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Financial statements and reports for the year ended  
30 June 2021

**WATTS SUPERANNUATION FUND**

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Prepared for: Katherine Watts and Matthew Watts

**WATTS SUPERANNUATION FUND****Operating Statement**

For the year ended 30 June 2021

|   | Note | 2021           | 2020            |
|---|------|----------------|-----------------|
|   |      | \$             | \$              |
| <b>Income</b>   |      |                |                 |
| <b>Investment Income</b>  |      |                |                 |
| Trust Distributions   | 9    | 42,259         | 22,971          |
| Interest Received   |      | 0              | 19,790          |
| <b>Investment Gains</b>   |      |                |                 |
| Changes in Market Values  | 10   |                |                 |
| Realised Movements in Market Value                                  |      | (4,648)        | 0               |
| Unrealised Movements in Market Value                                |      | 169,298        | (112,039)       |
| <b>Contribution Income</b>  |      |                |                 |
| Personal Concessional   |      | 50,000         | 35,000          |
| <b>Total Income</b>   |      | <u>256,909</u> | <u>(34,278)</u> |
| <b>Expenses</b>   |      |                |                 |
| Accountancy Fees  |      | 2,145          | 2,585           |
| ATO Supervisory Levy  |      | 259            | 259             |
| Audit fees  |      | 385            | 0               |
| Bank charges  |      | 35             | 5               |
|   |      | <u>2,824</u>   | <u>2,849</u>    |
| <b>Member Payments</b>  |      |                |                 |
| Life Insurance Premiums   |      | 0              | 4,001           |
| <b>Total Expenses</b>   |      | <u>2,824</u>   | <u>6,850</u>    |
| <b>Benefits accrued as a result of operations before income tax</b> |      | <u>254,084</u> | <u>(41,127)</u> |
| Income Tax Expense  | 11   | 10,766         | 7,240           |
| <b>Benefits accrued as a result of operations</b>                   |      | <u>243,319</u> | <u>(48,367)</u> |

*The accompanying notes form part of these financial statements.**Refer to compilation report*

**WATTS SUPERANNUATION FUND**  
**Statement of Financial Position**

As at 30 June 2021

|  | Note | 2021<br>\$       | 2020<br>\$       |
|--|------|------------------|------------------|
| <b>Assets</b>  |      |                  |                  |
| <b>Investments</b>   |      |                  |                  |
| Managed Investments (Australian)   | 2    | 559,466          | 459,715          |
| Shares in Unlisted Private Companies (Overseas)                            | 3    | 214,983          | 0                |
| Units in Unlisted Unit Trusts (Australian)                                 | 4    | 527,423          | 299,802          |
| <b>Total Investments</b>   |      | <u>1,301,872</u> | <u>759,517</u>   |
| <b>Other Assets</b>  |      |                  |                  |
| Distribution Reinvestment - Residual Account                               |      | 4                | 4                |
| NAB Cash Manager   |      | 352,753          | 663,922          |
| Distributions Receivable   |      | 18,328           | 5,436            |
| Deposit on Investments   |      | 15,000           | 15,000           |
| Income Tax Refundable  |      | 0                | 1,760            |
| <b>Total Other Assets</b>  |      | <u>386,085</u>   | <u>686,122</u>   |
| <b>Total Assets</b>  |      | <u>1,687,957</u> | <u>1,445,639</u> |
| Less:  |      |                  |                  |
| <b>Liabilities</b>   |      |                  |                  |
| Income Tax Payable   |      | 2,027            | 0                |
| PAYG Payable   |      | 130              | 3,543            |
| Sundry creditors   |      | 385              | 0                |
| <b>Total Liabilities</b>   |      | <u>2,542</u>     | <u>3,543</u>     |
| <b>Net assets available to pay benefits</b>                                |      | <u>1,685,415</u> | <u>1,442,096</u> |
| Represented by:  |      |                  |                  |
| <b>Liability for accrued benefits allocated to members' accounts</b>       | 6, 7 |                  |                  |
| Watts, Katherine   |      | 846,132          | 724,051          |
| Watts, Matthew   |      | 839,283          | 718,045          |
| <b>Total Liability for accrued benefits allocated to members' accounts</b> |      | <u>1,685,415</u> | <u>1,442,096</u> |

The accompanying notes form part of these financial statements.

Refer to compilation report

**WATTS SUPERANNUATION FUND**  
**Statement of Taxable Income**

For the year ended 30 June 2021

|  | <b>2021</b>       |
|--|-------------------|
|  | <b>\$</b>         |
| Benefits accrued as a result of operations | 254,084.00        |
| <b>Less</b>                                |                   |
| Increase in MV of investments              | 169,298.00        |
| Realised Accounting Capital Gains          | (4,648.00)        |
| Accounting Trust Distributions             | 42,259.00         |
|  | <u>206,909.00</u> |
| <b>Add</b>                                 |                   |
| Franking Credits                           | 1,808.00          |
| Foreign Credits                            | 86.00             |
| Net Capital Gains                          | 4,559.00          |
| Taxable Trust Distributions                | 30,566.00         |
| Distributed Foreign income                 | 202.00            |
|  | <u>37,221.00</u>  |
| SMSF Annual Return Rounding                | 1.00              |
|  | <u>84,397.00</u>  |
| <b>Taxable Income or Loss</b>              | <u>84,397.00</u>  |
| Income Tax on Taxable Income or Loss       | 12,659.55         |
| <b>Less</b>                                |                   |
| Franking Credits                           | 1,807.83          |
| Foreign Credits                            | 86.31             |
|  | <u>10,765.41</u>  |
| <b>CURRENT TAX OR REFUND</b>               | <u>10,765.41</u>  |
| Supervisory Levy                           | 259.00            |
| Income Tax Instalments Paid                | (7,237.00)        |
|  | <u>3,787.41</u>   |
| <b>AMOUNT DUE OR REFUNDABLE</b>            | <u>3,787.41</u>   |

