

**THE ORMSTON SUPERANNUATION FUND**

**FINANCIAL STATEMENTS**

**AND REPORTS**

**FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018**

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Own Your Super Pty Ltd  
Suite 327 / 838 Collins Street  
Docklands VIC 3008

# **THE ORMSTON SUPERANNUATION FUND**

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**THE ORMSTON SUPERANNUATION FUND**  
**STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2018**

	2018	2017
	\$	\$
<b>Investments</b>		
Real Estate Properties (Australian)	469,659	472,218
	<u>469,659</u>	<u>472,218</u>
<b>Other Assets</b>		
Cash at Bank	118,158	48,376
Suncorp Business Saver	49,444	51,745
Rent Receivable	-	12,000
Prepaid Borrowing Costs	-	603
Sundry Debtors	824	846
Income Tax Refundable (Note 6)	-	2,362
	<u>168,426</u>	<u>115,932</u>
<b>Total Assets</b>	<u>638,085</u>	<u>588,150</u>
<b>Less:</b>		
<b>Liabilities</b>		
Loan - Suncorp Bank	153,625	166,119
GST Payable/Refundable	2,466	1,991
Rent in Advance	9,000	-
Income Tax Payable (Note 6)	4,320	-
Sundry Creditors	660	-
Accrued Expenses	259	259
	<u>170,330</u>	<u>168,369</u>
<b>Net Assets Available to Pay Benefits</b>	<u>467,755</u>	<u>419,781</u>
<b>Represented by:</b>		
<b>Liability for Accrued Benefits (Notes 2, 3, 4)</b>		
Ormston, Francis	245,071	216,980
Ormston, Julie	222,684	202,801
	<u>467,755</u>	<u>419,781</u>

The accompanying notes form part of these financial statements

**THE ORMSTON SUPERANNUATION FUND**  
**OPERATING STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	2018	2017
	\$	\$
<b>Income</b>		
Employer Contributions - Concessional	50,000	7,698
Increase in Market Value of Investments (Note 5)	-	73,201
Interest Received	777	1,013
Rent Received	32,727	32,727
	<u>83,504</u>	<u>114,639</u>
<b>Expenses</b>		
Accountancy Fees	1,896	3,792
Administration Costs	425	375
ATO Supervisory Levy	259	259
Auditor's Remuneration	660	1,320
Bank Charges	-	30
Bookkeeping Fees	216	216
Decrease in Market Value of Investments (Note 5)	2,165	-
Borrowing Expenses	603	724
Depreciation	394	394
Interest Paid	10,150	11,296
Account Maintenance	600	600
Filing Fee	297	296
Life Insurance Premiums - Preserved	9,017	8,265
	<u>26,682</u>	<u>27,567</u>
<b>Benefits Accrued as a Result of Operations before Income Tax</b>	<u>56,822</u>	<u>87,072</u>
<b>Income Tax (Note 6)</b>		
Income Tax Expense	8,848	2,081
	<u>8,848</u>	<u>2,081</u>
<b>Benefits Accrued as a Result of Operations</b>	<u>47,974</u>	<u>84,991</u>

The accompanying notes form part of these financial statements

# **THE ORMSTON SUPERANNUATION FUND**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE YEAR ENDED 30 JUNE 2018**

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#### **1. Summary 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 Superannuation Industry (Supervision) Act 1993 and associated Regulations, the trust deed of the fund and the needs of members.

The financial statements have been prepared on a cash basis unless stated otherwise and are based on historical costs, except for investments which have been measured at 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.

The financial statements were authorised for issue by the trustees/ directors of the trustee company

##### **a. Measurement of Investments**

The fund initially recognises:

- i. an investment when it controls the future economic benefits expected to flow from the asset. For financial assets, the trade date is considered to be the date on which control of the future economic benefits attributable to the asset passes to the Fund; and
- ii. 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 market values, which refers to the amount that a willing buyer could reasonably be expected to pay to acquire an asset from a willing seller if the following assumptions are made:

- that the buyer and the seller deal with each other at arm's length in relation to the sale;
- that the sale occurred after proper marketing of the asset; and
- that the buyer and the seller acted knowledgeably and prudentially in relation to the sale.

Market value has 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;
- iv. investment properties at the trustees' assessment of their realizable value.

Financial liabilities, such as trade creditors and other payables, are measured at the gross value of the outstanding balance at the end of the reporting period. The trustees have determined that the gross value of the fund's financial liabilities is equivalent to their market values. 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 subject to an insignificant risk of change in value.

##### **c. Revenue**

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

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**THE ORMSTON SUPERANNUATION FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

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**Interest revenue**

Interest revenue is recognised in respect of fixed-interest securities, and cash and cash equivalent balances. Interest revenue is recognised as it accrues.

**Dividend revenue**

Dividend revenue is recognised when the dividend has been paid or, in the case of dividend reinvestment schemes, when the dividend is credited to the benefit of the fund.

**Rental revenue**

Rental revenue arising from operating leases on investment properties is recognised upon receipt.

**Distribution revenue**

Distributions from trusts are recognised 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 net market value

**Remeasurement changes in market values**

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

**d. Liability for Accrued Benefits**

The liability for accrued benefits represents the fund's 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. Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or other payables in the statement of financial position.

