BARBARO SUPERANNUATION FUND FINANCIAL SUMMARY AS AT 30 JUNE 2013

	2013	2012	Change
	\$	\$	
Operating Statement			
Income	76,345.81	84,268.04	(9.40)%
Less Expenses	61,270.52	110,149.04	(44.37)%
Benefits Accrued as a Result of Operations before Income Tax	15,075.29	(25,881.00)	(158.25)%
Less Income Tax Expense	301.35	(152.29)	(297.88)%
Benefits Accrued as a Result of Operations	14,773.94	(25,728.71)	(157.42)%
Statement of Financial Position			
Investments	1,048,483.90	1,044,226.03	0.41%
Other Assets	33,144.77	8,751.63	278.73%
Total Assets	1,081,628.67	1,052,977.66	2.72%
Less Liabilities	80,756.32	66,878.64	20.75%
Net Assets Available to Pay Benefits	1,000,872.35	986,099.02	1.50%
Member's Balance Summary			
Barbaro, Joe	439,021.08	432,907.44	1.41%
Barbaro, Barbara	561,851.27	553,191.58	1.57%
Total Fund Balance	1,000,872.35	986,099.02	1.50%
Income Tax Refundable/(Payable)	928.69	166.99	456.14%

BARBARO SUPERANNUATION FUND STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2013

	2013	2012
	\$	\$
Investments		
Fixed Interest Securities (Australian)	51,011.44	49,257.52
Plant and Equipment (at written down value)	2,188.43	2,297.51
Real Estate Properties (Australian)	975,301.66	975,078.34
Shares in Listed Companies (Australian)	292.03	230.36
Units in Listed Unit Trusts (Australian)	19,690.34	17,362.30
	1,048,483.90	1,044,226.03
Other Assets		
ANZ Business Cash Management ***36212	15,716.33	4,963.05
Westpac Cash Management Account ***2623	10,905.85	1,772.92
Distributions Receivable	188.92	168.68
Dividend Reinvestment - Residual Account	3.64	4.01
Sundry Debtors	5,401.34	1,675.98
Income Tax Refundable (Note 7)	928.69	166.99
	33,144.77	8,751.63
Total Assets	1,081,628.67	1,052,977.66
Less:		
Liabilities		
Deferred Tax Liability (Note 7)	64,063.03	63,761.68
Sundry Creditors	16,693.29	3,116.96
	80,756.32	66,878.64
Net Assets Available to Pay Benefits	1,000,872.35	986,099.02
Represented by:		
Liability for Accrued Benefits (Notes 2, 3, 4)		
Barbaro, Joe	0.01	286,723.91
Barbaro, Barbara	-	407,574.79
Barbaro, Barbara	-	145,616.79
Barbaro, Joe	420.021.07	146,183.53
Barbaro, Joe Barbaro, Barbara	439,021.07 561,851.27	-
Daivaro, Daivara	1,000,872.35	986,099.02
	-,, 	

BARBARO SUPERANNUATION FUND DETAILED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2013

	2013	2012
	\$	\$
Investments		
Fixed Interest Securities (Australian)		
Angas Securities	38,000.00	36,858.36
NAB Term Deposit ***3403	13,011.44	12,399.16
	51,011.44	49,257.52
Plant and Equipment (at written down value)	,	,,
Hoist	221.33	276.66
Olympic Shed Materials	1,967.10	2,020.85
organipae one organica	2,188.43	2,297.51
	2,166.43	2,297.31
Real Estate Properties (Australian)	605,000,00	605 000 00
19-23 Graham Street Port Wolfoffeld Proporty, Let 2120 (420)	695,000.00	695,000.00
Port Wakefield Property - Lot 2129 - (43%)	40,850.00	40,850.00
Davis & Hopkins Street, Wingfield (24%)	168,960.00 491.66	168,960.00 268.34
Capitalised Expenses - Pt Wakefield Port Wakefield Property - Lot 670	70,000.00	70,000.00
Tolt wakeheld Hoperty - Lot 0/0		
	975,301.66	975,078.34
Shares in Listed Companies (Australian)		
Bendigo Bank Limited	292.03	230.36
	292.03	230.36
Units in Listed Unit Trusts (Australian)		
OM-IP Multistrategy Limited	6,508.20	6,361.20
SPDR S & P/ASX 50 Fund	13,182.14	11,001.10
	19,690.34	17,362.30
	1,048,483.90	1,044,226.03
Other Assets ANZ Business Cash Management ***36212	15,716.33	1.062.05
Westpac Cash Management Account ***2623	10,905.85	4,963.05 1,772.92
Westpac Cash Management Account \$2025		
	26,622.18	6,735.97
Distributions Receivable		
SPDR S & P/ASX 50 Fund	188.92	168.68
	188.92	168.68
Dividend Reinvestment - Residual Account	3.64	4.01
Sundry Debtors	5,401.34	1,675.98
Income Tax Refundable (Note 7)	928.69	166.99
	6,333.67	1,846.98
	33,144.77	8,751.63
Total Assets	1,081,628.67	1,052,977.66