*\* Distribution tax components review process has not been completed for the financial year.*

**WATTS SUPERANNUATION FUND**

**Trustees Declaration**

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

In the opinion of the trustees:

- (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 then ended in accordance with the accounting policies described in Note 1 to the financial statements;
- (ii) the financial statements and notes to the financial statements have been prepared in accordance with the requirements of the trust deed; and
- (iii) the operation of the superannuation fund has been carried out in accordance with its trust deed and in compliance with the requirements of the Superannuation Industry (Supervision) Act 1993 and associated Regulations during the year ended 30 June 2021.

Signed in accordance with a resolution of the trustees by:

.....  
Katherine Watts

Trustee

.....  
Matthew Watts

Trustee

Dated this ..... day of .....2022

# 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 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 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.

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 to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured. Revenue is recognised at the fair value of the consideration received or receivable.

# Notes to the Financial Statements

For the year ended 30 June 2021

## 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

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).

## 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. 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: Managed Investments (Australian)

|  | 2021<br>\$ | 2020<br>\$ |
|--|------------|------------|
| The Montgomery Fund                            | 284,886    | 225,082    |
| Montgomery Global Fund                         | 87,125     | 72,327     |
| Montaka Global Access Fund                     | 0          | 54,053     |
| Montgomery Small Companies Fund                | 55,875     | 0          |
| Montgomery Global Equities Fund (managed Fund) | 131,581    | 108,253    |

WATTS SUPERANNUATION FUND

# Notes to the Financial Statements

For the year ended 30 June 2021

|  |             |             |
|--|-------------|-------------|
|  | 559,467     | 459,715     |
| <b>Note 3: Shares in Unlisted Private Companies (Overseas)</b> |             |             |
|  | <b>2021</b> | <b>2020</b> |
|  | <b>\$</b>   | <b>\$</b>   |
| EFI Cayman SPC -TVP SP   | 214,983     | 0           |
|  | 214,983     | 0           |
| <b>Note 4: Units in Unlisted Unit Trusts (Australian)</b>      |             |             |
|  | <b>2021</b> | <b>2020</b> |
|  | <b>\$</b>   | <b>\$</b>   |
| Collective Capital Collingwood Investment Fund                 | 100,000     | 84,296      |
| Collective Capital Frankston Investment Fund                   | 168,537     | 0           |
| Collective Capital Malvern Investment Fund                     | 97,258      | 90,747      |
| Collective Capital QLD Unit Trust                              | 161,628     | 124,759     |
|  | 527,423     | 299,802     |
| <b>Note 5: Banks and Term Deposits</b>                         |             |             |
|  | <b>2021</b> | <b>2020</b> |
|  | <b>\$</b>   | <b>\$</b>   |
| <b>Banks</b>   |             |             |
| NAB Cash Manager   | 352,753     | 663,922     |
|  | 352,753     | 663,922     |
| <b>Note 6: Liability for Accrued Benefits</b>                  |             |             |
|  | <b>2021</b> | <b>2020</b> |
|  | <b>\$</b>   | <b>\$</b>   |
| Liability for accrued benefits at beginning of year            | 1,442,095   | 1,490,463   |
| Benefits accrued as a result of operations                     | 243,319     | (48,367)    |
| Current year member movements                                  | 0           | 0           |
|  | 1,685,414   | 1,442,095   |
| <b>Note 7: Vested Benefits</b>                                 |             |             |

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.

WATTS SUPERANNUATION FUND

# Notes to the Financial Statements

For the year ended 30 June 2021

|                 | 2021<br>\$ | 2020<br>\$ |
|-----------------|------------|------------|
| Vested Benefits | 1,685,414  | 1,442,095  |

## Note 8: Guaranteed Benefits

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

## Note 9: Trust Distributions

|  | 2021<br>\$ | 2020<br>\$ |
|--|------------|------------|
| Montgomery Global Equities Fund (managed Fund) | 5,652      | 5,236      |
| Montgomery Small Companies Fund                | 3,133      | 0          |
| Collective Capital Frankston Investment Fund   | 7,619      | 0          |
| Collective Capital Malvern Investment Fund     | 2,542      | 0          |
| Montgomery Global Fund                         | 687        | 1,493      |
| The Montgomery Fund                            | 9,570      | 2,892      |
| Collective Capital QLD Unit Trust              | 13,055     | 12,422     |
| Montaka Global Access Fund                     | 0          | 928        |
|  | 42,258     | 22,971     |

