

**MAJC PTY LTD
AS TRUSTEE FOR
MAJC SMSF**

ABN 86 694 089 703

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

Prepared by:

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**MAJC SMSF
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023**

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**MAJC SMSF
OPERATING STATEMENT
AS AT 30 JUNE 2023**

	Notes	2023 \$	\$	2022 \$	\$
Contributions					
Chris Angelo Laina					
Employer Contribution	<i>SD 13 / 54-66</i>	25,961		31,106	
Deductible Personal Contribution		-		7,000	
		<u>25,961</u>		<u>38,106</u>	
Angelica Foley Stevens Laina					
Employer Contribution	<i>SD 13 / 54-66</i>	13,543		13,286	
Deductible Personal Contribution	<i>SD 13 / 54-66</i>	20,000		13,000	
		<u>33,543</u>		<u>26,286</u>	
Jonas Aaron Cruz					
Employer Contribution	<i>SD 13 / 54-66</i>	15,311		12,829	
		<u>15,311</u>		<u>12,829</u>	
Kevin Dan					
Employer Contribution	<i>SD 13</i>	15,231		17,482	
		<u>15,231</u>		<u>17,482</u>	
Net Contributions Received			<u>90,048</u>		<u>94,703</u>
Investment Revenue					
Change in Market Value	<i>SD 67</i>	47,560		-	
Interest	<i>SD 13</i>	154		6	
Net Rental Income	<i>Note 11</i>	12,099		21,200	
		<u>59,813</u>		<u>21,205</u>	
Total Investment Revenue			<u>59,813</u>		<u>21,205</u>
			<u>149,860</u>		<u>115,909</u>

The accompanying notes form part of these financial statements

**MAJC SMSF
OPERATING STATEMENT
AS AT 30 JUNE 2023**

	Notes	2023		2022	
		\$	\$	\$	\$
Expenses					
Accounting fees	<i>SD 44</i>	1,650		1,650	
Amortisation	<i>SD 70</i>	972		972	
Bank Charges	<i>SD 15</i>	395		395	
Electronic Service Address	<i>SD 52</i>	145		-	
Filing Fees		-		605	
Insurance	<i>SD 45</i>	1,575		1,149	
Investment Expenses	<i>SD 17</i>	34,674		29,491	
Supervisory levy		259		259	
		<u>39,670</u>		<u>34,521</u>	
Net Investment Revenue			<u>110,190</u>		<u>81,388</u>
Benefits Accrued before Income Tax			<u>110,190</u>		<u>81,388</u>
Income Tax Benefit/(Expense)	<i>Note 7</i>		<u>(9,394)</u>		<u>(12,208)</u>
Benefits Accrued as a Result of Operations			<u><u>100,795</u></u>		<u><u>69,180</u></u>

The accompanying notes form part of these financial statements

MAJC SMSF
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023

	Notes	2023		2022	
		\$	\$	\$	\$
Investments					
Property - 65 Byron Rd, Tahmoor 257:	<i>SD 67</i>	1,225,000		1,177,440	
		<u>1,225,000</u>	<u>1,225,000</u>	<u>1,177,440</u>	<u>1,177,440</u>
Other Assets					
Bank - CBA account *0539	<i>SD 11</i>	10,822		1,619	
Bank - Ezy offset account *5047	<i>SD 23</i>	176,927		153,231	
Borrowing Costs	<i>SD 70</i>	972		1,944	
Sundry Debtors	<i>SD 72</i>	1,650		328	
		<u>190,372</u>		<u>157,123</u>	
Total Assets		<u>1,415,372</u>		<u>1,334,563</u>	
Liabilities					
Loan - Ezy mortgage *5046	<i>SD 18</i>	667,455		685,237	
Sundry Creditors	<i>SD 52 / 53</i>	145		-	
ATO Payable	<i>SD 26</i>	4,977		2,646	
Tax Liability	<i>Note 7</i>	(2,798)		1,883	
Total Liabilities		<u>669,780</u>		<u>689,766</u>	
Net Assets		<u>745,592</u>		<u>644,797</u>	
Liability for Accrued Benefits (Note 3, 4, 5)					
Allocated to Members' Accounts		<u>745,592</u>		<u>644,797</u>	

The accompanying notes form part of these financial statements

MAJC SMSF
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2023

1. MAJC SMSF

The MAJC SMSF is a defined contribution plan which provides benefits to its members under a Trust Deed dated 15 June 2019.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

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

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

AAS 3 Accounting for Income Tax

AAS 5 Materiality in Financial Statements

AAS 8 Events Occurring After Reporting Date.