BARBARO SUPERANNUATION FUND DETAILED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2013

	2013	2012
	\$	\$
Liabilities		
Deferred Tax Liability (Note 7)	64,063.03	63,761.68
Sundry Creditors	16,693.29	3,116.96
	80,756.32	66,878.64
	80,756.32	66,878.64
Net Assets Available to Pay Benefits	1,000,872.35	986,099.02
Represented by:		
Liability for Accrued Benefits (Notes 2, 3, 4)		
Barbaro, Joe	0.01	286,723.91
Barbaro, Barbara	-	407,574.79
Barbaro, Barbara	-	145,616.79
Barbaro, Joe	-	146,183.53
Barbaro, Joe	439,021.07	-
Barbaro, Barbara	561,851.27	-
	1,000,872.35	986,099.02
	1,000,872.35	986,099.02

BARBARO SUPERANNUATION FUND OPERATING STATEMENT FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
Income		
Distributions Received	768.32	689.12
Dividends Received	34.71	10.71
Increase in Market Value of Investments (Note 5)	2,365.04	15,655.53
Interest Received	3,608.42	3,395.64
Rent Received	69,569.32	64,517.04
-	76,345.81	84,268.04
Expenses		
Accountancy Fees	6,380.00	-
ATO Supervisory Levy	321.00	380.00
Audit Fees	2,420.00	-
Bank Charges	18.30	23.97
Depreciation	109.08	122.92
Insurance	577.64	913.94
Pensions Paid - Unrestricted Non Preserved - Tax Free	2,754.52	5,873.63
Pensions Paid - Unrestricted Non Preserved - Taxable	46,340.53	100,786.20
Rates & Taxes - Davis & Hopkins Street (as per % of ownership)	2,349.45	2,048.38
- -	61,270.52	110,149.04
Benefits Accrued as a Result of Operations before Income Tax	15,075.29	(25,881.00)
Income Tax (Note 7)		
Income Tax Expense	301.35	(152.29)
-	301.35	(152.29)
Benefits Accrued as a Result of Operations	14,773.94	(25,728.71)

BARBARO SUPERANNUATION FUND DETAILED OPERATING STATEMENT FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
Income		
Distributions Received		
SPDR S & P/ASX 50 Fund	768.32	689.12
	768.32	689.12
Dividends Received		
Bendigo Bank Limited	34.71	10.71
	34.71	10.71
Interest Received		
ANZ Business Cash Management ***36212	10.26	7.46
ATO	8.26	-
Angas Securities	2,977.62	2,858.36
NAB Cash Manager ***1297	- -	130.66
NAB Term Deposit ***3403	612.28	399.16
	3,608.42	3,395.64
Rent Received	,	,
19-23 Graham Street	63,000.00	60,000.00
Davis & Hopkins Street, Wingfield (24%)	4,877.12	4,517.04
Reimbursement of rental outgoings	1,692.20	-
	69,569.32	64,517.04
Revaluations	,	,
Real Estate Properties (Australian)		
Davis & Hopkins Street, Wingfield (24%)	-	12,402.06
Port Wakefield Property - Lot 2129 - (43%)	-	4,215.00
		16,617.06
Shares in Listed Companies (Australian)		
Bendigo Bank Limited	37.00	5.37
	37.00	5.37
Units in Listed Unit Trusts (Australian)	37.00	3.37
OM-IP Multistrategy Limited	147.00	225.00
SPDR S & P/ASX 50 Fund	2,181.04	(1,191.90)
	2,328.04	(966.90)
	2,365.04	15,655.53
	·	·
Expenses	76,345.81	84,268.04

