

**WILLIS FUND PTY LTD  
AS TRUSTEE FOR  
WILLIS FUND**

**ABN 72 919 417 049**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

**Prepared by:**

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**WILLIS FUND  
STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2021**

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**WILLIS FUND  
OPERATING STATEMENT  
AS AT 30 JUNE 2021**

|   | Notes                    | 2021<br>\$ | \$                   | 2020<br>\$ | \$                   |
|---|--------------------------|------------|----------------------|------------|----------------------|
| <b>Contributions</b>                                    |                          |            |                      |            |                      |
| STACEY MARK WILLIS                                      |                          |            |                      |            |                      |
| Employer Contribution                                   | SD 05                    | 13,495     |                      | 7,543      |                      |
|   |                          |            | 13,495               |            | 7,543                |
| PRISCILLA ANDREA WILLIS                                 |                          |            |                      |            |                      |
| Employer Contribution                                   | SD 05                    | 5,713      |                      | 4,010      |                      |
|   |                          |            | 5,713                |            | 4,010                |
| <b>Net Contributions Received</b>                       |                          |            | <u>19,207</u>        |            | <u>11,552</u>        |
| <b>Investment Revenue</b>                               |                          |            |                      |            |                      |
| Capital Gains   | <i>prop sale - SD 01</i> | 323,128    |                      | -          |                      |
| Interest  | SD 03                    | 14         |                      | 20         |                      |
| Unrealised change in market value                       | Note 6                   | (255,657)  |                      | 11,080     |                      |
| Net Rental Income                                       | Note 11                  | 7,178      |                      | 7,220      |                      |
|   |                          |            | <u>74,664</u>        |            | <u>18,321</u>        |
| <b>Total Investment Revenue</b>                         |                          |            | <u>74,664</u>        |            | <u>18,321</u>        |
|   |                          |            | <u>93,872</u>        |            | <u>29,873</u>        |
| <b>Expenses</b>   |                          |            |                      |            |                      |
| Accounting fees   | SD 06,07,08              | 4,790      |                      | -          |                      |
| Insurance   | SD 09,10                 | 6,976      |                      | 6,251      |                      |
| Supervisory levy  |                          | 259        |                      | 259        |                      |
|   |                          |            | <u>12,025</u>        |            | <u>6,510</u>         |
| <b>Net Investment Revenue</b>                           |                          |            | <u>81,847</u>        |            | <u>23,363</u>        |
| <b>Benefits Accrued before Income Tax</b>               |                          |            | <u>81,847</u>        |            | <u>23,363</u>        |
| <b>Income Tax Benefit/(Expense)</b>                     | Note 9                   |            | (34,471)             |            | (1,842)              |
| Write Back of Provision for Deferred Income Tax Benefit |                          |            | <u>38,349</u>        |            | <u>(1,662)</u>       |
| <b>Benefits Accrued as a Result of Operations</b>       |                          |            | <u><u>85,725</u></u> |            | <u><u>19,858</u></u> |

The accompanying notes form part of these financial statements

**WILLIS FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2021**

|  | Notes                    | 2021              |                   | 2020              |                   |
|--|--------------------------|-------------------|-------------------|-------------------|-------------------|
|  |                          | \$                | \$                | \$                | \$                |
| <b>Investments</b>                                   |                          |                   |                   |                   |                   |
| Property 15 Avondale Rd, Mongarlowe 2622             |                          | -                 |                   | 472,500           |                   |
|  |                          | <u>          </u> | <u>          </u> | <u>          </u> | <u>          </u> |
|  |                          |                   | -                 |                   | 472,500           |
| <b>Other Assets</b>                                  |                          |                   |                   |                   |                   |
| ANZ 2136-41389                                       | <i>SD 02</i>             | 33,896            |                   | 25,929            |                   |
| Receivable   | <i>prop sale - SD 04</i> | 541,256           |                   | -                 |                   |
| Income Tax Refundable                                | <i>SD 12</i>             | 446               |                   | -                 |                   |
|  |                          | <u>          </u> | <u>          </u> | <u>          </u> | <u>          </u> |
|  |                          |                   | 575,597           |                   | 25,929            |
| <b>Total Assets</b>                                  |                          |                   | <u>          </u> |                   | <u>          </u> |
|  |                          |                   | 575,597           |                   | 498,429           |
| <b>Liabilities</b>                                   |                          |                   |                   |                   |                   |
| Deferred Tax Liability                               |                          | -                 |                   | 38,349            |                   |
| ATO Liability  | <i>Note 9</i>            | 32,890            |                   | 3,098             |                   |
|  |                          | <u>          </u> | <u>          </u> | <u>          </u> | <u>          </u> |
| <b>Total Liabilities</b>                             |                          |                   | 32,890            |                   | 41,446            |
| <b>Net Assets</b>                                    |                          |                   | <u>          </u> |                   | <u>          </u> |
|  |                          |                   | 542,707           |                   | 456,983           |
| <b>Liability for Accrued Benefits (Note 3, 4, 5)</b> |                          |                   |                   |                   |                   |
| Allocated to Members' Accounts                       |                          |                   | <u>          </u> |                   | <u>          </u> |
|  |                          |                   | 542,707           |                   | 456,983           |

