

Self-managed superannuation fund annual return

2018

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 2018 (NAT 71287).

The Self-managed superannuation fund annual return instructions 2018 (NAT 71606) (the instructions) can assist you to complete this annual return.

Section A: Fund information

1	Tax file number (TFN)	999 259 800									
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)	PATERSON SUPER FUND									
3	Australian business number (ABN)	65 794 901 421									
4	Current postal address	<table style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="3">CLEAVE ACCOUNTING PTY LTD</td> </tr> <tr> <td colspan="3">PO Box 165</td> </tr> <tr> <td style="width: 70%;">VIRGINIA BC</td> <td style="width: 10%;">QLD</td> <td style="width: 20%;">4014</td> </tr> </table>	CLEAVE ACCOUNTING PTY LTD			PO Box 165			VIRGINIA BC	QLD	4014
CLEAVE ACCOUNTING PTY LTD											
PO Box 165											
VIRGINIA BC	QLD	4014									
5	Annual return status										
	Is this an amendment to the SMSF's 2018 return?	<input checked="" type="radio"/> A <input type="radio"/> N									
	Is this the first required return for a newly registered SMSF?	<input checked="" type="radio"/> Y <input type="radio"/> N									
6	SMSF auditor										
	Auditor's name										
	Title	MR									
	Family name	BOYS									
	First given name	ANTHONY									
	Other given names										
	SMSF Auditor Number	100 014 140									
	Auditor's phone number	0410 712708									
	Use Agent address details? <input type="radio"/> N <input checked="" type="radio"/> Y										
	Postal address	<table style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="3">SUPER AUDITS</td> </tr> <tr> <td colspan="3">BOX 3376</td> </tr> <tr> <td style="width: 70%;">RUNDALL MALL</td> <td style="width: 10%;">SA</td> <td style="width: 20%;">5000</td> </tr> </table>	SUPER AUDITS			BOX 3376			RUNDALL MALL	SA	5000
SUPER AUDITS											
BOX 3376											
RUNDALL MALL	SA	5000									
	Date audit was completed	<input checked="" type="radio"/> A <input type="radio"/> N 07/05/2019									
	Was Part B of the audit report qualified?	<input checked="" type="radio"/> Y <input type="radio"/> N									
	If the audit report was qualified, have the reported compliance issues been rectified?	<input checked="" type="radio"/> C <input type="radio"/> N									

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 Financial institution details for super payments and tax refunds

You must provide the financial institution details of your fund's nominated super account. If you would like your fund's tax refunds paid to a different account, you can provide additional financial institution details at B.

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

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

B Financial institution details for tax refunds only

Use Agent Trust Account?

If you would like your fund's tax refunds paid to a different account, provide additional financial institution details. Tax refunds cannot be paid to a trustee's personal account. (See relevant instructions.)

Fund BSB number (must be six digits) Account number

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

C Electronic service address alias

We will use your electronic service address alias to communicate with your fund about ATO super payments.

8 Status of SMSF

Australian superannuation fund

A Y

Fund benefit structure

B A Code

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

C Y

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

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?

N 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

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

Segregated assets method B

Unsegregated assets method C

Was an actuarial certificate obtained? D Print Y for yes

Did the fund have any other income that was assessable? E 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? M 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 2018

Net capital gain A

Gross rent and other leasing and hiring income B

Gross interest C

Forestry managed investment scheme income X

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 H

Gross distribution from partnerships I 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

*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	A1 <input type="text"/>	A2 <input type="text"/>	
Interest expenses overseas	B1 <input type="text"/>	B2 <input type="text"/>	
Capital works expenditure	D1 <input type="text"/>	D2 <input type="text"/>	
Decline in value of depreciating assets	E1 <input type="text"/>	E2 <input type="text"/>	
Insurance premiums – members	F1 <input type="text"/>	F2 <input type="text"/>	
Death benefit increase	G1 <input type="text"/>		
SMSF auditor fee	H1 <input type="text" value="605"/>	H2 <input type="text"/>	
Investment expenses	I1 <input type="text"/>	I2 <input type="text"/>	
Management and administration expenses	J1 <input type="text" value="2,216"/>	J2 <input type="text"/>	
Forestry managed investment scheme expense	U1 <input type="text"/>	U2 <input type="text"/>	
Other amounts	L1 <input type="text"/>	L2 <input type="text" value="3,068"/>	Code <input type="text" value="O"/>
Tax losses deducted	M1 <input type="text"/>		

TOTAL DEDUCTIONS
 N
 (Total A1 to M1)

TOTAL NON-DEDUCTIBLE EXPENSES

 (Total A2 to L2)

#TAXABLE INCOME OR LOSS Loss
(TOTAL ASSESSABLE INCOME
TOTAL DEDUCTIONS) less

TOTAL SMSF EXPENSES

 (N plus Y)

#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.

13 Calculation statement

Please refer to the Self-managed superannuation fund annual return instructions 2018 on how to complete the calculation statement.

#Taxable income (an amount must be included even if it is zero)
 #Tax on taxable income (an amount must be included even if it is zero)
 #Tax on no-TFN-quoted contributions (an amount must be included even if it is zero)
Gross tax (T1 plus J)

Foreign income tax offset C1 <input type="text" value="920.09"/>	Non-refundable non-carry forward tax offsets C <input type="text" value="920.09"/> (C1 plus C2)
Rebates and tax offsets C2 <input type="text"/>	

SUBTOTAL 1
T2
(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 D <input type="text" value="0.00"/> (D1 plus D2 plus D3 plus D4)
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
E
(T2 less D –cannot be less than zero)

Complying fund's franking credits tax offset E1 <input type="text" value="10,465.47"/>	Refundable tax offsets E <input type="text" value="10,465.47"/> (E1 plus E2 plus E3 plus E4)
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 F
(T3 less E - cannot be less than zero)

Section 102AAM interest charge
G

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="4,115.00"/>
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"/>

Eligible credits
(H1 plus H2 plus H3 plus H5 plus H6 plus H8)

#Tax offset refunds
(Remainder of refundable tax offsets).
(unused amount from label E- an amount must be included even if it is zero)

PAYG instalments raised
Supervisory levy
Supervisory levy adjustment for wound up funds
Supervisory levy adjustment for new funds

Total amount of tax payable
(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 2018.

