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Financial statements and reports for the year ended  
30 June 2021

Hills Superannuation Fund

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Prepared for: Hills Super Investments (AUST) Pty Ltd

# Hills Superannuation Fund

## Reports Index

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Statement of Financial Position

Detailed Statement of Financial Position

Operating Statement

Detailed Operating Statement

Members Statement

Members Summary

Notes to the Financial Statements

Trustees Declaration

Hills Superannuation Fund

**Statement of Financial Position**

As at 30 June 2021

	Note	2021 \$	2020 \$
<b>Assets</b>			
<b>Investments</b>			
Real Estate Properties (Australian - Residential)	2	445,109.00	429,000.00
<b>Total Investments</b>		<u>445,109.00</u>	<u>429,000.00</u>
<b>Other Assets</b>			
Cash at Bank		39,845.27	40,150.46
Rent Receivable		1,984.45	0.00
<b>Total Other Assets</b>		<u>41,829.72</u>	<u>40,150.46</u>
<b>Total Assets</b>		<u>486,938.72</u>	<u>469,150.46</u>
Less:			
<b>Liabilities</b>			
ATO Supervisory Levy payable		259.00	0.00
Limited Recourse Borrowing Arrangements		298,327.30	299,782.87
<b>Total Liabilities</b>		<u>298,586.30</u>	<u>299,782.87</u>
<b>Net assets available to pay benefits</b>		<u>188,352.42</u>	<u>169,367.59</u>
Represented by:			
<b>Liability for accrued benefits allocated to members' accounts</b>	4, 5		
Hills, Colin - Accumulation		94,212.97	89,772.50
Hills, Eliza - Accumulation		94,139.45	79,595.09
<b>Total Liability for accrued benefits allocated to members' accounts</b>		<u>188,352.42</u>	<u>169,367.59</u>

## Hills Superannuation Fund

# Detailed Statement of Financial Position

As at 30 June 2021

	Note	2021 \$	2020 \$
<b>Assets</b>			
<b>Investments</b>			
Real Estate Properties (Australian - Residential)	2		
Unit 47/44 Highgrove Street, Thornlands, QLD 4164		445,109.00	429,000.00
<b>Total Investments</b>		<u>445,109.00</u>	<u>429,000.00</u>
<b>Other Assets</b>			
Bank Accounts	3		
Cash at Bank		39,845.27	40,150.46
Rent Receivable		1,984.45	0.00
<b>Total Other Assets</b>		<u>41,829.72</u>	<u>40,150.46</u>
<b>Total Assets</b>		<u>486,938.72</u>	<u>469,150.46</u>
Less:			
<b>Liabilities</b>			
ATO Supervisory Levy payable		259.00	0.00
Limited Recourse Borrowing Arrangements			
Unit 47/44 Highgrove Street, Thornlands, QLD 4164		298,327.30	299,782.87
<b>Total Liabilities</b>		<u>298,586.30</u>	<u>299,782.87</u>
<b>Net assets available to pay benefits</b>		<u>188,352.42</u>	<u>169,367.59</u>
Represented By :			
<b>Liability for accrued benefits allocated to members' accounts</b>			
Hills, Colin - Accumulation	4, 5	94,212.97	89,772.50
Hills, Eliza - Accumulation		94,139.45	79,595.09
<b>Total Liability for accrued benefits allocated to members' accounts</b>		<u>188,352.42</u>	<u>169,367.59</u>

