management
- Staged payment¹
- Upfront payment²



90% capital efficient

Land management model

- Pricing at drawdown or completion of individual plots
- Revenue share based on projected revenue
- Staged infrastructure contributions to manage capital at risk
- Downside protection:
 - Residual land value flexes
 - Share in upside value creation
- Land owner shares value capture of 'placemaking'

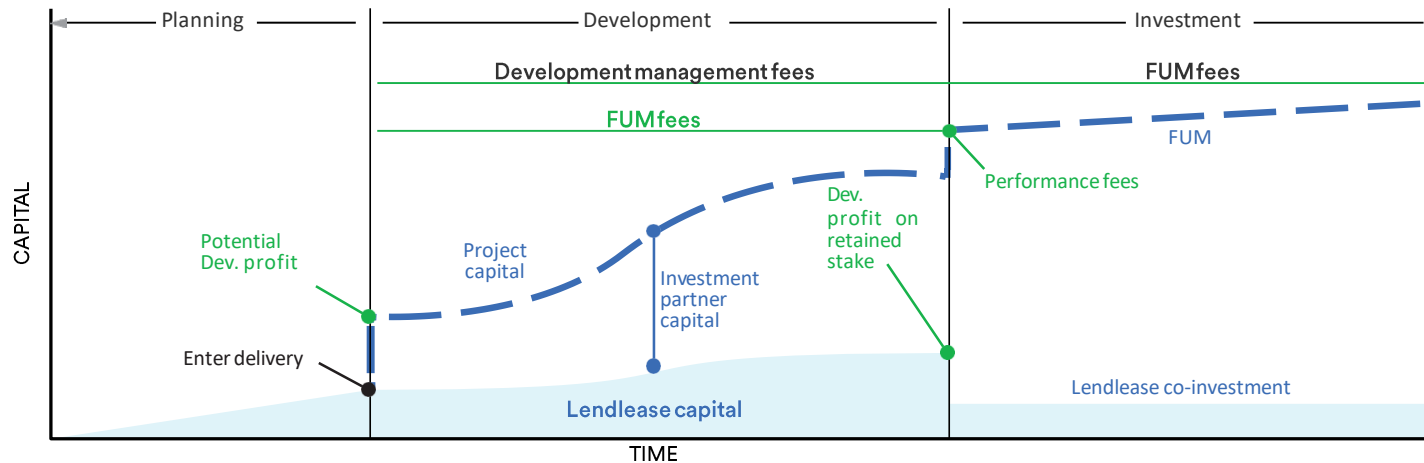
Master plan flexibility

- Land management model facilitates staged drawdown of land
- Pause development in uneconomic or weak market conditions
- Ability to remix master plan in partnership with land owner
- Milestones and sunsets structured to provide flexibility
- Ability to enhance master plan yield in partnership with land owner over time

- Land price and timing agreed upfront at either a fixed value or percentage of end value. Transfer of land plots may occur upfront, or, be staged to match payment schedule. Draw down of land plots at Developer discretion within longstop dates.
- Land acquired and fully transferred to the Developer upfront.

Investment partner funding model - example

Example assumes Lendlease retains 25% stake during Development phase



Key features

- Introduce investment partner prior to entering delivery:
 - Profit upfront on sell-down under single asset and programmatic models
 - Typically no or limited profit upfront under partnership model approach where Lendlease and partner originate the deal together
- Under all models, potential for Lendlease to earn development management fee and FUM fees during delivery
- Typically small Lendlease co-investment post-completion with ongoing management rights and FUM fees
- Structure adopted on:
 - International Towers Sydney, Barangaroo (commercial): Single asset model
 - International Quarter London (commercial): Single asset model
 - Milano Santa Giulia: Programmatic model
 - Paya Lebar Quarter: Partnership model

Case study: International Towers Sydney, Barangaroo South (Towers 2 & 3)

- Secured in 2009 to regenerate large mixed use precinct
- Concept plan approved 2010
- Tenant pre-commitment of c.70% across two towers
- c.\$2b Lendlease International Towers Sydney Trust (LLITST) created to forward fund the towers in 2012:
 - Investment partners 75%
 - Lendlease 25% co-investment
- Profit streams through the lifecycle of project:
 - Upfront sell-down profit
 - Development management fees
 - Performance fees
 - FUM fees
- Investment partners received attractive returns:
 - Value from additional leasing
 - Above market rents through placemaking
 - Cap rate compression on completion of towers
- 2021 – 11 years after securing the project:
 - All development profit converted to cash
 - Co-investment 3.9% (c.\$170m)
 - FUM of \$4.9b

Construction Segment



Earnings drivers

Construction

EBITDA margin
target 2-3%

Backlog
\$14.9b

Australia

Revenue
in the last
12 months

\$2.9b

\$8.6b backlog realisation

FY22	FY23	Post FY23
45%	32%	23%
External Backlog		Internal Backlog
\$6.3b		\$2.3b

Asia

Revenue
in the last
12 months

\$0.3b

\$0.7b backlog realisation

FY22	FY23	Post FY23
53%	31%	16%
External Backlog		Internal Backlog
\$0.1b		\$0.6b

Europe

Revenue
in the last
12 months

\$0.9b

\$1.7b backlog realisation

FY22	FY23	Post FY23
61%	32%	7%
External Backlog		Internal Backlog
\$1.3b		\$0.4b

Americas

Revenue
in the last
12 months

\$2.4b

\$3.9b backlog realisation

FY22	FY23	Post FY23
40%	30%	30%
External Backlog		Internal Backlog
\$3.6b		\$0.3b