## Note 10: Changes in Market Values

### Unrealised Movements in Market Value

|  | 2021<br>\$ | 2020<br>\$ |
|--|------------|------------|
| <b>Managed Investments (Australian)</b>                |            |            |
| Montaka Global Access Fund                             | 1,838      | (12,732)   |
| Montgomery Global Equities Fund (managed Fund)         | 18,195     | (12,709)   |
| Montgomery Global Fund                                 | 13,305     | (11,876)   |
| Montgomery Small Companies Fund                        | 3,704      | 0          |
| The Montgomery Fund                                    | 58,855     | (24,524)   |
|  | 95,896     | (61,841)   |
| <b>Shares in Unlisted Private Companies (Overseas)</b> |            |            |
| EFI Cayman SPC -TVP SP                                 | (4,219)    | 0          |
|  | (4,219)    | 0          |
| <b>Units in Unlisted Unit Trusts (Australian)</b>      |            |            |
| Collective Capital Collingwood Investment Fund         | 15,704     | (15,704)   |

WATTS SUPERANNUATION FUND

# Notes to the Financial Statements

For the year ended 30 June 2021

|   |                |                  |
|---|----------------|------------------|
| Collective Capital Frankston Investment Fund  | 18,537         | 0                |
| Collective Capital Malvern Investment Fund  | 6,511          | (9,253)          |
| Collective Capital QLD Unit Trust   | 36,869         | (25,241)         |
|   | <u>77,621</u>  | <u>(50,198)</u>  |
| <b>Total Unrealised Movement</b>  | <b>169,298</b> | <b>(112,039)</b> |
| <b>Realised Movements in Market Value</b>   |                |                  |
|   | <b>2021</b>    | <b>2020</b>      |
|   | <b>\$</b>      | <b>\$</b>        |
| <b>Managed Investments (Australian)</b>   |                |                  |
| Montaka Global Access Fund  | (4,648)        | 0                |
|   | <u>(4,648)</u> | <u>0</u>         |
| <b>Total Realised Movement</b>  | <b>(4,648)</b> | <b>0</b>         |
| <b>Changes in Market Values</b>   | <b>164,650</b> | <b>(112,039)</b> |
| <b>Note 11: Income Tax Expense</b>  |                |                  |
|   | <b>2021</b>    | <b>2020</b>      |
|   | <b>\$</b>      | <b>\$</b>        |
| The components of tax expense comprise  |                |                  |
| Current Tax   | 10,765         | 7,240            |
|   | <u>10,765</u>  | <u>7,240</u>     |
| Income Tax Expense  | <u>10,765</u>  | <u>7,240</u>     |
| 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%                                  | 38,113         | (6,169)          |
| Less:   |                |                  |
| Tax effect of:  |                |                  |
| Increase in MV of Investments   | 25,395         | 0                |
| Realised Accounting Capital Gains   | (697)          | 0                |
| Accounting Trust Distributions  | 6,339          | 3,446            |
| Add:  |                |                  |
| Tax effect of:  |                |                  |
| Decrease in MV of Investments   | 0              | 16,806           |
| Franking Credits  | 271            | 274              |

Refer to compilation report

**WATTS SUPERANNUATION FUND****Notes to the Financial Statements**

For the year ended 30 June 2021

|                                      |        |       |
|--------------------------------------|--------|-------|
| Foreign Credits                      | 13     | 76    |
| Net Capital Gains                    | 684    | 87    |
| Taxable Trust Distributions          | 4,585  | 1,358 |
| Distributed Foreign Income           | 30     | 588   |
| Rounding                             | 1      | 0     |
| Income Tax on Taxable Income or Loss | 12,660 | 9,574 |
| Less credits:                        |        |       |
| Franking Credits                     | 1,808  | 1,829 |
| Foreign Credits                      | 86     | 505   |
| Current Tax or Refund                | 10,766 | 7,240 |

**Note 12: Subsequent Events post year end**

Since the end of the financial year the trustee is aware of circumstances that have arisen after the reporting date, in particular the COVID-19 outbreak and its effect on markets globally.

It is expected that this may cause a material decline in the market value of the fund, possibly its future cash flows, and potentially the recoverability of some investments.

However due to the rapid and ongoing changes, an estimate of the timing and extent of this impact cannot be made.

# WATTS SUPERANNUATION FUND

## Members Statement

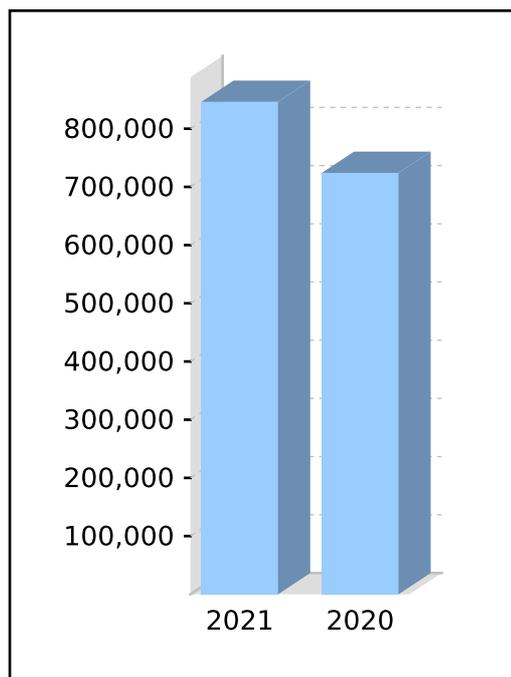
Katherine Anne Watts  
 20 Cove Avenue  
 Portsea, Victoria, 3944, Australia