BARBARO SUPERANNUATION FUND DETAILED OPERATING STATEMENT FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
Accountancy Fees	6,380.00	_
ATO Supervisory Levy	321.00	380.00
Audit Fees	2,420.00	-
Bank Charges	18.30	23.97
Depreciation	10.50	23.77
Hoist	55.33	69.17
Olympic Shed Materials	53.75	53.75
7 1	109.08	122.92
Tu		
Insurance	577.64	913.94
Pensions Paid - Unrestricted Non Preserved - Tax Free		2.704.20
Barbaro, Barbara	-	3,724.32
Barbaro, Barbara	1 001 27	341.25
Barbaro, Barbara	1,881.37	1 402 06
Barbaro, Joe	-	1,493.06
Barbaro, Joe	072.15	315.00
Barbaro, Joe	873.15	-
	2,754.52	5,873.63
Pensions Paid - Unrestricted Non Preserved - Taxable		
Barbaro, Barbara	-	45,999.23
Barbaro, Barbara	-	6,158.75
Barbaro, Barbara	25,384.93	-
Barbaro, Joe	-	42,943.22
Barbaro, Joe	-	5,685.00
Barbaro, Joe	20,955.60	-
	46,340.53	100,786.20
Rates & Taxes - Davis & Hopkins Street (as per % of ownership)	2,349.45	2,048.38
	61,270.52	110,149.04
Benefits Accrued as a Result of Operations before Income Tax	15,075.29	(25,881.00)
Income Tax (Note 7)		
Income Tax Expense	301.35	(152.29)
	301.35	(152.29)
Benefits Accrued as a Result of Operations	14,773.94	(25,728.71)

BARBARO SUPERANNUATION FUND STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
Cash Flows from Operating Activities		
Operating Income		
Distributions Received Dividends Received Interest Received Rent Received	768.32 10.41 3,608.42 69,569.32	689.12 3.21 3,395.64 64,517.04
	73,956.47	68,605.01
Operating Expenses		
Accountancy Fees ATO Supervisory Levy Audit Fees Bank Charges Insurance Pensions Paid - Unrestricted Non Preserved - Tax Free Pensions Paid - Unrestricted Non Preserved - Taxable Rates & Taxes - Davis & Hopkins Street (as per % of Tax Paid Net cash provided by (used in) operating activities (Note 8)	(6,380.00) (321.00) (2,420.00) (18.30) (577.64) (2,754.52) (46,340.53) (2,349.45) (762.31) (61,923.75)	(380.00) (23.97) (913.94) (5,873.63) (100,786.20) (2,048.38) (3,084.13) (113,110.25) (44,505.24)
Cash Flows from Investing Activities		
Distributions Receivable Sundry Debtors Fixed Interest Securities (Australian) Real Estate Properties (Australian) Sundry Creditors	(20.24) (3,725.36) (1,753.92) (223.32) 13,576.33	(168.68) 36,494.64 (15,257.52) (268.34) 2,126.96
Net cash provided by (used in) investing activities	7,853.49	22,927.06
Net Increase/(Decrease) in Cash Held	19,886.21	(21,578.18)
Cash at beginning of reporting period	6,735.97	28,314.15
Cash at end of reporting period (Note 9)	26,622.18	6,735.97

BARBARO SUPERANNUATION FUND STATEMENT OF TAXABLE INCOME FOR THE YEAR ENDED 30 JUNE 2013

	2013
	\$
Benefits Accrued as a Result of Operations before Income Tax	15,075.00
Less:	
Increase in Market Value of Investments	(2,365.00)
Non Taxable Distributions Received	(9.00)
Exempt Pension Income Other Non Taxable Items	(73,972.00)
Other Noil Taxable Items	(1.00)
	(76,347.00)
	(61,272.00)
Add:	
Pensions Paid - Unrestricted Non Preserved - Tax Free	2,755.00
Pensions Paid - Unrestricted Non Preserved - Taxable	46,341.00
Pension Member Non Deductible Expenses	12,175.00
	61,271.00
Taxable Income	(1.00)
Tax Payable on Taxable Income	0.00
Less:	
Imputed Credits	220.22
Instalments Paid	1,038.00
	1,258.22
Income Tax Payable/(Refund)	(1,258.22)
Add:	(1,20,22)
Supervisory levy	321.00
Total Amount Due or Refundable	(937.22)