Construction FY21

Overview

- The Construction segment provides project management, design and construction services, predominantly in the commercial, residential, mixed use, defence and social infrastructure sectors
- Financial returns are generated via project management and construction management fees, in addition to construction margin¹

Drivers²

- Revenue of \$6.4b, EBITDA of \$173m:
 - Revenue down 16% on COVID related impacts
 - Lockdowns and social distancing measures impacting productivity
 - Projects on hold
 - Delays in securing/commencing new projects
- EBITDA margin 2.7%, up from 1.3%:
 - Portfolio performed well, despite a weaker outcome in Europe
 - Margins boosted by disciplined cost management in response to COVID
- New work secured of \$8.8b, up from \$7.5b:
 - Public sector activity in Australia and Europe the main source of new work secured
 - Australia: \$4.3b, steady - includes Defence projects, Tweed Valley Hospital, Caboolture Hospital and Geelong Arts Centre
 - Americas: \$2.5b, stable – remains well below historical averages reflecting subdued activity in key markets along with delays in projects being brought to market
 - Europe: \$1.5b, up from \$0.5b, predominantly for Government clients across social infrastructure

Performance

		FY20	FY21
Core business EBITDA mix	%	14	19
EBITDA margin	%	1.3	2.7
New work secured	\$b	7.5	8.8
Backlog	\$b	13.9	14.9

Outlook²

- Backlog revenue of \$14.9b, up from \$13.9b:
 - Diversified by sector, client and target market/geography
 - Major project³ sector exposures: Commercial 32%, Defence 25%, Residential 18%, Social Infrastructure 18%
 - Major project³ client breakdown: Government 45%; Corporate 31%; Internal 24%
 - Australia \$8.6b: RAAF Tindal Stage 6 and USFPI Airfield Works, Tweed Valley Hospital, Sydney Metro Martin Place Integrated Station Development, Residences One and Two – One Sydney Harbour
 - Americas \$3.9b: Privatised Army Lodging, 4 Hudson Square
- Backlog realisation:
 - FY22: 46%
 - FY23: 32%
 - Post FY23: 22%
- Composition of backlog:
 - \$11.3b external: margin generated for Construction segment
 - \$3.6b internal: integrated projects contributing to Development ROIC

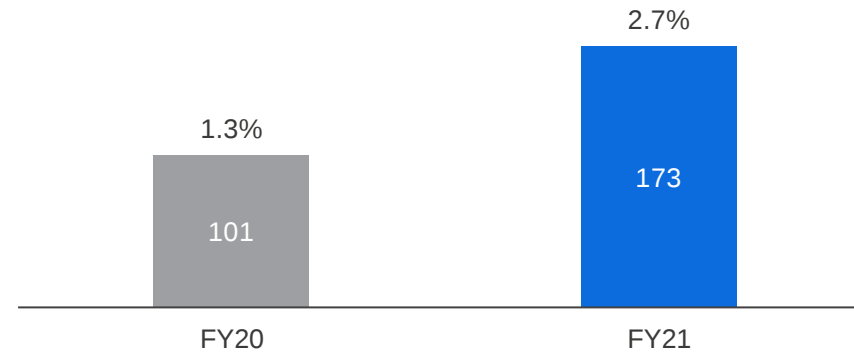
1. From external clients, unless otherwise stated.

2. Comparative period the year ended 30 June 2020.

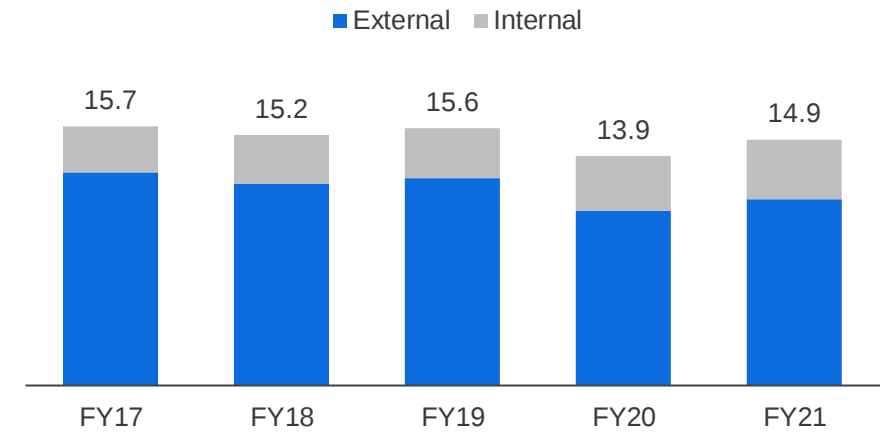
3. Includes all Construction projects with backlog greater than \$100m, which represents 85% (\$12.7b) of secured backlog.

Construction

EBITDA (\$m) & EBITDA margin (%)

