

Davies Superannuation Fund

ABN 79 031 018 049

Trustee: G J Davies Investments Pty Limited

Financial Statement
For the year ended 30 June 2019

Davies Superannuation Fund

Reports

Table of Contents

Report Name

Statement of Financial Position

Operating Statement (Profit and Loss) Report

Notes to the Financial Statements

Trustee Declaration Report

Compilation Report - SMSF

Investment Summary Report

Investment Performance

Member Statement

Annual Return - SMSF

Annual Return CGT Schedule - SMSF

Annual Return Losses Schedule - SMSF

Electronic Lodgment Declaration

Davies Superannuation Fund
Statement of Financial Position
as at 30 June 2019

	Note	2019 \$	2018 \$
Assets			
Investments			
Shares in Listed Companies	6A	441,387	685,501
Stapled Securities	6B	75,140	66,207
Units In Listed Unit Trusts	6C	149,518	-
Other Assets			
Cash At Bank		92,273	20,387
Receivables		1,113	750
Current Tax Assets		8,915	12,008
Total Assets		768,345	784,853
Liabilities			
Total Liabilities		-	-
Net Assets Available to Pay Benefits		768,345	784,853
<i>Represented by:</i>			
Liability for Accrued Benefits	2		
Mr Gerard Davies		363,584	373,236
Mrs Janice Davies		404,761	411,617
Total Liability for Accrued Benefits		768,345	784,853

*The accompanying notes form part of these financial statements.
This report should be read in conjunction with the accompanying compilation report.*

Davies Superannuation Fund
Operating Statement
For the period 1 July 2018 to 30 June 2019

	Note	2019 \$	2018 \$
Income			
Investment Gains			
Realised Capital Gains	8A	29,908	5,641
Investment Income			
Distributions	7A	5,296	3,171
Dividends	7B	33,586	40,721
Foreign Income	7C	1,083	-
Interest	7D	981	635
		<u>70,853</u>	<u>50,168</u>
Expenses			
Member Payments			
Pensions Paid		71,000	104,320
Other Expenses			
Accountancy Fee		3,135	3,410
Adviser Fee		6,356	6,803
Auditor Fee		935	660
Regulatory Fees		53	48
SMSF Supervisory Levy		259	259
Investment Losses			
Decrease in Market Value	8B	5,621	(3,106)
		<u>87,359</u>	<u>112,394</u>
Benefits Accrued as a Result of Operations before Income Tax		(16,506)	(62,226)
Income Tax			
Income Tax Expense		2	-
		<u>2</u>	<u>-</u>
Benefits Accrued as a Result of Operations		(16,508)	(62,226)

*The accompanying notes form part of these financial statements.
This report should be read in conjunction with the accompanying compilation report.*

Davies Superannuation Fund
Notes to the Financial Statements
As at 30 June 2019

Note 1 - Statement of Significant Accounting Policies

The following significant accounting policies have been adopted in the preparation and presentation of the financial statements. They have been consistently applied in the current and previous periods unless otherwise stated to ensure the financial information satisfies the concept of relevance and reliability.

(a) Statement of Compliance

The trustees have prepared the financial statements on the basis that the superannuation fund is a non-reporting entity because the members are able to command the preparation of tailored reports so as to satisfy specifically all of their information needs and there are no other users dependent on the financial statements. The financial statements are therefore special purpose financial statements that have been prepared in accordance with the legislative requirements of the *Superannuation Industry (Supervision) Act 1993* and *Regulations 1994* and the provisions of the Trust Deed. The trustees have determined that the accounting policies adopted are appropriate to meet their needs.

(b) Basis of Preparation

The financial statements have been prepared on a cash basis using historical costs convention unless stated otherwise. For investments and financial liabilities, they are measured at market values.

The financial statements are presented in Australian dollars, which is the functional currency of the fund.

(c) Use of Accounting Estimates and Judgments

The preparation of financial statements requires the trustees to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. 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.

(d) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks or financial institutions and short-term, highly liquid investments that are readily convertible to cash and are subject to an insignificant risk of change in value.

(e) Foreign Currency

Any foreign currency transactions during the financial year are brought to account using the exchange rate in effect at the date of the transaction. Foreign currency monetary items at reporting date are translated at the exchange rate existing at reporting date. Exchange differences are recognised in the operating statement in the period in which they arise.

(f) Valuation of Assets

Investment

An investment is initially recognised when as a result of past transactions or events, the Fund controls the future economic benefits expected to flow from the asset.

The investment assets are firstly recorded at cost, being the fair value of the consideration given. After initial recognition, they are measured at market value. Gains or losses arising from changes in market value are recognised on the Operating Statement in the periods in which they occur.

Market value as defined in s10 of *S/SA 1993*, in relation to an asset, means the amount that a willing buyer of the asset could reasonably be expected to pay to acquire the asset from a willing seller if the following assumptions were made:

- i. that the buyer and the seller dealt with each other at arm's length in relation to the sale;
- ii. that the sale occurred after proper marketing of the asset;
- iii. that the buyer and the seller acted knowledgeably and prudentially in relation to the sale.

As disposal costs are generally immaterial unless otherwise stated, market value approximates fair value.

Davies Superannuation Fund

Notes to the Financial Statements

As at 30 June 2019

Market values for various types of investment have been determined as follows:

- i. listed securities, government and other fixed interest securities for which there is a readily available market quotation, the valuation is recorded as the last quoted sale price as at the close of business on reporting date. If the listed securities are foreign, they are also converted to Australian dollars using the exchange rate at the close of business on the reporting date;
- ii. unit trusts and managed funds are stated by reference to the unit redemption price quoted by the fund manager at the end of the reporting period;
- iii. unlisted investments are stated at the Trustees' valuation based on estimated market value at balance date; or where necessary, upon external valuers' expert opinions;
- iv. Investment properties are carried at market value and are held for the purpose of generating long-term rental yields and capital appreciation. The Trustees give consideration to the value of the investment property each financial year and revalue when a significant event occurs or when deemed appropriate. Where an external valuation has been obtained, the valuation is based on objective and supportable data and has been carried out by a property valuation service provider or qualified independent valuer as appropriate.

Financial Liabilities

The Fund initially recognises a financial liability on the date it becomes a party to the contractual provisions of the instrument.

Financial liabilities including credit balances of hedging instruments and derivatives are measured at market values as at the reporting date. Any change in market values of the financial liabilities since the beginning of the reporting period shall be included in the profit or loss for the reporting period. As disposal costs are generally immaterial, unless otherwise stated, market value approximates fair value.

Receivables and Payables

Current assets such as accounts receivable, which are expected to be recovered within twelve months after the reporting period, are carried at nominal amounts which approximate the fair values.

Accounts payable are recognised when the Fund becomes obliged to make future payments resulting from the goods and services received, whether or not billed to the Fund and are carried at nominal amounts which are equivalent to fair values.

(g) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured. Revenue is measured at the fair value of consideration received or receivable. The following recognition criteria relate to the specific items of revenue the Fund receives:

Interest

The interest revenue is recognised by the Fund on a cash receipt basis, unless the Fund chooses the accrual method and the amount can be reliably measured by reference to the principal outstanding and using the effective interest rate of the instrument calculated at the acquisition or origination date.

Dividend Revenue

The entitlement to a dividend is based on the date the shares are quoted ex-dividend; the actual dividend revenue is recognised by the Fund when it is received.

Distribution Revenue

Distributions from unit trusts and managed funds are recognised as at the date the unit value is quoted ex-distributions 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.

Rental Income

Rent from investment properties is recognised by the Fund on a cash receipt basis.

Movement in market values

Changes in the market value of investments are determined as the difference between the market value at balance date or consideration received (if sold during the year) and the market value as at the prior year end or cost (if the investment was acquired during the period). All movements are recognised in the Operating Statement.

Contributions and Rollovers In

Contributions and rollovers in are recognised when the control and the benefits from the revenue have been attained and are recorded by the Fund, gross of any taxes, in the period to which they relate.

The financial report was authorised for issue on 18 November 2019 by the directors of the trustee company.

Davies Superannuation Fund
Notes to the Financial Statements
As at 30 June 2019

Note 2 – 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. Changes in the Liability for Accrued Benefits are as follows:

	Current	Previous
Liability for Accrued Benefits at beginning of period	784,853	847,078
Benefits Accrued during the period	54,492	42,094
Benefits Paid during the period	(71,000)	(104,320)
Liability for Accrued Benefits at end of period	768,345	784,853

Any amount in the Unallocated Contributions account represent amounts that have been received by the fund from either the members of the fund or a third party but have not been allocated to any specific member as at the reporting date. It is the intention of the trustee to allocate any such amounts recorded as unallocated contributions within 28 days following the end of the month to specific fund member, which will increase the liability for members accrued benefits.

Note 3 – Vested Benefits

Vested benefits are benefits which 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 reporting period.

	Current	Previous
Vested Benefits at beginning of period	784,853	847,078
Benefits Accrued during the period	54,492	42,094
Benefits Paid during the period	(71,000)	(104,320)
Vested Benefits at end of period	768,345	784,853

Note 4 – Guaranteed Benefits

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

Note 5 – Funding Arrangements

No fixed funding arrangements were in place for the Fund as at year end.

Davies Superannuation Fund
Notes to the Financial Statements
As at 30 June 2019

Note 6A – Shares in Listed Companies

	Current	Previous
At market value:		
Ancor Limited	26,730	0
Aristocrat Leisure Limited	23,009	0
Australia And New Zealand Banking Group Limited	0	34,650
Australia And New Zealand Banking Group Limited - Cap Note 6-Bbsw+3.25% Perp Non-Cum Red T-03-22	0	130,102
Brambles Limited	26,932	0
Commonwealth Bank Of Australia.	69,452	75,056
Commonwealth Bank Of Australia. - Cap Note 3-Bbsw+2.80% Perp Non-Cum Red T-12-24	0	84,920
Computershare Limited.	14,427	0
CSL Limited	42,785	41,991
Downer Edi Limited	16,788	0
Healthscope Limited.	0	8,714
Macquarie Group Limited	28,338	0
National Australia Bank Limited	0	36,044
National Australia Bank Limited - Cnv Pref 3-Bbsw+3.25% Perp Non-Cum Red T-12-22	0	61,800
Oil Search Limited	15,992	0
Origin Energy Limited	16,893	0
Orora Limited	19,249	0
Qube Holdings Limited	17,887	0
Sonic Healthcare Limited	15,745	23,500
Tabcorp Holdings Limited	18,134	0
Tasman Resources Ltd	0	765
Wesfarmers Limited	0	43,239
Westpac Banking Corporation	48,439	53,707
Westpac Banking Corporation - Cap Note 3-Bbsw+3.20% Perp Non-Cum Red T-03-19	0	60,118
Woodside Petroleum Limited	22,143	18,900
Woolworths Limited	18,443	11,994
	441,387	685,501

Note 6B – Stapled Securities

	Current	Previous
At market value:		
APA Group - Fully Paid Units Stapled Securities	19,764	0
Sydney Airport - Units Fully Paid Stapled Securities Us Prohibited	23,935	31,003
Transurban Group - Ordinary Shares/Units Fully Paid Triple Stapled	31,440	35,204
	75,140	66,207

Note 6C – Units In Listed Unit Trusts

	Current	Previous
At market value:		
Betashares Australian Bank Senior Floating Rate Bond ETF - Exchange Traded Fund Units Fully Paid	103,931	0
Vanguard Australian Corp Fixed Interest Index ETF - Exchange Traded Fund Units Fully Paid	45,587	0
	149,518	0