Tax losses carried forward to later income years
Net capital losses carried forward to later income years

	Net capital losses brought forward from prior years	Net capital losses carried forward to later income years
Non-Collectables	<input type="text"/>	<input type="text"/>
Collectables	<input type="text"/>	<input type="text"/>

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.

See the Privacy note in the Declaration.

Title	MR	Member's TFN	174 069 697	Member Number	1
Family name	PATERSON			Account status	<input type="radio"/> Code
First given name	DAVID				
Other given names	LESLIE				
Date of birth	16/12/1965	If deceased, date of death			

Contributions

Refer to instructions for completing these labels.

OPENING ACCOUNT BALANCE	937,232.47
Employer contributions	<input type="text"/>
ABN of principal employer	<input type="text"/>
Personal contributions	<input type="text"/>
CGT small business retirement exemption	<input type="text"/>
CGT small business 15-year exemption amount	<input type="text"/>
Personal injury election	<input type="text"/>
Spouse and child contributions	<input type="text"/>
Other third party contributions	<input type="text"/>
Assessable foreign superannuation fund amount	<input type="text"/>
Non-assessable foreign superannuation fund amount	<input type="text"/>
Transfer from reserve: assessable amount	<input type="text"/>
Transfer from reserve: non-assessable amount	<input type="text"/>
Contributions from non-complying funds and previously non-complying funds	<input type="text"/>
Any other contributions (including Super Co-contributions and Low Income Super Contributions)	<input type="text"/>

Other transactions

Accumulation phase account balance	<input type="text" value="1,037,118.50"/>
Retirement phase account balance - Non CDBIS	<input type="text" value="0.00"/>
Retirement phase account balance - CDBIS	<input type="text" value="0.00"/>
TRIS Count	<input type="text" value="0"/>

TOTAL CONTRIBUTIONS	<input type="text" value="0.00"/>	
Allocated earnings or losses	<input type="text" value="99,886.03"/>	Loss
Inward rollovers and transfers	<input type="text"/>	
Outward rollovers and transfers	<input type="text"/>	Code
Lump Sum payment	<input type="text"/>	Code
Income stream payment	<input type="text"/>	Code
CLOSING ACCOUNT BALANCE	<input type="text" value="1,037,118.50"/>	S1 plus S2 plus S3

Accumulation phase value	<input type="text"/>
Retirement phase value	<input type="text"/>

See the Privacy note in the Declaration.

Title	MRS	Member's TFN	488 673 074	Member Number	2
Family name	PATERSON			Account status	<input type="radio"/> Code
First given name	SUSAN				
Other given names	MARY				
Date of birth			20/09/1964	If deceased, date of death	

Contributions

Refer to instructions for completing these labels.

OPENING ACCOUNT BALANCE	789,757.45
Employer contributions	25,619.40
ABN of principal employer	
Personal contributions	
CGT small business retirement exemption	
CGT small business 15-year exemption amount	
Personal injury election	
Spouse and child contributions	
Other third party contributions	
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)	

Other transactions

Accumulation phase account balance	S	896,759.22
Retirement phase account balance - Non CDBIS	S	0.00
Retirement phase account balance - CDBIS	S	0.00
0 TRIS Count		

TOTAL CONTRIBUTIONS	25,619.40
Allocated earnings or losses	81,382.37
Inward rollovers and transfers	
Outward rollovers and transfers	
Lump Sum payment	
Income stream payment	
CLOSING ACCOUNT BALANCE	896,759.22
S1 plus S2 plus S3	
Accumulation phase value	
Retirement phase value	

Section H: Assets and liabilities

15 ASSETS

15a Australian managed investments

Listed trusts	A	484,715
Unlisted trusts	B	248,586
Insurance policy	C	
Other managed investments	D	

15b Australian direct investments

Limited recourse borrowing arrangements

Australian residential real property

Australian non-residential real property

Overseas real property

Australian shares

Overseas shares

Other

Cash and term deposits 311,148

Debt securities

Loans

Listed shares 861,069

Unlisted shares

Limited recourse borrowing arrangements 0

Non-residential real property

Residential real property

Collectables and personal use assets

Other assets 44,241

15c Overseas direct investments

Overseas shares

Overseas non-residential real property

Overseas residential real property

Overseas managed investments

Other overseas assets

TOTAL AUSTRALIAN AND OVERSEAS ASSETS 1,949,759
 (Sum of labels A to T)

15d 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

15e Limited recourse borrowing arrangements

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

16 LIABILITIES

Borrowings for limited recourse borrowing arrangements

Permissible temporary borrowings

Other borrowings

Borrowings 0

Total member closing account balances (total of all CLOSING ACCOUNT BALANCES from Sections F and G) 1,933,877

Reserve accounts

Other liabilities 15,883

TOTAL LIABILITIES 1,949,760

Section I: Taxation of financial arrangements

17 Taxation of financial arrangements (TOFA)

Total TOFA gains

Total TOFA losses

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 2017–18 income year, write 2018).

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 2018.

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 2018 for each election

If revoking an interposed entity election, print R, and complete and attach the Interposed entity election or revocation 2018.

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 current trustees and directors have authorised this annual return and it is documented as such in the SMSF's records. I have received the audit report and I am aware of any matters raised. I declare that the information on this annual return, including any attached schedules and additional documentation is true and correct. I also authorise the ATO to make any tax refunds to the nominated bank account (if applicable).