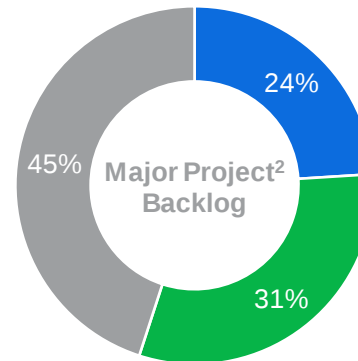


Backlog (\$b)¹



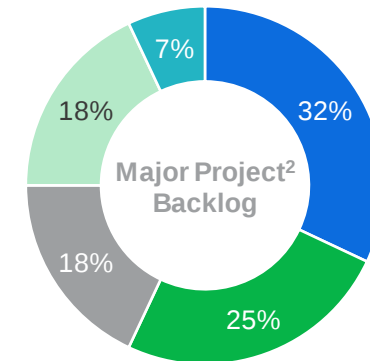
FY21 backlog by client

■ Lendlease ■ Corporate ■ Government



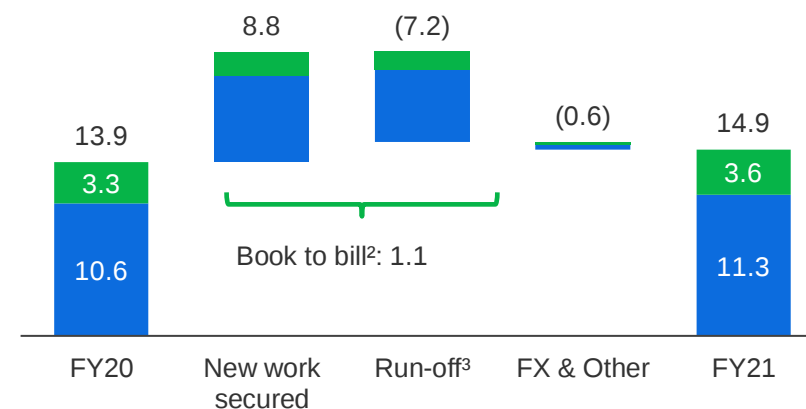
FY21 backlog by sector

■ Commercial
■ Defence
■ Residential
■ Social
■ Other

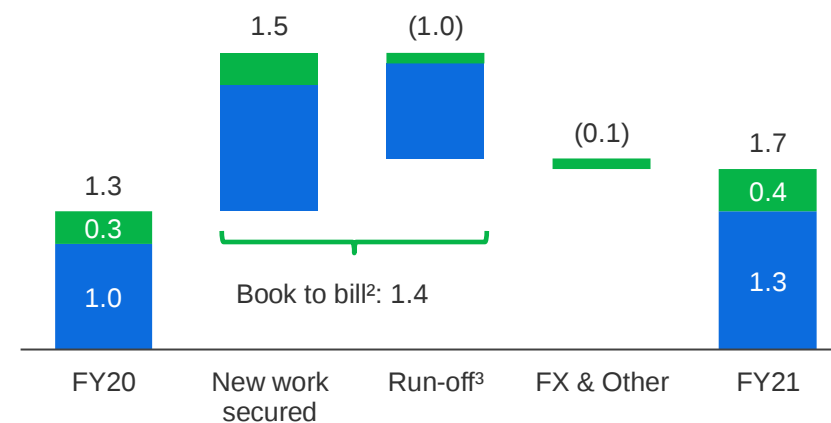


1. FY17 – FY19 internal and external backlog presentation derived based on Construction projects with backlog greater than \$100m.
2. Includes all Construction projects with backlog greater than \$100m, which represents 85% (\$12.7b) of secured backlog.

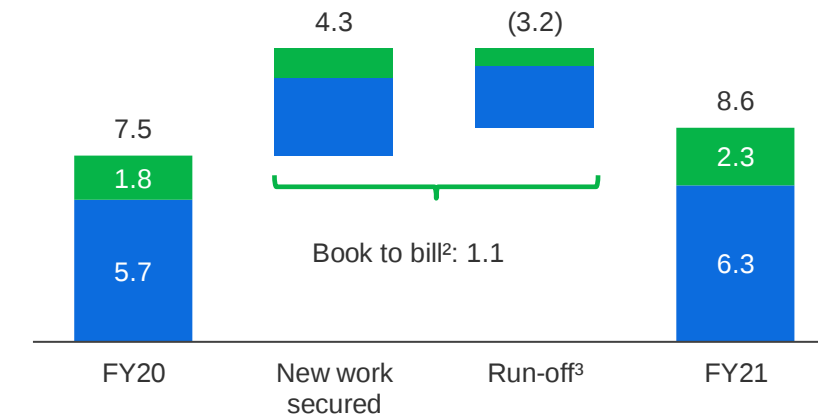
Construction backlog by region

Group (\$b)¹

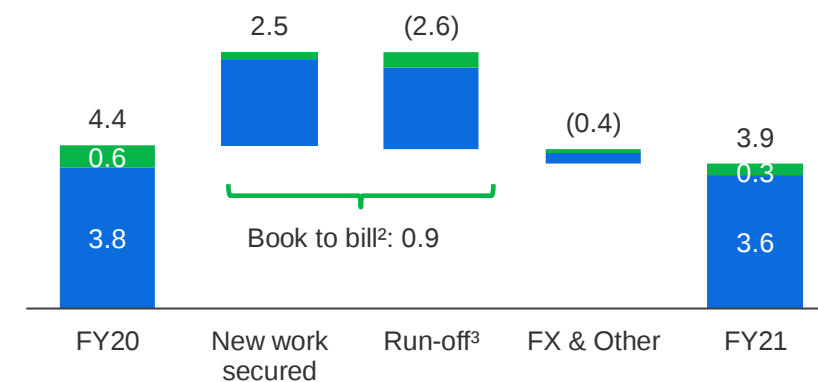
Europe (\$b)



Australia (\$b)



Americas (\$b)



1. Internal revenue not included in the Construction segment financial performance.
2. Ratio calculated as external new work secured over external revenue realised to the nearest million.
3. Run-off includes revenue on internal integrated projects.