Davies Superannuation Fund
Notes to the Financial Statements
As at 30 June 2019

Note 7A – Distributions

	Current	Previous
APA Group - Fully Paid Units Stapled Securities	43	0
Goodman Group - Stapled Securities Fully Paid	299	0
Lendlease Group - Unit/Ordinary Fully Paid Stapled Securities	338	0
Scentre Group - Stapled Securities	611	0
Sydney Airport - Units Fully Paid Stapled Securities Us Prohibited	1,404	1,494
Transurban Group - Ordinary Shares/Units Fully Paid Triple Stapled	1,372	1,677
Vicinity Centres - Ordinary/Units Fully Paid Stapled Securities	351	0
Betashares Australian Bank Senior Floating Rate Bond ETF - Exchange Traded Fund Units Fully Paid	569	0
Vanguard Australian Corp Fixed Interest Index ETF - Exchange Traded Fund Units Fully Paid	309	0
	5,296	3,171

Note 7B – Dividends

	Current	Previous
Ancor Limited	1,166	0
Ansell Limited	191	0
Aristocrat Leisure Limited	289	0
Australia And New Zealand Banking Group Limited	1,402	2,805
Australia And New Zealand Banking Group Limited - Cap Note 6-Bbsw+3.25% Perp Non-Cum Red T-03-22	0	6,767
BHP Billiton Limited	4,442	0
Boral Limited.	1,153	0
Brambles Limited	780	0
Cleanaway Waste Management Limited	374	0
Commonwealth Bank Of Australia.	4,470	6,327
Commonwealth Bank Of Australia. - Cap Note 3-Bbsw+2.80% Perp Non-Cum Red T-12-24	0	4,041
Computershare Limited.	512	0
CSL Limited	541	419
Downer Edi Limited	879	0
Healthscope Limited.	245	264
Invocare Limited	0	336
Link Administration Holdings Limited	932	0
Macquarie Group Limited	618	0
National Australia Bank Limited	1,860	3,720
National Australia Bank Limited - Cnv Pref 3-Bbsw+3.25% Perp Non-Cum Red T-12-22	0	3,019
Origin Energy Limited	352	0
Qube Holdings Limited	775	0
Rio Tinto Limited	793	0
Sonic Healthcare Limited	566	962
Tabcorp Holdings Limited	1,304	0
Webjet Limited	143	0
Wesfarmers Limited	0	2,791
Westpac Banking Corporation	7,049	4,923
Westpac Banking Corporation - Cap Note 3-Bbsw+3.20% Perp Non-Cum Red T-03-19	0	2,973
Woodside Petroleum Limited	1,862	852
Woolworths Limited	888	522
	33,586	40,721

Note 7C – Foreign Income

	Current	Previous
Janus Henderson Group PLC - Chess Depository Interests	723	0
Oil Search Limited	359	0
	1,083	0

Davies Superannuation Fund
Notes to the Financial Statements
As at 30 June 2019

Note 7D – Interest

	Current	Previous
Cash at Bank	981	635
	981	635

Note 8A – Realised Capital Gains

	Current	Previous
Shares in Listed Companies		
Ansell Limited	(2,105)	0
Australia And New Zealand Banking Group Limited	(1,061)	0
Australia And New Zealand Banking Group Limited - Cap Note 6-Bbsw+3.25% Perp Non-Cum Red T-03-22	2,090	0
BHP Billiton Limited	2,735	0
Boral Limited.	(6,610)	0
Brambles Limited	250	0
Cleanaway Waste Management Limited	2,854	0
Commonwealth Bank Of Australia.	18,277	0
Commonwealth Bank Of Australia. - Cap Note 3-Bbsw+2.80% Perp Non-Cum Red T-12-24	(1,203)	0
Computershare Limited.	(81)	0
CSL Limited	1,997	0
Downer Edi Limited	12	0
Healthscope Limited.	(6)	0
Invocare Limited	0	5,641
Janus Henderson Group PLC - Chess Depository Interests	(2,909)	0
Link Administration Holdings Limited	(813)	0
Macquarie Group Limited	115	0
National Australia Bank Limited	(3,576)	0
National Australia Bank Limited - Cnv Pref 3-Bbsw+3.25% Perp Non-Cum Red T-12-22	580	0
Oil Search Limited	(188)	0
Origin Energy Limited	(432)	0
Qube Holdings Limited	77	0
Rio Tinto Limited	4,749	0
Sonic Healthcare Limited	1,862	0
Tabcorp Holdings Limited	40	0
Tasman Resources Ltd	(1,202)	0
Webjet Limited	2,850	0
Wesfarmers Limited	10,264	0
Westpac Banking Corporation	1,284	0
Westpac Banking Corporation - Cap Note 3-Bbsw+3.20% Perp Non-Cum Red T-03-19	499	0
Woodside Petroleum Limited	302	0
Woolworths Limited	182	0
Stapled Securities		
Goodman Group - Stapled Securities Fully Paid	3,856	0
Lendlease Group - Unit/Ordinary Fully Paid Stapled Securities	(7,260)	0
Scentre Group - Stapled Securities	(970)	0
Sydney Airport - Units Fully Paid Stapled Securities Us Prohibited	1,817	0
Transurban Group - Ordinary Shares/Units Fully Paid Triple Stapled	2,666	0
Vicinity Centres - Ordinary/Units Fully Paid Stapled Securities	(1,038)	0
	29,908	5,641

Davies Superannuation Fund
Notes to the Financial Statements
As at 30 June 2019

Note 8B – Decrease in Market Value

	Current	Previous
Shares in Listed Companies		
Ancor Limited	(3,317)	0
Aristocrat Leisure Limited	655	0
Australia And New Zealand Banking Group Limited	(1,790)	589
Australia And New Zealand Banking Group Limited - Cap Note 6-Bbsw+3.25% Perp Non-Cum Red T-03-22	802	944
Brambles Limited	(6,181)	0
Commonwealth Bank Of Australia.	9,509	10,238
Commonwealth Bank Of Australia. - Cap Note 3-Bbsw+2.80% Perp Non-Cum Red T-12-24	(3,080)	0
Computershare Limited.	1,971	0
CSL Limited	(2,529)	(11,901)
Downer Edi Limited	1,365	0
Healthscope Limited.	(1,284)	0
Invocare Limited	0	3,691
Macquarie Group Limited	(603)	0
National Australia Bank Limited	(3,888)	2,867
National Australia Bank Limited - Cnv Pref 3-Bbsw+3.25% Perp Non-Cum Red T-12-22	1,800	(600)
Oil Search Limited	4,599	0
Origin Energy Limited	5,936	0
Orora Limited	84	0
Qube Holdings Limited	(2,684)	0
Sonic Healthcare Limited	(109)	(297)
Tabcorp Holdings Limited	831	0
Tasman Resources Ltd	(1,235)	2,727
Wesfarmers Limited	9,890	(8,094)
Westpac Banking Corporation	2,732	2,218
Westpac Banking Corporation - Cap Note 3-Bbsw+3.20% Perp Non-Cum Red T-03-19	137	359
Woodside Petroleum Limited	(64)	(3,134)
Woolworths Limited	(1,394)	(1,957)
Stapled Securities		
APA Group - Fully Paid Units Stapled Securities	(984)	0
Sydney Airport - Units Fully Paid Stapled Securities Us Prohibited	(728)	(303)
Transurban Group - Ordinary Shares/Units Fully Paid Triple Stapled	(3,686)	(452)
Units In Listed Unit Trusts		
Betashares Australian Bank Senior Floating Rate Bond ETF - Exchange Traded Fund Units Fully Paid	(22)	0
Vanguard Australian Corp Fixed Interest Index ETF - Exchange Traded Fund Units Fully Paid	(1,112)	0
	5,621	(3,106)

Davies Superannuation Fund

Trustee Declaration

In the opinion of the Trustees of the Davies Superannuation Fund.

The Fund is not a reporting entity and this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to these financial statements.

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2019 present fairly the financial position of the Fund at 30 June 2019 and the results of its operations for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements; and
- (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 Fund has been carried out in accordance with its Trust Deed and in compliance with the requirements of the Superannuation Industry (Supervision) Act 1993 during the year ended 30 June 2019.

Signed in accordance with a resolution of the directors of G J Davies Investments Pty Limited by:


.....

Dated: 12/12/19.

Janice Davies

Director: G J Davies Investments Pty Limited


.....

Dated: 12/12/19.

Gerard Davies

Director: G J Davies Investments Pty Limited

Compilation Report to the Trustees and Members of Davies Superannuation Fund

ABN 79 031 018 049
For the period 01 July 2018 to 30 June 2019

On the basis of the information provided by the Trustees of Davies Superannuation Fund, we have compiled the accompanying special purpose financial statements of Davies Superannuation Fund for the period ended 30 June 2019, which comprise the Statement of Financial Position, Operating Statement, 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 Trustees

The Trustees of Davies Superannuation 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 / basis of accounting used is appropriate to meet the needs of the members and for the purpose that the financial statements were prepared.

Our Responsibility

On the basis of information provided by the Trustees of Davies Superannuation Fund, we have compiled the accompanying special purpose financial statements in accordance with the financial reporting framework/basis of accounting 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 / basis of accounting 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 conclusion¹ on these financial statements

The special purpose financial statements were compiled exclusively for the benefit of the Trustees of the fund 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.

Signature of Accountant

Dated: 18 November 2019



.....
Name of Signatory: Michelle Chesworth

Address: 50 Hunter Street
Newcastle, NSW 2300

¹ Refer to AUASB Standards for the issuance of audit opinions and review conclusions

Davies Superannuation Fund

Investment Summary as at 30 June 2019

Investment	Units	Average Cost Price	Market Price	Accounting Cost	Market Value	Unrealised Accounting Gain/(Loss)	Accounting Gain/(Loss) (%)	Portfolio Weight (%)
Bank				92,273	92,273			12%
Cash at Bank				92,273	92,273			12%
Listed Securities Market								
Aristocrat Leisure Limited (ASX:ALL)	749	31.5951	30.7200	23,665	23,009	(655)	(3)%	3%
Amcor Limited (ASX:AMC)	1,651	14.1812	16.1900	23,413	26,730	3,317	14%	4%
APA Group - Fully Paid Units Stapled Securities (ASX:APA)	1,830	10.2625	10.8000	18,780	19,764	984	5%	3%
Brambles Limited (ASX:BXB)	2,091	9.9238	12.8800	20,751	26,932	6,181	30%	4%
Commonwealth Bank Of Australia. (ASX:CBA)	839	43.0719	82.7600	36,137	69,452	33,315	92%	9%
Computershare Limited. (ASX:CPU)	890	18.4243	16.2100	16,398	14,427	(1,971)	(12)%	2%
CSL Limited (ASX:CSL)	199	91.3295	215.0000	18,175	42,785	24,610	135%	6%
Downer Edi Limited (ASX:DOW)	2,426	7.4828	6.9200	18,153	16,788	(1,365)	(8)%	2%
Macquarie Group Limited (ASX:MQG)	226	122.7223	125.3900	27,735	28,338	603	2%	4%
Orora Limited (ASX:ORA)	5,941	3.2541	3.2400	19,333	19,249	(84)	0%	3%
Origin Energy Limited (ASX:ORG)	2,311	9.8787	7.3100	22,830	16,893	(5,936)	(26)%	2%
Oil Search Limited (ASX:OSH)	2,262	9.1030	7.0700	20,591	15,992	(4,599)	(22)%	2%
Beteshares Australian Bank Senior Floating Rate Bond ETF - Exchange Traded Fund Units Fully Paid (ASX:QPON)	4,044	25.6945	25.7000	103,909	103,931	22	0%	14%
Qube Holdings Limited (ASX:QUB)	5,884	2.5839	3.0400	15,204	17,887	2,684	18%	2%
Sonic Healthcare Limited (ASX:SHL)	581	20.8584	27.1000	12,119	15,745	3,626	30%	2%
Sydney Airport - Units Fully Paid Stapled Securities Us Prohibited (ASX:SYD)	2,977	5.7619	8.0400	17,153	23,935	6,782	40%	3%
Tabcorp Holdings Limited (ASX:TAH)	4,075	4.6538	4.4500	18,964	18,134	(831)	(4)%	2%
Transurban Group - Ordinary Shares/Units Fully Paid Triple Stapled (ASX:TCL)	2,133	10.0515	14.7400	21,440	31,440	10,001	47%	4%
Vanguard Australian Corp Fixed Interest Index ETF - Exchange Traded Fund Units Fully Paid (ASX:VACF)	859	51.7751	53.0700	44,475	45,587	1,112	3%	6%
Westpac Banking Corporation (ASX:WBC)	1,708	27.9326	28.3600	47,709	48,439	730	2%	6%
Woolworths Limited (ASX:WOW)	555	27.0873	33.2300	15,033	18,443	3,409	23%	2%