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



Date

Preferred trustee or director contact details:

Title

Family name

First given name

Other given names

Area code Number

Phone number

Email address

Non-individual trustee name (if applicable)

ABN of non-individual trustee

Time taken to prepare and complete this annual return

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,

declare that the Self-managed superannuation fund annual return 2018 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	<input type="text" value="Handwritten Signature"/>	Date	<input type="text" value="08/05/2019"/>
Title	<input type="text" value="MR"/>		
Family name	<input type="text" value="CLEAVE"/>		
First given name	<input type="text" value="JIM"/>		
Other given names	<input type="text"/>		
Tax agent's practice	<input type="text" value="CLEAVE ACCOUNTING PTY LTD"/>		
Tax agent's phone number	Area code <input type="text" value="07"/>	Number <input type="text" value="3359 3311"/>	
Tax agent number	<input type="text" value="00749006"/>	Reference number	<input type="text" value="PATE0270"/>

Capital gains tax (CGT) schedule

2018

Use in conjunction with company, trust, fund or self-managed superannuation fund annual return.
For instructions on how to complete this schedule refer to the publication Guide to capital gains tax.

Tax file number (TFN) **999 259 800**

Taxpayer's name **PATERSON SUPER FUND**

Australian Business Number (ABN) **65 794 901 421**

1 Current year capital gains and capital losses

	Capital gain
Shares in companies listed on an Australian securities exchange	A \$ <input type="text" value="76,210"/>
Other shares	B \$ <input type="text"/>
Units in unit trusts listed on an Australian securities exchange	C \$ <input type="text" value="21,262"/>
Other units	D \$ <input type="text" value="6,118"/>
Real estate situated in Australia	E \$ <input type="text"/>
Other real estate	F \$ <input type="text"/>
Amount of capital gains from a trust (including a managed fund)	G \$ <input type="text"/>
Collectables	H \$ <input type="text"/>
Other CGT assets and any other CGT events	I \$ <input type="text"/>
Amount of capital gain previously deferred under transitional CGT relief for superannuation funds	S \$ <input type="text"/>
Total current year capital gains	J \$ <input type="text" value="103,590"/>

	Capital loss
	K \$ <input type="text" value="7,809"/>
	L \$ <input type="text"/>
	M \$ <input type="text"/>
	N \$ <input type="text"/>
	O \$ <input type="text"/>
	P \$ <input type="text"/>
	Q \$ <input type="text"/>
	R \$ <input type="text"/>

Add the amounts at labels K to R and write the total in item 2 label A - Total current year capital losses.

2 Capital losses

Total current year capital losses	A \$ <input type="text" value="7,809"/>
Total current year net capital losses applied	B \$ <input type="text" value="7,809"/>
Total prior year net capital losses applied	C \$ <input type="text"/>
Total capital losses transferred in applied (only for transfers involving a foreign bank branch or permanent establishment of a foreign financial entity)	D \$ <input type="text"/>
Total capital losses applied	E \$ <input type="text" value="7,809"/>

Add amounts at B, C and D.

3 Unapplied net capital losses carried forward

Net capital losses from collectables carried forward to later income years	A \$ <input type="text"/>
Other net capital losses carried forward to later income years	B \$ <input type="text"/>

Add amounts at A and B and transfer the total to label V - Net capital losses carried forward to later income years on your tax return.

4 CGT discount

Total CGT discount applied

A \$

6 Net capital gain

Net capital gain

A \$	87,581
-------------	--------

1J less 2E less 4A less 5D (cannot be less than zero). Transfer the amount at A to label A - Net capital gain on your tax return.

Taxpayer's declaration

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 information about your privacy go to ato.gov.au/privacy

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

Signature



Date

10/5/19

Contact person

DAVID PATERSON

Daytime contact number (include area code)

0403 774 202

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

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) 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

Year

Name of partnership, trust, fund or entity

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

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

Account Name

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

Signature

Date

PATERSON SUPER FUND
Operating Statement
For the year ended 30 June 2018

	Note	2018 \$	2017 \$
Income			
Investment Income			
Trust Distributions	10	59,109.77	6,009.19
Dividends Received	9	11,070.00	0.00
Interest Received		11,594.45	2,063.08
Investment Gains			
Changes in Market Values	11	112,309.37	(10,617.73)
Contribution Income			
Employer Contributions		25,619.40	19,321.58
Personal Non Concessional		0.00	890,000.00
Total Income		<u>219,702.99</u>	<u>906,776.12</u>
Expenses			
Accountancy Fees		1,650.00	0.00
ATO Supervisory Levy		518.00	0.00
Auditor's Remuneration		605.00	0.00
ASIC Fees		48.00	0.00
Total Expenses		<u>2,821.00</u>	<u>0.00</u>
Benefits accrued as a result of operations before income tax		<u>216,881.99</u>	<u>906,776.12</u>
Income Tax Expense	12	9,994.19	4,786.20
Benefits accrued as a result of operations		<u>206,887.80</u>	<u>901,989.92</u>

Refer to compilation report

Statement of Financial Position

As at 30 June 2018

	Note	2018 \$	2017 \$
Assets			
Investments			
Shares in Listed Companies (Australian)	2	665,469.20	0.00
Units in Listed Unit Trusts (Australian)	3	680,315.32	384,008.18
Units in Unlisted Unit Trusts (Australian)	4	248,586.90	0.00
Total Investments		<u>1,594,371.42</u>	<u>384,008.18</u>
Other Assets			
Distributions Receivable		44,239.93	0.00
Bank Account - CBA #1582		36,148.07	845,086.96
CBA Term Deposit #5632		275,000.00	300,563.84
CBA Term Deposit #5640		0.00	200,399.25
Reinvestment Residual Account		1.80	0.00
Total Other Assets		<u>355,389.80</u>	<u>1,346,050.05</u>
Total Assets		<u>1,949,761.22</u>	<u>1,730,058.23</u>
Less:			
Liabilities			
Income Tax Payable		9,197.19	3,068.31
PAYG Payable		797.00	0.00
Sundry Creditors		5,889.31	0.00
Total Liabilities		<u>15,883.50</u>	<u>3,068.31</u>
Net assets available to pay benefits		<u>1,933,877.72</u>	<u>1,726,989.92</u>
Represented by:			
Liability for accrued benefits allocated to members' accounts	6, 7		
PATERSON, DAVID - Accumulation		1,037,118.50	937,232.47
PATERSON, SUSAN - Accumulation		896,759.22	789,757.45
Total Liability for accrued benefits allocated to members' accounts		<u>1,933,877.72</u>	<u>1,726,989.92</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 Director(s).