Construction

Major new projects secured^{1,2}

Project	Location	Contract type ³	Completion date ⁴	Sector
Australia				
NCIS-3 HMAS Stirling and Henderson	WA	MC	FY25	Defence
AIR 7000 Phase 1B AIR 555	SA	MC	FY24	Defence
Land 121 Phase 5B	National	MC	FY24	Defence
Residences Two, One Sydney Harbour ⁵	NSW	D&C	FY24	Residential
Melbourne Quarter Tower ⁵	VIC	D&C	FY24	Commercial
Tweed Valley Hospital	NSW	D&C	FY23	Social Infrastructure
555 Collins Street	VIC	D&C	FY23	Commercial
Caboolture Hospital	QLD	MC	FY24	Social Infrastructure
New Performing Arts Venue	QLD	MC	FY23	Social Infrastructure
Asia				
The Exchange TRX – Hotel/Office ⁵	Kuala Lumpur	CM	FY24	Hotel/Entertainment
Europe				
HMP Glen Parva	Leicester	D&C	FY23	Social Infrastructure
Manchester Town Hall	Manchester	MC	FY24	Social Infrastructure
Camden Town Hall	London	D&C	FY23	Social Infrastructure
2 Ruskin Square	London	D&C	FY23	Commercial
Elephant Park - Park & Sayer ⁵	London	MC	FY24	Residential
Americas				
4 Hudson Square	New York	GMP	FY24	Commercial
Merck WP B50	Boston	CM	FY25	Commercial
45 Rivington Street	New York	GMP	FY23	Social Infrastructure
100 Claremont ⁵	New York	CP	FY23	Residential

1. Disclosure of major projects is subject to client approval. This could impact the projects available for disclosure.
2. New major projects secured comprise 73% of total new work secured.
3. Contract types are Managing Contractor (MC), Design and Construct (D&C), Guaranteed Maximum Price (GMP), Cost Plus (CP), Construction Manager (CM).
4. Based on expected completion date of underlying buildings, subject to change in delivery program.
5. Development led projects.



Investments Segment

Earnings drivers

Investments

ROIC target 6-9%¹

Invested capital
\$3.6b

Ownership Earnings

Co-investment
positions in
managed funds

\$2.1b

Returns and metrics

Distribution and
capital growth

High quality assets
driving rental income,
occupancy and asset
valuations

Retirement
Living

\$0.9b

Returns and metrics

Equity investment
returns

Occupancy rate,
turnover rate, growth
rate, discount rate
and opex

Other

\$0.5b

Returns and metrics

Equity investment
returns

High quality assets
driving rental income,
occupancy and asset
valuations

Management Earnings

Funds
management

\$39.6b
FUM

Returns and metrics

Funds management
fees

Revenue margin, growth in FUM/AUM, asset performance and operating leverage

Commercial
asset
management

\$14.8b
AUM

Returns and metrics

Property and development
management fees

Residential
asset
management

\$13.7b
AUM

Returns and metrics

Property and development
management fees

1. Operating profit based measure, excluding property revaluations.

Investments FY21

Overview

- The Investments segment comprises a leading investment and asset management platform and the Group's investments across the residential, office, retail, industrial and retirement sectors
- Financial returns include fund and asset management fees, and yields and capital growth on ownership interests

Drivers²

- Management EBITDA \$165m, down from \$198m:
 - Funds management revenue of \$145m, down from \$212m:
 - Lower performance fees with large PLQ³ fee in prior year
 - Lower Australian base fees
 - FUM growth of 10%
 - First data centre development under the Lendlease Data Centre Partners secured
 - Asset management revenue of \$139m, up from \$105m:
 - Lower retail asset management fees
 - Residential the largest sector exposure
 - Includes fees on redevelopment activity secured across the US military housing portfolio
 - AUM \$0.6b of additions offset by FX translation impacts
- Ownership EBITDA \$111m, up from \$102m:
 - Improved underlying Retirement Living returns
 - Recovery from worst of the COVID-19 impacts in H2 FY20
 - Income suppressed by a weak operating environment
 - Higher asset sale profits in prior year
 - Divestment of US telco and 25% of Retirement Living businesses aligned to strategy

- Operating profit based measure, excluding property revaluations.
- Comparative period the year ended 30 June 2020.
- Paya Lebar Quarter.
- Total estimated project revenue of all development work secured (representing 100% of project value).
- Secured future FUM from funds or mandates with development projects currently in delivery.

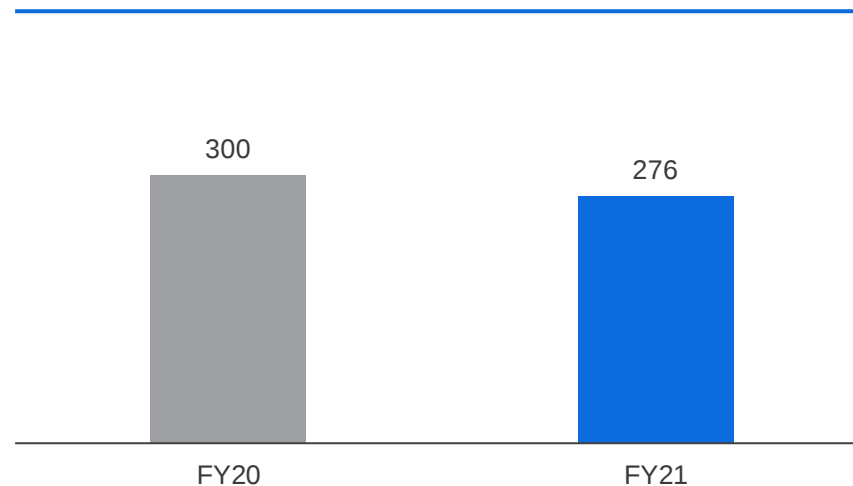
Performance¹

		FY20	FY21
Core operating business EBITDA mix	%	41	30
ROIC	%	5.8	5.9
Invested capital	\$b	3.7	3.6
Management EBITDA	\$m	198	165
Ownership EBITDA	\$m	102	111