Davies Superannuation Fund
Investment Summary as at 30 June 2019

Investment	Units	Average Cost Price	Market Price	Accounting Cost	Market Value	Unrealised Accounting Gain/(Loss)	Accounting Gain/(Loss) (%)	Portfolio Weight (%)
Woodside Petroleum Limited (ASX:WPL)	609	41.9769	36.3600	25,564	22,143	(3,421)	(13)%	3%
				587,530	666,044	78,515	13%	88%
				679,803	758,317	78,515	12%	100%

Listed Securities Market

The accounting cost is the original cost base adjusted by any subsequent capital call/improvement or capital return transactions. In many cases, it is not the same as the adjusted or reduced cost base, or the reset cost base resulting from the CGT relief. To view the tax cost base and unrealised gain/(loss) for tax purposes refer to the Unrealised Capital Gains Report or change the report parameter to tax cost base.

Davies Superannuation Fund
Investment Performance
For the period from 1 July 2018 to 30 June 2019

Investment	Opening Value	Acquisitions	Disposals	Closing Value	Change in Value	Income	Total Return Value	Total Return
<u>Bank</u>								
Cash at Bank	20,387	843,340	771,454	92,273	0	981	981	2%
	20,387	843,340	771,454	92,273	0	981	981	2%
<u>Listed Securities Market</u>								
Aristocrat Leisure Limited (ASX:ALL)	0	23,665	0	23,009	(655)	289	(367)	(2%)
Ancor Limited (ASX:AMC)	0	46,826	23,413	26,730	3,317	1,166	4,483	23%
Ancor PLC - Chess Depository Interests 1:1 Deferred Settlement (ASX:AMCDC)	0	23,413	23,413	0	0	0	0	0%
Ansell Limited (ASX:ANN)	0	16,108	14,003	0	(2,105)	191	(1,914)	(12%)
Australia And New Zealand Banking Group Limited (ASX:ANZ)	34,650	0	35,380	0	729	1,402	2,132	6%
Australia And New Zealand Banking Group Limited - Cap Note 6-Bbsw+3.25% Perp Non-Cum Red T-03-22 (ASX:ANZPE)	130,102	0	131,390	0	1,289	0	1,289	1%
APA Group - Fully Paid Units Stapled Securities (ASX:APA)	0	18,780	0	19,764	984	43	1,027	5%
BHP Billiton Limited (ASX:BHP)	0	46,214	48,949	0	2,735	4,442	7,177	16%

Davies Superannuation Fund
Investment Performance
For the period from 1 July 2018 to 30 June 2019

Investment	Opening Value	Acquisitions	Disposals	Closing Value	Change in Value	Income	Total Return Value	Total Return
<i>Listed Securities Market</i>								
Boral Limited. (ASX:BLD)	0	23,265	16,655	0	(6,610)	1,153	(5,457)	(25%)
Brambles Limited (ASX:BXB)	0	22,190	1,689	26,932	6,431	780	7,212	34%
Commonwealth Bank Of Australia. (ASX:CBA)	75,056	15,125	29,497	69,452	8,768	4,470	13,238	20%
Commonwealth Bank Of Australia. - Cap Note 3-Ebww+2.80% Perp Non-Cum Red T-12-24 (ASX:CBAPD)	84,920	0	86,797	0	1,877	0	1,877	2%
Computershare Limited. (ASX:CPU)	0	17,558	1,080	14,427	(2,052)	512	(1,540)	(9%)
CSL Limited (ASX:CSL)	41,991	0	3,733	42,785	4,527	541	5,067	13%
Cleanaway Waste Management Limited (ASX:CWY)	0	16,429	19,283	0	2,854	374	3,228	21%
Downer Edl Limited (ASX:DOW)	0	19,351	1,209	16,788	(1,353)	879	(474)	(3%)
Goodman Group - Stapled Securities Fully Paid (ASX:GMG)	0	19,844	23,700	0	3,856	299	4,154	21%
Healthscope Limited. (ASX:HSO)	8,714	6,704	16,696	0	1,277	245	1,522	13%
Janus Henderson Group PLC - Chess Depository Interests (ASX:JHG)	0	14,412	11,503	0	(2,909)	723	(2,185)	(16%)

Davies Superannuation Fund
Investment Performance
For the period from 1 July 2018 to 30 June 2019

Investment	Opening Value	Acquisitions	Disposals	Closing Value	Change in Value	Income	Total Return Value	Total Return
<i>Listed Securities Market</i>								
Lendlease Group - Unit/Ordinary Fully Paid Stapled Securities (ASX:LLC)	0	20,146	12,886	0	(7,260)	338	(6,922)	(35%)
Link Administration Holdings Limited (ASX:LNK)	0	23,793	22,980	0	(813)	932	120	1%
Macquarie Group Limited (ASX:MQG)	0	29,576	1,956	28,338	718	618	1,336	5%
National Australia Bank Limited (ASX:NAB)	36,044	0	36,356	0	312	1,860	2,172	6%
National Australia Bank Limited - Cnv Pref 3-Bbsw+3.25% Perp Non-Cum Red T-12-22 (ASX:NABPB)	61,800	0	60,580	0	(1,220)	0	(1,220)	(2%)
Orora Limited (ASX:ORA)	0	19,333	0	19,249	(84)	0	(84)	0%
Origin Energy Limited (ASX:ORG)	0	24,361	1,099	16,893	(6,369)	352	(6,016)	(25%)
Oil Search Limited (ASX:OSH)	0	21,975	1,196	15,992	(4,786)	359	(4,427)	(21%)
Betashares Australian Bank Senior Floating Rate Bond ETF - Exchange Traded Fund Units Fully Paid (ASX:QPON)	0	103,909	0	103,931	22	569	592	1%
Qube Holdings Limited (ASX:QUB)	0	16,294	1,167	17,887	2,761	775	3,535	23%
Rio Tinto Limited (ASX:RIO)	0	25,087	29,836	0	4,749	793	5,542	22%

Davies Superannuation Fund
Investment Performance
For the period from 1 July 2018 to 30 June 2019

Investment	Opening Value	Acquisitions	Disposals	Closing Value	Change in Value	Income	Total Return Value	Total Return
<i>Listed Securities Market</i>								
Scentre Group - Stapled Securities (ASX:SCG)	0	11,216	10,246	0	(970)	611	(359)	(3%)
Sonic Healthcare Limited (ASX:SHL)	23,500	0	9,726	15,745	1,971	566	2,537	14%
Sydney Airport - Units Fully Paid Stapled Securities Us Prohibited (ASX:SYD)	31,003	0	9,613	23,335	2,545	1,404	3,949	15%
Tabcorp Holdings Limited (ASX:TAH)	0	20,225	1,301	18,134	(791)	1,304	513	3%
Tasman Resources Ltd (ASX:TAS)	765	0	798	0	33	0	33	4%
Transurban Group - Ordinary Shares/Units Fully Paid Triple Stapled (ASX:TCL)	35,204	3,672	13,787	31,440	6,352	1,372	7,723	26%
Vanguard Australian Corp Fixed Interest Index ETF - Exchange Traded Fund Units Fully Paid (ASX:VACF)	0	44,475	0	45,587	1,112	309	1,421	3%
Vicinity Centres - Ordinary/Units Fully Paid Stapled Securities (ASX:VCX)	0	12,018	10,981	0	(1,038)	351	(687)	(6%)
Westpac Banking Corporation (ASX:WBC)	53,707	4,061	7,881	48,439	(1,447)	7,049	5,601	12%
Westpac Banking Corporation - Cap Note 3-Bbsw+3.20% Perp Non-Cum Red T-03-19 (ASX:WBCCPD)	60,118	0	60,480	0	362	0	362	1%
Webjet Limited (ASX:WEB)	0	16,444	19,294	0	2,850	143	2,993	25%

Davies Superannuation Fund
Investment Performance
For the period from 1 July 2018 to 30 June 2019

Investment	Opening Value	Acquisitions	Disposals	Closing Value	Change in Value	Income	Total Return Value	Total Return
<u>Listed Securities Market</u>								
Westfarmers Limited (ASX:WES)	43,239	0	43,613	0	373	0	373	1%
Woolworths Limited (ASX:WOW)	11,994	5,994	1,122	18,443	1,576	888	2,464	18%
Woodside Petroleum Limited (ASX:WPL)	18,900	4,340	1,463	22,143	366	1,862	2,228	11%
	751,708	736,802	846,751	666,044	24,286	39,964	64,250	9%
Fund Total	772,095	1,560,142	1,618,205	756,317	24,286	40,946	65,232	9%

Davies Superannuation Fund

(ABN: 79 031 018 049)

Consolidated Member Benefit Totals

Period	Member Account Details
1 July 2018 - 30 June 2019	Residential Address: 3/48 Morgan Street Merewether, NSW 2291
Member Number: DAVIEGO	Date of Birth: 13 May 1935
Mr Gerard Davies	Date Joined Fund: 1 May 2002
	Eligible Service Date: 1 May 2002
	Tax File Number Held: Yes

*Note: this report provides a consolidated view of the Member's interests in the SMSF
Refer to the Member Benefit Statements produced for each member account for further details*

Your Accounts	
Withdrawal Benefit as at 1 Jul 2018	
Account Based Pension 69% tax free	373,236
Total as at 1 Jul 2018	373,236
Withdrawal Benefit as at 30 Jun 2019	
Account Based Pension 69% tax free	363,584
Total as at 30 Jun 2019	363,584
Your Investment Return	
The return on your investment for the year	7.28%

Your Tax Components	
Tax Free	253,926
Taxable - Taxed	109,658
Taxable - Untaxed	-
Your Preservation Components	
Preserved	-
Restricted Non Preserved	-
Unrestricted Non Preserved	363,584
Your Insurance Benefits	
No insurance details have been recorded	
Your Beneficiaries	

