

# Self-managed superannuation fund annual return

2019

Who should complete this annual return?

Only self-managed superannuation funds (SMSFs) can complete this annual return. All other funds must complete the Fund income tax return 2019 (NAT 71287)

Return year

The Self-managed superannuation fund annual return instructions 2019 (NAT 71606) (the instructions) can assist you to complete this annual return.

The SMSF annual return cannot be used to notify us of a change in fund membership. You must update fund details via [ABR.gov.au](http://ABR.gov.au) or complete the Change of details for superannuation entities form (NAT3036).

## Section A: Fund information

1 Tax file number (TFN)

The Tax Office is authorised by law to request your TFN. You are not obliged to quote your TFN but not quoting it could increase the chance of delay or error in processing your annual return. See the Privacy note in the Declaration.

2 Name of self-managed superannuation fund (SMSF)

3 Australian business number (ABN)

4 Current postal address

CLEAVE ACCOUNTING PTY LTD			
PO Box 165			
VIRGINIA BC	QLD	4014	

5 Annual return status

Is this an amendment to the SMSF's 2019 return?   N

Is this the first required return for a newly registered SMSF?   N

6 SMSF auditor

Auditor's name

Title	<input type="text" value="MR"/>
Family name	<input type="text" value="BOYS"/>
First given name	<input type="text" value="ANTHONY"/>
Other given names	<input type="text"/>
SMSF Auditor Number	<input type="text" value="100 014 140"/>
Auditor's phone number	<input type="text" value="0410 712708"/>
Use Agent address details? <input type="radio"/> N	Postal address
<input type="text" value="SUPER AUDITS"/>	
<input type="text" value="BOX 3376"/>	
<input type="text" value="RUNDALL MALL"/>	<input type="text" value="SA 5000"/>

Date audit was completed  A

Was Part A of the audit report qualified?  B  N

Was Part B of the audit report qualified?  C  N

If the audit report was qualified, have the reported issues been rectified?  D

7 Electronic funds transfer (EFT)

We need your self-managed super fund's financial institution details to pay any super payments and tax refunds owing to you.

A Fund's financial institution account details

This account is used for super contributions and rollovers. Do not provide a tax agent account here.

Fund BSB number (must be six digits) 062598 Fund account number 10134628

Fund account name (for example, J&Q Citizen ATF J&Q Family SF) LESLIE CHARLES GUNN & VALERIE

I would like my tax refunds made to this account. Y Print Y for yes or N for no. If Yes, Go to C.

B Financial institution account details for tax refunds

Use Agent Trust Account? [ ]

This account is used for tax refunds. You can provide a tax agent account here.

BSB number [ ] Account number [ ]

Fund account name (for example, J&Q Citizen ATF J&Q Family SF) [ ]

C Electronic service address alias

Provide the electronic service address (ESA) issued by your SMSF messaging provider (For example, SMSFdataESAAlias). See instructions for more information.

[ ]

8 Status of SMSF

Australian superannuation fund

A Y

Does the fund trust deed allow acceptance of the Government's Super Co-contribution and Low Income Super Contribution?

C Y

Fund's tax file number (TFN) 863 324 080

Fund benefit structure B A Code

9 Was the fund wound up during the income year?

N Print Y for yes or N for no.

If yes, provide the date on which fund was wound up Day Month Year [ ]

Have all tax lodgment and payment obligations been met? [ ]

10 Exempt current pension income

Did the fund pay retirement phase superannuation income stream benefits to one or more members in the income year? Y Print Y for yes or N for no.

To claim a tax exemption for current pension income, you must pay at least the minimum benefit payment under the law. Record exempt current pension income at Label A

If No, Go to Section B: Income

If Yes Exempt current pension income amount A 190,855

Which method did you use to calculate your exempt current pension income?

Segregated assets method B [ ]

Unsegregated assets method C X

Was an actuarial certificate obtained? D Y Print Y for yes

Did the fund have any other income that was assessable? E Y Print Y for yes or N for no. If Yes, go to Section B: Income

Choosing 'No' means that you do not have any assessable income, including no-TFN quoted contributions. If No - Go to Section C: Deductions and non-deductible expenses. (Do not complete Section B: Income.)

If you are entitled to claim any tax offsets, you can list these at Section D: Income tax calculation statement

**Section B: Income**

Do not complete this section if all superannuation interests in the SMSF were supporting superannuation income streams in the retirement phase for the entire year, there was no other income that was assessable, and you have not realised a deferred notional gain. If you are entitled to claim any tax offsets, you can record these at Section D: Income tax calculation statement.

**11 Income**

Did you have a capital gains tax (CGT) event during the year?  Y  N Print Y for yes or N for no.

Have you applied an exemption or rollover?  Y  N Print Y for yes or N for no. Code

If the total capital loss or total capital gain is greater than \$10,000 or you elected to use the CGT relief in 2017 and the deferred notional gain has been realised, complete and attach a Capital Gains Tax (CGT) schedule 2019

Net capital gain  A

Gross rent and other leasing and hiring income  B

Gross interest  C

Forestry managed investment scheme income  D

Gross foreign income  D1  Net foreign income  D   Loss

Australian franking credits from a New Zealand company  E

Transfers from foreign funds  F   Number

Gross payments where ABN not quoted  G

Gross distribution from partnerships  H   Loss

\* Unfranked dividend amount  J

\* Franked dividend amount  K

\* Dividend franking credit  L

\* Gross trust distributions  M   Code P

**Calculation of assessable contributions**

Assessable employer contributions  R1

plus Assessable personal contributions  R2

plus #\*No-TFN-quoted contributions  R3

(an amount must be included even if it is zero)

less Transfer of liability to life insurance company or PST  R6

Assessable contributions (R1 plus R2 plus R3 less R6)  R

**Calculation of non-arm's length income**

\* Net non-arm's length private company dividends  U1

plus \* Net non-arm's length trust distributions  U2

plus \* Net other non-arm's length income  U3

\* Other income  S   Code O

\*Assessable income due to changed tax status of fund  T

Net non-arm's length income (subject to 45% tax rate) (U1 plus U2 plus U3)  U

#This is a mandatory label  
\* If an amount is entered at this label, check the instructions to ensure the correct tax treatment has been applied.

GROSS INCOME (Sum of labels A to U)  W   Loss

Exempt current pension income  Y

TOTAL ASSESSABLE INCOME (W less Y)  V   Loss

**Section C: Deductions and non-deductible expenses**

**12 Deductions and non-deductible expenses**

Under 'Deductions' list all expenses and allowances you are entitled to claim a deduction for. Under 'Non-deductible expenses', list all other expenses or normally allowable deductions that you cannot claim as a deduction (for example, all expenses related to exempt current pension income should be recorded in the 'Non-deductible expenses' column).

DEDUCTIONS		NON-DEDUCTIBLE EXPENSES	
Interest expenses within Australia	A <input type="text"/>	A <input type="text"/>	
Interest expenses overseas	B <input type="text"/>	B <input type="text"/>	
Capital works expenditure	D <input type="text"/>	D <input type="text"/>	
Decline in value of depreciating assets	E <input type="text"/>	E <input type="text"/>	
Insurance premiums – members	F <input type="text"/>	F <input type="text"/>	
Death benefit increase	G <input type="text"/>		
SMSF auditor fee	H <input type="text" value="342"/>	H <input type="text" value="905"/>	
Investment expenses	I <input type="text"/>	I <input type="text"/>	
Management and administration expenses	J <input type="text" value="4,321"/>	J <input type="text" value="10,735"/>	
Forestry managed investment scheme expense	K <input type="text"/>	K <input type="text"/>	
Other amounts	L <input type="text"/> Code <input type="text"/>	L <input type="text"/> Code <input type="text"/>	
Tax losses deducted	M <input type="text"/>		
<b>TOTAL DEDUCTIONS</b>		<b>TOTAL NON-DEDUCTIBLE EXPENSES</b>	
N <input type="text" value="4,663"/> (Total A1 to M1)		Y <input type="text" value="11,640"/> (Total A2 to L2)	
<b>#TAXABLE INCOME OR LOSS</b>		<b>TOTAL SMSF EXPENSES</b>	
O <input type="text" value="67,568"/> Loss <input type="text"/>		Z <input type="text" value="16,303"/> (N plus Y)	
<b>(TOTAL ASSESSABLE INCOME less TOTAL DEDUCTIONS)</b>			

#This is a mandatory label.

**Section D: Income tax calculation statement**

**#Important:** Section B label R3, Section C label O and Section D labels A, T1, J, T5 and I are mandatory. If you leave these labels blank you will have specified a zero amount

**13 Calculation statement**

Please refer to the Self-managed superannuation fund annual return instructions 2019 on how to complete the calculation statement.