**Hills Superannuation Fund**  
**Operating Statement**  
For the year ended 30 June 2021

	Note	2021 \$	2020 \$
<b>Income</b>			
<b>Investment Income</b>			
Interest Received		37.01	102.06
Property Income	7	20,909.45	20,573.60
<b>Investment Gains</b>			
Changes in Market Values	8		
Unrealised Movements in Market Value		25,834.00	0.00
Other Revaluations		0.00	(3,601.57)
<b>Contribution Income</b>			
Employer Contributions		12,193.20	26,608.74
<b>Other Income</b>			
Other Income		199.75	67.80
<b>Total Income</b>		<u>59,173.41</u>	<u>43,750.63</u>
<b>Expenses</b>			
Accountancy Fees		2,420.00	0.00
Administration Costs		1,050.00	6,420.00
ATO Supervisory Levy		1,295.00	0.00
Auditor's Remuneration		495.00	495.00
ASIC Fees		328.00	0.00
Advisor Fees		(46.75)	0.00
Bank Charges		120.00	120.00
Depreciation		9,725.00	11,277.00
Life Insurance Premiums		0.00	298.04
Property Expenses - Non Specified		0.00	5,806.77
Property Expenses - Council Rates		3,265.08	0.00
Property Expenses - Interest on Loans		18,514.47	19,412.39
Property Expenses - Strata Levy Fees		2,692.78	0.00
Property Expenses - Sundry Expenses		330.00	0.00
Trustee Fees		0.00	321.00
		<u>40,188.58</u>	<u>44,150.20</u>
<b>Total Expenses</b>		<u>40,188.58</u>	<u>44,150.20</u>
<b>Benefits accrued as a result of operations before income tax</b>			
		<u>18,984.83</u>	<u>(399.57)</u>
Income Tax Expense	9	0.00	0.00
<b>Benefits accrued as a result of operations</b>		<u>18,984.83</u>	<u>(399.57)</u>

# Hills Superannuation Fund

## Detailed Operating Statement

For the year ended 30 June 2021

	2021	2020
	\$	\$
<b>Income</b>		
Interest Received		
Cash at Bank	37.01	102.06
	<u>37.01</u>	<u>102.06</u>
Property Income		
Unit 47/44 Highgrove Street, Thornlands, QLD 4164	20,909.45	20,573.60
	<u>20,909.45</u>	<u>20,573.60</u>
<b>Contribution Income</b>		
Employer Contributions - Concessional		
Colin Hills	0.00	15,000.00
Eliza Hills	12,193.20	11,608.74
	<u>12,193.20</u>	<u>26,608.74</u>
<b>Other Income</b>		
Other Income	199.75	67.80
	<u>199.75</u>	<u>67.80</u>
<b>Investment Gains</b>		
Unrealised Movements in Market Value		
Real Estate Properties (Australian - Residential)		
Unit 47/44 Highgrove Street, Thornlands, QLD 4164	25,834.00	0.00
	<u>25,834.00</u>	<u>0.00</u>
Other Revaluations	0.00	(3,601.57)
	<u>0.00</u>	<u>(3,601.57)</u>
<b>Changes in Market Values</b>	<u>25,834.00</u>	<u>(3,601.57)</u>
<b>Total Income</b>	<u>59,173.41</u>	<u>43,750.63</u>
<b>Expenses</b>		
Accountancy Fees	2,420.00	0.00
Administration Costs	1,050.00	6,420.00
Advisor Fees	(46.75)	0.00
ASIC Fees	328.00	0.00
ATO Supervisory Levy	1,295.00	0.00
Auditor's Remuneration	495.00	495.00
Bank Charges	120.00	120.00
Life Insurance Premiums	0.00	298.04
Property Expenses - Non Specified	0.00	5,806.77
Trustee Fees	0.00	321.00
	<u>5,661.25</u>	<u>13,460.81</u>
Depreciation		
Unit 47/44 Highgrove Street, Thornlands, QLD 4164	9,725.00	11,277.00
	<u>9,725.00</u>	<u>11,277.00</u>
Property Expenses - Council Rates		
Unit 47/44 Highgrove Street, Thornlands, QLD 4164	3,265.08	0.00
	<u>3,265.08</u>	<u>0.00</u>
Property Expenses - Interest on Loans		

# Hills Superannuation Fund

## Detailed Operating Statement

For the year ended 30 June 2021

	2021	2020
	\$	\$
Unit 47/44 Highgrove Street, Thornlands,QLD 4164	18,514.47	19,412.39
	<u>18,514.47</u>	<u>19,412.39</u>
Property Expenses - Strata Levy Fees		
Unit 47/44 Highgrove Street, Thornlands,QLD 4164	2,692.78	0.00
	<u>2,692.78</u>	<u>0.00</u>
Property Expenses - Sundry Expenses		
Unit 47/44 Highgrove Street, Thornlands,QLD 4164	330.00	0.00
	<u>330.00</u>	<u>0.00</u>
<b>Total Expenses</b>	<u>40,188.58</u>	<u>44,150.20</u>
<b>Benefits accrued as a result of operations before income tax</b>	<u>18,984.83</u>	<u>(399.57)</u>
<b>Total Income Tax</b>	<u>0.00</u>	<u>0.00</u>
<b>Benefits accrued as a result of operations</b>	<u>18,984.83</u>	<u>(399.57)</u>