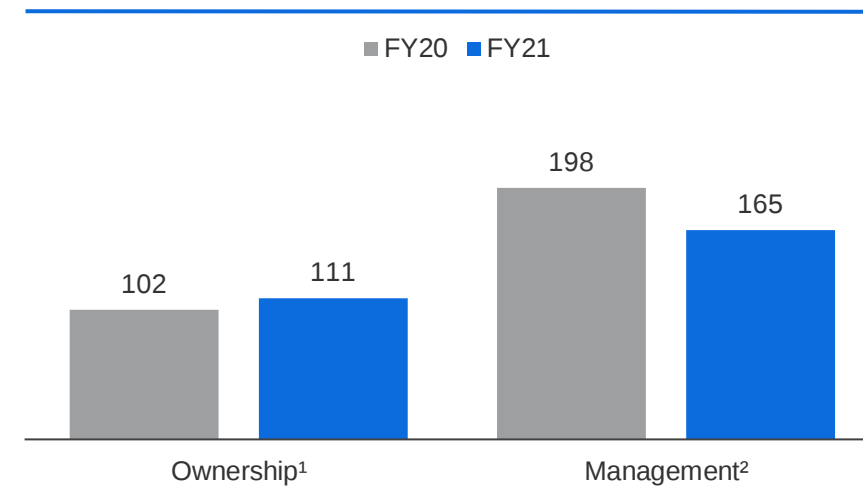
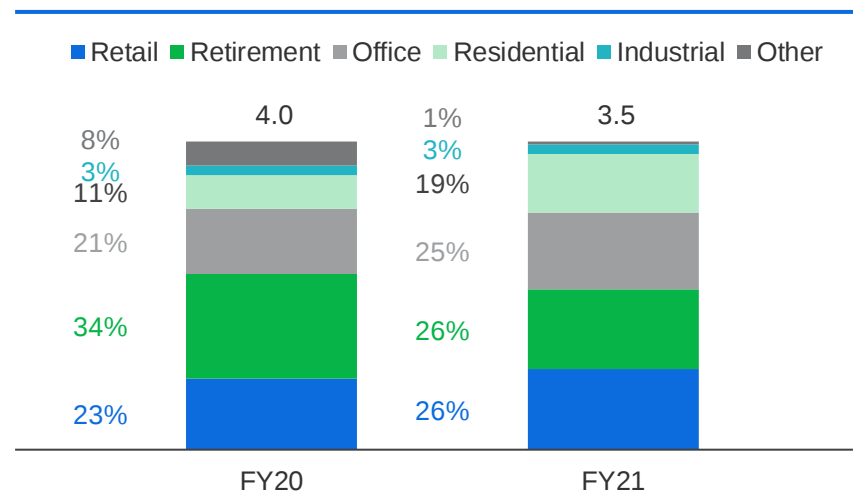
Outlook

- Integrated business model key source of growth with >\$50b investment grade assets to be created from development pipeline:
 - \$5.1b of new partnerships created in FY21:
 - Melbourne Quarter Tower with NPS – \$1.2b⁴
 - Milan Innovation District with CPP – \$1.3b⁴
 - 1 Java and La Cienega with Aware – \$1.8b⁴
 - 60 Guest with Ivanhoe Cambridge \$0.8b⁴
 - Progressing other product development initiatives
- Management earnings:
 - FUM of \$39.6b, c.150 institutional investors:
 - Scale platforms in office and retail
 - Building scale in residential for rent asset class
 - c.\$2.7b of additional secured future FUM⁵
 - Significant opportunities from remaining development pipeline
 - AUM of \$28.5b:
 - Residential \$13.7b: ongoing growth from pipeline
 - Retail \$11.8b: occupancy and income expected to recover
 - Office \$3.0b: opportunities to grow portfolio
- Ownership earnings:
 - Investment portfolio, targeting growth from current \$3.5b:
 - Co investment positions in urbanisation product
 - External market opportunities

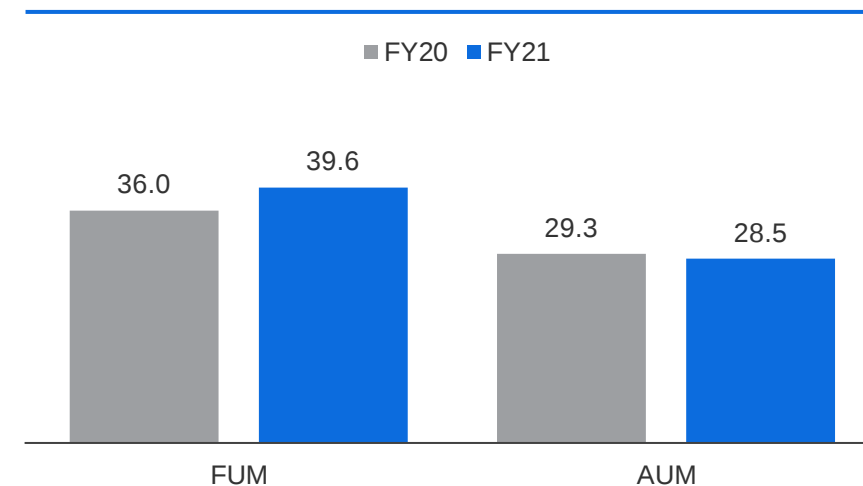
Investments earnings / ownership

Investments Operating EBITDA¹


Investments Operating EBITDA by activity (\$m)