#Taxable income	A <input type="text" value="67,568"/>	(an amount must be included even if it is zero)
#Tax on taxable income	T <input type="text" value="10,135.20"/>	(an amount must be included even if it is zero)
#Tax on no-TFN-quoted contributions	S <input type="text" value="0.00"/>	(an amount must be included even if it is zero)
<b>Gross tax</b>	B <input type="text" value="10,135.20"/>	(T1 plus J)

Foreign income tax offset C1	<input type="text"/>	Non-refundable non-carry forward tax offsets C2	<input type="text" value="0.00"/>
Rebates and tax offsets C2	<input type="text"/>		
		(C1 plus C2)	

**SUBTOTAL 1**  
  
 (B less C –cannot be less than zero)

Early stage venture capital limited partnership tax offset D1	<input type="text"/>	Non-refundable carry forward tax offsets D2	<input type="text" value="0.00"/>
Early stage venture capital limited partnership tax offset carried forward from previous year D2	<input type="text"/>		
Early stage investor tax offset D3	<input type="text"/>		
Early stage investor tax offset carried forward from previous year D4	<input type="text"/>		

**SUBTOTAL 2**  
  
 (T2 less D –cannot be less than zero)

Complying fund's franking credits tax offset E1	<input type="text" value="14,879.98"/>	Refundable tax offsets E2	<input type="text" value="14,879.98"/>
No-TFN tax offset E2	<input type="text"/>		
National rental affordability scheme tax offset E3	<input type="text"/>		
Exploration credit tax offset E4	<input type="text"/>		

**#TAX PAYABLE**   
 (T3 less E - cannot be less than zero)

**Section 102AAM interest charge**

Credit for interest on early payments – amount of interest	<input type="text"/>
Credit for tax withheld – foreign resident withholding (excluding capital gains)	<input type="text"/>
Credit for tax withheld – where ABN or TFN not quoted (non-individual)	<input type="text" value="487.00"/>
Credit for TFN amounts withheld from payments from closely held trusts	<input type="text"/>
Credit for interest on no-TFN tax offset	<input type="text"/>
Credit for foreign resident capital gains withholding amounts	<input type="text"/>
<b>Eligible credits</b>	
	<input type="text" value="487.00"/>
(H1 plus H2 plus H3 plus H5 plus H6 plus H8)	

<b>#Tax offset refunds</b> (Remainder of refundable tax offsets).	<input type="text" value="4,744.78"/>
(unused amount from label E- an amount must be included even if it is zero)	

<b>PAYG instalments raised</b>	<input type="text"/>
<b>Supervisory levy</b>	<input type="text" value="259.00"/>
<b>Supervisory levy adjustment for wound up funds</b>	<input type="text"/>
<b>Supervisory levy adjustment for new funds</b>	<input type="text"/>

<b>Total amount of tax refundable</b>	<input type="text" value="4,972.78"/>
(T5 plus G less H less I less K plus L less M plus N)	

#This is a mandatory label.

**Section E: Losses**

**14 Losses**

If total loss is greater than \$100,000, complete and attach a Losses schedule 2019.

Tax losses carried forward to later income years	<input type="text" value="0"/>
Net capital losses carried forward to later income years	<input type="text" value="341,820"/>

Net capital losses brought forward from prior years		Net capital losses carried forward to later income years	
Non-Collectables	<input type="text" value="3,023"/>	<input type="text" value="341,820"/>	
Collectables	<input type="text" value="0"/>	<input type="text" value="0"/>	

Section F / Section G: **Member Information**

In Section F / G report all current members in the fund at 30 June.  
Use Section F / G to report any former members or deceased members who held an interest in the fund at any time during the income year.

Title	MR	See the Privacy note in the Declaration.	Member Number	1
Family name	GUNN	Member's TFN	316 904 897	
First given name	LESLIE			Account status
Other given names	CHARLES			<input type="radio"/> Code
Date of birth	09/10/1958	If deceased, date of death		

**Contributions**

OPENING ACCOUNT BALANCE 1,747,798.44

Refer to instructions for completing these labels

Employer contributions

ABN of principal employer

Personal contributions 25,000.00

CGT small business retirement exemption

CGT small business 15-year exemption amount

Personal injury election

Spouse and child contributions

Other third party contributions

Proceeds from primary residence disposal

Receipt date

Assessable foreign superannuation fund amount

Non-assessable foreign superannuation fund amount

Transfer from reserve: assessable amount

Transfer from reserve: non-assessable amount

Contributions from non-complying funds and previously non-complying funds

Any other contributions (including Super Co-contributions and low Income Super Contributions)

TOTAL CONTRIBUTIONS 25,000.00  
(Sum of labels A to M)

**Other transactions**

Accumulation phase account balance 175,979.64

Retirement phase account balance - Non CDBIS 1,277,634.86

Retirement phase account balance - CDBIS 0.00

0 TRIS Count

Allocated earnings or losses 155,975.15  Loss

Inward rollovers and transfers

Outward rollovers and transfers

Lump Sum payment

Income stream payment 163,208.79  Code M

Accumulation phase value

Retirement phase value

Outstanding limited recourse borrowing arrangement amount 0.00

See the Privacy note in the Declaration.

Title	MRS	Member's TFN	319 639 861	Member Number	2
Family name	GUNN			Account status	0 Code
First given name	VALERIE				
Other given names	KAY				
Date of birth	06/06/1958	If deceased, date of death			

**Contributions**

OPENING ACCOUNT BALANCE 1,747,668.26

Refer to instructions for completing these labels

Employer contributions  
A

ABN of principal employer  
A

Personal contributions  
B 25,000.00

CGT small business retirement exemption  
C

CGT small business 15-year exemption amount  
D

Personal injury election  
E

Spouse and child contributions  
F

Other third party contributions  
G

Proceeds from primary residence disposal  
H

Receipt date  
H

Assessable foreign superannuation fund amount  
I

Non-assessable foreign superannuation fund amount  
J

Transfer from reserve: assessable amount  
K

Transfer from reserve: non-assessable amount  
L

Contributions from non-complying funds and previously non-complying funds  
M

Any other contributions (including Super Co-contributions and low Income Super Contributions)  
N

TOTAL CONTRIBUTIONS 25,000.00  
(Sum of labels A to M)

**Other transactions**

Accumulation phase account balance S1	175,880.13
Retirement phase account balance - Non CDBIS S2	1,282,883.57
Retirement phase account balance - CDBIS S3	0.00
TRIS Count	0

Allocated earnings or losses O	150,695.76	Loss L
Inward rollovers and transfers P		
Outward rollovers and transfers Q		
Lump Sum payment R		Code
Income stream payment R	163,208.80	Code M

CLOSING ACCOUNT BALANCE 1,458,763.70  
S1 plus S2 plus S3

Accumulation phase value X	
Retirement phase value Y	
Outstanding limited recourse borrowing arrangement amount Y	0.00



**Section H: Assets and liabilities**

**15 ASSETS**

**15a Australian managed investments**

Listed trusts  A

Unlisted trusts  B

Insurance policy  C

Other managed investments  D

**15b Australian direct investments**

Cash and term deposits  E

Debt securities  F

Loans  G

Listed shares  H

Unlisted shares  I

<b>Limited recourse borrowing arrangements</b>	
<input type="checkbox"/> JK Australian residential real property	<input type="text"/>
<input type="checkbox"/> LP Australian non-residential real property	<input type="text"/>
<input type="checkbox"/> MN Overseas real property	<input type="text"/>
<input type="checkbox"/> QR Australian shares	<input type="text"/>
<input type="checkbox"/> ST Overseas shares	<input type="text"/>
<input type="checkbox"/> UV Other	<input type="text"/>

Limited recourse borrowing arrangements  J

Non-residential real property  K

Residential real property  L

Collectables and personal use assets  M

Other assets  O

**15c Other investments**

Crypto-Currency  X

**15d Overseas direct investments**

Overseas shares  Y

Overseas non-residential real property  Z

Overseas residential real property  AA

Overseas managed investments  AB

Other overseas assets  AC

**TOTAL AUSTRALIAN AND OVERSEAS ASSETS**  AD   
(Sum of labels A to T)

**15e In-house assets**

Did the fund have a loan to, lease to or investment in, related parties (known as in-house assets) at the end of the income year  N

**15f Limited recourse borrowing arrangements**

If the fund had an LRBA were the LRBA borrowings from a licensed financial institution?  A  Print Y for yes or N for no.

Did the members or related parties of the fund use personal guarantees or other security for the LRBA?  B  Print Y for yes or N for no.

16 LIABILITIES

Borrowings for limited recourse borrowing arrangements	<input type="checkbox"/> V1	<input type="text"/>	
Permissible temporary borrowings	<input type="checkbox"/> V2	<input type="text"/>	
Other borrowings	<input type="checkbox"/> V3	<input type="text"/>	
			Borrowings <input type="checkbox"/> V <input type="text" value="0"/>
Total member closing account balances (total of all CLOSING ACCOUNT BALANCES from Sections F and G)		<input type="checkbox"/> W	<input type="text" value="2,912,378"/>
Reserve accounts		<input type="checkbox"/> X	<input type="text"/>
Other liabilities		<input type="checkbox"/> Y	<input type="text" value="6,985"/>
<b>TOTAL LIABILITIES</b>		<input type="checkbox"/> Z	<input type="text" value="2,919,363"/>

Section I: Taxation of financial arrangements

17 Taxation of financial arrangements (TOFA)

Total TOFA gains  P

Total TOFA losses  Q

Section J: Other information

Family trust election status

If the trust or fund has made, or is making, a family trust election, write the four-digit income year specified of the election (for example, for the 2018–19 income year, write 2019).  A

If revoking or varying a family trust election, print R for revoke or print V for variation, and complete and attach the Family trust election, revocation or variation 2019.  B

Interposed entity election status

If the trust or fund has an existing election, write the earliest income year specified. If the trust or fund is making one or more elections this year, write the earliest income year being specified and complete an Interposed entity election or revocation 2019 for each election.  C

If revoking an interposed entity election, print R, and complete and attach the Interposed entity election or revocation 2019.  D

Section K:Declarations

Penalties may be imposed for false or misleading information in addition to penalties relating to any tax shortfalls.

Important

Before making this declaration check to ensure that all income has been disclosed and the annual return, all attached schedules and any additional documents are true and correct in every detail. If you leave labels blank, you will have specified a zero amount or the label was not applicable to you. If you are in doubt about any aspect of the annual return, place all the facts before the ATO.