**f. Critical Accounting Estimates and Judgements**

The preparation of financial statements requires the trustees to make judgements, 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:

	2018	2017
	\$	\$
Liability for Accrued Benefits at beginning of period	419,782	334,790

Add:

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**THE ORMSTON SUPERANNUATION FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

Benefits Accrued as a Result of Operations	47,974	84,991
- Adjustment of Deferred Tax Liability /Deferred Tax Asset	-	-
	<u>467,756</u>	<u>419,782</u>

**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.

	2018	2017
	\$	\$
Vested Benefits	<u>467,756</u>	<u>419,782</u>

**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:

	2018	2017
	\$	\$
Real Estate Properties (Australian)	<u>(2,165)</u>	<u>73,201</u>
	<u>(2,165)</u>	<u>73,201</u>

**6. 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:

	2018	2017
	\$	\$
Benefits accrued as a result of operations before income tax	<u>56,822</u>	<u>87,072</u>
Prima facie income tax on accrued benefits	8,523	13,061
Add/(Less) Tax Effect of:		
Increase in Market Value of Investments	-	(10,980)

**THE ORMSTON SUPERANNUATION FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

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Decrease in Market Value of Investments	325	-
	<hr/>	<hr/>
	325	(10,980)
	<hr/>	<hr/>
Income Tax Expense	8,848	2,081
	<hr/>	<hr/>

Income tax expense comprises:

Income Tax Payable/(Refundable)	4,320	(2,361)
Tax Instalments Paid	4,528	4,442
	<hr/>	<hr/>
	8,848	2,081
	<hr/>	<hr/>

**7. 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:

	2018	2017
	\$	\$
Cash	<hr/> 167,602	<hr/> 100,121

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**THE ORMSTON SUPERANNUATION FUND**  
**TRUSTEE: ORMSTON SUPERANNUATION FUND PTY LTD**  
**ACN: 161 601 501**  
**TRUSTEES DECLARATION**

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The directors of the trustee company have determined that the fund is not a reporting entity and that the special purpose financial statements should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The directors of the trustee company declare that:

- i. the financial statements and notes to the financial statements for the year ended 30 June 2018 present fairly, in all material respects, the financial position of the superannuation fund at 30 June 2018 and the results of its operations for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements;
- ii. the financial statements and notes to the financial statements have been prepared in accordance with the requirements of the trust deed; and
- iii. the operation of the superannuation fund has been carried out in accordance with its trust deed and in compliance with the requirements of the Superannuation Industry (Supervision) Act 1993 and associated Regulations during the year ended 30 June 2018.

Specifically, the **trustees** declare that:

- in accordance with s 120 of the *Superannuation Industry (Supervision) Act 1993* , no individual trustee has been or is a disqualified person;
- the fund has satisfactory title to all assets, all assets are unencumbered and free from charge as prescribed by s 50 of the *Superannuation (Supervision) Act 1993* and reg 13.14 of the *Superannuation Industry (Supervision) Regulations 1994* ; and
- to the knowledge of the trustees, there have been no events or transactions subsequent to the balance date which could have a material impact on the fund. Where such events have occurred, the effect of such events has been accounted and noted in the fund's financial statements

Signed in accordance with a resolution of the directors of the trustee company by:

Francis Ormston  
Ormston Superannuation Fund Pty Ltd  
Director

Julie Ormston  
Ormston Superannuation Fund Pty Ltd  
Director

DATED: 13/12/2018

**THE ORMSTON SUPERANNUATION FUND**  
**COMPILATION REPORT TO THE MEMBER(S) OF THE ORMSTON SUPERANNUATION FUND**

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We have compiled the accompanying special purpose financial statements of The Ormston Superannuation Fund, which comprise the statement of financial position as at 30 June 2018, the operating statement for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1 to the financial statements.

*The Responsibility of the Trustee(s)*

The Trustee (s) of the The Ormston Superannuation Fund is solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the financial reporting framework used is appropriate to meet their needs and for the purpose that the financial statements were prepared.

*Our Responsibility*

On the basis of information provided by the Trustee(s), we have compiled the accompanying special purpose financial statements in accordance with the financial reporting framework as described in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the financial reporting framework described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110: Code of Ethics for Professional Accountants.

*Assurance Disclaimer*

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors of the trustee company who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.

Own Your Super Pty Ltd

of

Suite 327 / 838 Collins Street  
Docklands VIC 3008

Dated: 13/12/2018

**THE ORMSTON SUPERANNUATION FUND**  
**STATEMENT OF TAXABLE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	2018
	\$
Benefits Accrued as a Result of Operations before Income Tax	56,822.00
<b>Less:</b>	
	<u>0.00</u>
	56,822.00
<b>Add:</b>	
Decrease in Market Value of Investments	<u>2,165.00</u>
	2,165.00
<b>Taxable Income</b>	<b><u>58,987.00</u></b>
<b>Tax Payable on Taxable Income</b>	<b>8,848.05</b>
<b>Less:</b>	
Instalments Paid	<u>4,528.00</u>
	4,528.00
<b>Income Tax Payable/(Refund)</b>	<b><u>4,320.05</u></b>
<b>Add:</b>	
Supervisory levy	259.00
<b>Total Amount Due or Refundable</b>	<b><u>4,579.05</u></b>