### Your Details

|                            |                    |                         |         |
|----------------------------|--------------------|-------------------------|---------|
| Date of Birth :            | Provided           | Nominated Beneficiaries | N/A     |
| Age:                       | 52                 | Vested Benefits         | 846,131 |
| Tax File Number:           | Provided           | Total Death Benefit     | 846,131 |
| Date Joined Fund:          | 01/02/1998         |                         |         |
| Service Period Start Date: | 01/02/1998         |                         |         |
| Date Left Fund:            |                    |                         |         |
| Member Code:               | WATKAT00001A       |                         |         |
| Account Start Date:        | 01/02/1998         |                         |         |
| Account Phase:             | Accumulation Phase |                         |         |
| Account Description:       | Accumulation       |                         |         |

### Your Balance

|                                |         |
|--------------------------------|---------|
| Total Benefits                 | 846,131 |
| <u>Preservation Components</u> |         |
| Preserved                      | 846,131 |
| Unrestricted Non Preserved     |         |
| Restricted Non Preserved       |         |
| <u>Tax Components</u>          |         |
| Tax Free                       | 450,000 |
| Taxable                        | 396,131 |
| Investment Earnings Rate       | 14%     |



### Your Detailed Account Summary

|  | This Year | Last Year |
|--|-----------|-----------|
| Opening balance at 01/07/2020                        | 724,050   | 747,876   |
| <u>Increases to Member account during the period</u> |           |           |
| Employer Contributions                               |           |           |
| Personal Contributions (Concessional)                | 25,000    | 17,500    |
| Personal Contributions (Non Concessional)            |           |           |
| Government Co-Contributions                          |           |           |
| Other Contributions                                  |           |           |
| Proceeds of Insurance Policies                       |           |           |
| Transfers In   |           |           |
| Net Earnings   | 103,422   | (35,050)  |
| Internal Transfer In                                 |           |           |
| <u>Decreases to Member account during the period</u> |           |           |
| Pensions Paid  |           |           |
| Contributions Tax                                    | 3,750     | 2,625     |
| Income Tax   | 2,591     | 2,265     |
| No TFN Excess Contributions Tax                      |           |           |
| Excess Contributions Tax                             |           |           |
| Refund Excess Contributions                          |           |           |
| Division 293 Tax                                     |           |           |
| Insurance Policy Premiums Paid                       |           | 1,386     |
| Management Fees                                      |           |           |
| Member Expenses                                      |           |           |
| Benefits Paid/Transfers Out                          |           |           |
| Superannuation Surcharge Tax                         |           |           |
| Internal Transfer Out                                |           |           |
| Closing balance at 30/06/2021                        | 846,131   | 724,050   |

## WATTS 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

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Katherine Anne Watts  
Trustee

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Matthew Thomas Watts  
Trustee

# WATTS SUPERANNUATION FUND

## Members Statement

Matthew Thomas Watts  
 20 Cove Avenue  
 Portsea, Victoria, 3944, Australia

### Your Details

Date of Birth : Provided  
 Age: 54  
 Tax File Number: Provided  
 Date Joined Fund: 01/02/1998  
 Service Period Start Date: 01/02/1998  
 Date Left Fund:  
 Member Code: WATMAT00001A  
 Account Start Date: 01/02/1998  
 Account Phase: Accumulation Phase  
 Account Description: Accumulation

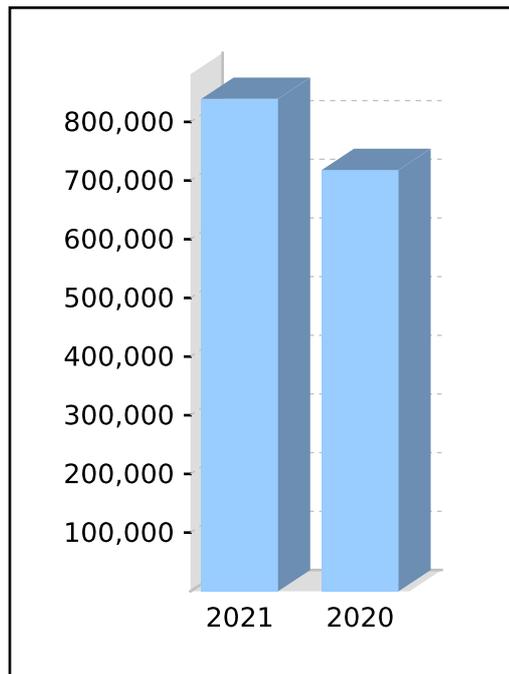
Nominated Beneficiaries N/A  
 Vested Benefits 839,283  
 Total Death Benefit 839,283

### Your Balance

Total Benefits 839,283

Preservation Components  
 Preserved 839,283  
 Unrestricted Non Preserved  
 Restricted Non Preserved

Tax Components  
 Tax Free 450,000  
 Taxable 389,283  
 Investment Earnings Rate 14%