The accompanying notes form part of these financial statements

**WILLIS FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT 30 JUNE 2021**

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**1. WILLIS FUND**

The WILLIS FUND is a defined contribution plan which provides benefits to its members under a Trust Deed dated .

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**(a) Basis of Accounting**

This financial report is a special purpose financial report prepared for distribution to members to satisfy the accountability requirements of the Superannuation Industry (Supervision) Act 1993 and the trust deed. The Trustees have determined that the fund is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the following accounting standards:

AAS 3 Accounting for Income Tax

AAS 5 Materiality in Financial Statements

AAS 8 Events Occurring After Reporting Date.

No other Australian Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report is prepared on an accruals basis. It is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, that are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

**(b) Measurement of Investments**

Investments of the fund have been measured at fair market value.

**WILLIS FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT 30 JUNE 2021**

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**(c) Income Tax**

The superannuation fund adopts the liability method of tax effect accounting whereby the income tax expense shown in the operating statement is based on the benefits accrued as a result of operations before income tax adjusted for any permanent differences.

Timing differences that arise due to the different accounting periods in which items of revenue and expense are included in the determination of the benefits accrued as a result of operations and taxable income, are brought to account as either provision for deferred income tax or future income tax benefit at the rate applicable to superannuation funds.

Future income tax benefits are not brought to account unless realisation of the asset is assured beyond reasonable doubt. Future income tax benefits in relation to tax losses are not brought to account unless there is virtual certainty of realisation of the benefit.

**(d) Superannuation Contributions Surcharge**

The trustee is unable to determine the amount of the surcharge liability for the current reporting period with sufficient reliability for recognition in the financial report until an assessment is received from the Australian Taxation Office. Accordingly, the superannuation fund is recognising the superannuation contributions surcharge as an expense at the time of receipt of an assessment from the Australian Taxation Office. The cost of the surcharge is charged to the relevant member's account.

**(e) Events Occurring After Reporting Date**

Subsequent to the balancing date, on the 7th August 2020, the individual trustees, being Priscilla Andrea Willis and Stacey Mark Willis, has resolved to appoint a corporate trustee. As a result of this appointment, both individual will resign as trustees of the Willis Fund.

**WILLIS FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT 30 JUNE 2021**

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**3. LIABILITY FOR ACCRUED BENEFITS**

The liability for accrued benefits is the Fund's present obligation to pay benefits to members and beneficiaries and has been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the sundry liabilities and income tax liabilities as at the reporting date.

Changes in the Liability for Accrued Benefits

|   | <b>2021</b>    | <b>2020</b>    |
|---|----------------|----------------|
|   | \$             | \$             |
| Liability for Accrued Benefits at beginning of the year | 456,983        | 437,124        |
| Plus: Increase in Accrued Benefits                      | 85,725         | 19,858         |
| Liability for Accrued Benefits at end of the year       | 542,707        | 456,983        |
|   | <b>2021</b>    | <b>2020</b>    |
| <b><u>STACEY MARK WILLIS</u></b>                        |                |                |
| Opening Balance:  | 215,573        | 204,458        |
| Element Taxed in Fund                                   | 215,573        | 204,458        |
| Employer Contributions                                  | 13,495         | 7,543          |
| Tax On Contributions                                    | (2,024)        | (1,131)        |
| Share of Earnings                                       | 29,549         | 5,524          |
| Tax On Earnings   | (14,776)       | (51)           |
| Deferred Tax on Earnings                                | 17,937         | (769)          |
| Closing Balance   | 259,754        | 215,573        |
|   |                |                |
| <b><u>PRISCILLA ANDREA WILLIS</u></b>                   |                |                |
| Opening Balance   | 241,410        | 232,666        |
| Element Taxed in Fund                                   | 241,410        | 232,666        |
| Employer Contributions                                  | 5,713          | 4,010          |
| Tax On Contributions                                    | (857)          | (601)          |
| Share of Earnings                                       | 33,091         | 6,286          |
| Tax On Earnings   | (16,814)       | (59)           |
| Deferred Tax on Earnings                                | 20,412         | (892)          |
| Closing Balance   | 282,954        | 241,410        |
|   |                |                |
| <b>TOTAL MEMBERS' BALANCE</b>                           | <b>542,707</b> | <b>456,983</b> |

