

HEISIG ARBER SUPERANNUATION FUND

Statement of Financial Position

As at 30 June 2019

	Note	2019 \$	2018 \$
Assets			
Investments			
Managed Investments (Australian)	2	373,891.36	326,176.65
Real Estate Properties (Australian - Non Residential)	3	350,000.00	350,000.00
Total Investments		<u>723,891.36</u>	<u>676,176.65</u>
Other Assets			
Distributions Receivable		17,653.58	15,698.72
Macquarie Cash Management A/c		29,277.15	25,814.52
BOQ Savings A/c		18,737.02	14,253.68
BT Wrap Cash A/c		6,128.98	10,186.84
Income Tax Refundable		3,664.83	0.00
Total Other Assets		<u>75,461.56</u>	<u>65,953.76</u>
Total Assets		<u>799,352.92</u>	<u>742,130.41</u>
Less:			
Liabilities			
GST Payable		2.89	0.01
Income Tax Payable		0.00	1,330.75
Sundry Creditors		4,139.00	2,223.00
Total Liabilities		<u>4,141.89</u>	<u>3,553.76</u>
Net assets available to pay benefits		<u>795,211.03</u>	<u>738,576.65</u>
Represented by:			
Liability for accrued benefits allocated to members' accounts	5, 6		
Heisig, Steven - Accumulation		248,202.30	223,000.79
Heisig, Jennifer - Accumulation		156,828.05	146,696.64
Arber, Marcus - Accumulation		182,080.80	171,420.93
Heisig, Cheri - Accumulation		208,099.88	197,458.29
Total Liability for accrued benefits allocated to members' accounts		<u>795,211.03</u>	<u>738,576.65</u>

HEISIG ARBER SUPERANNUATION FUND

Operating Statement

For the year ended 30 June 2019

	Note	2019 \$	2018 \$
Income			
Investment Income			
Trust Distributions	9	22,902.05	19,092.33
Dividends Received	8	0.00	466.61
Interest Received		534.25	3,982.04
Property Income	10	30,048.25	29,410.95
Investment Gains			
Changes in Market Values	11	7,516.89	(4,264.26)
Contribution Income			
Employer Contributions		23,263.13	28,500.00
Total Income		<u>84,264.57</u>	<u>77,187.67</u>
Expenses			
Accountancy Fees		3,528.95	1,678.50
ATO Supervisory Levy		259.00	259.00
Auditor's Remuneration		660.00	660.00
Advisor Fees		3,074.93	513.89
Bank Charges		0.00	1.95
General Expenses - Non Deductible		0.00	3,300.00
Investment Expenses		1,494.64	111.50
Property Expenses - Council Rates		2,571.65	2,064.27
Property Expenses - Insurance Premium		787.37	727.43
Property Expenses - Strata Levy Fees		2,252.37	2,274.19
Member Payments			
Life Insurance Premiums		7,600.11	6,837.68
Total Expenses		<u>22,229.02</u>	<u>18,428.41</u>
Benefits accrued as a result of operations before income tax		<u>62,035.55</u>	<u>58,759.26</u>
Income Tax Expense	12	5,401.17	8,553.75
Benefits accrued as a result of operations		<u>56,634.38</u>	<u>50,205.51</u>

Notes to the Financial Statements

For the year ended 30 June 2019

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: Managed Investments (Australian)

	2019 \$	2018 \$
AMP Capital Corporate Bond Index Fund Class A	19,753.40	19,787.70
Fidelity Australian Equities Fund	36,668.50	30,598.13
Investors Mutual All Industrials Share Fund	32,384.24	28,439.31
Magellan Global Fund	32,526.15	28,383.05
Magellan Infrastructure Fund	33,500.76	29,578.96
MFS Global Equity Trust	28,798.63	27,183.40

HEISIG ARBER SUPERANNUATION FUND

Notes to the Financial Statements

For the year ended 30 June 2019

OC Premium Small Companies Fund	30,962.86	29,796.71
Perpetual's Wsale Ethical SRI Fund	32,903.12	29,278.24
Perpetual Wsale Diversified Income Fund	19,726.49	19,728.68
Platinum European Fund	35,735.44	27,357.20
Platinum International Fund	34,257.41	26,279.65
Vanguard Australian Property Securities Index Fund	36,674.36	29,765.62
	<hr/>	<hr/>
	373,891.36	326,176.65
	<hr/>	<hr/>

Note 3: Real Estate Properties (Australian - Non Residential)

	2019 \$	2018 \$
Unit 1/ 70 Redland Bay Road, Capalaba	350,000.00	350,000.00
	<hr/>	<hr/>
	350,000.00	350,000.00
	<hr/>	<hr/>

Note 5: Liability for Accrued Benefits

	2019 \$	2018 \$
Liability for accrued benefits at beginning of year	738,576.65	688,371.14
Benefits accrued as a result of operations	56,634.38	50,205.51
Current year member movements	0.00	0.00
	<hr/>	<hr/>
Liability for accrued benefits at end of year	795,211.03	738,576.65
	<hr/>	<hr/>

Note 6: 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	795,211.03	738,576.65
	<hr/>	<hr/>