Investments³ by sector (\$b)


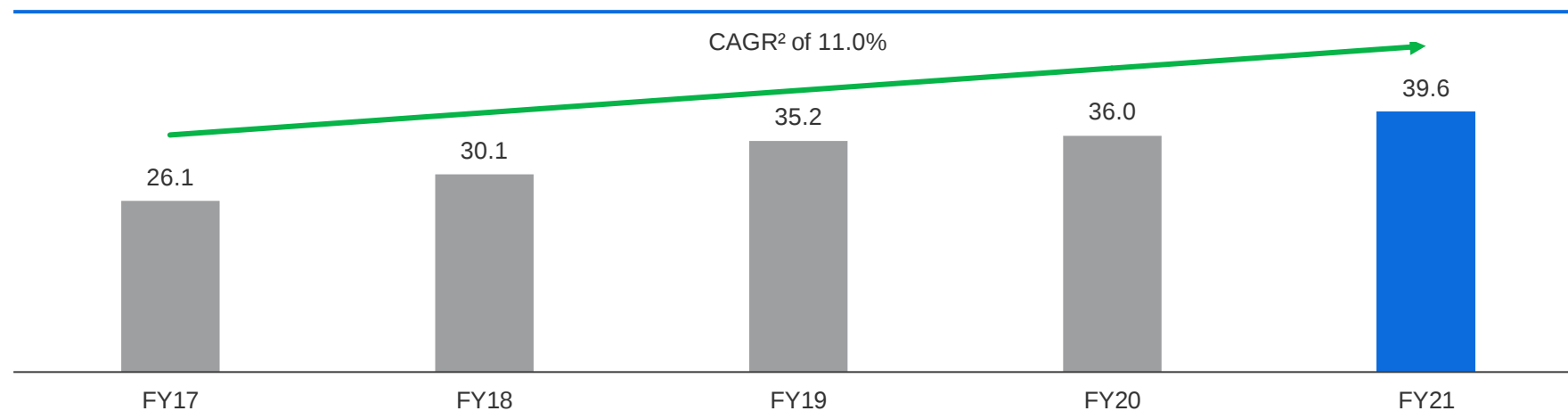
FUM/AUM (\$b)



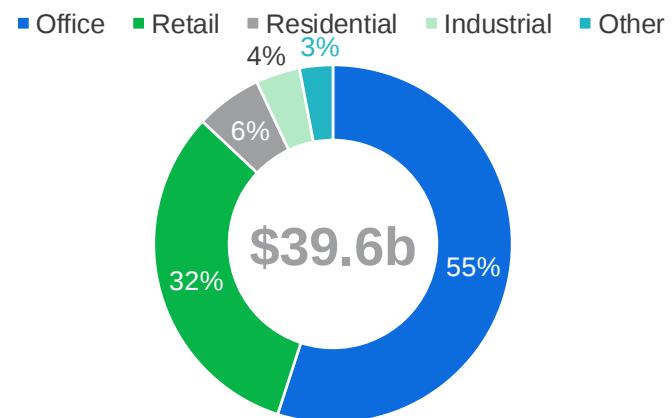
1. Returns excluding non-cash backed property related revaluation movements of Investment Property, Other Financial Assets, and Equity Accounted Investments in the Investments segment.
2. Earnings primarily derived from FUM and AUM.
3. The Group's assessment of market value of ownership interests. Total invested capital in the segment of \$3.6b in FY21.

Funds Under Management¹ (FUM)

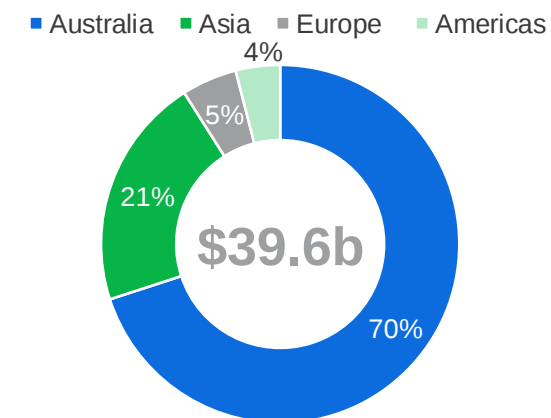
FUM (\$b)