a. Measurement of Investments

The fund initially recognises:

- (i) an investment when it controls the future economic benefits expected to flow from the asset. For financial assets, the trade date is considered to be the date on which control of the future economic benefits attributable to the asset passes to the fund; and
- (ii) a financial liability on the date it becomes a party to the contractual provisions of the instrument.

Investments of the fund have been measured at market value, which refers to the amount that a willing buyer could reasonably be expected to pay to acquire 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.

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. 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: Shares in Listed Companies (Australian)

	2018 \$	2017 \$
Ellerston Global Investments Limited	74,900.00	0.00
Forager Australian Shares Fund	86,400.00	0.00
Pm Capital Global Opportunities Fund Limited	93,100.00	0.00
Vanguard Australian Shares Index Etf	103,688.00	0.00
Vanguard Diversified Growth Index Etf	307,381.20	0.00
	665,469.20	0.00

Note 3: Units in Listed Unit Trusts (Australian)

	2018 \$	2017 \$
Ellerston Australian Microcap Fund	165,584.24	0.00

Notes to the Financial Statements

For the year ended 30 June 2018

Vaneck Vectors Australian Corporate Bond PLUS Etf	35,000.00	34,600.00
Vaneck Vectors Msci World Ex Australia Quality Etf	83,370.00	73,010.00
Vanguard Australian Fixed Interest Index Etf	195,600.00	98,000.00
Vanguard Index Australian Shares Fd	200,761.08	178,398.18
	680,315.32	384,008.18

Note 4: Units in Unlisted Unit Trusts (Australian)

	2018 \$	2017 \$
Partners Group Global Value Fd AUD	106,523.91	0.00
L1 Capital Long Short Fund D Class	142,062.99	0.00
	248,586.90	0.00

Note 6: Liability for Accrued Benefits

	2018 \$	2017 \$
Liability for accrued benefits at beginning of year	1,726,989.92	0.00
Benefits accrued as a result of operations	206,887.80	901,989.92
Current year member movements	0.00	825,000.00
Liability for accrued benefits at end of year	1,933,877.72	1,726,989.92

Note 7: 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.

	2018 \$	2017 \$
Vested Benefits	1,933,877.72	1,726,989.92

Note 8: Guaranteed Benefits

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

Notes to the Financial Statements

For the year ended 30 June 2018

Note 9: Dividends

	2018 \$	2017 \$
Blue Sky Alternative Investments Limited	5,750.00	0.00
Ellerston Global Investments Limited	2,800.00	0.00
Pm Capital Global Opportunities Fund Limited	2,520.00	0.00
	11,070.00	0.00

Note 10: Trust Distributions

	2018 \$	2017 \$
Vaneck Vectors Australian Corporate Bond PLUS Etf	1,255.40	0.00
Ellerston Australian Microcap Fund	14,969.93	0.00
Vanguard Diversified Growth Index Etf	2,510.75	0.00
Vanguard Index Australian Shares Fd	12,840.37	6,009.19
Vaneck Vectors Msci World Ex Australia Quality Etf	2,620.81	0.00
Vanguard Australian Shares Index Etf	3,070.05	0.00
Vanguard Australian Fixed Interest Index Etf	4,717.43	0.00
L1 Capital Long Short Fund D Class	7,543.75	0.00
Forager Australian Shares Fund	9,581.28	0.00
	59,109.77	6,009.19

Note 11: Unrealised Movements in Market Value

	2018 \$	2017 \$
Other Revaluations		
Other Revaluations	0.00	(10,617.73)
	0.00	(10,617.73)

Shares in Listed Companies (Australian)

Blue Sky Alternative Investments Limited	0.01	0.00
Ellerston Global Investments Limited	2,373.42	0.00
Forager Australian Shares Fund	(7,446.82)	0.00
Pm Capital Global Opportunities Fund Limited	15,152.43	0.00
Vanguard Australian Shares Index Etf	8,153.50	0.00
Vanguard Diversified Growth Index Etf	5,443.44	0.00

Notes to the Financial Statements

For the year ended 30 June 2018

	23,675.98	0.00
Units in Listed Unit Trusts (Australian)		
Ellerston Australian Microcap Fund	5,527.79	0.00
Vaneck Vectors Australian Corporate Bond PLUS Etf	400.00	0.00
Vaneck Vectors Msci World Ex Australia Quality Etf	10,360.00	0.00
Vanguard Australian Fixed Interest Index Etf	3.03	0.00
Vanguard Index Australian Shares Fd	18,249.98	0.00
	34,540.80	0.00
Units in Unlisted Unit Trusts (Australian)		
L1 Capital Long Short Fund D Class	(10,828.43)	0.00
Partners Group Global Value Fd AUD	6,523.91	0.00
	(4,304.52)	0.00
Total Unrealised Movement	53,912.26	(10,617.73)
Realised Movements in Market Value		
	2018	2017
	\$	\$
Shares in Listed Companies (Australian)		
Blue Sky Alternative Investments Limited	58,397.12	0.00
	58,397.12	0.00
Total Realised Movement	58,397.12	0.00
Changes in Market Values	112,309.38	(10,617.73)
Note 12: Income Tax Expense		
	2018	2017
	\$	\$
The components of tax expense comprise		
Current Tax	9,994.19	4,786.20
Income Tax Expense	9,994.19	4,786.20