### Your Detailed Account Summary

|  | This Year | Last Year |
|--|-----------|-----------|
| Opening balance at 01/07/2020                        | 718,045   | 742,587   |
| <u>Increases to Member account during the period</u> |           |           |
| Employer Contributions                               |           |           |
| Personal Contributions (Concessional)                | 25,000    | 17,500    |
| Personal Contributions (Non Concessional)            |           |           |
| Government Co-Contributions                          |           |           |
| Other Contributions                                  |           |           |
| Proceeds of Insurance Policies                       |           |           |
| Transfers In   |           |           |
| Net Earnings   | 102,557   | (34,743)  |
| Internal Transfer In                                 |           |           |
| <u>Decreases to Member account during the period</u> |           |           |
| Pensions Paid  |           |           |
| Contributions Tax                                    | 3,750     | 2,625     |
| Income Tax   | 2,569     | 2,059     |
| No TFN Excess Contributions Tax                      |           |           |
| Excess Contributions Tax                             |           |           |
| Refund Excess Contributions                          |           |           |
| Division 293 Tax                                     |           |           |
| Insurance Policy Premiums Paid                       |           | 2,615     |
| Management Fees                                      |           |           |
| Member Expenses                                      |           |           |
| Benefits Paid/Transfers Out                          |           |           |
| Superannuation Surcharge Tax                         |           |           |
| Internal Transfer Out                                |           |           |
| Closing balance at 30/06/2021                        | 839,283   | 718,045   |

## WATTS 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

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Katherine Anne Watts  
Trustee

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Matthew Thomas Watts  
Trustee

WATTS SUPERANNUATION FUND

Realised Capital Gains Report

For The Period 01 July 2020 - 30 June 2021

| Investment                                  |                        | Accounting Treatment |                  |                  |                          | Tax Treatment      |                   |                   |               |                          |                 |                   |
|---|------------------------|----------------------|------------------|------------------|--------------------------|--------------------|-------------------|-------------------|---------------|--------------------------|-----------------|-------------------|
| Purchase Contract Date                      | Disposal Contract Date | Units                | Cost             | Proceeds         | Accounting Profit/(Loss) | Adjusted Cost Base | Reduced Cost Base | Indexed Cost Base | Indexed Gains | Discounted Gains (Gross) | Other Gains     | Capital Loss      |
| <b>Managed Investments (Australian)</b>     |                        |                      |                  |                  |                          |                    |                   |                   |               |                          |                 |                   |
| FHT0030AU - The Montgomery Fund             |                        |                      |                  |                  |                          |                    |                   |                   |               |                          |                 |                   |
|   |                        | 0.00                 | 0.00             | 0.00             | 0.00                     | 0.00               | 0.00              | 0.00              | 0.00          | 7,667.06                 | 0.00            | 0.00              |
|   |                        | <b>0.00</b>          | <b>0.00</b>      | <b>0.00</b>      | <b>0.00</b>              | <b>0.00</b>        | <b>0.00</b>       | <b>0.00</b>       | <b>0.00</b>   | <b>7,667.06</b>          | <b>0.00</b>     | <b>0.00</b>       |
| FHT0036AU - Montgomery Global Fund          |                        |                      |                  |                  |                          |                    |                   |                   |               |                          |                 |                   |
|   |                        | 0.00                 | 0.00             | 0.00             | 0.00                     | 0.00               | 0.00              | 0.00              | 0.00          | 687.30                   | 0.00            | 0.00              |
|   |                        | <b>0.00</b>          | <b>0.00</b>      | <b>0.00</b>      | <b>0.00</b>              | <b>0.00</b>        | <b>0.00</b>       | <b>0.00</b>       | <b>0.00</b>   | <b>687.30</b>            | <b>0.00</b>     | <b>0.00</b>       |
| FHT0038AU - Montaka Global Access Fund      |                        |                      |                  |                  |                          |                    |                   |                   |               |                          |                 |                   |
| 01/07/2020                                  | 01/03/2021             | 1,067.24             | 928.50           | 896.16           | (32.34)                  | 928.50             | 928.50            | 0.00              | 0.00          | 0.00                     | 0.00            | (32.34)           |
| 01/07/2019                                  | 01/03/2021             | 1,598.23             | 1,747.98         | 1,342.03         | (405.95)                 | 1,747.98           | 1,747.98          | 0.00              | 0.00          | 0.00                     | 0.00            | (405.95)          |
| 01/07/2018                                  | 01/03/2021             | 3,791.41             | 4,142.49         | 3,183.64         | (958.85)                 | 4,142.49           | 4,142.49          | 0.00              | 0.00          | 0.00                     | 0.00            | (958.85)          |
| 23/06/2016                                  | 01/03/2021             | 55,673.09            | 50,000.00        | 46,748.69        | (3,251.31)               | 50,000.00          | 50,000.00         | 0.00              | 0.00          | 0.00                     | 0.00            | (3,251.31)        |
|   |                        | <b>62,129.96</b>     | <b>56,818.97</b> | <b>52,170.52</b> | <b>(4,648.45)</b>        | <b>56,818.97</b>   | <b>56,818.97</b>  | <b>0.00</b>       | <b>0.00</b>   | <b>0.00</b>              | <b>0.00</b>     | <b>(4,648.45)</b> |
| FHT3726AU - Montgomery Small Companies Fund |                        |                      |                  |                  |                          |                    |                   |                   |               |                          |                 |                   |
|   |                        | 0.00                 | 0.00             | 0.00             | 0.00                     | 0.00               | 0.00              | 0.00              | 0.00          | 790.00                   | 2,343.08        | 0.00              |
|   |                        | <b>0.00</b>          | <b>0.00</b>      | <b>0.00</b>      | <b>0.00</b>              | <b>0.00</b>        | <b>0.00</b>       | <b>0.00</b>       | <b>0.00</b>   | <b>790.00</b>            | <b>2,343.08</b> | <b>0.00</b>       |
|   |                        | <b>62,129.96</b>     | <b>56,818.97</b> | <b>52,170.52</b> | <b>(4,648.45)</b>        | <b>56,818.97</b>   | <b>56,818.97</b>  | <b>0.00</b>       | <b>0.00</b>   | <b>9,144.36</b>          | <b>2,343.08</b> | <b>(4,648.45)</b> |
|   |                        | <b>62,129.96</b>     | <b>56,818.97</b> | <b>52,170.52</b> | <b>(4,648.45)</b>        | <b>56,818.97</b>   | <b>56,818.97</b>  | <b>0.00</b>       | <b>0.00</b>   | <b>9,144.36</b>          | <b>2,343.08</b> | <b>(4,648.45)</b> |