Note 7: Guaranteed Benefits

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

HEISIG ARBER SUPERANNUATION FUND**Notes to the Financial Statements**

For the year ended 30 June 2019

Note 8: Dividends

	2019 \$	2018 \$
Medibank Private Limited	0.00	466.61
	<u>0.00</u>	<u>466.61</u>

Note 9: Trust Distributions

	2019 \$	2018 \$
Platinum International Fund	2,804.87	3,109.41
Fidelity Australian Equities Fund	1,242.62	299.36
Perpetual Wsale Diversified Income Fund	627.42	215.18
Vanguard Australian Property Securities Index Fund	2,339.01	1,281.40
OC Premium Small Companies Fund	2,624.38	762.47
AMP Capital Corporate Bond Index Fund Class A	618.80	180.30
MFS Global Equity Trust	3,186.54	2,770.29
Platinum European Fund	2,388.59	2,062.82
Investors Mutual All Industrials Share Fund	3,262.07	1,913.96
Magellan Global Fund	1,592.83	2,181.06
Perpetual's Wsale Ethical SRI Fund	1,323.07	1,168.67
Magellan Infrastructure Fund	891.85	977.80
Zurich Australian Property Securities Fund	0.00	436.98
Plato Australian Shares Income Fund - A Class	0.00	1,732.63
	<u>22,902.05</u>	<u>19,092.33</u>

Note 10: Rental Income

	2019 \$	2018 \$
Outgoings Recoverable - 1/70 Redland Bay Road	5,049.25	4,600.96
Unit 1/ 70 Redland Bay Road, Capalaba	<u>24,999.00</u>	<u>24,809.99</u>
	<u>30,048.25</u>	<u>29,410.95</u>

Note 11: Changes in Market ValuesUnrealised Movements in Market Value

	2019 \$	2018 \$
Managed Investments (Australian)		
AMP Capital Corporate Bond Index Fund Class A	(34.30)	(240.56)
Fidelity Australian Equities Fund	2,042.11	569.87

Refer to compilation report

HEISIG ARBER SUPERANNUATION FUND

Notes to the Financial Statements

For the year ended 30 June 2019

Investors Mutual All Industrials Share Fund	(1,083.33)	(1,588.95)
MFS Global Equity Trust	1,615.23	(2,844.86)
Magellan Global Fund	4,143.10	(1,645.21)
Magellan Infrastructure Fund	3,921.80	(449.30)
OC Premium Small Companies Fund	(1,862.11)	(231.55)
Perpetual Wsale Diversified Income Fund	(2.19)	(299.58)
Perpetual's Wsale Ethical SRI Fund	(1,403.38)	(750.02)
Platinum European Fund	(1,650.02)	(2,671.06)
Platinum International Fund	(2,050.50)	(3,748.61)
Plato Australian Shares Income Fund - A Class	0.00	990.62
Vanguard Australian Property Securities Index Fund	3,880.48	(262.64)
Zurich Australian Property Securities Fund	0.00	(7,110.22)
	7,516.89	(20,282.07)
Real Estate Properties (Australian - Non Residential)		
Unit 1/ 70 Redland Bay Road, Capalaba	0.00	10,000.00
	0.00	10,000.00
Shares in Listed Companies (Australian)		
Medibank Private Limited	0.00	(3,047.20)
Westpac Banking Corporation - Subordinated Notes II	0.00	(450.00)
	0.00	(3,497.20)
Total Unrealised Movement	7,516.89	(13,779.27)
Realised Movements in Market Value		
	2019	2018
	\$	\$
Managed Investments (Australian)		
Plato Australian Shares Income Fund - A Class	0.00	(1,477.92)
Zurich Australian Property Securities Fund	0.00	7,564.76
	0.00	6,086.84
Shares in Listed Companies (Australian)		
Medibank Private Limited	0.00	3,371.49
Westpac Banking Corporation - Subordinated Notes II	0.00	56.68

Refer to compilation report

HEISIG ARBER SUPERANNUATION FUND

Notes to the Financial Statements

For the year ended 30 June 2019

	0.00	3,428.17
Total Realised Movement	0.00	9,515.01
Total Market Movement	7,516.89	(4,264.26)

Note 12: Income Tax Expense

	2019	2018
	\$	\$
The components of tax expense comprise		
Current Tax	5,401.17	8,553.75
Income Tax Expense	5,401.17	8,553.75

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%	9,305.33	8,813.89
Less:		
Tax effect of:		
Increase in MV of Investments	1,127.53	0.00
Realised Accounting Capital Gains	0.00	1,427.25
Accounting Trust Distributions	3,435.31	2,863.85
Add:		
Tax effect of:		
Other Non-Deductible Expenses	0.00	495.00
Decrease in MV of Investments	0.00	2,066.89
Franking Credits	292.43	266.87
Foreign Credits	51.82	48.59
Net Capital Gains	1,369.05	2,313.90
Taxable Trust Distributions	901.77	673.76
Distributed Foreign Income	338.75	269.41
Rounding	(0.11)	(0.46)
Income Tax on Taxable Income or Loss	7,696.20	10,656.75
Less credits:		
Franking Credits	1,949.56	1,779.10

HEISIG ARBER SUPERANNUATION FUND

Notes to the Financial Statements

For the year ended 30 June 2019

Foreign Credits	345.47	323.90
Current Tax or Refund	5,401.17	8,553.75