Privacy

The ATO is authorised by the Taxation Administration Act 1953 to request the provision of tax file numbers (TFNs). We will use the TFN to identify the entity in our records. It is not an offence not to provide the TFN. However if you do not provide the TFN, the processing of this form may be delayed.

Taxation law authorises the ATO to collect information and disclose it to other government agencies. For information about your privacy go to ato.gov.au/privacy.

TRUSTEE'S OR DIRECTOR'S DECLARATION:

I declare that, the current trustees and directors have authorised this annual return and it is documented as such in the SMSF's records. I have received a copy of the audit report (if required) and are aware of any matters raised therein. The information on this annual return, including any attached schedules and additional documentation is true and correct.

Authorised trustee's, director's or public officer's signature

[Handwritten signature]

Date 30/04/2020

Preferred trustee or director contact details:

Form fields for contact details: Title (MR), Family name (GUNN), First given name (LESLIE), Other given names (CHARLES), Phone number (07 33593311), Email address, Non-individual trustee name, ABN of non-individual trustee.

Time taken to prepare and complete this annual return [ ] Hrs

The Commissioner of Taxation, as Registrar of the Australian Business Register, may use the ABN and business details which you provide on this annual return to maintain the integrity of the register. For further information, refer to the instructions.

TAX AGENT'S DECLARATION:

I, CLEAVE ACCOUNTING PTY LTD

declare that the Self-managed superannuation fund annual return 2019 has been prepared in accordance with information provided by the trustees, that the trustees have given me a declaration stating that the information provided to me is true and correct, and that the trustees have authorised me to lodge this annual return.

Tax agent's signature [Handwritten signature]

Date 30/04/2020

Tax agent's contact details

Form fields for tax agent details: Title (MR), Family name (CLEAVE), First given name (JIM), Other given names, Tax agent's practice (CLEAVE ACCOUNTING PTY LTD), Tax agent's phone number (07 3359 3311), Tax agent number (00749006), Reference number (GUNN0270).

<p><b>Losses schedule</b>                  Companies and trusts that do not join consolidated groups should complete and attach this schedule to their 2019 tax return.                  Superannuation funds should complete and attach this schedule to their 2019 tax return.</p>	2019
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Refer to *Losses schedule instructions 2019*, available on our website [www.ato.gov.au](http://www.ato.gov.au) for instructions on how to complete this schedule.

Tax file number (TFN)  
 863 324 080

Name of entity  
 VALLES SUPER FUND

Australian business number (ABN)  
 42 753 212 679

**2 Net capital losses carried forward to later income years**

Year of loss					
2018-19	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	338,797
2017-18	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	3,023
2016-17	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
2015-16	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
2014-15	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
2013-14 and earlier income years	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
<b>Total</b>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<b>341,820</b>

Transfer the amount at label V to the Net capital losses carried forward to later income years label on your tax return.

**If the schedule is not lodged with the income tax return you are required to sign and date the schedule.**

**Important**

Before making this declaration check to ensure that all the information required has been provided on this form and any attachments to this form, and that the information provided is true and correct in every detail. If you are in doubt about any aspect of the tax return, place all the facts before the ATO. The income tax law imposes heavy penalties for false or misleading statements.

**Privacy**

Taxation law authorises the ATO to collect information and disclose it to other government agencies. This includes personal information of the person authorised to sign the declaration. For more information about your privacy go to [ato.gov.au/privacy](http://ato.gov.au/privacy)

**Taxpayer's declaration**

I declare that the information on this form is true and correct.

Signature



Date

30-4-2020

Contact person

Kestie Gunn

Daytime contact number

Area code

Number

0A09 4A4633

**PART A Electronic lodgment declaration (Form P, T, F, SMSF or EX)**

This declaration is to be completed where the tax return is to be lodged via an approved ATO electronic channel. It is the responsibility of the taxpayer to retain this declaration for a period of five years after the declaration is made, penalties may apply for failure to do so.

**Privacy**

The ATO is authorised by the Taxation Administration Act 1953 to request the provision of tax file numbers (TFNs). The ATO will use the TFNs to identify each partner or beneficiary or entity in our records. It is not an offence not to provide the TFNs. However, you cannot lodge your tax return electronically if you do not quote your TFN.

Taxation law authorises the ATO to collect information and disclose it to other government agencies, including personal information about the person authorised to sign the declaration. For information about privacy go to [ato.gov.au/privacy](http://ato.gov.au/privacy)

**The Australian Business Register**

The Commissioner of Taxation, as Registrar of the Australian Business Register, may use the ABN and business details which you provide on this tax return to maintain the integrity of the register.

Please refer to the privacy statement on the Australian Business Register (ABR) website ([www.abr.gov.au](http://www.abr.gov.au)) for further information – it outlines our commitment to safeguarding your details.

**Electronic funds transfer - direct debit**

Where you have requested an EFT direct debit some of your details will be provided to your financial institution and the Tax Office's sponsor bank to facilitate the payment of your taxation liability from your nominated account.

Tax file number 863 324 080

Year 2019

Name of partnership, trust, fund or entity VALLES SUPER FUND

I authorise my tax agent to electronically transmit this tax return via an approved ATO electronic channel.

**Important**

Before making this declaration please check to ensure that all income has been disclosed and the tax return is true and correct in every detail. If you are in doubt about any aspect of the tax return, place all the facts before the Tax Office. The tax law provides heavy penalties for false or misleading statements on tax returns.

**Declaration: I declare that:**

- the information provided to the agent for the preparation of this tax return, including any applicable schedules is true and correct, and
- the agent is authorised to lodge this tax return.

Signature of partner, trustee or director



Date

30-4-2020

**PART B Electronic funds transfer consent**

This declaration is to be completed when an electronic funds transfer (EFT) of a refund is requested and the tax return is being lodged through an approved ATO electronic lodgment channel.

This declaration must be signed by the partner, trustee, director or public officer prior to the EFT details being transmitted to the Tax Office. If you elect for an EFT, all details below must be completed.

Important: Care should be taken when completing EFT details as the payment of any refund will be made to the account specified.

Agent's reference number 00749006

Account Name LESLIE CHARLES GUNN &amp; VALERIE

I authorise the refund to be deposited directly to the specified account.

Signature



Date

30-4-2020

**VALLES SUPER FUND**  
**Operating Statement**

For the year ended 30 June 2019

	Note	2019 \$	2018 \$
<b>Income</b>			
<b>Investment Income</b>			
Trust Distributions	13	42,594.60	37,159.20
Dividends Received	12	34,984.10	21,099.98
Interest Received		421.08	694.90
Other Investment Income		140,254.19	117,255.32
<b>Contribution Income</b>			
Personal Concessional		50,000.00	50,000.00
<b>Total Income</b>		<u>268,253.97</u>	<u>226,209.40</u>
<b>Expenses</b>			
Accountancy Fees		11,945.71	7,366.99
Actuarial Fees		440.00	0.00
Administration Costs		0.00	99.00
ATO Supervisory Levy		259.00	0.00
Auditor's Remuneration		1,247.50	512.50
ASIC Fees		20.00	0.00
Bank Charges		109.40	106.35
Legal Fees		2,282.61	0.00
<b>Member Payments</b>			
Pensions Paid		326,417.59	128,000.00
Benefits Paid/Transfers Out		0.00	667,500.00
<b>Investment Losses</b>			
Changes in Market Values	14	513,852.44	96,476.36
<b>Total Expenses</b>		<u>856,574.25</u>	<u>900,061.20</u>
<b>Benefits accrued as a result of operations before income tax</b>		<u>(588,320.28)</u>	<u>(673,851.80)</u>
Income Tax Expense	15	(5,231.78)	4,113.32
<b>Benefits accrued as a result of operations</b>		<u>(583,088.50)</u>	<u>(677,965.12)</u>

Refer to compilation report

## Statement of Financial Position

As at 30 June 2019

	Note	2019 \$	2018 \$
<b>Assets</b>			
<b>Investments</b>			
Derivatives (Options, Hybrids, Future Contracts)	2	0.00	497.24
Loan to Other Entities	3	1,230,342.85	1,094,143.43
Real Estate Properties ( Australian - Residential)	4	477,750.00	1,083,999.78
Shares in Listed Companies (Australian)	5	1,002,748.20	949,853.02
Units in Listed Unit Trusts (Australian)	6	0.00	27,238.16
Units in Unlisted Unit Trusts (Australian)	7	205.00	145.00
<b>Total Investments</b>		<u>2,711,046.05</u>	<u>3,155,876.63</u>
<b>Other Assets</b>			
Sundry Debtors		0.00	3,689.51
Bank Account - CBA #4628		149,587.49	395,084.78
Bank Account - ING		13,238.15	13,042.45
Bank Account - CBA #4636		10,224.63	10,203.67
Bank Account - CBA #3096		34,148.42	25,376.83
GST Refundable		0.00	956.91
Income Tax Refundable		1,118.46	0.00
<b>Total Other Assets</b>		<u>208,317.15</u>	<u>448,354.15</u>
<b>Total Assets</b>		<u>2,919,363.20</u>	<u>3,604,230.78</u>
Less:			
<b>Liabilities</b>			
Income Tax Payable		0.00	4,687.08
Sundry Creditors		6,985.00	0.00
Deferred Tax Liability		0.00	104,077.00
<b>Total Liabilities</b>		<u>6,985.00</u>	<u>108,764.08</u>
<b>Net assets available to pay benefits</b>		<u>2,912,378.20</u>	<u>3,495,466.70</u>
Represented by:			
<b>Liability for accrued benefits allocated to members' accounts</b>	9, 10		
GUNN, LESLIE - Accumulation		175,979.64	171,526.93
GUNN, LESLIE - Pension (Account Based Pension)		1,277,634.86	1,576,271.51
GUNN, VALERIE - Accumulation		175,880.13	171,396.71
GUNN, VALERIE - Pension (Account Based Pension)		1,282,883.57	1,576,271.55
<b>Total Liability for accrued benefits allocated to members' accounts</b>		<u>2,912,378.20</u>	<u>3,495,466.70</u>

Refer to compilation report

**Note 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 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 Trustee(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 the 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.