Non Lapsing Binding Death Nomination*

Cathy Davies, daughter, to be paid 33.34% as a lump sum
Glenn Davies, son, to be paid 33.33% as a lump sum
Chris Davies, son, to be paid 33.33% as a lump sum

* Nomination in effect from 5 June 2017

For Enquiries:

phone 0249632484

mail Davies Superannuation Fund, 3/48 Morgan Street, Merewether NSW 2291

Davies Superannuation Fund
(ABN: 79 031 018 049)

Member Benefit Statement

Period	Member Account Details
1 July 2018 - 30 June 2019	Residential Address: 3/48 Morgan Street Merewether, NSW 2291
Member	Date of Birth: 13 May 1935
Number: DAVIEG0	Date Joined Fund: 1 May 2002
Mr Gerard Davies	Eligible Service Date: 1 May 2002
Pension Account	Tax File Number Held: Yes
Account Based Pension 69% tax free	Account Start Date: 1 July 2009

Your Account Summary

Withdrawal Benefit as at 1 Jul 2018	373,236
<u>Increases to your account:</u>	
Share Of Net Fund Income	25,849
<u>Total Increases</u>	<u>25,849</u>
<u>Decreases to your account:</u>	
Pension Payments	35,500
Tax on Net Fund Income	1
<u>Total Decreases</u>	<u>35,501</u>
Withdrawal Benefit as at 30 Jun 2019	<u>363,584</u>

Your Tax Components

Tax Free	69.8398 %	253,926
Taxable - Taxed		109,658
Taxable - Untaxed		-

Your Preservation Components

Preserved	-
Restricted Non Preserved	-
Unrestricted Non Preserved	363,584

Your Insurance Benefits

No insurance details have been recorded

Your Beneficiaries

Non Lapsing Binding Death Nomination*

Cathy Davies, daughter, to be paid 33.34% as a lump sum
Glenn Davies, son, to be paid 33.33% as a lump sum
Chris Davies, son, to be paid 33.33% as a lump sum

* Nomination in effect from **5 June 2017**

For Enquiries:

phone **0249632484**

mail **Davies Superannuation Fund, 3/48 Morgan Street, Merewether NSW 2291**

Trustee

The Trustee of the Fund is as follows:

G J Davies Investments Pty Limited

The directors of the Trustee company are:

Janice Davies and
Gerard Davies


Availability of Other Fund Information

Additional information regarding your membership is available on request. What your Fund can do is governed by the provisions of its Trust Deed, which is available for inspection. If you require further information or clarification of any aspect of your membership of the Fund, please contact your Fund's Administrator or Trustee.

Trustee Disclaimer

This statement has been prepared by the Trustee for the member whose name appears at the top of this statement. While every effort has been made by the Trustee to ensure the accuracy and completeness of this statement, the Trustee does not accept any liability for any errors, omissions or misprints.

Signed on behalf of the Trustee of the Fund


.....
Janice Davies
Director - G J Davies Investments Pty Limited


.....
Gerard Davies
Director - G J Davies Investments Pty Limited

Statement Date: 30 June 2019

Davies Superannuation Fund
(ABN: 79 031 018 049)

Consolidated Member Benefit Totals

Period	Member Account Details
1 July 2018 - 30 June 2019	Residential Address: 23/55 Shortland Esplanade Newcastle, NSW 2300
Member	Number: DAVIEJO
Mrs Janice Davies	Date of Birth: 20 October 1936 Date Joined Fund: 1 May 2002 Eligible Service Date: 1 May 2002
	Tax File Number Held: Yes

*Note: this report provides a consolidated view of the Member's interests in the SMSF
Refer to the Member Benefit Statements produced for each member account for further details*

Your Accounts

Withdrawal Benefit as at 1 Jul 2018	
Account Based Pension 83% tax free	411,617
Total as at 1 Jul 2018	411,617

Withdrawal Benefit as at 30 Jun 2019	
Account Based Pension 83% tax free	404,761
Total as at 30 Jun 2019	404,761

Your Investment Return

The return on your Investment for the year	7.28%
--	-------

Your Tax Components

Tax Free	338,299
Taxable - Taxed	66,462
Taxable - Untaxed	-

Your Preservation Components

Preserved	-
Restricted Non Preserved	-
Unrestricted Non Preserved	404,761

Your Insurance Benefits

No insurance details have been recorded

Your Beneficiaries

Non Lapsing Binding Death Nomination*

Cathy Davies, daughter, to be paid 33.33% as a lump sum
Glenn Davies, son, to be paid 33.34% as a lump sum
Chris Davies, son, to be paid 33.33% as a lump sum

* Nomination in effect from 5 June 2017

For Enquiries:

phone 0249632484

mail Davies Superannuation Fund, 3/48 Morgan Street, Merewether NSW 2291

Davies Superannuation Fund

(ABN: 79 031 018 049)

Member Benefit Statement

Period	Member Account Details
1 July 2018 - 30 June 2019	Residential Address: 23/55 Shortland Esplanade Newcastle, NSW 2300
Member Number: DAVIEJ0	Date of Birth: 20 October 1936
Mrs Janice Davies	Date Joined Fund: 1 May 2002
Pension Account	Eligible Service Date: 1 May 2002
Account Based Pension 83% tax free	Tax File Number Held: Yes
	Account Start Date: 30 June 2009

Your Account Summary	
Withdrawal Benefit as at 1 Jul 2018	411,617
<u>Increases to your account:</u>	
Share Of Net Fund Income	28,645
<u>Total Increases</u>	28,645
<u>Decreases to your account:</u>	
Pension Payments	35,500
Tax on Net Fund Income	1
<u>Total Decreases</u>	35,501
Withdrawal Benefit as at 30 Jun 2019	404,761

Your Tax Components		
Tax Free	83.5801 %	338,299
Taxable - Taxed		66,462
Taxable - Untaxed		-
Your Preservation Components		
Preserved		-
Restricted Non Preserved		-
Unrestricted Non Preserved		404,761
Your Insurance Benefits		
No insurance details have been recorded		
Your Beneficiaries		
Non Lapsing Binding Death Nomination*		
Cathy Davies, daughter, to be paid 33.33% as a lump sum		
Glenn Davies, son, to be paid 33.34% as a lump sum		
Chris Davies, son, to be paid 33.33% as a lump sum		
* Nomination in effect from 5 June 2017		

For Enquiries:

phone 0249632484

mail Davies Superannuation Fund, 3/48 Morgan Street, Merewether NSW 2291

Trustee

The Trustee of the Fund is as follows:

G J Davies Investments Pty Limited

The directors of the Trustee company are:

Janice Davies and
Gerard Davies

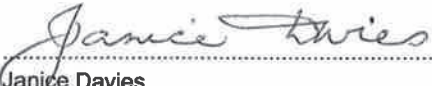
Availability of Other Fund Information

Additional information regarding your membership is available on request. What your Fund can do is governed by the provisions of its Trust Deed, which is available for inspection. If you require further information or clarification of any aspect of your membership of the Fund, please contact your Fund's Administrator or Trustee.

Trustee Disclaimer

This statement has been prepared by the Trustee for the member whose name appears at the top of this statement. While every effort has been made by the Trustee to ensure the accuracy and completeness of this statement, the Trustee does not accept any liability for any errors, omissions or misprints.

Signed on behalf of the Trustee of the Fund



Janice Davies

Director - G J Davies Investments Pty Limited



Gerard Davies

Director - G J Davies Investments Pty Limited

Statement Date: 30 June 2019

For Enquiries:

phone 0249632484

mail Davies Superannuation Fund, 3/48 Morgan Street, Merewether NSW 2291

Self-managed superannuation fund annual return **2019**

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 2019* (NAT 71287).

! The *Self-managed superannuation fund annual return instructions 2019* (NAT 71606) (the instructions) can assist you to complete this annual return.

— The SMSF annual return cannot be used to notify us of a change in fund membership. You must update fund details via ABR.gov.au or complete the Change of details for superannuation entities form (NAT 3036).

To complete this annual return

■ Print clearly, using a BLACK pen only.

■ Use BLOCK LETTERS and print one character per box.

S M I T H S T

■ Place **X** in ALL applicable boxes.

Section A: Fund information

1 Tax file number (TFN)

➤ To assist processing, write the fund's TFN at the top of pages 3, 5, 7 and 9.

! The ATO 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)

Davies Superannuation Fund

3 Australian business number (ABN) (if applicable)

79031018049

4 Current postal address

3/48 Morgan Street

Suburb/town

Merewether

State/territory

NSW

Postcode

2291

5 Annual return status

Is this an amendment to the SMSF's 2019 return?

A No Yes

Is this the first required return for a newly registered SMSF?

B No Yes

Fund's tax file number (TFN) *****

6 SMSF auditor

Auditor's name

Title:

Family name

First given name

Other given names

SMSF Auditor Number

Auditor's phone number

Postal address

Suburb/town

State/territory

Postcode

Date audit was completed **A**

Was Part A of the audit report qualified?

B No Yes

Was Part B of the audit report qualified?

C No Yes

If the audit report was qualified, have the reported issues been rectified?

D No Yes **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 Fund's financial institution account details

This account is used for super contributions and rollovers. Do not provide a tax agent account here.

Fund BSB number Fund account number

Fund account name

I would like my tax refunds made to this account. Go to C.**B Financial institution account details for tax refunds**

This account is used for tax refunds. You can provide a tax agent account here.

BSB number Account number

Account name

C Electronic service address aliasProvide the electronic service address alias (ESA) issued by your SMSF messaging provider.
(For example, SMSFdataESAAlias). See instructions for more information.

Fund's tax file number (TFN)

- 8 Status of SMSF** Australian superannuation fund **A** No Yes Fund benefit structure **B** **A** Code
- Does the fund trust deed allow acceptance of the Government's Super Co-contribution and Low Income Super Amounts? **C** No Yes

9 Was the fund wound up during the income year?

- No Yes If yes, provide the date on which the fund was wound up

Day	Month	Year

 Have all tax lodgment and payment obligations been met? No Yes

10 Exempt current pension income

Did the fund pay retirement phase superannuation income stream benefits to one or more members in the income year?

- 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**.

No Go to Section B: Income.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** Yes

Did the fund have any other income that was assessable?

E Yes Go to Section B: Income.No Choosing 'No' means that you do not have any assessable income, including no-TFN quoted contributions. 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.

Fund's tax file number (TFN)

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? **G** No Yes

If the total capital loss or total capital gain is greater than \$10,000 or you elected to use the transitional CGT relief in 2017 and the deferred notional gain has been realised, complete and attach a *Capital gains tax (CGT) schedule 2019*.