# Hills Superannuation Fund

## Members Statement

Colin Hills  
 174 Plateau Road  
 Bilgola Plateau, New South Wales, 2107, Australia

### Your Details

Date of Birth :	Provided	Vested Benefits:	94,212.97
Age:	51	Total Death Benefit:	94,212.97
Tax File Number:	Provided		
Date Joined Fund:	03/11/2017		
Service Period Start Date:	03/11/2017		
Date Left Fund:			
Member Code:	HILCOL00001A		
Account Start Date:	03/11/2017		
Account Phase:	Accumulation Phase		
Account Description:	Accumulation		

### Your Balance

Total Benefits	94,212.97
<u>Preservation Components</u>	
Preserved	94,212.97
Unrestricted Non Preserved	
Restricted Non Preserved	
<u>Tax Components</u>	
Tax Free	1,625.00
Taxable	92,587.97

### Your Detailed Account Summary

	This Year
Opening balance at 01/07/2020	89,772.50
<u>Increases to Member account during the period</u>	
Employer Contributions	
Personal Contributions (Concessional)	
Personal Contributions (Non Concessional)	
Government Co-Contributions	
Other Contributions	
Proceeds of Insurance Policies	
Transfers In	
Net Earnings	3,498.37
Internal Transfer In	
<u>Decreases to Member account during the period</u>	
Pensions Paid	
Contributions Tax	
Income Tax	(942.10)
No TFN Excess Contributions Tax	
Excess Contributions Tax	
Refund Excess Contributions	
Division 293 Tax	
Insurance Policy Premiums Paid	
Management Fees	
Member Expenses	
Benefits Paid/Transfers Out	
Superannuation Surcharge Tax	
Internal Transfer Out	
Closing balance at 30/06/2021	94,212.97



# Hills Superannuation Fund

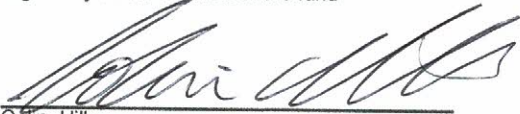
## Members Statement

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### Trustee's Disclaimer

This statement has been prepared by the Trustee for the member whose name appears at the top of this statement. Every effort has been made by the Trustee to ensure the accuracy and completeness of this Statement. The Trustee does not accept any liability for any error, omission or misprint. All amounts shown in relation to benefits do not take into account any amounts which may be withheld to satisfy the requirements imposed by the Income Tax Assessment Act 1936.

Signed by all the trustees of the fund



Colin Hills  
Director



Eliza Hills  
Director

# Hills Superannuation Fund

## Members Statement

Eliza Hills  
 174 Plateau Road  
 Bilgola Plateau, New South Wales, 2107, Australia

### Your Details

Date of Birth : Provided  
 Age: 42  
 Tax File Number: Provided  
 Date Joined Fund: 03/11/2017  
 Service Period Start Date: 03/11/2017  
 Date Left Fund:  
 Member Code: HILELI00001A  
 Account Start Date: 03/11/2017  
 Account Phase: Accumulation Phase  
 Account Description: Accumulation

Vested Benefits: 94,139.45  
 Total Death Benefit: 94,139.45

### Your Balance

Total Benefits 94,139.45

Preservation Components  
 Preserved 94,139.45  
 Unrestricted Non Preserved  
 Restricted Non Preserved

Tax Components  
 Tax Free  
 Taxable 94,139.45

### Your Detailed Account Summary

	This Year
Opening balance at 01/07/2020	79,595.09
<u>Increases to Member account during the period</u>	
Employer Contributions	12,193.20
Personal Contributions (Concessional)	
Personal Contributions (Non Concessional)	
Government Co-Contributions	
Other Contributions	
Proceeds of Insurance Policies	
Transfers In	
Net Earnings	3,293.26
Internal Transfer In	
<u>Decreases to Member account during the period</u>	
Pensions Paid	
Contributions Tax	1,828.96
Income Tax	(886.86)
No TFN Excess Contributions Tax	
Excess Contributions Tax	
Refund Excess Contributions	
Division 293 Tax	
Insurance Policy Premiums Paid	
Management Fees	
Member Expenses	
Benefits Paid/Transfers Out	
Superannuation Surcharge Tax	
Internal Transfer Out	
Closing balance at 30/06/2021	94,139.45