BARBARO SUPERANNUATION FUND DEFERRED TAX RECONCILIATION FOR THE YEAR ENDED 30 JUNE 2013

Account Code	Account	Revaluation/Tax Deferred Amount	Permanent Difference	Amount
		\$	\$	\$
Revalua	tions			
776/008	Bendigo Bank Limited	37.00	(12.34)	24.66
782/004	OM-IP Multistrategy Limited	147.00	(49.00)	98.00
782/006	SPDR S & P/ASX 50 Fund	2,181.04	(302.31)	1,878.73
		2,365.04	(363.65)	2,001.39
Other T	iming Differences			
<u>Distributi</u>	ons Received			
238/006	SPDR S & P/ASX 50 Fund	8.58	-	8.58
		8.58	-	8.58
		2,373.62	(363.65)	2,009.97
Deferred	l Tax Liability/ (Deferred Tax Asset) Summary			_
Opening	Balance			63,761.68
	ease/(Decrease) in Deferred Tax			
	Year Transactions (\$2,009.97 @ 15%)			301.50
	d Tax Adjustments Year Tax Loss			(0.15)
	in Capital Loss carried forward (\$0.00 @ 15%)			-
Closing	Balance at 30 June 2013		\$	64,063.03

1. Statement of Significant Accounting Policies

The trustees have prepared the financial statements on the basis that the superannuation fund is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Trust Deed and the needs of members.

The financial statements have also been prepared on an accruals basis and are based on historical costs, except for investments and financial liabilities, which have been measured at new market values.

The following significant accounting policies, which are consistent with the policies applied in the previous period unless otherwise stated, have been adopted in the preparation of the financial statements.

a. Measurement of Investments

The Fund initially recognises:

- an investment when it controls the future economic benefits expected to flow from the asset. For financial assets, the trade date is considered the date on which control of the future economic benefits attributable to the asset passes to the Fund; and
- a financial liability on the date it becomes a party to the contractual provisions of the instrument.

Investments of the Fund have been measured at their market values, which is the amount that could be expected to be received from disposal of the investment in an orderly market after deducting costs expected to be incurred in realising the proceeds from disposal.

Net market values have been determined as follows:

- i. shares and other securities listed on the Australian Securities Exchange by reference to the relevant market quotations at the end of the reporting period;
- ii. units in managed funds by reference to the unit redemption price at the end of the reporting period;
- iii. fixed interest securities by reference to the redemption price at the end of the reporting period; and
- iv. investments properties at trustees' assessment of their realisable value.

Remeasurement changes in the net market values of investments are recognised in the operating statement in the periods in which they occur.

Current assets, such as interest and distributions receivables, which are expected to be recovered within twelve months after the reporting period, are carried at the fair value of amounts due to be received.

Financial liabilities, such as trade creditors and other payables, are measured at the gross value of the outstanding balance at the reporting date. The trustees have determined that the gross values of the Fund's financial liabilities are equivalent to their net market value. Any remeasurement changes in the gross values of non-current

financial liabilities (including liabilities for members' accrued benefits) are recognised in the operating statement in the periods in which they occur.

b. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and at call, deposits with banks and short-term, highly liquid investments that are readily convertible to cash and are subject to an insignificant risk of change in value.

c. Revenue

Revenue is recognised at the fair value of the consideration received or receivable.

Interest revenue

Interest revenue is recognised when interest is physically received into an appropriate account, or credited against the value of an investment. Interest accrued, but not paid, does not form part of interest revenue, and is not recorded at year end.

Interest revenue includes the amortisation of any discount or premium, transactions costs and any other differences between the initial carrying amount of the interest-bearing instrument to which it relates and the amount of the interest-bearing instrument at maturity calculated on an effective interest basis.

Dividend revenue

Revenue from dividends is recognised on the physical receipt of the dividend into an appropriate account. Where a dividend is not physically received, but received, for example, as a reduction in a loan balance, or as a part of a dividend reinvestment plan, this will be recognised as revenue at the time the loan is reduced or the DRP account is credited.

Distribution revenue

Distributions from trusts are recongnised as at the date the unit value is quoted ex-distributions and if not received at the end of the reporting period, are reflected in the statement of financial position as a receivable at new market value.

Remeasurement changes in net market values

Remeasurement changes in the net market values of assets are recognised as income and are determined as the difference between the net market value at year-end or cost (if the investment was acquired during the period).

d. Liability for Accrued Benefits

The liability for accrued benefits represents the funds present obligation to pay benefits to members and beneficiaries and has been calculated as the difference between the carrying amount of the assets and the carrying amount of the other payables and income tax liabilities as at the end of the reporting period.

e. Income Tax

The income tax expense (income) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable

income. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax liability balances during the year as well as unused tax losses.

Except for business combinations, no deferred income tax is recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled and their measurement also reflects the manner in which the trustees expect to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where:

- (a) a legally enforceable right of set-off exists; and
- (b) the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities, where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

f. Criticial Accounting Estimates and Judgments

The preparation of financial statements requires the trustees to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future period affected.