Have you applied an exemption or rollover? **M** No Yes Code

Net capital gain **A** \$.00

Gross rent and other leasing and hiring income **B** \$.00

Gross interest **C** \$.00

Forestry managed investment scheme income **X** \$.00

Gross foreign income **D1** \$.00 Net foreign income **D** \$.00 Loss

Australian franking credits from a New Zealand company **E** \$.00

Transfers from foreign funds **F** \$.00 Number

Gross payments where ABN not quoted **H** \$.00

Gross distribution from partnerships **I** \$.00 Loss

*Unfranked dividend amount **J** \$.00

*Franked dividend amount **K** \$.00

*Dividend franking credit **L** \$.00

*Gross trust distributions **M** \$.00 Code

Calculation of assessable contributions

Assessable employer contributions **R1** \$.00

plus Assessable personal contributions **R2** \$.00

plus **No-TFN-quoted contributions **R3** \$.00
(an amount must be included even if it is zero)

less Transfer of liability to life insurance company or PST **R6** \$.00

Assessable contributions **R** \$.00
(R1 plus R2 plus R3 less R6)

Calculation of non-arm's length income

*Net non-arm's length private company dividends **U1** \$.00

plus *Net non-arm's length trust distributions **U2** \$.00

plus *Net other non-arm's length income **U3** \$.00

*Other income **S** \$.00 Code

*Assessable income due to changed tax status of fund **T** \$.00

Net non-arm's length income **U** \$.00
(subject to 45% tax rate) (U1 plus U2 plus U3)

#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** \$.00 Loss

Exempt current pension income **Y** \$.00

TOTAL ASSESSABLE INCOME (W less Y) **V** \$.00 Loss

Fund's tax file number (TFN)

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" value="0"/> - <input type="text" value="00"/>	A2	\$ <input type="text" value="0"/> - <input type="text" value="00"/>
Interest expenses overseas	B1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>	B2	\$ <input type="text" value="0"/> - <input type="text" value="00"/>
Capital works expenditure	D1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>	D2	\$ <input type="text" value="0"/> - <input type="text" value="00"/>
Decline in value of depreciating assets	E1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>	E2	\$ <input type="text" value="0"/> - <input type="text" value="00"/>
Insurance premiums – members	F1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>	F2	\$ <input type="text" value="0"/> - <input type="text" value="00"/>
Death benefit increase	G1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>		
SMSF auditor fee	H1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>	H2	\$ <input type="text" value="935"/> - <input type="text" value="00"/>
Investment expenses	I1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>	I2	\$ <input type="text" value="0"/> - <input type="text" value="00"/>
Management and administration expenses	J1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>	J2	\$ <input type="text" value="9543"/> - <input type="text" value="00"/>
Forestry managed investment scheme expense	U1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>	U2	\$ <input type="text" value="0"/> - <input type="text" value="00"/>
Other amounts	L1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>	L2	\$ <input type="text" value="259"/> - <input type="text" value="00"/>
			Code <input type="text" value=""/>	Code <input type="text" value="0"/>
Tax losses deducted	M1	\$ <input type="text" value="0"/> - <input type="text" value="00"/>		
		TOTAL DEDUCTIONS	TOTAL NON-DEDUCTIBLE EXPENSES	
		N \$ <input type="text" value="0"/> - <input type="text" value="00"/> <small>(Total A1 to M1)</small>	Y \$ <input type="text" value="10737"/> - <input type="text" value="00"/> <small>(Total A2 to L2)</small>	
		*TAXABLE INCOME OR LOSS	TOTAL SMSF EXPENSES	
		O \$ <input type="text" value="0"/> - <input type="text" value="00"/> <small>(TOTAL ASSESSABLE INCOME less TOTAL DEDUCTIONS)</small>	Z \$ <input type="text" value="10737"/> - <input type="text" value="00"/> <small>(N plus Y)</small>	
		Loss <input type="text" value=""/>		

#This is a mandatory label.

Fund's tax file number (TFN) *****

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. If you leave these labels blank, you will have specified a zero amount.

13 Calculation statement

Please refer to the *Self-managed superannuation fund annual return instructions 2019* on how to complete the calculation statement.

#Taxable income **A** \$ (an amount must be included even if it is zero)

#Tax on taxable income **T1** \$ (an amount must be included even if it is zero)

#Tax on no-TFN-quoted contributions **J** \$ (an amount must be included even if it is zero)

Gross tax **B** \$ (T1 plus J)

C1 \$ <input type="text" value="0"/>	Foreign income tax offset
C2 \$ <input type="text"/>	Rebates and tax offsets
C \$ <input type="text" value="0"/>	Non-refundable non-carry forward tax offsets <small>(C1 plus C2)</small>

SUBTOTAL 1
T2 \$ (B less C – cannot be less than zero)

D1 \$ <input type="text" value="0"/>	Early stage venture capital limited partnership tax offset
D2 \$ <input type="text" value="0"/>	Early stage venture capital limited partnership tax offset carried forward from previous year
D3 \$ <input type="text" value="0"/>	Early stage investor tax offset
D4 \$ <input type="text" value="0"/>	Early stage investor tax offset carried forward from previous year
D \$ <input type="text" value="0"/>	Non-refundable carry forward tax offsets <small>(D1 plus D2 plus D3 plus D4)</small>

SUBTOTAL 2
T3 \$ (T2 less D – cannot be less than zero)

E1 \$ <input type="text" value="8914.61"/>	Complying fund's franking credits tax offset
E2 \$ <input type="text"/>	No-TFN tax offset
E3 \$ <input type="text"/>	National rental affordability scheme tax offset
E4 \$ <input type="text"/>	Exploration credit tax offset
E \$ <input type="text" value="8914.61"/>	Refundable tax offsets <small>(E1 plus E2 plus E3 plus E4)</small>

***TAX PAYABLE T5** \$ (T3 less E – cannot be less than zero)

Section 102AAM interest charge
G \$

Fund's tax file number (TFN)

H1 \$	Credit for interest on early payments – amount of interest	<input type="text"/>
H2 \$	Credit for tax withheld – foreign resident withholding (excluding capital gains)	<input type="text" value="0"/>
H3 \$	Credit for tax withheld – where ABN or TFN not quoted (non-individual)	<input type="text" value="0"/>
H5 \$	Credit for TFN amounts withheld from payments from closely held trusts	<input type="text"/>
H6 \$	Credit for interest on no-TFN tax offset	<input type="text"/>
H8 \$	Credit for foreign resident capital gains withholding amounts	<input type="text"/>
Eligible credits		H \$ <input type="text" value="0"/>
		(H1 plus H2 plus H3 plus H5 plus H6 plus H8)

*Tax offset refunds (Remainder of refundable tax offsets)	I \$ <input type="text" value="8914.61"/>
	(unused amount from label E – an amount must be included even if it is zero)

PAYG instalments raised

K \$

Supervisory levy

L \$

Supervisory levy adjustment for wound up funds

M \$

Supervisory levy adjustment for new funds

N \$

AMOUNT DUE OR REFUNDABLE A positive amount at S is what you owe, while a negative amount is refundable to you.	S \$ <input type="text" value="-8655.61"/>
	(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 2019*.

Tax losses carried forward to later income years **U \$** -00

Net capital losses carried forward to later income years **V \$** -00

Fund's tax file number (TFN)

Section F: Member information

MEMBER 1

Title:

Family name

First given name

Other given names

Member's TFN

See the Privacy note in the Declaration.

Date of birth

Contributions

OPENING ACCOUNT BALANCE \$

I Refer to instructions for completing these labels.

Employer contributions

A \$

ABN of principal employer

A1

Personal contributions

B \$

CGT small business retirement exemption

C \$

CGT small business 15-year exemption amount

D \$

Personal injury election

E \$

Spouse and child contributions

F \$

Other third party contributions

G \$

Proceeds from primary residence disposal

H \$

Receipt date

H1

Assessable foreign superannuation fund amount

I \$

Non-assessable foreign superannuation fund amount

J \$

Transfer from reserve: assessable amount

K \$

Transfer from reserve: non-assessable amount

L \$

Contributions from non-complying funds and previously non-complying funds

T \$

Any other contributions (including Super Co-contributions and Low Income Super Amounts)

M \$

TOTAL CONTRIBUTIONS N \$

(Sum of labels A to M)

Other transactions

Allocated earnings or losses

O \$

Loss

Inward rollovers and transfers

P \$

Outward rollovers and transfers

Q \$

Lump Sum payments

R1 \$

Income stream payments

R2 \$

Code

Code

Accumulation phase account balance

S1 \$

Retirement phase account balance - Non CDBIS

S2 \$

Retirement phase account balance - CDBIS

S3 \$

TRIS Count

CLOSING ACCOUNT BALANCE S \$

(S1 plus S2 plus S3)

Accumulation phase value **X1** \$

Retirement phase value **X2** \$

Outstanding limited recourse borrowing arrangement amount **Y** \$

Fund's tax file number (TFN)

MEMBER 2

Title:

Family name

First given name

Other given names

Member's TFN

See the Privacy note in the Declaration.

Date of birth

Contributions

OPENING ACCOUNT BALANCE \$

! Refer to instructions for completing these labels.

Employer contributions

A \$

ABN of principal employer

A1

Personal contributions

B \$

CGT small business retirement exemption

C \$

CGT small business 15-year exemption amount

D \$

Personal injury election

E \$

Spouse and child contributions

F \$

Other third party contributions

G \$

Proceeds from primary residence disposal

H \$

Receipt date

H1

Assessable foreign superannuation fund amount

I \$

Non-assessable foreign superannuation fund amount

J \$

Transfer from reserve: assessable amount

K \$

Transfer from reserve: non-assessable amount

L \$

Contributions from non-complying funds and previously non-complying funds

T \$

Any other contributions (including Super Co-contributions and Low Income Super Amounts)

M \$

TOTAL CONTRIBUTIONS N \$
(Sum of labels **A** to **M**)

Other transactions

Allocated earnings or losses

O \$

Loss

Inward rollovers and transfers

P \$

Outward rollovers and transfers

Q \$

Lump Sum payments

R1 \$

Code

Income stream payments

R2 \$

Code

Accumulation phase account balance

S1 \$

Retirement phase account balance - Non CDBIS

S2 \$

Retirement phase account balance - CDBIS

S3 \$

TRIS Count

CLOSING ACCOUNT BALANCE S \$
(**S1** plus **S2** plus **S3**)

Accumulation phase value **X1** \$

Retirement phase value **X2** \$

Outstanding limited recourse borrowing arrangement amount **Y** \$

Fund's tax file number (TFN) **Section H: Assets and liabilities****15 ASSETS**

15a Australian managed investments

Listed trusts **A** \$ -00

Unlisted trusts **B** \$ -00

Insurance policy **C** \$ -00

Other managed investments **D** \$ -00

15b Australian direct investments

Cash and term deposits **E** \$ -00

Debt securities **F** \$ -00

Loans **G** \$ -00

Listed shares **H** \$ -00

Unlisted shares **I** \$ -00

Limited recourse borrowing arrangements **J** \$ -00

Non-residential real property **K** \$ -00

Residential real property **L** \$ -00

Collectables and personal use assets **M** \$ -00

Other assets **O** \$ -00

Limited recourse borrowing arrangements

Australian residential real property **J1** \$ -00

Australian non-residential real property **J2** \$ -00

Overseas real property **J3** \$ -00

Australian shares **J4** \$ -00

Overseas shares **J5** \$ -00

Other **J6** \$ -00

15c Other investments

Crypto-Currency **N** \$ -00

15d Overseas direct investments

Overseas shares **P** \$ -00

Overseas non-residential real property **Q** \$ -00

Overseas residential real property **R** \$ -00

Overseas managed investments **S** \$ -00

Other overseas assets **T** \$ -00

TOTAL AUSTRALIAN AND OVERSEAS ASSETS U \$ -00
(Sum of labels **A** to **T**)

15e 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? **A** No Yes \$ -00

15f Limited recourse borrowing arrangements

If the fund had an LRBA were the LRBA borrowings from a licensed financial institution? **A** No Yes

Did the members or related parties of the fund use personal guarantees or other security for the LRBA? **B** No Yes

Fund's tax file number (TFN)

16 LIABILITIES

Borrowings for limited recourse borrowing arrangements	V1 \$ <input type="text" value=""/>	-00
Permissible temporary borrowings	V2 \$ <input type="text" value=""/>	-00
Other borrowings	V3 \$ <input type="text" value=""/>	-00
Borrowings		V \$ <input type="text" value="0"/>
Total member closing account balances (total of all CLOSING ACCOUNT BALANCES from Sections F and G)		W \$ <input type="text" value="768344"/>
Reserve accounts	X \$ <input type="text" value="0"/>	-00
Other liabilities	Y \$ <input type="text" value="0"/>	-00
TOTAL LIABILITIES		Z \$ <input type="text" value="768344"/>

Section I: Taxation of financial arrangements

17 Taxation of financial arrangements (TOFA)

Total TOFA gains **H** \$ -00

Total TOFA losses **I** \$ -00

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 2018–19 income year, write **2019**). **A**

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 2019*. **B**

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 2019* for each election. **C**

If revoking an interposed entity election, print **R**, and complete and attach the *Interposed entity election or revocation 2019*. **D**

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, the current trustees and directors have authorised this annual return and it is documented as such in the SMSF's records. I have received a copy of the audit report (if required) and are aware of any matters raised therein. The information on this annual return, including any attached schedules and additional documentation is true and correct.