WATTS SUPERANNUATION FUND

# Unrealised Capital Gains Report

As at 30 June 2021

| Investment   | Units      | Cost                | Tax Deferred<br>/Depreciation | CGT Cost Base       | Market Value          | Projected Profit<br>/(Loss) | Taxable Profit<br>Indexation | Taxable Profit<br>Discounted | Taxable Profit<br>Notional |
|--|------------|---------------------|-------------------------------|---------------------|-----------------------|-----------------------------|------------------------------|------------------------------|----------------------------|
| <b>Managed Investments (Australian)</b>                  |            |                     |                               |                     |                       |                             |                              |                              |                            |
| FHT0030AU - The Montgomery Fund                          | 174,273.94 | 225,106.04          | 71.32                         | 225,034.72          | 284,885.6166          | 59,850.90                   | 0.00                         | 39,806.69                    | 0.00                       |
| FHT0036AU - Montgomery Global Fund                       | 65,694.96  | 70,191.54           | 1.37                          | 70,190.17           | 87,124.6522           | 16,934.48                   | 0.00                         | 11,088.97                    | 0.00                       |
| FHT3726AU - Montgomery Small Companies Fund              | 39,703.60  | 52,170.53           | 0.00                          | 52,170.53           | 55,874.8759           | 3,704.35                    | 0.00                         | 0.00                         | 0.00                       |
| MOGL.AX - Montgomery Global Equities Fund (managed Fund) | 35,182.00  | 117,933.68          | 4,732.88                      | 113,200.80          | 131,580.6800          | 18,379.88                   | 0.00                         | 11,778.15                    | 0.00                       |
|  |            | <b>465,401.79</b>   | <b>4,805.57</b>               | <b>460,596.22</b>   | <b>559,465.8247</b>   | <b>98,869.60</b>            | <b>0.00</b>                  | <b>62,673.81</b>             | <b>0.00</b>                |
| <b>Shares in Unlisted Private Companies (Overseas)</b>   |            |                     |                               |                     |                       |                             |                              |                              |                            |
| SPC - EFI Cayman SPC -TVP SP                             | 150.00     | 219,202.10          | 0.00                          | 219,202.10          | 214,982.6700          | (4,219.43)                  | 0.00                         | 0.00                         | 0.00                       |
|  |            | <b>219,202.10</b>   | <b>0.00</b>                   | <b>219,202.10</b>   | <b>214,982.6700</b>   | <b>(4,219.43)</b>           | <b>0.00</b>                  | <b>0.00</b>                  | <b>0.00</b>                |
| <b>Units in Unlisted Unit Trusts (Australian)</b>        |            |                     |                               |                     |                       |                             |                              |                              |                            |
| CCCIF - Collective Capital Collingwood Investment Fund   | 100,000.00 | 100,000.00          | 0.00                          | 100,000.00          | 100,000.0000          | 0.00                        | 0.00                         | 0.00                         | 0.00                       |
| CCFIF - Collective Capital Frankston Investment Fund     | 150,000.00 | 150,000.00          | 0.00                          | 150,000.00          | 168,537.0000          | 18,537.00                   | 0.00                         | 0.00                         | 0.00                       |
| CCMIF - Collective Capital Malvern Investment Fund       | 100,000.00 | 100,000.00          | 0.00                          | 100,000.00          | 97,258.0000           | (2,742.00)                  | 0.00                         | 0.00                         | 0.00                       |
| CCQUT - Collective Capital QLD Unit Trust                | 150,000.00 | 150,000.00          | 5,962.00                      | 144,038.00          | 161,628.0000          | 17,590.00                   | 0.00                         | 11,726.67                    | 0.00                       |
|  |            | <b>500,000.00</b>   | <b>5,962.00</b>               | <b>494,038.00</b>   | <b>527,423.0000</b>   | <b>33,385.00</b>            | <b>0.00</b>                  | <b>11,726.67</b>             | <b>0.00</b>                |
|  |            | <b>1,184,603.89</b> | <b>10,767.57</b>              | <b>1,173,836.32</b> | <b>1,301,871.4947</b> | <b>128,035.17</b>           | <b>0.00</b>                  | <b>74,400.48</b>             | <b>0.00</b>                |