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 values 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.

**Interest revenue**

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



## Notes to the Financial Statements

For the year ended 30 June 2019

**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 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).

**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.

**Note 2: Derivatives (Options, Hybrids, Future Contracts)**

	2019 \$	2018 \$
Wam Active Limited - Options	0.00	497.24
	0.00	497.24

**Note 3: Loan to Other Entities**

	2019 \$	2018 \$
Beneficiary Loan - Cairns South Trust	0.00	26,572.43

## Notes to the Financial Statements

For the year ended 30 June 2019

Beneficiary Loan - GLVR Trust	0.00	17,411.50
Freehold Land - Lot 320 : TG Estates	(110,071.00)	(71,409.00)
Loan to Cairns South Unit Trust	311,542.40	287,546.38
Loan To GLVR Unit Trust	1,028,871.45	834,022.12
	<u>1,230,342.85</u>	<u>1,094,143.43</u>

**Note 4: Real Estate Properties ( Australian - Residential)**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
Highbrook Property	477,750.00	1,083,999.78
	<u>477,750.00</u>	<u>1,083,999.78</u>

**Note 5: Shares in Listed Companies (Australian)**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
Bailador Technology Investments Limited	32,014.50	0.00
Cape Lambert Resources Limited	562.50	1,875.00
Century Australia Investments Limited	0.00	63,360.00
Doray Minerals Ltd	0.00	6,200.00
Future Generation Global Investment Company Limited	93,976.08	81,600.00
Future Generation Investment Company Limited	122,850.00	131,775.00
K2 Asset Management Holdings Ltd	1,080.00	2,900.00
L1 Long Short Fund Limited	35,125.00	47,000.00
Mayfield Childcare Limited	18,300.00	18,400.00
MFF Capital Investments Limited	84,100.00	77,430.00
Naos Small Cap Opportunities Company Limited	0.00	17,114.58
Orcoda Limited	280.00	0.00
Pm Capital Asian Opportunities Fund Limited	23,814.00	28,476.00
Platinum Asia Investments Limited	0.00	47,880.00
Pm Capital Global Opportunities Fund Limited	28,470.00	34,580.00
Platinum Asset Management Limited	24,250.00	28,800.00
Reef Casino Trust	7,440.00	31,565.00
Sundance Energy Australia Limited	5,500.00	15,200.00
Slater & Gordon Limited	46.20	57.60
Silver Lake Resources Limited	16,997.72	0.00

## Notes to the Financial Statements

For the year ended 30 June 2019

Smarttrans Holdings Ltd	0.00	840.00
Tasman Resources Ltd	7,200.00	9,200.00
3d Oil Limited	6,111.05	2,944.42
Templeton Global Growth Fund Limited	26,136.00	30,672.00
Think Childcare Limited	206.08	20,280.00
Wam Active Limited	99,944.77	1,105.00
WAM Capital Limited	65,668.18	77,371.42
Wam Research Limited	2,252.50	2,567.00
Wam Global Limited	131,990.00	101,660.00
Wam Leaders Limited	127,123.62	69,000.00
Wam Microcap Limited	41,310.00	0.00
	1,002,748.20	949,853.02

**Note 6: Units in Listed Unit Trusts (Australian)**

	2019 \$	2018 \$
Blue Sky Early Learning Fund	0.00	27,238.16
	0.00	27,238.16

**Note 7: Units in Unlisted Unit Trusts (Australian)**

	2019 \$	2018 \$
Units in Cairns South Unit Trust	60.00	60.00
Units in GLVR Unit Trust	50.00	50.00
Units in Highbrook Trust	35.00	35.00
Units in Khei Trust	60.00	0.00
	205.00	145.00

**Note 9: Liability for Accrued Benefits**

	2019 \$	2018 \$
Liability for accrued benefits at beginning of year	3,495,466.70	4,173,431.82
Benefits accrued as a result of operations	(583,088.50)	(677,965.12)

## Notes to the Financial Statements

For the year ended 30 June 2019

Current year member movements	0.00	0.00
Liability for accrued benefits at end of year	2,912,378.20	3,495,466.70

**Note 10: 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.

	2019 \$	2018 \$
Vested Benefits	2,912,378.20	3,495,466.70

**Note 11: Guaranteed Benefits**

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

**Note 12: Dividends**

	2019 \$	2018 \$
Century Australia Investments Limited	1,320.00	1,379.40
Clime Capital Limited	0.00	495.92
Contango Microcap Limited	0.00	872.51
Future Generation Global Investment Company Limited	600.00	600.00
Future Generation Investment Company Limited	4,830.00	2,420.00
K2 Asset Management Holdings Ltd	0.00	150.00
MFF Capital Investments Limited	870.00	585.00
Mayfield Childcare Limited	1,794.00	1,530.00
Metcash Limited	0.00	155.72
Naos Small Cap Opportunities Company Limited	0.00	559.30
Platinum Asia Investments Limited	2,306.08	0.00
Platinum Asset Management Limited	1,450.00	620.00
Pm Capital Asian Opportunities Fund Limited	1,008.00	630.00
Pm Capital Global Opportunities Fund Limited	936.00	468.00
Reef Casino Trust	0.00	879.50
Templeton Global Growth Fund Limited	2,160.00	0.00
Think Childcare Limited	8.32	720.00

## Notes to the Financial Statements

For the year ended 30 June 2019

WAM Capital Limited	5,038.90	4,957.63
Wam Active Limited	5,825.93	56.00
Wam Leaders Limited	4,548.67	2,700.00
Wam Microcap Limited	2,125.00	0.00
Wam Research Limited	163.20	157.25
Whitefield Limited	0.00	1,163.75
	34,984.10	21,099.98

**Note 13: Trust Distributions**

	2019 \$	2018 \$
Freehold Land - Lot 320 : TG Estates	11,188.00	11,943.00
Reef Casino Trust	1,682.96	0.00
Blue Sky Early Learning Fund	29,723.64	0.00
Units in GLVR Unit Trust	0.00	17,411.50
Units in Cairns South Unit Trust	0.00	7,804.70
	42,594.60	37,159.20

**Note 14: Unrealised Movements in Market Value**

	2019 \$	2018 \$
<b>Derivatives (Options, Hybrids, Future Contracts)</b>		
Mff Capital Investments Limited - Options	0.00	1,979.95
Tasman Resources Ltd - Options	0.00	(28,760.10)
Wam Active Limited - Options	864.42	(994.47)
	864.42	(27,774.62)
<b>Real Estate Properties ( Australian - Residential)</b>		
Highbrook Property	(609,679.78)	0.00
	(609,679.78)	0.00
<b>Shares in Listed Companies (Australian)</b>		
3d Oil Limited	3,166.63	722.22
Bailador Technology Investments Limited	6,899.35	0.00
Cape Lambert Resources Limited	(1,312.50)	62.50
Century Australia Investments Limited	(2,897.53)	2,897.53

## Notes to the Financial Statements

For the year ended 30 June 2019

Clime Capital Limited	0.00	1,482.79
Contango Microcap Limited	0.00	6,295.83
Doray Minerals Ltd	3,619.95	100.00
Future Generation Global Investment Company Limited	(2,623.92)	15,600.00
Future Generation Investment Company Limited	(8,925.00)	9,300.00
K2 Asset Management Holdings Ltd	(1,820.00)	(1,700.00)
L1 Long Short Fund Limited	(11,875.00)	(3,000.00)
MFF Capital Investments Limited	6,670.00	16,490.86
Mayfield Childcare Limited	(100.00)	(1,149.90)
Metcash Limited	0.00	1,458.46
Naos Small Cap Opportunities Company Limited	9,316.05	(9,316.05)
Orcoda Limited	(9,829.95)	0.00
Platinum Asia Investments Limited	(1,265.02)	1,265.02
Platinum Asset Management Limited	(4,550.00)	1,510.05
Pm Capital Asian Opportunities Fund Limited	(4,662.00)	(1,951.89)
Pm Capital Global Opportunities Fund Limited	(6,110.00)	3,733.03
Reef Casino Trust	(2,739.49)	1,461.92
Silver Lake Resources Limited	7,177.77	0.00
Slater & Gordon Limited	(11.40)	(185.40)
Smarttrans Holdings Ltd	9,269.95	(840.00)
Sundance Energy Australia Limited	(9,700.00)	1,970.05
Tasman Resources Ltd	(2,000.00)	(5,039.90)
Templeton Global Growth Fund Limited	(4,536.00)	179.46
Think Childcare Limited	3,524.00	(3,569.90)
WAM Capital Limited	(11,703.24)	(325.09)
Wam Active Limited	(15,891.47)	5.00
Wam Global Limited	(9,933.26)	460.00
Wam Leaders Limited	(2,338.85)	2,920.80
Wam Microcap Limited	(8,815.04)	0.00
Wam Research Limited	(314.50)	8.50