**WILLIS FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**4. VESTED BENEFITS**

Vested Benefits are benefits which are not conditional upon continued membership of the Fund (or any factor other than resignation from the Fund) and include benefits which members were entitled to receive had they terminated their Fund membership at the reporting date.

|                 | <b>2021</b> | <b>2020</b> |
|-----------------|-------------|-------------|
|                 | \$          | \$          |
| Vested Benefits | 542,707     | 456,983     |

**5. GUARANTEED BENEFITS**

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

**6. CHANGES IN MARKET VALUE**

|                           | \$        | \$     |
|---------------------------|-----------|--------|
| Property - 15 Avondale Rd | (255,657) | 11,080 |
|                           | (255,657) | 11,080 |

**7. TERMINATION OF THE FUND**

In accordance with the Fund's Trust Deed and rules, the Fund shall be wound up upon the happening of any of the following events:

- (a) All sponsors resolve to permanently cease contributing to the fund;
  
- (b) There is no member entitled to any benefits under the deed; or
  
- (c) (i) An order is made or an effective resolution is passed for the winding up of the Principal Sponsor being an incorporated body (being other than for the purpose of amalgamation or reconstruction or if the Principal Sponsor for any reason permanently ceases to pursue objects of the company; or
  
- (ii) The Principal sponsor, not being an incorporated body, is dissolved, or the enterprise of the Principal Sponsor in any way ceases to exist other than for the purpose of succession or reconstruction, and all participating sponsors agree to permanently cease contributing to the Fund.

**8. MEMBERSHIP**

As at the balance date of the Plan there was 2 members.



**WILLIS FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**9. INCOME TAX**

The prima facie tax payable on the benefits accrued as a result of operations is reconciled to the income tax provided in the accounts as follows:

|                                      | \$               | \$              |
|--------------------------------------|------------------|-----------------|
| Net Revenue                          | <u>81,847</u>    | <u>23,363</u>   |
| Prima Facie Income Tax Expense @ 15% | <u>12,277</u>    | <u>3,504</u>    |
| Add / (Less) Permanent Differences:  |                  |                 |
| Movement in market value of assets   | <u>255,657</u>   | <u>(11,080)</u> |
|                                      | 255,657          | (11,080)        |
| Adjusted Taxable Income              | 337,504          | 12,282          |
| Capital Gain Discount 33.33%         | <u>(107,699)</u> | <u>-</u>        |
| Income Tax Expense                   | <u>34,471</u>    | <u>1,842</u>    |
| Deferred Tax Liability               | -                | 38,349          |
| <b>Current year ATO Liability</b>    |                  |                 |
| Income Tax Expense                   | 34,471           | 1,842           |
| Supervisory Levy Payable             | 259              | 259             |
| Tax Instalments paid                 | <u>(1,840)</u>   | <u>-</u>        |
| <i>SD 15</i>                         | <u>32,890</u>    | <u>2,101</u>    |

**WILLIS FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT 30 JUNE 2021**

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**10. PROPERTY PURCHASE**

|  | <b>2021</b> | <b>2020</b> |
|--|-------------|-------------|
|  | \$          | \$          |
| <b>Property - "15 Avondale Road Mongarlowe NSW 2622"</b> |             |             |
| Property - At Cost                                       | -           | 189,000     |
| Add: Legal Fees  | -           | 2,027       |
| Add: Stamp Duty  | -           | 5,125       |
| Less: Plant & Equipment Deductions                       | -           | -           |
| Add: Capital Improvements                                | -           | 23,217      |
| Less: Accumulated Capital Works Deductions               | -           | (2,526)     |
| Add: Market Value Adjustment                             | -           | 255,657     |
|  | -           | 472,500     |
|  | -           | 472,500     |

**11. PROPERTY RENTAL INCOME**

|  | <b>2021</b>                  | <b>2020</b> |
|--|------------------------------|-------------|
|  | \$                           | \$          |
| <b>15 Avondale Road, Mongarlowe NSW 2622</b> |                              |             |
| <b>Income</b>                                |                              |             |
| Rental Income                                | 9,100                        | 9,100       |
|  | 9,100                        | 9,100       |
| <b>Expenses</b>                              |                              |             |
| Expenses per Settlement Statement            | <i>prop sale - SD 04</i> 110 | -           |
| Capital Works Deduction                      | 580                          | 580         |
| Council                                      | <i>SD 11</i> 1,232           | 1,299       |
|  | 1,922                        | 1,880       |
| <b>Total Net Rental Income</b>               | 7,178                        | 7,220       |