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

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

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

(b) Measurement of Investments

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

MAJC SMSF
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2023

(c) Income Tax

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

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

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

(d) Superannuation Contributions Surcharge

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

MAJC SMSF
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2023

3. LIABILITY FOR ACCRUED BENEFITS

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

Changes in the Liability for Accrued Benefits

	2023	2022
	\$	\$
Liability for Accrued Benefits at beginning of the year	644,797	575,617
Plus: Increase in Accrued Benefits	100,795	69,180
Liability for Accrued Benefits at end of the year	<u>745,592</u>	<u>644,797</u>

Chris Angelo Laina

Opening Balance:	170,314	140,405
Element Taxed in Fund	170,314	140,405
Employer Contributions	25,961	31,106
Deductible Personal Contributions	-	7,000
Tax On Contributions	(3,894)	(5,716)
Share of Earnings	5,736	(2,968)
Tax On Earnings	1,086	487
Closing Balance	<u>199,204</u>	<u>170,314</u>

Angelica Foley Stevens Laina

Opening Balance	129,042	109,787
Element Taxed in Fund	129,042	109,787
Employer Contributions	13,543	13,286
Deductible Personal Contributions	20,000	13,000
Tax On Contributions	(5,032)	(3,943)
Element Taxed in Fund	-	-
Share of Earnings	2,771	(3,469)
Tax On Earnings	823	381
Closing Balance	<u>161,149</u>	<u>129,042</u>

MAJC SMSF
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2023

Jonas Aaron Cruz

Opening Balance	148,273	139,839
Element Taxed in Fund	148,273	139,839
Employer Contributions	15,311	12,829
Tax On Contributions	(2,297)	(1,924)
Share of Earnings	4,994	(2,956)
Tax On Earnings	946	485
Closing Balance	<u>167,228</u>	<u>148,273</u>

Kevin Dan

Opening Balance	197,167	185,586
Element Taxed in Fund	197,167	185,586
Employer Contributions	15,231	17,482
Tax On Contributions	(2,285)	(2,622)
Share of Earnings	6,641	(3,923)
Tax On Earnings	1,258	644
Closing Balance	<u>218,012</u>	<u>197,167</u>

TOTAL MEMBERS' BALANCE

<u>745,592</u>	<u>644,797</u>
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4. VESTED BENEFITS

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

	2023	2022
	\$	\$
Vested Benefits	<u>745,592</u>	<u>644,797</u>

5. GUARANTEED BENEFITS

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

6. CHANGES IN MARKET VALUE

	\$	\$
Property - 65 Byron Rd, Tahmoorm 2573	47,560	-
	<u>47,560</u>	<u>-</u>

MAJC SMSF
NOTES TO THE FINANCIAL STATEMENTS
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7. INCOME TAX

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

	\$	\$
Net Revenue	<u>110,190</u>	<u>81,388</u>
Prima Facie Income Tax Expense @ 15%	<u>16,528</u>	<u>12,208</u>
Add / (Less) Permanent Differences:		
Movement in market value of assets	<u>(47,560)</u>	-
	<u>(47,560)</u>	-
Adjusted Taxable Income	62,630	81,388
Income Tax Expense	<u>9,394</u>	<u>12,208</u>
Current year ATO Liability		
Income Tax Expense	9,394	12,208
Supervisory Levy Payable	259	259
Tax Instalments paid	<u>(12,451)</u>	<u>(10,584)</u>
<i>SD 28</i>	<u>(2,798)</u>	<u>1,883</u>

MAJC SMSF
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2023

8. TERMINATION OF THE FUND

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

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

9. MEMBERSHIP

As at the balance date of the Plan there was 4 members

10. PROPERTY

	2023	2022
	\$	\$
Property - 65 Byron Road, Tahmoor, 2573		
Property - At Cost	1,120,000	1,120,000
Add: Legal Fees	5,127	5,127
Add: Stamp Duty	46,922	46,922
Add: Other Purchase Costs	401	401
Add: Capital Improvements	4,990	4,990
Add: Market Value Adjustment	47,560	-
	1,225,000	1,177,440

SD 67

MAJC SMSF
NOTES TO THE FINANCIAL STATEMENTS
AS AT 30 JUNE 2023

11. RENTAL PROPERTY INCOME

	2023	2022
Property - 65 Byron Road, Tahmoor, 2573	\$	\$
Income		
Rental Income <i>SD 68 / 69</i>	39,600	32,500
Rental Income - Others <i>SD 68 / 69</i>	283	2,358
	39,883	34,858
Expenses		
Advertising <i>SD 68 / 69</i>	120	-
Cleaning <i>SD 68 / 69</i>	500	-
Council <i>SD 68 / 69</i>	3,202	-
Gardening <i>SD 68 / 69</i>	360	-
Insurance <i>SD 37</i>	2,442	2,165
Management Fees <i>SD 68 / 69</i>	3,234	2,145
Rates <i>SD 29+35</i>	6,004	545
Repairs <i>SD 68 / 69</i>	6,219	1,054
Repairs <i>SD 30+31+32+33+36</i>	5,250	7,750
Water Rates <i>SD 48-51</i>	452	-
	27,784	13,659
Total Net Rental Income	12,099	21,200