## Notes to the Financial Statements

For the year ended 30 June 2019

	(74,310.47)	40,845.89
<b>Units in Listed Unit Trusts (Australian)</b>		
Blue Sky Early Learning Fund	322,772.69	(106,524.55)
	322,772.69	(106,524.55)
<b>Total Unrealised Movement</b>	(360,353.14)	(93,453.28)
<b>Realised Movements in Market Value</b>		
	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
<b>Derivatives (Options, Hybrids, Future Contracts)</b>		
Mff Capital Investments Limited - Options	0.00	(1,979.95)
	(0.00)	(1,979.95)
<b>Shares in Listed Companies (Australian)</b>		
Clime Capital Limited	0.00	(1,701.10)
Metcash Limited	0.00	271.53
Naos Small Cap Opportunities Company Limited	(6,773.22)	0.00
Platinum Asia Investments Limited	(1,947.61)	0.00
Reef Casino Trust	2,054.66	0.00
Think Childcare Limited	(2,506.49)	0.00
Whitefield Limited	0.00	386.44
	(9,172.67)	(1,043.13)
<b>Units in Listed Unit Trusts (Australian)</b>		
Blue Sky Early Learning Fund	(350,010.85)	0.00
	(350,010.85)	0.00
<b>Total Realised Movement</b>	(359,183.52)	(3,023.08)
<b>Changes in Market Values</b>	(719,536.66)	(96,476.36)
<b>Note 15: Income Tax Expense</b>		
	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
The components of tax expense comprise		
Current Tax	(5,231.78)	4,113.32

## Notes to the Financial Statements

For the year ended 30 June 2019

Income Tax Expense	(5,231.78)	4,113.32
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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%	(88,248.04)	(87,277.77)
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Less:

Tax effect of:

Exempt Pension Income	28,628.25	20,954.85
Realised Accounting Capital Gains	(53,877.53)	(453.46)
Accounting Trust Distributions	6,389.19	5,573.88
Other Non-Taxable Income	30,852.63	0.00

Add:

Tax effect of:

Decrease in MV of Investments	54,052.97	14,017.99
SMSF Non-Deductible Expenses	1,746.00	744.15
Pension Payments	48,962.64	19,200.00
Benefit Payments	0.00	86,325.00
Franking Credits	2,232.00	1,266.08
Foreign Credits	0.00	116.85
Taxable Trust Distributions	3,382.28	4,403.18
Rounding	(0.11)	(0.06)
Income Tax on Taxable Income or Loss	10,135.20	12,720.15

Less credits:

Franking Credits	14,879.98	8,440.51
Foreign Credits	0.00	166.32
TFN Credits	487.00	0.00

Current Tax or Refund	(5,231.78)	4,113.32
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# Members Statement

LESLIE CHARLES GUNN  
 369 Clifflands Road, Scone  
 New South Wales, 2337, Australia

**Your Details**

Date of Birth :	09/10/1958
Age:	60
Tax File Number:	Provided
Date Joined Fund:	26/04/2007
Service Period Start Date:	26/04/2007
Date Left Fund:	
Member Code:	GUNLES00001A
Account Start Date	26/04/2007
Account Phase:	Accumulation Phase
Account Description:	Accumulation

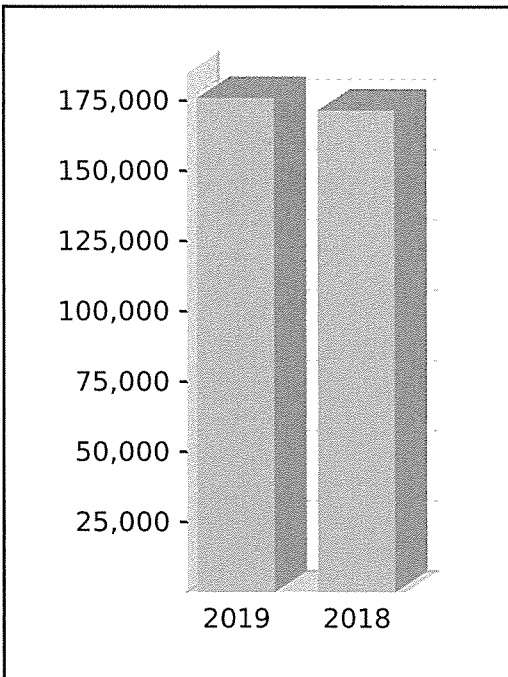
Nominated Beneficiaries	N/A
Vested Benefits	175,979.64
Total Death Benefit	175,979.64

**Your Balance**

<b>Total Benefits</b>	<b>175,979.64</b>
<u>Preservation Components</u>	
Preserved	175,979.64
Unrestricted Non Preserved	
Restricted Non Preserved	
<u>Tax Components</u>	
Tax Free	35,370.91
Taxable	140,608.73

**Your Detailed Account Summary**

	This Year	Last Year
Opening balance at 01/07/2018	171,526.93	370,125.81
<u>Increases to Member account during the period</u>		
Employer Contributions		
Personal Contributions (Concessional)	25,000.00	25,000.00
Personal Contributions (Non Concessional)		
Government Co-Contributions		
Other Contributions		
Proceeds of Insurance Policies		
Transfers In		
Net Earnings	(15,479.16)	(78.91)
Internal Transfer In		1,716,590.10
<u>Decreases to Member account during the period</u>		
Pensions Paid		
Contributions Tax	3,750.00	3,750.00
Income Tax	1,318.13	2,610.07
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		333,750.00
Superannuation Surcharge Tax		
Internal Transfer Out		1,600,000.00
Closing balance at 30/06/2019	175,979.64	171,526.93



LESLIE CHARLES GUNN  
 369 Clifflands Road, Scone  
 New South Wales, 2337, Australia

Your Details

Date of Birth : 09/10/1958  
 Age: 60  
 Tax File Number: Provided  
 Date Joined Fund: 26/04/2007  
 Service Period Start Date: 26/04/2007  
 Date Left Fund:  
 Member Code: GUNLES00004P  
 Account Start Date 01/07/2017  
 Account Phase: Retirement Phase  
 Account Description: Account Based Pension

Nominated Beneficiaries N/A  
 Vested Benefits 1,277,634.86  
 Total Death Benefit 1,277,634.86

Your Balance

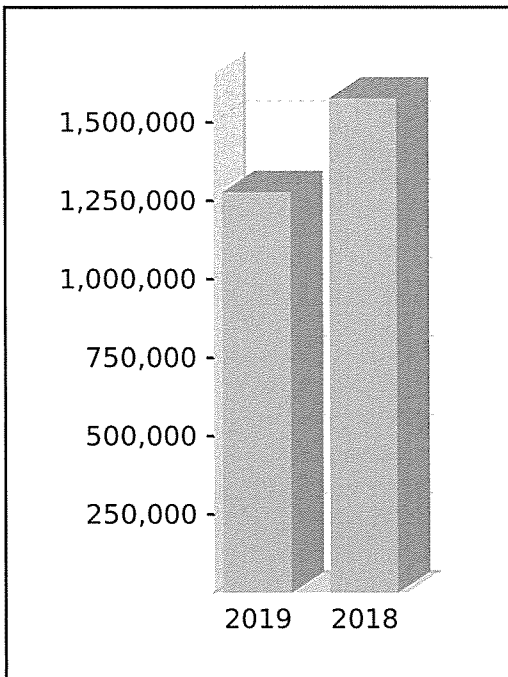
Total Benefits 1,277,634.86

Preservation Components

Preserved  
 Unrestricted Non Preserved 1,277,634.86  
 Restricted Non Preserved

Tax Components

Tax Free (24.47%) 312,690.54  
 Taxable 964,944.32



Your Detailed Account Summary

	This Year	Last Year
Opening balance at 01/07/2018	1,576,271.51	
<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	(135,427.86)	40,271.51
Internal Transfer In		1,600,000.00
<u>Decreases to Member account during the period</u>		
Pensions Paid	163,208.79	64,000.00
Contributions Tax		
Income Tax		
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 30/06/2019	1,277,634.86	1,576,271.51

# Members Statement

VALERIE KAY GUNN  
369 Clifflands Road, Scone  
New South Wales, 2337, Australia

**Your Details**

Date of Birth : 06/06/1958  
Age: 61  
Tax File Number: Provided  
Date Joined Fund: 26/04/2007  
Service Period Start Date: 26/04/2007  
Date Left Fund:  
Member Code: GUNVAL00001A  
Account Start Date 26/04/2007  
Account Phase: Accumulation Phase  
Account Description: Accumulation

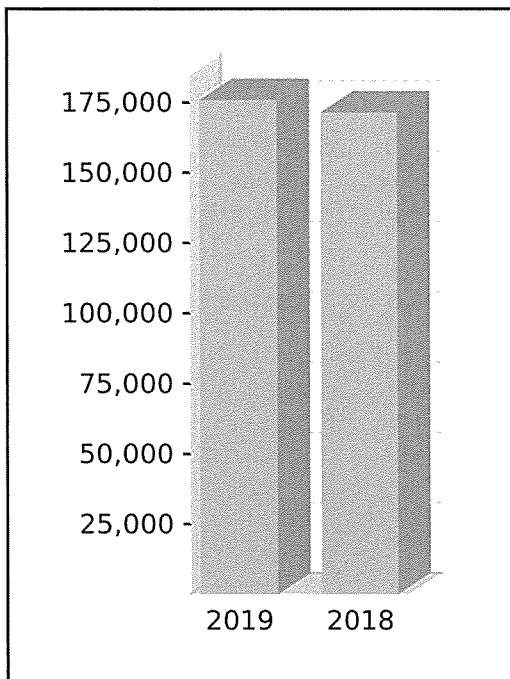
Nominated Beneficiaries N/A  
Vested Benefits 175,880.13  
Total Death Benefit 175,880.13

**Your Balance**

Total Benefits 175,880.13

Preservation Components  
Preserved 175,880.13  
Unrestricted Non Preserved  
Restricted Non Preserved