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



Date Day Month Year
 12 12 19.

Preferred trustee or director contact details:

Title:

Family name

First given name

Other given names

Phone number

Email address

Non-individual trustee name (if applicable)

ABN of non-individual trustee

Time taken to prepare and complete this annual return Hrs

 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 2019* 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

Date Day Month Year

Tax agent's contact details

Title:

Family name

First given name

Other given names

Tax agent's practice

Tax agent's phone number

Reference number

Tax agent number

 Postal address for annual returns: **Australian Taxation Office, GPO Box 9845, IN YOUR CAPITAL CITY**

Capital gains tax (CGT) schedule **2019**

When completing this form

- Print clearly, using a black or dark blue pen only.
- Use BLOCK LETTERS and print one character in each box.

S	M	I	T	H		S	T												
---	---	---	---	---	--	---	---	--	--	--	--	--	--	--	--	--	--	--	--

- Do not use correction fluid or covering stickers.
- Sign next to any corrections with your **full signature** (not initials).

- Use in conjunction with company, trust, fund income tax return or the self-managed superannuation fund annual return.
- Refer to the *Guide to capital gains tax 2019* available on our website at ato.gov.au for instructions on how to complete this schedule.

Tax file number (TFN)

I We are authorised by law to request your TFN. You do not have to quote your TFN. However, if you don't it could increase the chance of delay or error in processing your form.

Australian business number (ABN)

Taxpayer's name

1 Current year capital gains and capital losses

	Capital gain		Capital loss
Shares in companies listed on an Australian securities exchange	A \$ <input type="text" value=""/> -00	K \$ <input type="text" value=""/> -00	
Other shares	B \$ <input type="text" value=""/> -00	L \$ <input type="text" value=""/> -00	
Units in unit trusts listed on an Australian securities exchange	C \$ <input type="text" value=""/> -00	M \$ <input type="text" value=""/> -00	
Other units	D \$ <input type="text" value=""/> -00	N \$ <input type="text" value=""/> -00	
Real estate situated in Australia	E \$ <input type="text" value=""/> -00	O \$ <input type="text" value=""/> -00	
Other real estate	F \$ <input type="text" value=""/> -00	P \$ <input type="text" value=""/> -00	
Amount of capital gains from a trust (including a managed fund)	G \$ <input type="text" value=""/> -00		
Collectables	H \$ <input type="text" value=""/> -00	Q \$ <input type="text" value=""/> -00	
Other CGT assets and any other CGT events	I \$ <input type="text" value=""/> -00	R \$ <input type="text" value=""/> -00	
Amount of capital gain previously deferred under transitional CGT relief for superannuation funds	S \$ <input type="text" value=""/> -00		
Total current year capital gains	J \$ <input type="text" value=""/> -00		

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

Fund's tax file number (TFN) **2 Capital losses**Total current year capital losses **A** \$ -00Total current year capital losses applied **B** \$ -00Total prior year net capital losses applied **C** \$ -00Total capital losses transferred in applied
(only for transfers involving a foreign bank branch or
permanent establishment of a foreign financial entity) **D** \$ -00Total capital losses applied **E** \$ -00Add 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** \$ -00Other net capital losses carried forward to later income years **B** \$ -00Add 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** \$ -00**5 CGT concessions for small business**Small business active asset reduction **A** \$ -00Small business retirement exemption **B** \$ -00Small business rollover **C** \$ -00Total small business concessions applied **D** \$ -00**6 Net capital gain**Net capital gain **A** \$ -00**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.

Fund's tax file number (TFN) *****

7 Earnout arrangements

Are you a party to an earnout arrangement? **A** Yes, as a buyer Yes, as a seller No
 (Print in the appropriate box.)

! If you are a party to more than one earnout arrangement, copy and attach a separate sheet to this schedule providing the details requested here for each additional earnout arrangement.

How many years does the earnout arrangement run for? **B**

What year of that arrangement are you in? **C**

If you are the seller, what is the total estimated capital proceeds from the earnout arrangement? **D** \$ -00

Amount of any capital gain or loss you made under your non-qualifying arrangement in the income year. **E** \$ -00 / ^{LOSS}

! **Request for amendment**

If you received or provided a financial benefit under a look-through earnout right created in an earlier income year and you wish to seek an amendment to that earlier income year, complete the following:

Income year earnout right created **F**

Amended net capital gain or capital losses carried forward **G** \$ -00 / ^{LOSS}

8 Other CGT information required (if applicable)

Small business 15 year exemption – exempt capital gains **A** \$ -00 / ^{CODE}

Capital gains disregarded by a foreign resident **B** \$ -00

Capital gains disregarded as a result of a scrip for scrip rollover **C** \$ -00

Capital gains disregarded as a result of an inter-company asset rollover **D** \$ -00

Capital gains disregarded by a demerging entity **E** \$ -00

2019**Losses schedule**

Companies and trusts that do not join consolidated groups should complete and attach this schedule to their 2019 tax return.

Superannuation funds should complete and attach this schedule to their 2019 tax return.

Print neatly in BLOCK LETTERS with a black or blue ballpoint pen only. Print one letter or number in each box. Do not use correction fluid or tape.

Place in all applicable boxes.

Refer to *Losses schedule instructions 2019*, available on our website ato.gov.au for instructions on how to complete this schedule.

Tax file number (TFN)

Name of entity

Davies Superannuation Fund

Australian business number

79031018049

Part A – Losses carried forward to the 2019–20 income year – excludes film losses

1 Tax losses carried forward to later income years

Year of loss		
2018–19	B	<input type="text"/> -00
2017–18	C	<input type="text"/> -00
2016–17	D	<input type="text"/> -00
2015–16	E	<input type="text"/> -00
2014–15	F	<input type="text"/> -00
2013–14 and earlier income years	G	<input type="text"/> -00
Total	U	<input type="text"/> 0-00

Transfer the amount at **U** to the **Tax losses carried forward to later income years** label on your tax return.

2 Net capital losses carried forward to later income years

Year of loss		
2018–19	H	<input type="text"/> -00
2017–18	I	<input type="text"/> -00
2016–17	J	<input type="text"/> -00
2015–16	K	<input type="text"/> -00
2014–15	L	<input type="text"/> -00
2013–14 and earlier income years	M	<input type="text"/> -00
Total	V	<input type="text"/> 0-00

Transfer the amount at **V** to the **Net capital losses carried forward to later income years** label on your tax return.

Fund's tax file number (TFN) *****

Part B – Ownership and business continuity test – company and listed widely held trust only

Complete item 3 of **Part B** if a loss is being carried forward to later income years and the business continuity test has to be satisfied in relation to that loss.

Do not complete items 1 or 2 of **Part B** if, in the 2018–19 income year, no loss has been claimed as a deduction, applied against a net capital gain or, in the case of companies, losses have not been transferred in or out.

1 Whether continuity of majority ownership test passed

Note: If the entity has deducted, applied, transferred in or transferred out (as applicable) in the 2018–19 income year a loss incurred in any of the listed years, print **X** in the **Yes** or **No** box to indicate whether the entity has satisfied the continuity of majority ownership test in respect of that loss.

Year of loss

2018–19	A	Yes	<input type="checkbox"/>	No	<input type="checkbox"/>
2017–18	B	Yes	<input type="checkbox"/>	No	<input type="checkbox"/>
2016–17	C	Yes	<input type="checkbox"/>	No	<input type="checkbox"/>
2015–16	D	Yes	<input type="checkbox"/>	No	<input type="checkbox"/>
2014–15	E	Yes	<input type="checkbox"/>	No	<input type="checkbox"/>
2013–14 and earlier income years	F	Yes	<input type="checkbox"/>	No	<input type="checkbox"/>

2 Amount of losses deducted/applied for which the continuity of majority ownership test is not passed but the business continuity test is satisfied – excludes film lossesTax losses **G** -00Net capital losses **H** -00**3 Losses carried forward for which the business continuity test must be satisfied before they can be deducted/applied in later years** – excludes film lossesTax losses **I** -00Net capital losses **J** -00**4 Do current year loss provisions apply?**

Is the company required to calculate its taxable income or tax loss for the year under Subdivision 165-B or its net capital gain or net capital loss for the year under Subdivision 165-CB of the *Income Tax Assessment Act 1997* (ITAA 1997)?

K Yes No **Part C – Unrealised losses** – company only

Note: These questions relate to the operation of Subdivision 165-CC of ITAA 1997.

Has a changeover time occurred in relation to the company after 1.00pm by legal time in the Australian Capital Territory on 11 November 1999?

L Yes No

If you printed **X** in the **No** box at **L**, do not complete **M**, **N** or **O**.

At the changeover time did the company satisfy the maximum net asset value test under section 152-15 of ITAA 1997?

M Yes No

If you printed **X** in the **No** box at **M**, has the company determined it had an unrealised net loss at the changeover time?

N Yes No

If you printed **X** in the **Yes** box at **N**, what was the amount of unrealised net loss calculated under section 165-115E of ITAA 1997?

O -00

Fund's tax file number (TFN) **Part D – Life insurance companies**Complying superannuation class tax losses carried forward to later income years **P** .00Complying superannuation net capital losses carried forward to later income years **Q** .00**Part E – Controlled foreign company losses**Current year CFC losses **M** .00CFC losses deducted **N** .00CFC losses carried forward **O** .00**Part F – Tax losses reconciliation statement**Balance of tax losses brought forward from the prior income year **A** .00**ADD** Uplift of tax losses of designated infrastructure project entities **B** .00**SUBTRACT** Net forgiven amount of debt **C** .00**ADD** Tax loss incurred (if any) during current year **D** .00**ADD** Tax loss amount from conversion of excess franking offsets **E** .00**SUBTRACT** Net exempt income **F** .00**SUBTRACT** Tax losses forgone **G** .00**SUBTRACT** Tax losses deducted **H** .00**SUBTRACT** Tax losses transferred out under Subdivision 170-A (only for transfers involving a foreign bank branch or a PE of a foreign financial entity) **I** .00Total tax losses carried forward to later income years **J** 0 .00Transfer the amount at **J** to the **Tax losses carried forward to later income years** label on your tax return.