2. Liability for Accrued Benefits

Changes in the Liability for Accrued Benefits are as follows:

	2013	2012
	\$	\$
Liability for Accrued Benefits at beginning of period	986,099.02	1,011,828.17
Add:		
Benefits Accrued as a Result of Operations	14,773.94	(25,728.71)
- Adjustment of Deferred Tax Liability /Deferred Tax Asset	-	-
- Unused Foreign Credits	(.61)	(.44)
Benefits Accrued as a Result of Operations - Adjustment of Deferred Tax Liability /Deferred Tax Asset	-	-

Liability for Accrued Benefits at end of period	1,000,872.35	986,099.02
3. Vested Benefits Vested benefits are benefits which are not conditional upon continued membership of the fund (or any other factor other than resignation from the fund) and include benefits which members were entitled to receive had they terminated their fund membership as at the reporting date.		
Vested Benefits	2013 \$ 1,000,872.35	2012 \$ 986,099.02
4. Guaranteed Benefits No guarantees have been given in respect of any part of the liability for accrued benefits.		
5. Changes in Market Values Investments and other assets of the fund are valued at the end of the reporting period as described in Note 1 - Summary of Significant Accounting Policies. A detailed schedule of investments is attached to these financial statements. A summary of the change in Market Values is as follows:		
Real Estate Properties (Australian) Shares in Listed Companies (Australian) Units in Listed Unit Trusts (Australian)	2013 \$ - 37.00 2,328.04	2012 \$ 16,617.06 5.37 (966.90)
	2,365.04	15,655.53
6. Funding Arrangements The employer and members contributed to the fund a percentage of the gross salaries of the employees who were members of the fund as follows:		
	2013 \$	2012 \$
Employer Members		
7. Income Tax Income Tax is payable by the superannuation fund at the rate of 15% on the contributions received and the income of the fund. There has been no change in the Income Tax		

rate during the year. The Income Tax payable by the superannuation fund has been calculated as follows:		
	2013	2012
	\$	\$
Benefits accrued as a result of operations before income tax	15,075.29	(25,881.00)
Beliefits decrued as a result of operations before income tax	13,073.27	(23,001.00)
Prima facie income tax on accrued benefits	2,261.29	(3,882.15)
Add/(Less) Tax Effect of:		
Distributions Received	(1.29)	(3.22)
Increase in Market Value of Investments	(354.76)	(2,348.33)
Accountancy Fees	957.00	-
ATO Supervisory Levy	48.15	57.00
Audit Fees	363.00	-
Bank Charges	2.74	3.60
Depreciation	16.36	18.44
Insurance	86.65	137.09
Pensions Paid - Unrestricted Non Preserved - Tax Free	413.18	881.04
Pensions Paid - Unrestricted Non Preserved - Taxable	6,951.08	15,117.93
Rates & Taxes - Davis & Hopkins Street (as per % of ownership)	352.42	307.26
Exempt Pension Income	(11,095.80)	(10,288.65)
Movement in Deferred Tax Liability/Deferred Tax Asset	301.35	(152.29)
Other	(.02)	(.01)
	(1,959.94)	3,729.86
Income Tax Expense	301.35	(152.29)
Income tax expense comprises:		
Income Tax Payable/(Refundable)	(1,258.22)	(191.47)
Imputed Credits	220.22	191.47
Foreign Credits	-	-
Movement in Deferred Tax Liability/Deferred Tax Asset	301.35	(152.29)
Tax Instalments Paid	1,038.00	(132.27)
Tux installments I tild		
	301.35	(152.29)
8. Reconciliation of Net Cash provided by Operating Activities to Benefits Accrued from Operations after Income Tax	2012	2012
	2013	2012
	\$	\$

Benefits accrued from operations after income tax Add/(Less) non cash amounts included in benefits accrued from operations	14,773.94	(25,728.71)
Dividends Received	(24.30)	(7.50)
Increase in Market Value of Investments	(2,365.04)	(15,655.53)
Depreciation	109.08	122.92
Income Tax Expense	301.35	(152.29)
Other non cash items	(762.31)	(3,084.13)
	(2,741.22)	(18,776.53)
Net cash provided by operating activities	12,032.72	(44,505.24)
9. Reconciliation of Cash For the purpose of the statement of cash flows, cash includes cash on hand and in banks. Cash at the end of the reporting period as shown in the statement of cash flows is reconciled to the related item in the Statement of Financial Position or Statement of Net Assets as follows:		
	2013	2012
	\$	\$
Cash	26,622.18	6,735.97