# WATTS SUPERANNUATION FUND

## Investment Performance

As at 30 June 2021

| Investment   | Opening Value                                  | Purchases / Additions | Sales / Reductions | Closing Value     | Realised Market Gain | Unrealised Market Gain | Net Income        | Income and Market Gain | Return %          |                 |
|--|--|-----------------------|--------------------|-------------------|----------------------|------------------------|-------------------|------------------------|-------------------|-----------------|
| <b>Bank Accounts</b>                                   |  |                       |                    |                   |                      |                        |                   |                        |                   |                 |
| NAB Cash Manager                                       | 663,921.57                                     | 0.00                  | 0.00               | 352,753.45        | 0.00                 | 0.00                   | 0.00              | 0.00                   | 0.00 %            |                 |
|  | <b>663,921.57</b>                              | <b>0.00</b>           | <b>0.00</b>        | <b>352,753.45</b> | <b>0.00</b>          | <b>0.00</b>            | <b>0.00</b>       | <b>0.00</b>            | <b>0.00 %</b>     |                 |
| <b>Managed Investments (Australian)</b>                |  |                       |                    |                   |                      |                        |                   |                        |                   |                 |
| FHT0038A   | Montaka Global Access Fund                     | 54,052.72             | 928.50             | 56,818.97         | 0.00                 | (4,648.44)             | 1,837.75          | 0.00                   | (2,810.69)        | 152.94 %        |
| MOGL.AX  | Montgomery Global Equities Fund (managed Fund) | 108,253.18            | 5,132.96           | 0.00              | 131,580.68           | 0.00                   | 18,194.54         | 5,652.06               | 23,846.60         | 21.03 %         |
| FHT0036A   | Montgomery Global Fund                         | 72,326.90             | 1,493.20           | 0.00              | 87,124.65            | 0.00                   | 13,304.55         | 749.30                 | 14,053.85         | 19.04 %         |
| FHT3726A   | Montgomery Small Companies Fund                | 0.00                  | 52,170.53          | 0.00              | 55,874.88            | 0.00                   | 3,704.35          | 3,286.24               | 6,990.59          | 13.40 %         |
| FHT0030A   | The Montgomery Fund                            | 225,082.44            | 948.18             | 0.00              | 284,885.62           | 0.00                   | 58,855.00         | 11,163.07              | 70,018.07         | 30.98 %         |
|  |  | <b>459,715.24</b>     | <b>60,673.37</b>   | <b>56,818.97</b>  | <b>559,465.83</b>    | <b>(4,648.44)</b>      | <b>95,896.19</b>  | <b>20,850.67</b>       | <b>112,098.42</b> | <b>24.18 %</b>  |
| <b>Shares in Unlisted Private Companies (Overseas)</b> |  |                       |                    |                   |                      |                        |                   |                        |                   |                 |
| SPC  | EFI Cayman SPC -TVP SP                         | 0.00                  | 219,202.10         | 0.00              | 214,982.67           | 0.00                   | (4,219.43)        | 0.00                   | (4,219.43)        | (1.92) %        |
|  |  | <b>0.00</b>           | <b>219,202.10</b>  | <b>0.00</b>       | <b>214,982.67</b>    | <b>0.00</b>            | <b>(4,219.43)</b> | <b>0.00</b>            | <b>(4,219.43)</b> | <b>(1.92) %</b> |
| <b>Units in Unlisted Unit Trusts (Australian)</b>      |  |                       |                    |                   |                      |                        |                   |                        |                   |                 |
| CCCIF  | Collective Capital Collingwood Investment Fund | 84,296.00             | 0.00               | 0.00              | 100,000.00           | 0.00                   | 15,704.00         | 0.00                   | 15,704.00         | 18.63 %         |
| CCFIF  | Collective Capital Frankston Investment Fund   | 0.00                  | 150,000.00         | 0.00              | 168,537.00           | 0.00                   | 18,537.00         | 7,618.82               | 26,155.82         | 17.44 %         |
| CCMIF  | Collective Capital Malvern Investment Fund     | 90,747.00             | 0.00               | 0.00              | 97,258.00            | 0.00                   | 6,511.00          | 2,542.16               | 9,053.16          | 9.98 %          |
| CCQUT  | Collective Capital QLD Unit Trust              | 124,758.90            | 0.00               | 0.00              | 161,628.00           | 0.00                   | 36,869.10         | 13,055.00              | 49,924.10         | 40.02 %         |
|  |  | <b>299,801.90</b>     | <b>150,000.00</b>  | <b>0.00</b>       | <b>527,423.00</b>    | <b>0.00</b>            | <b>77,621.10</b>  | <b>23,215.98</b>       | <b>100,837.08</b> | <b>22.42 %</b>  |
|  |  | <b>1,423,438.71</b>   | <b>429,875.47</b>  | <b>56,818.97</b>  | <b>1,654,624.95</b>  | <b>(4,648.44)</b>      | <b>169,297.86</b> | <b>44,066.65</b>       | <b>208,716.07</b> | <b>11.62 %</b>  |