Electronic lodgment declaration (Form MS)

(for self-managed superannuation funds)

Part A: Taxpayer's declaration

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

Fund name

Davies Superannuation Fund

Year of return

2019

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:

- all of the information I have provided to the agent for the preparation of this document is true and correct
- I authorise the agent to give this document to the Commissioner of Taxation

Signature of 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 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

24882894

Account name

The Davies Superannuation Fund

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

Signature of trustee or director

Date

Part D: Tax agent's certificate (shared facility users only)

Declaration: I declare that:

- I have prepared this tax return in accordance with the information supplied by the trustees;
- I have received a declaration by the trustees that the information provided to me for the preparation of this tax return is true and correct, and;
- I am authorised by the trustees to lodge this tax return, including any applicable schedules.

Signature of tax agent

Date

Agent's contact name

MR Paul Siderovski

Agent's phone

02 49265299

Agent's reference

24882894

Client's reference

DAV13S2

Electronic lodgment declaration (Form MS)

(for self-managed superannuation funds)

Part A: Taxpayer's declaration

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

Fund name

Davies Superannuation Fund

Year of return

2019

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:

- all of the information I have provided to the agent for the preparation of this document is true and correct
- I authorise the agent to give this document to the Commissioner of Taxation

Signature of trustee or director



Date

12-12-19.

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 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

24882894

Account name

The Davies Superannuation Fund

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

Signature of trustee or director



Date

12-12-19.

Part D: Tax agent's certificate (shared facility users only)

Declaration: I declare that:

- I have prepared this tax return in accordance with the information supplied by the trustees;
- I have received a declaration by the trustees that the information provided to me for the preparation of this tax return is true and correct, and;
- I am authorised by the trustees to lodge this tax return, including any applicable schedules.

Signature of tax agent



Date

Agent's contact name

MR Paul Siderovski

Agent's phone

02 49265299

Agent's reference

24882894

Client's reference

DAV13S2

**RESOLUTIONS OF THE DIRECTOR(S) OF THE CORPORATE TRUSTEE G J DAVIES
INVESTMENTS PTY LIMITED ATF
DAVIES SUPERANNUATION FUND
PASSED ON 30 JUNE 2019**

**APPROVAL OF
PREVIOUS MINUTES:**

It was resolved that the minutes of the previous meeting had been signed as a true and correct record.

PAYMENT OF BENEFITS:

The trustee has ensured that any payment of benefits made from the fund meet the requirement of the fund's deed and do not breach the superannuation laws in relation to:

1. making payment to members; and
2. breaching the fund's or the member's investment strategy.

The trustees have reviewed the payment of benefits and received advice that the transfer is in accordance with the deed and the superannuation laws. As such the trustee has resolved to allow the payment of the following benefits on behalf of the members:

Member Name/Payment Type	Amount
<i>Mr Gerard Davies</i> Pension	35,500
<i>Mrs Janice Davies</i> Pension	35,500

PURCHASE OF ASSETS:

It was resolved that having regard to the composition, risk and return of the fund's existing investments, the fund's investment objectives and its present liquidity, the purchase of the assets identified below during the year ended 30 June 2019 hereto be confirmed and are in line with the investment strategy of the fund.

Asset / Date	Price	Units	Consideration
<i>Listed Securities Market</i>			
<i>Aristocrat Leisure Limited</i>			
06 Aug 2018	32.0132	616.00	19,720
17 Oct 2018	29.6585	133.00	3,945
<i>Amcor Limited</i>			
07 Aug 2018	14.4594	1217.00	17,597
17 Oct 2018	13.4009	434.00	5,816
12 Jun 2019	13.4009	434.00	5,816
12 Jun 2019	14.4594	1217.00	17,597
<i>Amcor PLC - Chess Depository Interests 1:1 Deferred Settlement</i>			
11 Jun 2019	13.4009	434.00	5,816
11 Jun 2019	14.4594	1217.00	17,597
<i>Ansell Limited</i>			
06 Aug 2018	28.7635	560.00	16,108
<i>APA Group - Fully Paid Units Stapled Securities</i>			
24 May 2019	10.2625	1830.00	18,780
<i>BHP Billiton Limited</i>			
06 Aug 2018	34.1568	1353.00	46,214
<i>Boral Limited.</i>			
06 Aug 2018	6.6149	3517.00	23,265
<i>Brambles Limited</i>			
06 Aug 2018	9.9238	2236.00	22,190
<i>Commonwealth Bank Of Australia.</i>			
12 Nov 2018	71.6813	211.00	15,125
<i>Computershare Limited.</i>			
06 Aug 2018	18.4243	953.00	17,558
<i>Cleanaway Waste Management Limited</i>			
06 Aug 2018	1.9155	8577.00	16,429
<i>Downer Edi Limited</i>			
06 Aug 2018	7.4828	2586.00	19,351
<i>Goodman Group - Stapled Securities Fully Paid</i>			
06 Aug 2018	9.9920	1986.00	19,844
<i>Healthscope Limited.</i>			
06 Aug 2018	2.1923	3058.00	6,704
<i>Janus Henderson Group PLC - Chess Depository Interests</i>			
06 Aug 2018	39.2689	367.00	14,412
<i>Lendlease Group - Unit/Ordinary Fully Paid Stapled Securities</i>			
06 Aug 2018	20.9195	963.00	20,146
<i>Link Administration Holdings Limited</i>			
06 Aug 2018	7.8395	3035.00	23,793
<i>Macquarie Group Limited</i>			
06 Aug 2018	122.7224	241.00	29,576
<i>Orora Limited</i>			
24 May 2019	3.2541	5941.00	19,333
<i>Origin Energy Limited</i>			
06 Aug 2018	9.8787	2466.00	24,361
<i>Oil Search Limited</i>			
06 Aug 2018	9.1030	2414.00	21,975

<i>Betashares Australian Bank Senior Floating Rate Bond ETF - Exchange Traded Fund Units Fully Paid</i>			
05 Apr 2019	25.6945	4044.00	103,909
<i>Qube Holdings Limited</i>			
06 Aug 2018	2.5839	6306.00	16,294
<i>Rio Tinto Limited</i>			
06 Aug 2018	77.1899	325.00	25,087
<i>Scentre Group - Stapled Securities</i>			
06 Aug 2018	4.3123	2601.00	11,216
<i>Tabcorp Holdings Limited</i>			
06 Aug 2018	4.6538	4346.00	20,225
<i>Transurban Group - Ordinary Shares/Units Fully Paid Triple Stapled</i>			
27 Sep 2018	0.0000	340.00	0
<i>Vanguard Australian Corp Fixed Interest Index ETF - Exchange Traded Fund Units Fully Paid</i>			
05 Apr 2019	51.7751	859.00	44,475
<i>Vicinity Centres - Ordinary/Units Fully Paid Stapled Securities</i>			
06 Aug 2018	2.7222	4415.00	12,018
<i>Westpac Banking Corporation</i>			
12 Nov 2018	27.8134	146.00	4,061
<i>Webjet Limited</i>			
17 Oct 2018	14.3178	530.00	7,588
19 Oct 2018	14.1481	530.00	7,498
03 Dec 2018	0.0000	118.00	0
<i>Woolworths Limited</i>			
06 Aug 2018	30.1216	199.00	5,994
<i>Woodside Petroleum Limited</i>			
06 Aug 2018	36.4744	119.00	4,340
<i>Listed Derivatives Market</i>			
<i>Transurban Group - Rights-Appsclose 18Sep2018 Us Prohibited</i>			
07 Sep 2018	0.0000	25.00	0
07 Sep 2018	0.0000	315.00	0
<i>Unlisted Market</i>			
<i>WEB_R</i>			
08 Nov 2018	0.0000	59.00	0
08 Nov 2018	0.0000	59.00	0

DISPOSAL OF ASSETS:

It was resolved that having regard to the composition, risk and return of the fund's existing investments, the fund's investment objectives and its present liquidity, the disposal of the assets identified below during the year ended 30 June 2019 hereto be confirmed and are in line with the investment strategy of the fund.

Asset / Date	Price	Units	Consideration
<i>Listed Securities Market</i>			
<i>Amcor Limited</i>			
11 Jun 2019	14.4594	1217.00	17,597
11 Jun 2019	13.4009	434.00	5,816
<i>Amcor PLC - Chess</i>			
<i>Depositary Interests 1:1</i>			
<i>Deferred Settlement</i>			
12 Jun 2019	14.4594	1217.00	17,597
12 Jun 2019	13.4009	434.00	5,816
<i>Ansell Limited</i>			
03 Sep 2018	25.0049	560.00	14,003
<i>Australia And New Zealand Banking Group Limited</i>			
06 Aug 2018	28.8344	1227.00	35,380
<i>Australia And New Zealand Banking Group Limited - Cap Note 6-Bbsw+3.25% Perp Non-Cum Red T-03-22</i>			
06 Aug 2018	101.6167	1293.00	131,390
<i>BHP Billiton Limited</i>			
12 Feb 2019	36.1783	1353.00	48,949
<i>Boral Limited.</i>			
05 Apr 2019	4.6629	228.00	1,063
13 May 2019	4.7405	3289.00	15,592
<i>Brambles Limited</i>			
05 Apr 2019	11.6454	145.00	1,689
<i>Commonwealth Bank Of Australia.</i>			
06 Aug 2018	73.3751	402.00	29,497
<i>Commonwealth Bank Of Australia. - Cap Note 3-Bbsw+2.80% Perp Non-Cum Red T-12-24</i>			
06 Aug 2018	98.6325	880.00	86,797
<i>Computershare Limited.</i>			
05 Apr 2019	17.1386	63.00	1,080
<i>CSL Limited</i>			
05 Apr 2019	196.4574	19.00	3,733
<i>Cleanaway Waste Management Limited</i>			
05 Apr 2019	2.2656	553.00	1,253
13 May 2019	2.2470	8024.00	18,030
<i>Downer Edi Limited</i>			
05 Apr 2019	7.5581	160.00	1,209
<i>Goodman Group - Stapled Securities Fully Paid</i>			
29 Jan 2019	11.9335	1986.00	23,700
<i>Healthscope Limited.</i>			
23 Jan 2019	2.3847	7001.00	16,696
<i>Janus Henderson Group PLC - Chess Depositary Interests</i>			
05 Apr 2019	35.1338	24.00	843
13 May 2019	31.0785	343.00	10,660
<i>Lendlease Group - Unit/Ordinary Fully Paid</i>			
<i>Stapled Securities</i>			
12 Nov 2018	13.3810	963.00	12,886