Notes to the Financial Statements

For the year ended 30 June 2018

 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%	32,532.30	0.00
Less:		
Tax effect of:		
Increase in MV of Investments	8,086.84	0.00
Realised Accounting Capital Gains	8,759.57	0.00
Accounting Trust Distributions	8,866.47	0.00
Add:		
Tax effect of:		
Franking Credits	1,569.82	0.00
Foreign Credits	138.01	0.00
Net Capital Gains	13,137.30	0.00
Taxable Trust Distributions	3,210.34	0.00
Distributed Foreign Income	620.31	0.00
Rounding	(0.45)	0.00
Income Tax on Taxable Income or Loss	25,494.75	0.00
Less credits:		
Franking Credits	10,465.47	0.00
Foreign Credits	920.09	0.00
TFN Credits	4,115.00	0.00
Current Tax or Refund	<u>9,994.19</u>	<u>0.00</u>

Members Statement

DAVID LESLIE PATERSON
4 / 455 Adelaide Street, Brisbane
Queensland, 4000, Australia

Your Details

Date of Birth : 16/12/1965
Age: 52
Tax File Number: Provided
Date Joined Fund: 16/02/2017
Service Period Start Date: 04/01/1993
Date Left Fund:
Member Code: PATDAV00001A
Account Start Date 16/02/2017
Account Phase: Accumulation Phase
Account Description: Accumulation

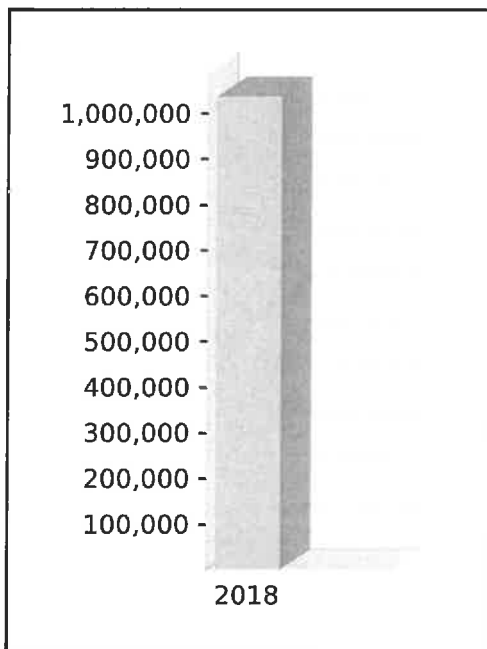
Nominated Beneficiaries N/A
Vested Benefits 1,037,118.50
Total Death Benefit 1,037,118.50

Your Balance

Total Benefits 1,037,118.50

Preservation Components
Preserved 1,037,118.50
Unrestricted Non Preserved
Restricted Non Preserved

Tax Components
Tax Free 438,557.94
Taxable 598,560.56



Your Detailed Account Summary

	This Year
Opening balance at 01/07/2017	937,232.47
<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	111,569.40
Internal Transfer In	
<u>Decreases to Member account during the period</u>	
Pensions Paid	
Contributions Tax	
Income Tax	11,683.37
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 30/06/2018	1,037,118.50

Members Statement

SUSAN MARY PATERSON
4 / 455 Adelaide Street, Brisbane
Queensland, 4000, Australia

Your Details

Date of Birth : 20/09/1964
Age: 53
Tax File Number: Provided
Date Joined Fund: 16/02/2017
Service Period Start Date: 01/01/2008
Date Left Fund:
Member Code: PATSUS00001A
Account Start Date 16/02/2017
Account Phase: Accumulation Phase
Account Description: Accumulation

Nominated Beneficiaries N/A
Vested Benefits 896,759.22
Total Death Benefit 896,759.22

Your Balance

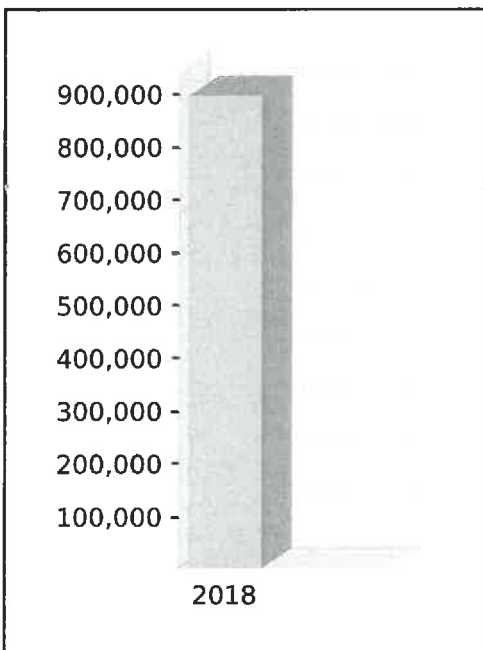
Total Benefits 896,759.22

Preservation Components

Preserved 896,759.22
Unrestricted Non Preserved
Restricted Non Preserved

Tax Components

Tax Free 465,944.46
Taxable 430,814.76



Your Detailed Account Summary

	This Year
Opening balance at 01/07/2017	789,757.45
<u>Increases to Member account during the period</u>	
Employer Contributions	25,619.40
Personal Contributions (Concessional)	
Personal Contributions (Non Concessional)	
Government Co-Contributions	
Other Contributions	
Proceeds of Insurance Policies	
Transfers In	
Net Earnings	95,193.75
Internal Transfer In	
<u>Decreases to Member account during the period</u>	
Pensions Paid	
Contributions Tax	3,842.85
Income Tax	9,968.53
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 30/06/2018	896,759.22

The directors of the trustee company 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.

The directors of the trustee company declare that:

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2018 present fairly, in all material respects, the financial position of the superannuation fund at 30 June 2018 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 2018.