FY21 FUM by sector



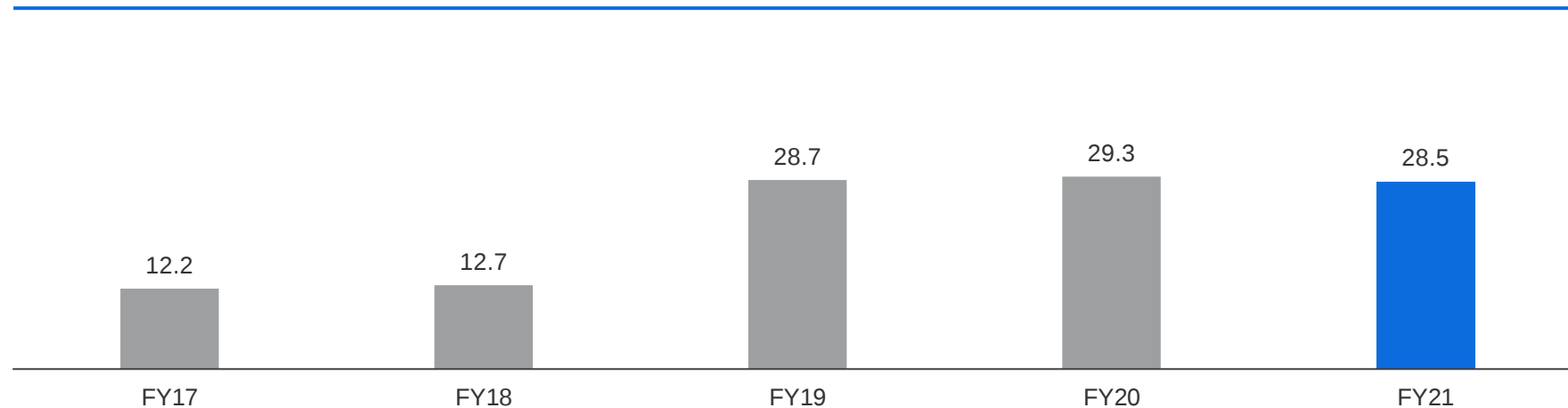
FY21 FUM by region



1. The Group's assessment of market value.
2. Compound Annual Growth Rate.

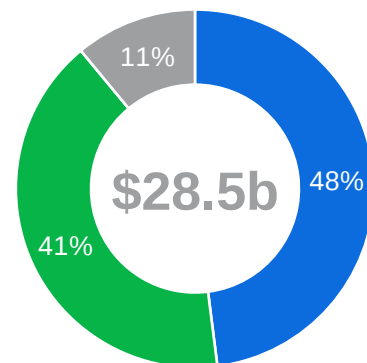
Assets Under Management¹ (AUM)

AUM² (\$b)



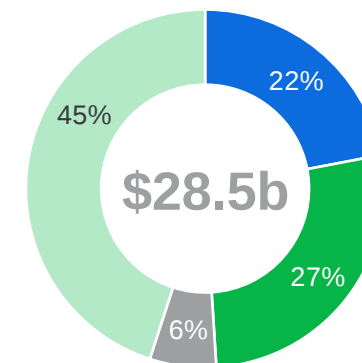
FY21 AUM by sector

■ Residential ■ Retail ■ Office



FY21 AUM by region

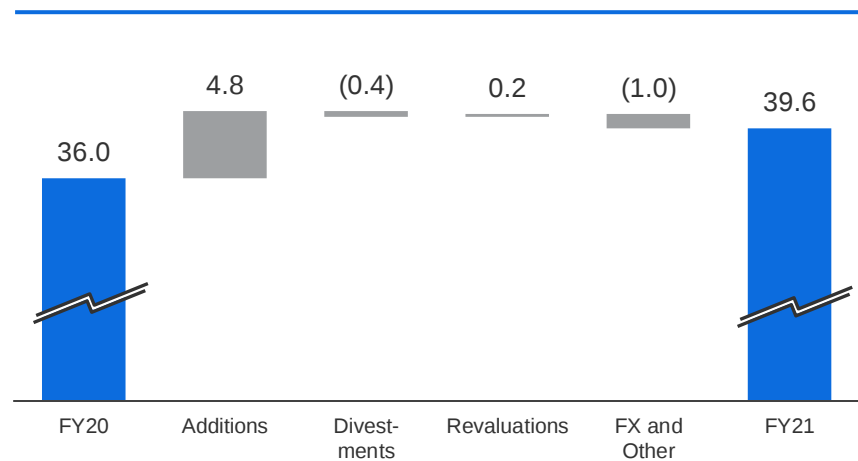
■ Australia ■ Asia ■ Europe ■ Americas



1. The Group's assessment of market value.
 2. US residential housing not included in FY17 – FY18.

FUM¹ by region

Group (\$b)



By region (\$b)

	FY20	Addition	Divestment	Revaluation	FX and Other	FY21
Australia	24.7	3.5	(0.3)	0.4	(0.7)	27.6
Asia	8.7	0.2	(0.1)	-	(0.4)	8.4
Europe	1.6	0.4	-	(0.2)	0.1	1.9
Americas	1.0	0.7	-	-	-	1.7
Group	36.0	4.8	(0.4)	0.2	(1.0)	39.6