# Hills Superannuation Fund

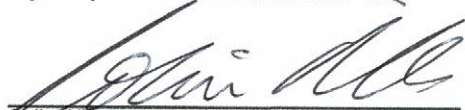
## Members Statement

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### Trustee's Disclaimer

This statement has been prepared by the Trustee for the member whose name appears at the top of this statement. Every effort has been made by the Trustee to ensure the accuracy and completeness of this Statement. The Trustee does not accept any liability for any error, omission or misprint. All amounts shown in relation to benefits do not take into account any amounts which may be withheld to satisfy the requirements imposed by the Income Tax Assessment Act 1936.

Signed by all the trustees of the fund



Colin Hills  
Director



Eliza Hills  
Director

Hills Superannuation Fund  
**Members Summary**  
 As at 30 June 2021

Opening Balances	Increases				Decreases					Closing Balance	
	Contributions	Transfers In	Net Earnings	Insurance Proceeds	Pensions Paid	Contributions Tax	Taxes Paid	Benefits Paid/ Transfers Out	Insurance Premiums		Member Expenses
<b>Colln Hills (Age: 51)</b>											
HILCOL00001A - Accumulation											
89,772.50			3,498.37				(942.10)				94,212.97
<b>89,772.50</b>			<b>3,498.37</b>				<b>(942.10)</b>				<b>94,212.97</b>
<b>Eliza Hills (Age: 42)</b>											
HILELI00001A - Accumulation											
79,595.09	12,193.20		3,293.26			1,828.96	(886.86)				94,139.45
<b>79,595.09</b>	<b>12,193.20</b>		<b>3,293.26</b>			<b>1,828.96</b>	<b>(886.86)</b>				<b>94,139.45</b>
<b>169,367.59</b>	<b>12,193.20</b>		<b>6,791.63</b>			<b>1,828.96</b>	<b>(1,828.96)</b>				<b>188,352.42</b>

# Notes to the Financial Statements

For the year ended 30 June 2021

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## Note 1: Summary of Significant Accounting Policies

The trustees have prepared the financial statements on the basis that the Superannuation Fund is not a reporting entity because it is not publicly accountable and is not required by law or governing document to prepare financial statements that comply with Australian Accounting Standards. 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 and are based on historical costs, except for investments which have been measured at market value.

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 Director(s).

### 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 value, 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 were 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) unlisted investments are stated at trustees' assessment based on estimated market value at balance date or where necessary, an external valuer's opinion; and
- (v) investment properties at the trustees' assessment of the market value or where necessary a qualified independent valuer's opinion at the end of reporting period.

### 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

#### Interest revenue

Interest revenue is recognised in respect of fixed-interest securities, and cash and cash equivalent balances. Interest revenue is recognised upon receipt.

#### Dividend revenue

# Notes to the Financial Statements

For the year ended 30 June 2021

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

Upon entering into each contract as a lessor, the Fund assesses if the lease is a finance or operating lease. All leases have been assessed as operating leases. Rental revenue arising from operating leases on investment properties is recognised on straight-line basis over the term of the specific lease.

## Distribution revenue

Distributions from unit trusts and managed funds are recognised as at the date the unit value is quoted ex-distribution and if not received at the end of the reporting period, are reflected in the statement of financial position as a receivable at 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).

## Contributions

Contributions and transfers in are recognised when the control and the benefits from the revenue have been attained and are recorded by the Fund, gross of any taxes, in the period to which they relate.

### 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. Trade and Other Payables

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 the market value. Any remeasurement changes in the gross value of non-current financial liabilities (including liabilities for members' accrued benefits) are recognised in the operating statement in the periods in which they occur.