Specifically, the directors of the trustee company declare that:

- in accordance with s120 of the Superannuation Industry (Supervision) Act 1993, no individual trustee has been or is a disqualified person;
- the fund has satisfactory title to all assets, all assets are unencumbered and free from charge as prescribed by s50 of the Superannuation Industry (Supervision) Act 1993 and reg13.14 of the Superannuation Industry (Supervision) Act 1994; and
- to the knowledge of the directors of the trustee company, there have been no events or transactions subsequent to the balance date which could have a material impact on the fund. Where such events have occurred, the effect of such events has been accounted and noted in the fund's financial statements.

Signed in accordance with a resolution of the directors of the trustee company by:



.....
DAVID PATERSON
FRICK PARK SUPER PTY LTD
Director



.....
SUSAN PATERSON
FRICK PARK SUPER PTY LTD
Director

30 June 2018

PATERSON SUPER FUND
Compilation Report

We have compiled the accompanying special purpose financial statements of the PATERSON SUPER FUND which comprise the statement of financial position as at 30/06/2018 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 PATERSON 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 directors of the trustee company 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.

Cleave Accounting Pty Ltd

of

Suite 1 270 Robinson Road East, Geebung, Queensland 4034

Signed:



Dated: 08/05/2019

Minutes of a meeting of the Director(s)

held on 30 June 2018 at 4 / 455 ADELAIDE STREET, BRISBANE, Queensland 4000

PRESENT:	DAVID PATERSON and SUSAN PATERSON
MINUTES:	The Chair reported that the minutes of the previous meeting had been signed as a true record.
FINANCIAL STATEMENTS OF SUPERANNUATION FUND:	<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 2018 and it was resolved that such statements be and are hereby adopted as tabled.</p>
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 2018, 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 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.
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 2018.
INVESTMENT DISPOSALS:	It was resolved to ratify the investment disposals throughout the financial year ended 30 June 2018.
AUDITORS:	<p>It was resolved that</p> <p>Super Audits Pty Ltd</p> <p>of</p> <p>PO Box 3376, Rundle Mall, South Australia 5000</p> <p>act as auditors of the Fund for the next financial year.</p>
TAX AGENTS:	It was resolved that

Minutes of a meeting of the Director(s)

held on 30 June 2018 at 4 / 455 ADELAIDE STREET, BRISBANE, Queensland 4000

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.

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 –



.....
DAVID PATERSON

Chairperson

Contributions Summary Report

For The Period 01 July 2017 - 30 June 2018

DAVID PATERSON

Date of Birth: 16/12/1965
Age: 52 (at year end)
Member Code: PATDAV00001A
Total Super Balance *1 as at 30/06/2017: 937,232.47

Contributions Summary	2018	2017
Non-Concessional Contribution		
Personal - Non-Concessional	0.00	425,000.00
	<hr/>	<hr/>
	0.00	425,000.00
Total Contributions	<hr/>	<hr/>
	0.00	425,000.00

I, DAVID PATERSON, confirm that the amounts reported above are the total contributions deposited to the fund with respect of my member balance for the period 01/07/2017 to 30/06/2018.



DAVID PATERSON

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

Contributions Summary Report


For The Period 01 July 2017 - 30 June 2018

SUSAN PATERSON

Date of Birth: 20/09/1964
 Age: 53 (at year end)
 Member Code: PATSUS00001A
 Total Super Balance *1 as at 30/06/2017: 789,757.45

Contributions Summary	2018	2017
Concessional Contribution		
Employer	25,619.40	19,321.58
	<u>25,619.40</u>	<u>19,321.58</u>
Non-Concessional Contribution		
Personal - Non-Concessional	0.00	465,000.00
	<u>0.00</u>	<u>465,000.00</u>
Total Contributions	<u>25,619.40</u>	<u>484,321.58</u>

I, SUSAN PATERSON, confirm that the amounts reported above are the total contributions deposited to the fund with respect of my member balance for the period 01/07/2017 to 30/06/2018.



 SUSAN PATERSON

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

08/05/2019

To the trustee of the
PATERSON SUPER FUND
4 / 455 ADELAIDE STREET,
BRISBANE
Queensland, 4000

Dear Trustee,

The Objective and Scope of the Audit

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

1. financial report, which comprises the statement of financial position, as at 30/06/2018 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.

Yours sincerely

Super Audits Pty Ltd

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

(Signed)
(dated) 10/5/19

Audit Representation Letter from Trustee(s)

Paterson Super Fund

Year ended 30 June 2018

To the Auditor,

Dear Sir,

With respect to the audit of the financial statements of the above mentioned fund for the year ended stated, the following representations are made which are true and correct to the best of my (our) knowledge and belief that will address the necessary compliance requirements of the *Superannuation Industry (Supervision) Act 1993*.

Preparation of the ATO Income Tax & Regulatory Return

The information disclosed in the annual return is complete and accurate.

Sole Purpose of the Fund

The sole purpose of the Fund is to provide retirement and/or death benefits to its members and/or beneficiaries.

Accounting Policies

All the significant accounting policies of the Fund are adequately described in the Financial Statements and the Notes thereto. These policies are consistently applied unless specifically noted in the Financial Statements and Notes.

Fund Books/Records/Minutes

All financial books, records and relevant material relating to the transactions and activities of the Fund have been made available to you, including minutes of the Trustees' meetings, the Trust Deed (as amended) and the Rules of the Fund. The Financial Statements accurately disclose the Revenue and Expenses and the full extent of the Assets and Liabilities of the Fund.

Asset Form

The assets of the Fund are being held in an acceptable form suitable for the benefit of the members of the Fund, and have been stated at their net market value.

Ownership and Pledging of Assets

1. The Fund has satisfactory title to all assets shown in the Financial Statements
1. Investments are registered in the name of Paterson Super Fund
2. No assets of the Fund have been pledged to secure liabilities of the Fund or of any other fund or entity.