1. The Group's assessment of market value.

Major fund summary¹

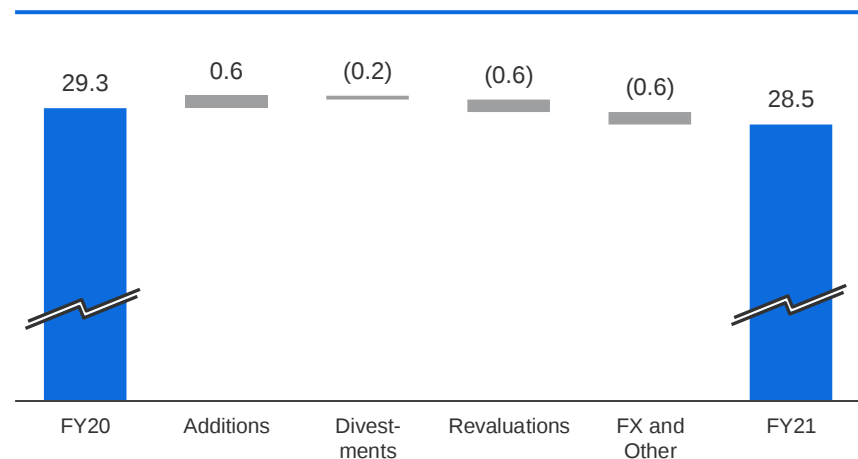
FY21 funds management platform

	Total assets	Gearing	Co-investment		Region	Sector	# of assets	Occupancy	Weighted avg. cap rate
	\$b	%	%	\$m			#	%	%
Australian Prime Property Fund Commercial	6.0	17.2	8.1	386	Aus	Office	20	96.9	4.6
Lendlease International Towers Sydney Trust	4.9	12.3	3.9	165	Aus	Office	4	94.9	4.5
Australian Prime Property Fund Retail	4.0	23.5	1.9	56	Aus	Retail	9	96.5	5.3
Paya Lebar Quarter	3.1	58.8	30.0	358	Asia	Office and Retail	4	96.8	3.9
Lendlease One International Towers Sydney Trust	2.8	17.3	2.5	57	Aus	Office	1	99.6	4.5
ARIF 3 (Jem)	1.6	42.1	15.1	123	Asia	Office and Retail	1	99.6	4.3
Lendlease Americas Residential Partnership ²	1.5	41.0	50.0	161	Amer	Residential	3	91.3	4.9
Lendlease Global Commercial REIT	1.4	31.9	25.9	249	Asia	Office and Retail	4	99.0	4.6
Australian Prime Property Fund Industrial	1.4	16.9	10.4	120	Aus	Industrial	36	96.4	5.0
Parkway Parade Partnership Limited	1.3	38.2	10.2	65	Asia	Retail	1	98.8	5.0

1. Does not comprise Lendlease's complete Funds Management Platform. 2. Total assets includes nine buildings (six buildings are under construction and not yet operational). All other metrics refer to the three operational buildings only.

AUM¹ by product

Group (\$b)



By product (\$b)

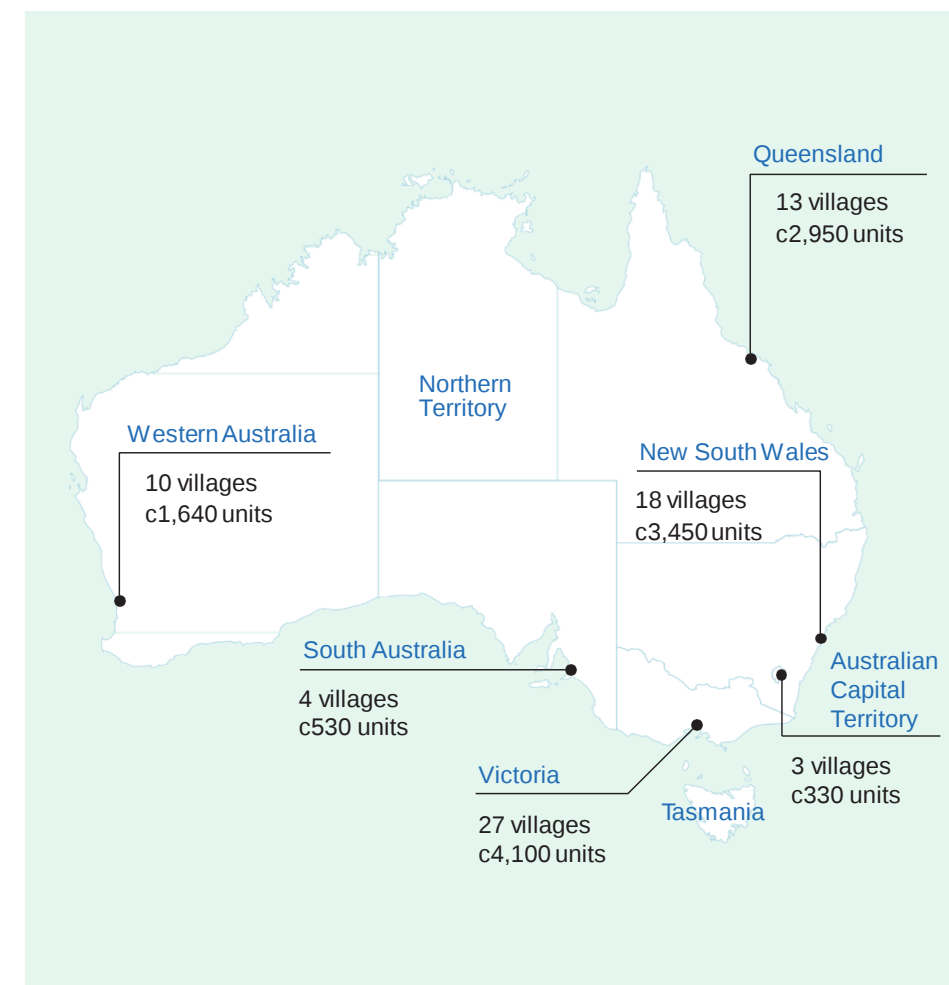
	FY20	Addition	Divestment	Revaluation	FX and Other	FY21
Commercial	15.1	0.6	(0.2)	(0.4)	(0.3)	14.8
Residential	14.2	-	-	(0.2)	(0.3)	13.7
Group	29.3	0.6	(0.2)	(0.6)	(0.6)	28.5

1. The Group's assessment of market value.

Retirement Living

Value drivers ¹		FY20	FY21
Ownership ²	%	75	50
Equity investment	\$b	1.4	0.9
Long term growth rate	%	3.5	3.5
Discount rate	%	12.4	12.4
Average length of stay – ILUs	years	11	11
Number of established units	no.	12,858	13,001
Units resold	no.	874	904
Development			
Pipeline ³	no.	3,077	2,354
Pipeline	\$b	1.6	1.4
Settlements	no.	104	160
Settlements	\$m	56.8	110.4

1. 100% of Retirement Living business.
2. Aware Super acquired a 25% interest in Retirement Living business in the second half of FY21.
3. Includes aged care beds licences.



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A reference to FY21 refers to the full year period ended 30 June 2021 unless otherwise stated. All figures are in AUD unless otherwise stated.