Tax Components  
Tax Free 35,370.91  
Taxable 140,509.22



**Your Detailed Account Summary**

	This Year	Last Year
Opening balance at 01/07/2018	171,396.71	370,125.81
<u>Increases to Member account during the period</u>		
Employer Contributions		
Personal Contributions (Concessional)	25,000.00	25,000.00
Personal Contributions (Non Concessional)		
Government Co-Contributions		
Other Contributions		
Proceeds of Insurance Policies		
Transfers In		
Net Earnings	(15,449.51)	(209.12)
Internal Transfer In		1,716,590.10
<u>Decreases to Member account during the period</u>		
Pensions Paid		
Contributions Tax	3,750.00	3,750.00
Income Tax	1,317.07	2,610.08
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		333,750.00
Superannuation Surcharge Tax		
Internal Transfer Out		1,600,000.00
Closing balance at 30/06/2019	175,880.13	171,396.71

# Members Statement

VALERIE KAY GUNN  
369 Clifflands Road, Scone  
New South Wales, 2337, Australia

**Your Details**

Date of Birth :	06/06/1958
Age:	61
Tax File Number:	Provided
Date Joined Fund:	26/04/2007
Service Period Start Date:	26/04/2007
Date Left Fund:	
Member Code:	GUNVAL00004P
Account Start Date	01/07/2017
Account Phase:	Retirement Phase
Account Description:	Account Based Pension

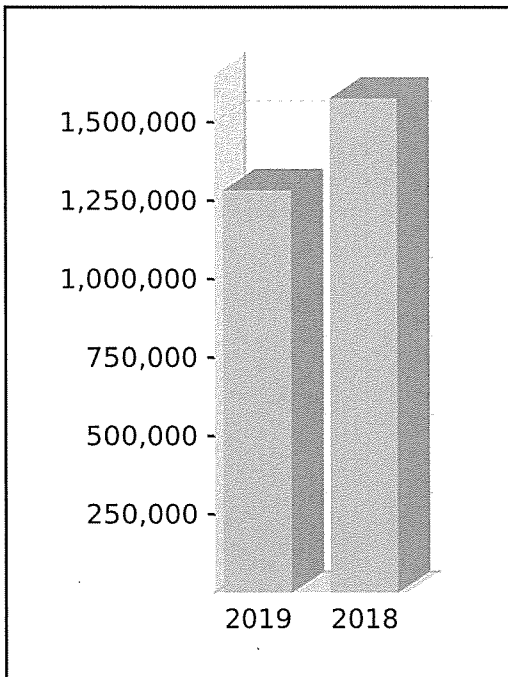
Nominated Beneficiaries	N/A
Vested Benefits	1,282,883.57
Total Death Benefit	1,282,883.57

**Your Balance**

<b>Total Benefits</b>	<b>1,282,883.57</b>
<u>Preservation Components</u>	
Preserved	
Unrestricted Non Preserved	1,282,883.57
Restricted Non Preserved	
<u>Tax Components</u>	
Tax Free (24.47%)	313,974.90
Taxable	968,908.67

**Your Detailed Account Summary**

	This Year	Last Year
Opening balance at 01/07/2018	1,576,271.55	
<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	(130,179.18)	40,271.55
Internal Transfer In		1,600,000.00
<u>Decreases to Member account during the period</u>		
Pensions Paid	163,208.80	64,000.00
Contributions Tax		
Income Tax		
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 30/06/2019	1,282,883.57	1,576,271.55



## Trustees Declaration

The trustees 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.

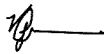
The trustees declare that:

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2019 present fairly, in all material respects, the financial position of the Superannuation Fund at 30 June 2019 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 2019.

Specifically, the trustees declare that:

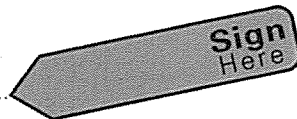
- in accordance with s120 of the Superannuation Industry (Supervision) Act 1993, no individual trustee has been or is a disqualified person;
- the Fund has satisfactory title to all assets, all assets are unencumbered and free from charge as prescribed by s50 of the Superannuation Industry (Supervision) Act 1993 and reg13.14 of the Superannuation Industry (Supervision) Act 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 trustees by:



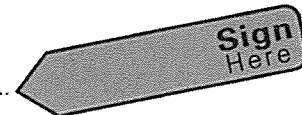
.....  
VALERIE GUNN

Trustee



.....  
LESLIE GUNN

Trustee



30 June 2019

We have compiled the accompanying special purpose financial statements of the VALLES SUPER FUND which comprise the statement of financial position as at 30/06/2019 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**

The Trustee of VALLES SUPER FUND are 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, 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.

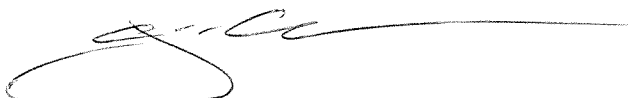
The special purpose financial statements were compiled exclusively for the benefit of the trustees who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.

Jim Cleave

of

Cleave Accounting Pty Ltd Suite 1, 270 Robinson Road East, Geebung, Queensland 4034

Signed:



Dated: 30/06/2019

## Minutes of a meeting of the Trustee(s)

held on 30 June 2019 at 369 Clifflands Road, Scone, New South Wales 2337

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<b>PRESENT:</b>	VALERIE GUNN and LESLIE GUNN
<b>MINUTES:</b>	The Chair reported that the minutes of the previous meeting had been signed as a true record.
<b>FINANCIAL STATEMENTS OF SUPERANNUATION FUND:</b>	<p>It was resolved that the financial statements would be prepared as special purpose financial statements as, in the opinion of the trustee(s), the superannuation fund is a non-reporting entity and therefore is not required to comply with all Australian Accounting Standards.</p> <p>The Chair tabled the financial statements and notes to the financial statements of the superannuation fund in respect of the year ended 30 June 2019 and it was resolved that such statements be and are hereby adopted as tabled.</p>
<b>TRUSTEE'S DECLARATION:</b>	It was resolved that the trustee's declaration of the superannuation fund be signed.
<b>ANNUAL RETURN:</b>	Being satisfied that the fund had complied with the requirements of the Superannuation Industry (Supervision) Act 1993 (SISA) and Regulations during the year ended 30 June 2019, it was resolved that the annual return be approved, signed and lodged with the Australian Taxation Office.
<b>TRUST DEED:</b>	The Chair tabled advice received from the fund's legal adviser confirming that the fund's trust deed is consistent with all relevant superannuation and trust law.
<b>INVESTMENT STRATEGY:</b>	The allocation of the fund's assets and the fund's investment performance over this financial year were reviewed and found to be within the acceptable ranges outlined in the investment strategy. After considering the risk, rate of return and liquidity of the investments and the ability of the fund to discharge its existing liabilities, it was resolved that the investment strategy continues to reflect the purposes and circumstances of the fund and its members. Accordingly, no changes in the investment strategy were required.
<b>INSURANCE COVER:</b>	The trustee(s) reviewed the current life and total and permanent disability insurance coverage on offer to the members and resolved that the current insurance arrangements were appropriate for the fund.
<b>ALLOCATION OF INCOME:</b>	It was resolved that the income of the fund would be allocated to the members based on their average daily balance (an alternative allocation basis may be percentage of opening balance).
<b>INVESTMENT ACQUISITIONS:</b>	It was resolved to ratify the investment acquisitions throughout the financial year ended 30 June 2019.
<b>INVESTMENT DISPOSALS:</b>	It was resolved to ratify the investment disposals throughout the financial year ended 30 June 2019.
<b>AUDITORS:</b>	<p>It was resolved that</p> <p>ANTHONY BOYS</p> <p>of</p> <p>SUPER AUDITS BOX 3376, RUNDALL MALL, South Australia 5000</p> <p>act as auditors of the Fund for the next financial year.</p>
<b>TAX AGENTS:</b>	It was resolved that

## Minutes of a meeting of the Trustee(s)

held on 30 June 2019 at 369 Clifflands Road, Scone, New South Wales 2337

Cleave Accounting Pty Ltd

act as tax agents of the Fund for the next financial year.

**TRUSTEE STATUS:**

Each of the trustee(s) confirmed that they are qualified to act as trustee(s) of the fund and that they are not disqualified persons as defined by s 120 of the SISA.

**CONTRIBUTIONS RECEIVED:**

It was resolved that the contributions during the year be allocated to members on the basis of the schedule provided by the principal Fund employer.

**PAYMENT OF BENEFITS:**

The trustee has ensured that any payment of benefits made from the Fund, meets the requirements of the Fund's deed and does not breach the superannuation laws in relation to:

1. making payments to members; and,
2. breaching the Fund or the member investment strategy.

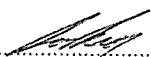
The trustee has reviewed the payment of the benefit and received advice that the transfer is in accordance with the Deed and the superannuation laws. As such the trustee has resolved to allow the payment of the benefits on behalf of the member.

**CLOSURE:**

All resolutions for this meeting were made in accordance with the SISA and Regulations.

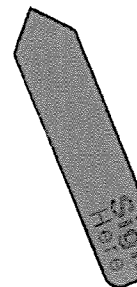
There being no further business the meeting then closed.

Signed as a true record –

  
.....

LESLIE GUNN

Chairperson







# Contributions Summary Report

For The Period 01 July 2018 - 30 June 2019


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## VALERIE GUNN

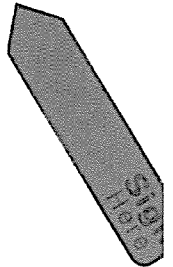
Date of Birth: 06/06/1958  
Age: 61 (at year end)  
Member Code: GUNVAL00001A  
Total Super Balance \*\* as at 30/06/2018: 2,034,934.23

Contributions Summary	2019	2018
Concessional Contribution		
Personal - Concessional	25,000.00	25,000.00
	<hr/>	<hr/>
	25,000.00	25,000.00
Total Contributions	<hr/>	<hr/>
	25,000.00	25,000.00
	<hr/>	<hr/>

I, VALERIE GUNN, confirm that the amounts reported above are the total contributions deposited to the fund with respect of my member balance for the period 01/07/2018 to 30/06/2019.