Investments

1. Investments are carried in the books at their net market value.
1. Amounts stated are considered reasonable in the current market condition, and there has not been any permanent diminution in their value below the amounts recorded in the Financial Statements.
2. There are no commitments, fixed or contingent, for the purchase or sale of long term investments.
3. Investment transactions and investments held are in accordance with the Investment Strategy, which has been determined with due regard to risk, return, liquidity and diversity.
4. The Trustee(s) have complied with all the Investment Standards stipulated in the Regulations relating to the SIS Act as amended.

Trust Deed Amendments

All amendments (if any) to the Trust Deed were made in order for the Fund to comply with the SIS Act, Regulations and any other applicable legislation relating to the operation and governance of the Fund.

Governing Rules

The Fund is being conducted in accordance with its Trust Deed and Governing Rules.

Legislative Requirements

The Fund is being conducted in accordance with the *Superannuation Industry (Supervision) Act 1993*, and the Regulations of the said Act. Including minimum pension payments to members entitled to receive a pension.

Contributions

The Trustees confirm the contributions, if any, received by the fund are within the limits imposed by the legislation, taking into account contributions paid by the members to other superannuation funds. Correspondence from the member(s) has been received and recorded by the trustees for all contributions from the member(s).

Use of Assets

All assets of the Fund have been acquired and used for the sole purpose of generating retirement benefits in accordance with the *Superannuation Industry (Supervision) Act 1993*, the Trust Deed of the Fund and the Investment Strategy of the Fund.

Pension Payments and Withdrawal of Funds

All pension payments (if any) and all withdrawal of funds from the accounts of the Fund have been made in accordance with statutory limitations imposed by legislation governing the Fund and all withdrawals of funds have been in accordance with the *Superannuation (Supervision) Act 1993*.

Trustee Responsibilities

The Trustees are aware of their responsibilities and obligations to the Members and the various regulatory bodies that govern, administer and enforce respective applicable legislation.

Trustee Covenants

The Trustee(s) have complied with all the Trustee Covenants set out in section 52 of the *Superannuation (Supervision) Act 1993*.

Legal Matters

The Trustees confirm you have been advised of all significant legal matters, and that the probability of any material revenue or expenses arising from such legal matters has been adequately accounted for, and been appropriately disclosed in the financial report.

Related Parties

All related party transactions have been brought to your attention.

Disqualified person not to act as a Trustee

There is no reason why any Trustee should be prohibited from acting as a Trustee of this Superannuation Fund.

Information to Members

Information relating to the transactions and activities of the Fund has been supplied in a timely manner.

Meetings

Meetings have been conducted in accordance with the Trust Deed and the requirements of the SIS Act. Resolutions and issues on which the Trustee(s) have voted, or on which they were required to vote have been passed by at least a 2/3rds majority of the Trustees.

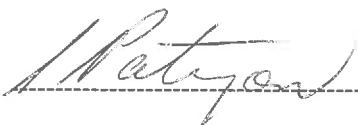
Subsequent Events

Since the end of the financial year stated in the Financial Statements till the date of this letter, there have been no events or transactions that would have a material effect upon the Fund either financially or operationally.

Yours faithfully



David Paterson
Trustee / Director
30 April, 2019



Sue Paterson
Trustee / Director
30 April, 2019

MINUTES OF TRUSTEES MEETING OF
PATERSON SUPER FUND

DATE: 23/04/2019

HELD AT: 4/455 Adelaide Street, Brisbane Qld 4000

PRESENT: David Paterson and Susan Paterson

MINUTES: The Chairperson reported that the minutes of the previous meeting had been signed as a true record.

PURPOSE: Payments made in error from member's bank account instead of super fund bank account

DISCUSSION: The trustees note that their accountant has advised them that a total of \$5,889.31 of SMSF expenses were paid in error by the members individually.

ACTION: The trustees resolved to reimburse the \$5,889.31 immediately to the members, and to take particular care to determine that payments relating to the super fund are paid from the super fund bank account.

CLOSURE: There being no further business the meeting was closed.

CONFIRMED:



SUPER AUDITS

The Trustees
The Paterson Super Fund
C/- P.O. Box 165,
VIRGINIA Qld. 4014

A.W. Boys
Box 3376
Rundle Mall 5000
7 May 2019

Dear Trustees,

I have completed the audit of the Paterson Super Fund for the financial year ending 30 June 2018. The Trustees have complied in all material respects with the *Superannuation Industry (Supervision) Act 1993* and Regulations.

The Trustees are required to maintain the financial records of the Fund for a minimum of five years and the minutes of meetings are to be retained for ten years.

It is recommended that the trustees review their Investment Strategy annually to ensure the strategy meets the objectives of the members having regard to risk, return, liquidity and diversification of investments. Further, the trustees should determine whether the Fund should hold a contract of insurance that provides insurance cover for one or more members of the Fund.

Thank you for your professionalism and full cooperation throughout the audit process.

Should you have any queries regarding any of the above please contact me on 0410 712708.

Yours sincerely



Tony Boys
SMSF Auditor Number (SAN) 100014140
Registered Company Auditor 67793

AUDITING
DUE DILIGENCE
FORENSIC ACCOUNTING

SUPER AUDITS

SELF-MANAGED SUPERANNUATION FUND INDEPENDENT AUDITOR'S REPORT

Approved SMSF auditor details

Name: Anthony William Boys

Business name: SUPER AUDITS

Business postal address: Box 3376 RUNDLE MALL 5000

SMSF auditor number (SAN): 100014140

Self-managed superannuation fund details

Self-managed superannuation fund (SMSF) name Paterson

Australian business number (ABN) or tax file number (TFN): 999 259 800

Address C/- P.O. Box 165, VIRGINIA Qld. 4014

Year of income being audited 1 July 2017 – 30 June 2018

To the SMSF trustees

To the trustees of the Paterson Superannuation Fund

AUDITING
DUE DILIGENCE
FORENSIC ACCOUNTING

SUPER AUDITS

Part A: Financial report

Approved SMSF auditor's Opinion

I have audited the special purpose financial report of the Paterson superannuation Fund comprising; the Profit & Loss Statement for the financial year ending 30 June 2018, the Balance Sheet as at 30 June 2018 and the Notes to and forming part of the Accounts for the year ended 30 June 2018 of the Paterson Superannuation Fund for the year ended 30 June 2018.