# WATTS SUPERANNUATION FUND

## Investment Income Report

As at 30 June 2021

| Investment   | Total Income     | Franked         | Unfranked     | Interest/<br>Other | Franking Credits | Foreign Income | Foreign Credits * 1 | Assessable Income<br>(Excl. Capital Gains) * 2 | TFN Credits | Other Deductions | Distributed Capital Gains | Non-Assessable Payments |
|--|------------------|-----------------|---------------|--------------------|------------------|----------------|---------------------|--|-------------|------------------|---------------------------|-------------------------|
| <b>Managed Investments (Australian)</b>                |                  |                 |               |                    |                  |                |                     |  |             |                  |                           |                         |
| MOGL.AX Montgomery Global Equities Fund (managed Fund) | 5,652.06         |                 |               | 5,652.06           | 0.00             | 0.00           | 0.00                | 5,652.06                                       |             | 0.00             | 0.00                      | 0.00                    |
| FHT0036AU Montgomery Global Fund                       | 687.30           |                 |               |                    | 62.00            | 0.00           | 0.00                | 62.00  |             | 0.00             | 687.30                    | 0.00                    |
| FHT3726AU Montgomery Small Companies Fund              | 3,133.08         |                 |               |                    | 153.16           | 0.00           | 0.00                | 153.16   |             | 0.00             | 3,133.08                  | 0.00                    |
| FHT0030AU The Montgomery Fund                          | 9,570.40         | 1,074.33        | 537.00        | 86.80              | 1,592.67         | 202.29         | 86.31               | 3,579.40                                       |             | 0.00             | 7,667.06                  | 2.92                    |
|  | <b>19,042.84</b> | <b>1,074.33</b> | <b>537.00</b> | <b>5,738.86</b>    | <b>1,807.83</b>  | <b>202.29</b>  | <b>86.31</b>        | <b>9,446.62</b>                                |             | <b>0.00</b>      | <b>11,487.44</b>          | <b>2.92</b>             |
| <b>Units in Unlisted Unit Trusts (Australian)</b>      |                  |                 |               |                    |                  |                |                     |  |             |                  |                           |                         |
| CCFIF Collective Capital Frankston Investment Fund     | 7,618.82         |                 |               | 7,618.82           | 0.00             | 0.00           | 0.00                | 7,618.82                                       |             | 0.00             | 0.00                      | 0.00                    |
| CCMIF Collective Capital Malvern Investment Fund       | 2,542.16         |                 |               | 2,542.16           | 0.00             | 0.00           | 0.00                | 2,542.16                                       |             | 0.00             | 0.00                      | 0.00                    |
| CCQUT Collective Capital QLD Unit Trust                | 13,055.00        |                 |               | 13,055.00          | 0.00             | 0.00           | 0.00                | 13,055.00                                      |             | 0.00             | 0.00                      | 0.00                    |
|  | <b>23,215.98</b> |                 |               | <b>23,215.98</b>   | <b>0.00</b>      | <b>0.00</b>    | <b>0.00</b>         | <b>23,215.98</b>                               |             | <b>0.00</b>      | <b>0.00</b>               | <b>0.00</b>             |
|  | <b>42,258.82</b> | <b>1,074.33</b> | <b>537.00</b> | <b>28,954.84</b>   | <b>1,807.83</b>  | <b>202.29</b>  | <b>86.31</b>        | <b>32,662.60</b>                               |             | <b>0.00</b>      | <b>11,487.44</b>          | <b>2.92</b>             |

Assessable Income (Excl. Capital Gains) **32,662.60**

Net Capital Gain **8,439.32**

**Total Assessable Income 41,101.92**

\* 1 Includes foreign credits from foreign capital gains.

\* 2 Assessable Income in the SMSF Annual Return will be different as capital gains and losses from disposals of assets have not been included.

For a breakdown of Distributed Capital Gains and Non-Assessable Payments refer to Distributions Reconciliation Report.

# Memorandum of Resolutions of

Katherine Watts and Matthew Watts

ATF WATTS SUPERANNUATION FUND

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## FINANCIAL STATEMENTS OF SUPERANNUATION FUND:

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.

The Chair tabled the financial statements and notes to the financial statements of the superannuation fund in respect of the year ended 30 June 2021 and it was resolved that such statements be and are hereby adopted as tabled.

## TRUSTEE'S DECLARATION:

It was resolved that the trustee's declaration of the superannuation fund be signed.

## ANNUAL RETURN:

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 2021, it was resolved that the annual return be approved, signed and lodged with the Australian Taxation Office.

## TRUST DEED:

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.

## INVESTMENT STRATEGY:

The allocation of the fund's assets and the fund's investment performance over the 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.

## INSURANCE COVER:

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.

## ALLOCATION OF INCOME:

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).

## INVESTMENT ACQUISITIONS:

It was resolved to ratify the investment acquisitions throughout the financial year ended 30 June 2021.

## INVESTMENT DISPOSALS:

It was resolved to ratify the investment disposals throughout the financial year ended 30 June 2021.

## AUDITORS

It was resolved that

Tony Boys

of

PO BOX 3376, RUNDLE MALL, South Australia 5000

act as auditors of the Fund for the next financial year.

## TAX AGENTS

It was resolved that

Paul Money Partners

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

# Memorandum of Resolutions of

Katherine Watts and Matthew Watts

ATF WATTS SUPERANNUATION FUND

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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.

## ACCEPTANCE OF ROLLOVERS

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

1. making rollover between Funds; and,
2. breaching the Fund or the member investment strategy.

The trustee has reviewed the rollover and received advice that the rollover is in accordance with the Trust Deed and the rules of the Fund and the superannuation laws. As such the trustee has resolved to accept the rollover on behalf of the member.

## 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:

Signed as a true record –

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10 March 2022

Katherine Watts

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10 March 2022

Matthew Watts