  
\_\_\_\_\_  
VALERIE GUNN

\*1 Total Super Balance is per individual across funds within a firm.



01 April 2020

ANTHONY BOYS  
SUPER AUDITS BOX 3376, RUNDALL MALL, South Australia 5000

Dear Sir/Madam,

**Re: VALLES SUPER FUND  
Trustee Representation Letter**

This representation letter is provided in connection with your audit of the financial report of the VALLES SUPER FUND (the Fund) and the Fund's compliance with the Superannuation Industry (Supervision) Act 1993 (SISA) and SIS Regulations (SISR), for the year ended 30/06/2019, for the purpose of you expressing an opinion as to whether the financial report is, in all material respects, presented fairly in accordance with the accounting policies adopted by the Fund and the Fund complied, in all material respects, with the relevant requirements of SISA and SISR.

The Trustees have determined that the Fund is not a reporting entity for the year ended 30/06/2019 and that the requirement to apply Australian Accounting Standards and other mandatory reporting requirements do not apply to the Fund. Accordingly, the financial report prepared is a special purpose financial report which is for distribution to members of the Fund and to satisfy the requirements of the SISA and SISR. We acknowledge our responsibility for ensuring that the financial report is in accordance with the accounting policies as selected by ourselves and requirements of the SISA and SISR, and confirm that the financial report is free of material misstatements, including omissions.

We confirm, to the best of our knowledge and belief, the following representations are made to you during your audit.

#### **1. Sole Purpose Test**

The Fund is maintained for the sole purpose of providing benefits for each member on their retirement, death, termination of employment or ill-health.

#### **2. Trustees are not disqualified**

No disqualified person acts as a director of the trustee company/an individual trustee.

#### **3. Fund's Governing Rules, Trustees' Responsibilities and Fund Conduct**

The Fund meets the definition of a self-managed superannuation fund under SISA, including that no member is an employee of another member, unless they are relatives and no trustee/director of the corporate trustee receives any remuneration for any duties or services performed by the trustee/director in relation to the fund.

The Fund has been conducted in accordance with its governing rules at all times during the year and there were no amendments to the governing rules during the year, except as notified to you.

The Trustees have complied with all aspects of the trustee requirements of the SISA and SISR.

The Trustees are not subject to any contract or obligation which would prevent or hinder the Trustees in properly executing their functions and powers.

The Fund has been conducted in accordance with the SISA, the SISR and the governing rules of the Fund.

The Fund has complied with the requirements of the SISA and SISR specified in the approved form auditor's report as issued by the ATO, which are sections 17A, 35AE, 35B, 35C(2), 52B(2)(d), 52B(2)(e), 62, 65, 66, 67, 67A, 67B, 69-71E, 73-75, 80-85, 103, 104A, 105, 109 and 126K of the SISA and regulations 1.06(9A), 4.09, 4.09A, 5.03, 5.08, 6.17, 7.04, 8.02B, 13.12, 13.13, 13.14 and 13.18AA of the SISR.

All contributions accepted and benefits paid have been in accordance with the governing rules of the Fund and relevant provisions of the SISA and SISR.

There have been no communications from regulatory agencies concerning non-compliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial report *or we have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered when preparing the financial report and the Auditor's/actuary contravention report.*

#### **4. Investment Strategy**

The investment strategy has been determined and reviewed with due regard to risk, including recoverability of investments, return, liquidity, diversity and the insurance needs of Fund members, and the assets of the Fund are in line with this strategy.

#### **5. Accounting Policies**

All the significant accounting policies of the Fund are adequately described in the Financial Report and the Notes attached thereto. These policies are consistent with the policies adopted last year.

#### **6. Fund Books and Records**

All transactions have been recorded in the accounting records and are reflected in the financial report. We have made available to you all financial records and related data, other information, explanations and assistance necessary for the conduct of the audit; and minutes of all meetings of the Trustees.

We acknowledge our responsibility for the design and implementation of internal controls to prevent and detect error and fraud. We have established and maintained an adequate internal control structure to facilitate the preparation of reliable financial reports, and adequate financial records have been maintained. There are no material transactions that have not been properly recorded in the accounting records underlying the financial report.

We have disclosed to you the results of our assessment of the risk that the financial report may be materially misstated as a result of fraud. We have disclosed to you all information in relation to fraud or suspected fraud that we are aware of and that affects the Fund and involves the Trustees or others.

In instances where the fund uses a custodian, we confirm we have not been advised of any fraud, non-compliance with laws and regulations or uncorrected misstatements that would affect the financial report of the fund.

Information retention obligations have been complied with, including:

- Accounting records and financial reports are being kept for five (5) years,
- Minutes and records of Trustees'/Directors of the corporate trustee meetings are being kept for ten (10) years;
- Records of Trustees'/Directors of the corporate trustees' changes and trustees' consents are being kept for at least ten (10) years;
- Copies of all member or beneficiary reports are being kept for ten (10) years; and
- Trustee declarations in the approved form have been signed and are being kept for each Trustee appointed after 30 June 2007.

#### **7. Fraud, error and non-compliance**

There have been no:

- a) Frauds, error or non-compliance with laws and regulations involving management or employees who have a significant role in the internal control structure that could have a material effect on the financial report.
- b) Communications from regulatory agencies concerning non-compliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial report.
- c) Violations or possible violations of laws or regulations whose effects should have been considered for disclosure in the financial report or as a basis for recording an expense.

#### **8. Asset Form and Valuation**

The assets of the Fund are being held in a form suitable for the benefit of the Members of the Fund, and are in accordance with our investment strategy.

Investments are carried in the books at their net market value. Such amounts are considered reasonable in light of present circumstances.

We have no plans or intentions that may materially affect the carrying values, or classification, of assets and liabilities.

We have assessed their recoverability and we are comfortable that the fund will be able, if needed, to realise these assets.

There are no commitments, fixed or contingent, for the purchase or sale of long term investments.

#### **9. Safeguarding Assets**

We have considered the importance of safeguarding the assets of the fund, and we confirm we have the following procedures in place to achieve this:

- Authorised signatories on bank and investment accounts are regularly reviewed and considered appropriate; and
- Tangible assets are, where appropriate, adequately insured and appropriately stored.

#### **10. Significant Assumptions**

We believe that significant assumptions used by us in making accounting estimates are reasonable.

#### **11. Uncorrected misstatements**

We believe the effects of those uncorrected financial report misstatements aggregated by the auditor during the audit are immaterial, both individually and in aggregate, to the financial report taken as a whole. If applicable, a summary of such items is attached.

#### **12. Ownership and Pledging of Assets**

The Fund has satisfactory title to all assets appearing in the Statement of Financial Position. All investments are registered in the name of the Fund, where possible, and are in the custody of the respective Trustee.

There are no liens or encumbrances on any assets or benefits and no assets, benefits or interests in the Fund have been pledged or assigned to secure liabilities of others.

All assets of the Fund are held separately from the assets of the members, employers and the Trustees. All assets are acquired, maintained and disposed of on an arm's length basis and appropriate action is taken to protect the assets of the Fund.

#### **13. Payment of benefits**

Benefits have been calculated and provided to members in accordance with the provisions of the Fund's governing rules and the relevant legislation.

The Trustee has revalued Member/s benefits to market value just prior to paying out a portion or all of a member's account balance.

#### **14. Related Parties**

We have disclosed to you the identity of the Fund's related parties and all related party transactions and relationships. Related party transactions and related amounts receivable have been properly recorded or disclosed in the financial report.

*[Delete this paragraph if not applicable]*

Acquisitions from, loans to, leasing of assets to and investments in related parties have not exceeded the in-house asset restrictions in the SISA at the time of investment, acquisition or at year end.

The Fund has not made any loans or provided financial assistance to members of the Fund or their relatives.

If the Fund owns residential property the members of the Fund or associates or other related parties do not lease, or use the property for personal use.

#### **15. Acquisitions from related parties**

No assets have been acquired by the Fund from members or associates or other related parties of the Fund other than those assets specifically exempted by Section 66 of SISA.

#### **16. Borrowings**

The Fund has not borrowed money or maintained any borrowings during the period, with the exception of borrowings which were allowable under SISA.

#### **17. Subsequent Events**

No events or transactions have occurred since the date of the financial report, or are pending, which would have a significant adverse effect on the Fund's financial position at that date, or which are of such significance in relation to the Fund as to require mention in the notes to the Financial Statements in order to ensure they are not misleading as to the financial position of the Fund or its operations.

#### **18. Outstanding Legal Action**

*[Delete this paragraph if not applicable]*

We confirm that you have been advised of all significant legal matters, and that all known actual or possible litigation and claims have been adequately accounted for, and been appropriately disclosed in the financial report.

There have been no communications from the ATO concerning a contravention of the SISA or SISR which has occurred, is occurring or is about to occur.

#### **19. Going Concern**

We confirm we have no knowledge of any event or conditions that would cast significant doubt on the fund's ability to continue as a going concern.

#### **20. Residency**

The Trustees declare that the Fund was a resident Australian superannuation fund at all times during the year of income.

#### **21. Investment Returns**

Investment returns of the Fund have been allocated to members in a manner that is fair and reasonable.

#### **22. Insurance**

Where the Fund has taken out a life insurance policy on behalf of a member, the Trustee confirms that the Fund is the beneficial owner.