In my opinion, the financial report:

a) presents fairly, in all material respects, in accordance with the accounting policies described in the notes to the financial statements, the financial position of the fund at 30 June 2018 and the results of its operations for the year then ended.

Basis for Opinion

My audit has been conducted in accordance with Australian Auditing Standards¹. My responsibilities under those standards are further described in the *Approved SMSF Auditor's Responsibilities for the Audit of the Financial Report* section of this report. I am independent of the self-managed superannuation fund in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) as required by the Superannuation Industry (Supervision) Regulations 1994 (SISR). I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Emphasis of Matter - Basis of accounting

Without modifying my opinion, I draw attention to note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared to assist *Paterson superannuation fund* meet the requirements of the SMSF's governing rules, the *Superannuation Industry (Supervision) Act 1993 (SISA)* and the SISR. As a result, the financial report may not be suitable for other purposes.

Responsibilities of SMSF trustees for the financial report

Each SMSF trustee (individual trustee or director of corporate trustee) is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the SMSF's governing rules, the SISA and the SISR. Each trustee is also responsible for such internal controls as they determine are necessary to enable the

¹The Australian Auditing Standards issued by the Auditing and Assurance Standards Board.

SUPER AUDITS

preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the trustees are responsible for assessing the fund's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the trustees intend to wind-up the fund. The going concern basis of accounting is appropriate when it is reasonably foreseeable that the fund will be able to meet its liabilities as they fall due.

The trustees are responsible for overseeing the fund's financial reporting process.

Approved SMSF auditor's responsibilities for the audit of the financial report

My responsibility is to express an opinion on the financial report based on my audit. I have conducted an independent audit of the financial report in order to express an opinion on it to the trustees.

My objective is to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of trustees taken on the basis of this financial report.

I have complied with the competency standards set by Australian Securities & Investments Commission (ASIC). My audit has been conducted in accordance with Australian Auditing Standards. These standards require that I comply with relevant ethical requirements relating to audit engagements, and plan and perform the audit to obtain reasonable assurance as to whether the financial report is free from material misstatement.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit 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 control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the fund's ability to continue as a going concern. If I conclude that a material uncertainty exists, I

AUDITING
DUE DILIGENCE
FORENSIC ACCOUNTING

SUPER AUDITS

am required to draw attention in the auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the fund to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the trustees and or the trustee's authorised representative regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during the audit.

Part B: Compliance report

Approved SMSF Auditor's Opinion

I have performed a reasonable assurance engagement on the Paterson superannuation fund to provide an opinion in relation to its compliance, in all material respects, with the applicable provisions of the SISA and the SISR as listed below in the *Approved SMSF Auditor's Responsibility* section of this report.

In my opinion, each trustee of Paterson superannuation fund has complied, in all material respects, with the applicable provisions of the SISA and the SISR specified below, for the year ended 30 June 2018

Basis for Opinion

I have conducted my engagement in accordance with Standard on Assurance Engagements ASAE 3100 *Compliance Engagements* issued by the Auditing and Assurance Standards Board.

I believe that the evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Independence and quality control

I have complied with the independence requirements in accordance with the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) as required by the SISR.

My firm applies Australian Standard on Quality Control 1 ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements* in undertaking this assurance engagement.

I have complied with the competency standards set by ASIC.

AUDITING
DUE DILIGENCE
FORENSIC ACCOUNTING

SUPER AUDITS

SMSF trustees' responsibility for compliance

Each SMSF trustee is responsible for complying with the requirements of the SISA and the SISR and for identifying, designing and implementing internal controls as they determine necessary to meet compliance requirements and monitor ongoing compliance.

Approved SMSF auditor's responsibility for the compliance report

My responsibility is to express an opinion on the trustees' compliance with the applicable requirements of the SISA and the SISR, based on the compliance engagement. My procedures included testing that the fund has an investment strategy that complies with the SISA and that the trustees make investments in line with that strategy, however, no opinion is made on its appropriateness to the fund members.

My reasonable assurance engagement has been conducted in accordance with applicable Standards on Assurance Engagements issued by the Auditing and Assurance Standards Board, to provide reasonable assurance that the trustees of the fund have complied, in all material respects, with the relevant requirements of the following provisions (to the extent applicable) of the SISA and the SISR.

Sections: 17A, 34,35AE, 35B, 35C(2), 35 (D) (1), 52 (2), 62, 65, 66, 67,67A, 67B, 82-85, 103, 104, 104A, 105, 109, 126K

Regulations: 1.06(9A), 4.09, 4.09A, 5.03, 5.08, 6.17, 7.04, 8.02B, 13.12, 13.13, 13.14, 13.18AA 13.22 (B and C)

An assurance engagement to report on the fund's compliance with the applicable requirements of the SISA and the SISR involves performing procedures to obtain evidence about the compliance activity and controls implemented to meet the compliance requirements. The procedures selected depend on my judgement, including the identification and assessment of risks of material non-compliance.

My procedures included examination, on a test basis, of evidence supporting compliance with those requirements of the SISA and the SISR for the year ended 30 June 2018

These tests have not been performed continuously throughout the period, were not designed to detect all instances of non-compliance, and have not covered any other provisions of the SISA and the SISR apart from those specified.

Inherent limitations

Due to the inherent limitations of an assurance engagement, together with the internal control structure it is possible that fraud, error, or non-compliance with the listed provisions may occur and not be detected. A reasonable assurance engagement does not provide assurance on whether compliance with the listed provisions will continue in the future.



SMSF Auditor's signature

Date: 7 May 2019

AUDITING
DUE DILIGENCE
FORENSIC ACCOUNTING