### 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.

#### Note 2: Real Estate Properties (Australian - Residential)

	2021 \$	2020 \$
Unit 47/44 Highgrove Street, Thornlands, QLD 4164	445,109.00	429,000.00
	445,109.00	429,000.00

#### Note 3: Banks and Term Deposits

## Notes to the Financial Statements

For the year ended 30 June 2021

	2021 \$	2020 \$
<b>Banks</b>		
Cash at Bank	39,845.27	40,150.46
	<u>39,845.27</u>	<u>40,150.46</u>

**Note 4: Liability for Accrued Benefits**

	2021 \$	2020 \$
Liability for accrued benefits at beginning of year	169,367.59	0.00
Benefits accrued as a result of operations	18,984.83	(399.57)
Current year member movements	0.00	169,767.16
Liability for accrued benefits at end of year	<u>188,352.42</u>	<u>169,367.59</u>

**Note 5: Vested Benefits**

Vested benefits are benefits that are not conditional upon continued membership of the fund (or any factor other than resignation from the plan) and include benefits which members were entitled to receive had they terminated their fund membership as at the end of the reporting period.

	2021 \$	2020 \$
Vested Benefits	<u>188,352.42</u>	<u>169,367.59</u>

**Note 6: Guaranteed Benefits**

No guarantees have been made in respect of any part of the liability for accrued benefits.

**Note 7: Rental Income**

	2021 \$	2020 \$
Unit 47/44 Highgrove Street, Thornlands, QLD 4164	20,909.45	20,573.60
	<u>20,909.45</u>	<u>20,573.60</u>

**Note 8: Changes in Market Values****Unrealised Movements in Market Value**

	2021 \$	2020 \$
<b>Other Revaluations</b>		
Other Revaluations	0.00	(3,601.57)
	<u>0.00</u>	<u>(3,601.57)</u>

Hills Superannuation Fund

**Notes to the Financial Statements**

For the year ended 30 June 2021

<b>Real Estate Properties (Australian - Residential)</b>		
Unit 47/44 Highgrove Street, Thornlands, QLD 4164	25,834.00	0.00
	<hr/>	<hr/>
	25,834.00	0.00
	<hr/>	<hr/>
<b>Total Unrealised Movement</b>	25,834.00	(3,601.57)
	<hr/>	<hr/>
<b>Realised Movements in Market Value</b>		
	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>Total Realised Movement</b>	0.00	0.00
	<hr/>	<hr/>
<b>Changes in Market Values</b>	25,834.00	(3,601.57)
	<hr/>	<hr/>
<b>Note 9: Income Tax Expense</b>		
	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
The components of tax expense comprise		
The prima facie tax on benefits accrued before income tax is reconciled to the income tax as follows:		
Prima facie tax payable on benefits accrued before income tax at 15%	2,847.72	0.00
Less:		
Tax effect of:		
Increase in MV of Investments	3,875.10	0.00
Add:		
Tax effect of:		
Tax Losses	1,027.35	0.00
Rounding	0.03	0.00
Less credits:		
	<hr/>	<hr/>
Current Tax or Refund	0.00	0.00
	<hr/>	<hr/>



# Hills Superannuation Fund Trustees Declaration

Hills Super Investments (AUST) Pty Ltd ACN: 622641927

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

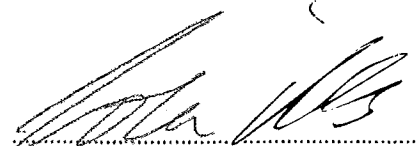
The directors of the trustee company declare that:

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2021 present fairly, in all material respects, the financial position of the Superannuation Fund at 30 June 2021 and the results of its operations for the year ended on that date 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 2021.

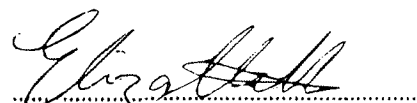
Specifically, the directors of the trustee company declare that:

- in accordance with s120 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 s50 of the Superannuation Industry (Supervision) Act 1993 and reg13.14 of the Superannuation Industry (Supervision) Regulations 1994; and
- to the knowledge of the directors of the trustee company, 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:



Colin Hills  
Hills Super Investments (AUST) Pty Ltd  
Director



Eliza Hills  
Hills Super Investments (AUST) Pty Ltd  
Director

13 December 2022

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