The Trustee also confirms that the Fund has not purchased a policy over the life of a member, where the purchase is a condition and consequence of a buy-sell agreement the member has entered into with another individual.

#### **23. Limiting powers of Trustees**


The Trustees have not entered into a contract or done anything else, that would prevent the Trustees from, or hinder the Trustees in, properly performing or exercising the Trustees' functions and powers.

#### **24. Collectables and Personal Use Assets**


If the Trustees own collectables and/or personal use assets these assets are not being used for personal use.

We understand that your examination was made in accordance with Australian Auditing Standards and applicable Standards on Assurance Engagements and was, therefore, designed primarily for the purpose of expressing an opinion on the financial report of the Fund taken as a whole, and on the compliance of the Fund with specified requirements of SISA and SISR, and that your tests of the financial and compliance records and other auditing procedures were limited to those which you considered necessary for that purpose.

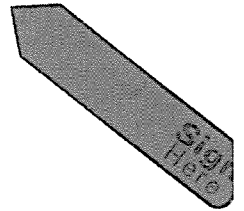
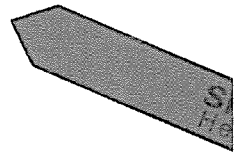
Yours sincerely,  
For and on behalf of the Trustee(s)

  
.....  
VALERIE GUNN

Trustee  
01 April 2020

  
.....  
LESLIE GUNN

Trustee  
01 April 2020



01/04/2020

To the trustee of the  
VALLES SUPER FUND  
369 CLIFTLANDS ROAD,  
SCONE  
New South Wales, 2337

Dear Trustee,

### **The Objective and Scope of the Audit**

You have requested that we audit the VALLES SUPER FUND (the Fund):

1. financial report, which comprises the statement of financial position, as at 30/06/2019 and the operating statement for the year then ended and the notes to the financial statements; and
2. compliance during the same period with the requirements of the Superannuation Industry (Supervision) Act 1993 (SISA) and SIS Regulations (SISR) specified in the approved form auditor's report as issued by the ATO, which are sections 17A, 35AE, 35B, 35C(2), 62, 65, 66, 67, 67A, 67B, 82-85, 103, 104, 104A, 105, 109 and 126K of the SISA and regulations 1.06(9A), 4.09, 4.09A, 5.03, 5.08, 6.17, 7.04, 8.02B, 13.12, 13.13, 13.14 and 13.18AA of the SISR.

We are pleased to confirm our acceptance and our understanding of this engagement by means of this letter. Our audit will be conducted pursuant to the SISA with the objective of our expressing an opinion on the financial report and the fund's compliance with the specified requirements of the SISA and SISR.

### **The Responsibilities of the Auditor**

We will conduct our financial audit in accordance with Australian Auditing Standards and our compliance engagement in accordance with applicable Standards on Assurance Engagements, issued by the Auditing and Assurance Standards Board (AUASB). These standards require that we comply with relevant ethical requirements relating to audit and assurance engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement and that you have complied, in all material respects, with the specified requirements of the SISA and SISR.

The annual audit of the financial reports and records of the Fund must be carried out during and after the end of each year of income. In accordance with section 35C of the SISA, we are required to provide to the trustees of the Fund an auditor's report in the approved form within the prescribed time as set out in the SISR, 28 days after the trustees have provided all documents relevant to the preparation of the auditor's report.

### **Financial Audit**

A financial audit involves performing audit procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. A financial audit also includes evaluating the appropriateness of the financial reporting framework, accounting policies used and the reasonableness of accounting estimates made by the trustees, as well as evaluating the overall presentation of the financial report. Due to the test nature and other inherent limitations of an audit, together with the inherent limitations of any accounting and internal control system, there is an unavoidable risk that even some material misstatements may remain undiscovered.

In making our risk assessments, we consider internal controls relevant to the fund's preparation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the fund's internal controls. However, we expect to provide you with a separate letter concerning any significant deficiencies in the fund's system of accounting and internal controls that come to our attention during the audit of the financial report. This will be in the form of a letter to the Trustee.

### **Compliance Engagement**

A compliance engagement involves performing audit procedures to obtain audit evidence about the fund's compliance with the provisions of the SISA and SISR specified in the ATO's approved form auditor's report.



Our compliance engagement with respect to investments includes determining whether the investments are made for the sole purpose of funding members' retirement, death or disability benefits and whether you have an investment strategy for the fund, which has been reviewed regularly and gives due consideration to risk, return, liquidity, diversification and the insurance needs of members/managers. Our procedures will include testing whether the investments are made for the allowable purposes in accordance with the investment strategy, but not for the purpose of assessing the appropriateness of those investments to the members.

### **The Responsibilities of the Trustees**

We take this opportunity to remind you that it is the responsibility of the trustees to ensure that the fund, at all times, complies with the SISA and SISR as well as any other legislation relevant to the fund. The trustees are also responsible for the preparation and fair presentation of the financial report.

Our auditor's report will explain that the trustees are responsible for the preparation and the fair presentation of the financial report and for determining that the accounting policies used are consistent with the financial reporting requirements of the SMSF's governing rules, comply with the requirements of SISA and SISR and are appropriate to meet the needs of the members. This responsibility includes:

- Establishing and maintaining controls relevant to the preparation of a financial report that is free from misstatement, whether due to fraud or error. The system of accounting and internal control should be adequate in ensuring that all transactions are recorded and that the recorded transactions are valid, accurate, authorised, properly classified and promptly recorded, so as to facilitate the preparation of reliable financial information. This responsibility to maintain adequate internal controls also extends to the Fund's compliance with SIS including any Circulars and Guidelines issued by a relevant regulator to the extent applicable. The internal controls should be sufficient to prevent and/or detect material non-compliance with such legislative requirements.
- Selecting and applying appropriate accounting policies.
- Making accounting estimates that are reasonable in the circumstances; and
- Making available to us all the books of the Funds, including any registers and general documents, minutes and other relevant papers of all Trustee meetings and giving us any information, explanations and assistance we require for the purposes of our audit. Section 35C(2) of SIS requires that Trustees must give to the auditor any document that the auditor requests in writing within 14 days of the request.

As part of our audit process, we will request from the trustees written confirmation concerning representations made to us in connection with the audit.

Our audit report is prepared for the members of the Fund and we disclaim any assumption of responsibility for any reliance on our report, or on the financial report to which it relates, to any person other than the members of the fund, or for any purpose other than that for which it was prepared.

Our audit report should not be used in determining the amount to pay member's benefits. The Trustee should calculate the amount of the benefit payment based on the market value (if applicable) of Fund assets at the date of payment provided this is consistent with the Fund's trust deed, SISA, SISR, or any agreement reached with the member.

### **Independence**

We confirm that, to the best of our knowledge and belief, the engagement team meets the current independence requirements of the SISA and SISR including APES 110 *Code of Ethics for Professional Accountants* in relation to the audit of the Fund. In conducting our financial audit and compliance engagement, should we become aware that we have contravened the independence requirements, we shall notify you on a timely basis.

### **Report on Matters Identified**

Under section 129 of the SISA, we are required to report to you in writing, if during the course of, or in connection with, our audit, we become aware of any contravention of the SISA or SISR which we believe has occurred, is occurring or may occur. Furthermore, you should be aware that we are also required to notify the Australian Taxation Office (ATO) of certain contraventions of the SISA and SISR that we become aware of during the audit, which meet the tests stipulated by the ATO, irrespective of the materiality of the contravention or action taken by the trustees to rectify the matter. Finally, under section 130, we are required to report to you and the ATO if we believe the financial position of the Fund may be, or may be about to become unsatisfactory.

You should not assume that any matters reported to you, or that a report that there are no matters to be communicated, indicates that there are no additional matters, or matters that you should be aware of in meeting your responsibilities. The completed audit report may be provided to you as a signed hard copy or a signed electronic version.

**Compliance Program**

The conduct of our engagement in accordance with Australian Auditing Standards and applicable Standards on Assurance Engagements means that information acquired by us in the course of our engagement is subject to strict confidentiality requirements. Information will not be disclosed by us to other parties except as required or allowed for by law or professional standards, or with your express consent. Our audit files may, however, be subject to review as part of the compliance program of a professional accounting body or the ATO. We advise you that by signing this letter you acknowledge that, if requested, our audit files relating to this audit will be made available under these programs. Should this occur, we will advise you. The same strict confidentiality requirements apply under these programs as apply to us as your auditor.

**Limitation of Liability**

As a practitioner/firm participating in a scheme approved under the Professional Services Legislation, our liability may be limited under the scheme.

**Fees**

We look forward to full co-operation with you/your administrator and we trust that you will make available to us whatever records, documentation and other information are requested in connection with our audit.

Our fees, which will be billed as work progresses, are based on the time required by staff members assigned to the engagement plus out-of-pocket expenses. Individual hourly rates vary according to the degree of responsibility involved and the experience and skills required. Our annual audit fee will be revised and agreed upon each year with the Trustee. Any additional services required, that are outside the scope of this engagement, will be billed on a time basis.

If we are required to respond to requests for information from regulators in relation to our engagement as auditor, the Fund will reimburse us at standard billing rates for our professional time and expenses, including reasonable legal fees, incurred in responding to such requests.

We would appreciate if you could sign and return the attached copy of this letter to indicate that it is in accordance with your understanding of the arrangements for our financial audit and compliance engagement of the Fund for the year ended 30/06/2019.

Yours sincerely

ANTHONY BOYS

Acknowledged on behalf of the Trustee of the VALLES SUPER FUND by:

(Signed) .....  
(dated) 30/4/2020