<i>Link Administration Holdings Limited</i>			
05 Apr 2019	7.3823	192.00	1,417
13 May 2019	7.5846	2843.00	21,563
<i>Macquarie Group Limited</i>			
05 Apr 2019	130.4220	15.00	1,956
<i>National Australia Bank Limited</i>			
06 Aug 2018	27.6472	1315.00	36,356
<i>National Australia Bank Limited - Cnv Pref 3-Bbsw+3.25% Perp Non-Cum Red T-12-22</i>			
06 Aug 2018	100.9674	600.00	60,580
<i>Origin Energy Limited</i>			
05 Apr 2019	7.0888	155.00	1,099
<i>Oil Search Limited</i>			
05 Apr 2019	7.8673	152.00	1,196
<i>Qube Holdings Limited</i>			
05 Apr 2019	2.7658	422.00	1,167
<i>Rio Tinto Limited</i>			
12 Feb 2019	91.8021	325.00	29,836
<i>Scentre Group - Stapled Securities</i>			
13 Mar 2019	3.9394	2601.00	10,246
<i>Sonic Healthcare Limited</i>			
06 Aug 2018	25.9555	337.00	8,747
05 Apr 2019	24.4742	40.00	979
<i>Sydney Airport - Units Fully Paid Stapled Securities Us Prohibited</i>			
06 Aug 2018	7.0843	1159.00	8,211
05 Apr 2019	7.2275	194.00	1,402
<i>Tabcorp Holdings Limited</i>			
05 Apr 2019	4.8010	271.00	1,301
<i>Tasman Resources Ltd</i>			
06 Aug 2018	0.0480	16630.00	798
<i>Transurban Group - Ordinary Shares/Units Fully Paid Triple Stapled</i>			
06 Aug 2018	11.8692	1006.00	11,940
05 Apr 2019	13.0032	142.00	1,846
<i>Vicinity Centres - Ordinary/Units Fully Paid Stapled Securities</i>			
13 Mar 2019	2.4871	4415.00	10,981
<i>Westpac Banking Corporation</i>			
06 Aug 2018	29.0828	271.00	7,881
<i>Westpac Banking Corporation - Cap Note 3-Bbsw+3.20% Perp Non-Cum Red T-03-19</i>			
06 Aug 2018	101.3069	597.00	60,480
<i>Webjet Limited</i>			
13 May 2019	16.3786	1178.00	19,294
<i>Wesfarmers Limited</i>			
06 Aug 2018	49.7863	876.00	43,613
<i>Woolworths Limited</i>			
05 Apr 2019	30.3235	37.00	1,122
<i>Woodside Petroleum Limited</i>			
05 Apr 2019	34.0330	43.00	1,463
<i>Listed Derivatives Market</i>			

<i>Transurban Group - Rights-Appsclose 18Sep2018 Us Prohibited 27 Sep 2018</i>	0.0000	340.00	0
<i>Unlisted Market WEB_R 03 Dec 2018</i>	0.0000	118.00	0

**ALLOCATION OF NET
INCOME:**

It was resolved that the income of the fund be proportionally allocated to members based on the members' daily weighted average balances. The following amounts of income, and related amounts of tax, are to be credited to / debited from member accounts:

	Income	Fund Tax	Contra Tax	Direct Tax
<i>Mr Gerard Davies Account Based Pension 69% tax free</i>	25,849	1	0	0
<i>Mrs Janice Davies Account Based Pension 83% tax free</i>	28,645	1	0	0

**REPORTING ENTITY
CONCEPT:**

It was resolved that, in the opinion of the trustee, the fund is not a reporting entity because it is unlikely that users exist who are unable to command the preparation of reports tailored so as to satisfy specifically all their information needs.

Therefore, the financial statements for the fund are to be prepared on the basis of the fund being a "non-reporting entity", and will therefore take the form of Special Purpose Financial Reports.

**REPORTS AND
STATEMENTS:**

The Financial Reports consisting of Statement of Financial Position, Operating Statement and Notes to the Financial Statements, Trustee's Declaration, Compilation Report, Auditor's Report and Member Statement for the period ended 30 June 2019 were tabled for consideration at the meeting.

It was resolved that the financial statements be adopted in their present format and that the statement by the trustees attached to the financial reports be signed by the Trustees, stating that:

1. the financial statements are drawn up so as to present fairly the financial position of the fund as at 30 June 2019, the benefits accrued as a result of operations and its cash flow for the year then ended;
2. the financial statements have been prepared in accordance with the requirements of the trust deed and Australian Accounting Standards as noted in Note 1 to the Financial Statements and
3. the fund has operated substantially in accordance with the trust deed and the requirements of the *Superannuation Industry (Supervision) Act 1993 (SISA)*, during the year ended 30 June 2019.

INCOME TAX RETURN:

The completed Self-Managed Superannuation Fund Annual Return for the financial year ended 30 June 2019 was tabled for consideration at the meeting.

It was resolved that:

1. the particulars contained in the 2019 income tax return and the relevant records used to ascertain the taxable income, as shown, derived by the fund from all sources in and out of Australia during the year of income are true and correct and;
2. the fund satisfies the statutory requirements and conditions applicable to be classified as a 'Regulated Superannuation Fund/Complying Superannuation Fund' for the year of income and;
3. the income tax return be adopted in its present format and that the Return be signed by the Trustees.

REVIEW OF INVESTMENT STRATEGY:

The fund's investment performance for the year ended 30 June 2019 and existing investment strategy have been reviewed by the Trustees, after considering:

1. the risk involved in making, holding and realising, and the likely return from, the fund's investments having regard to its objectives and its expressed cash flow requirements;
2. the composition of the fund's investments as a whole including the extent to which the investments are diverse or involve the funds being exposed to risks from inadequate diversification;
3. the liquidity of the fund's investments having regard to its expected cash flow requirements;
4. the ability of the fund to discharge its existing and prospective liabilities;
5. whether the fund should hold a contract of insurance that provides insurance cover for members of the fund; and
6. the effect of the fund's investments on the above requirements and all matters relating to the prudential nature of the investment being continuously monitored, regularly reviewed and to make sure they adhere to fund's investment objectives and relevant legislation.

It was resolved that the aims and objectives of the investment strategy were being achieved and that the said investment strategy requires no further modification or adoption at this time.

TRUSTEE AND MEMBER 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 Section 120 of the SISA.

Each of the member(s) confirmed that they are a member of the fund and agreed to be bound by the provisions contained within the Trust Deed of the fund (and any subsequent amendments).

AUDITOR:

It was resolved that

Anthony Boys
of
Super Audits
PO Box 3376
Rundle Mall, SA 5000

act as the auditor of the fund for the next financial year.

TAX AGENT:

It was resolved that

Mr Paul Siderovski
of
Sidcor Pty Ltd
50 Hunter Street
Newcastle, NSW 2300

act as the tax agent of the fund for the next financial year.

CLOSURE:

There are no further matters being considered.



..... Dated: 12.12.19.

Gerard Davies
Chairperson

ANTHONY BOYS
PO BOX 3376,
RUNDLE MALL 5000

Dear Antony,

G J Davies Investments Pty Ltd
Superannuation Fund Management/Trustee Representation Letter

In connection with your audit examination of the financial report of Davies Superannuation Fund for the year ended 30 June 2019, hereby confirm, at your request that to best of our knowledge and belief, the following representation relating to the accounts are correct.

Financial Report

We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter, for the preparation of the financial report.

The management/trustee have determined that the fund is not a reporting entity for the year ended 30 June 2019 and that the requirement to apply Australian Accounting Standards and other mandatory reporting requirements do not apply to the fund. Accordingly, the financial report prepared is a special purpose financial report, which is for distribution to members of the fund and to satisfy the requirement of the SISA and the SISR, and to confirm that the financial report is free of material misstatements, including omissions.

Sole Purpose

The fund has been maintained for the sole purpose of providing superannuation benefits to its members and their dependents.

Superannuation Fund Books/Records/Minutes

- (a) We have made available to you all financial records and related data, other information, explanations and assistance necessary for the conduct of the audit.
- (b) We have made available to you Minutes of all trustee(s)' meetings and the Trust Deed.
- (c) We have established and maintained an adequate internal control structure to facilitate the preparation of reliable financial statements, and adequate financial records have been maintained. There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements.
- (d) We have no plans or intentions that may materially affect the carrying values, or classification, of assets and liabilities.
- (e) Records maintained during the period were in accordance with the Australian Taxation Office requirements.

Asset Form

The assets of the superannuation fund are being held in a form suitable for the benefit of the members of the fund, and have been held in accordance with the fund's investment strategy.

Ownership and Pledging of Assets

The superannuation fund has satisfactory title to all assets disclosed in the Statement of Financial Position. Investments are registered in the name of the trustee(s).

No assets of the superannuation fund have been pledged to secure liabilities of the superannuation fund or of others.

Investments

- (a) We have considered the requirement of generally accepted accounting standards in regards to impairment of assets when assessing the impairment of assets and in ensuring that no assets are stated in excess of their recoverable amount.
- (b) There are no commitments, fixed or contingent, for the purchase or sale of long-term investments that have not been disclosed in the financial statements.
- (c) The investment strategy has been determined with due regard to risk, return, liquidity, diversity and the insurance needs of fund members, and the assets of the fund are in line with this strategy.
- (d) All investments are acquired, maintained and disposed of on an arm's length basis.

Trust Deed

The superannuation fund is being conducted in accordance with its Trust Deed.

Superannuation Industry (Supervision) Act and Regulations

- (a) The fund meets the definition of a self-managed superannuation fund under the SISA.
- (b) The fund has been conducted in accordance with the SISA, the SISR and its governing rules at all times during the year. Also, there were no amendments to the governing rules during the year, except as notified to you.
- (c) The fund is being conducted in accordance with the SISA and the SISR, in particular the relevant requirements of the following provisions:

Sections: 17A, 35AE, 35B, 35C(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
- (d) The trustee(s) have been nominated and may only be removed in such manner and circumstances as are allowed in the Trust Deed.
- (e) The trustees are not disqualified persons under s126K of the SISA.
- (f) Any vacancy among the trustee(s) is filled in accordance with the Trust Deed.
- (g) The trustee(s) have complied with all trustee standards set out in SISR and the covenant prescribed by section 52 of the SISA.
- (h) The trustee(s) have complied with all investment standards set out in the SISA and the SISR.
- (i) Information retention obligations have been complied with.

- (j) All contributions accepted and benefits paid have been in accordance with the governing rules of the fund and relevant provisions of the SISA and the SISR.

There are no breaches or possible breaches of the SIS legislation whose effects should be considered for disclosure in the financial report or to the Australian Taxation Office.

Commitments

- (a) There are no material commitments for construction or acquisition of property, plant and equipment to acquire other non-current assets, such as investments or intangibles, other than those disclosed in the financial report.
- (b) There were no commitments for purchase or sale of securities or assets or any options given by the fund including options over share capital.

Taxation

- (a) We have calculated income tax expense, current tax liability, deferred tax liability and deferred tax asset according to the definitions of taxable income and allowable deductions. We have calculated and recognised all other applicable taxes according to the relevant tax legislation.
- (b) There are no activities that invoke the anti-avoidance provisions of any applicable tax legislation.

Borrowings

The trustees have not borrowed money on behalf of the superannuation fund with the exception of borrowings which were allowable under the SIS Act and the SIS Regulations.

Related Parties

- (a) The fund has not made any loans to, or provided financial assistance to members of the fund or their relatives.
- (b) No asset has been acquired from a member or related party other than as permitted under the SISA and the SISR.
- (c) Related party transactions and related amounts receivable or payable have been properly disclosed in the financial statements.
- (d) All related party transactions have been conducted on commercial terms as if the transaction was undertaken on an arms-length basis in accordance with section 109 of the SIS Act.

Accounting Misstatement Detected by Audit

There has been no misstatement noted by audit during the course of the current year audit.

Insurance

The superannuation fund has an established procedure whereby an officer reviews at least annually the adequacy of insurance cover on all assets and insurable risks where relevant. This review has been performed and where it is considered appropriate, assets and insurable risks of the superannuation fund are adequately covered by insurance.

Accounting Estimates

We confirm the significant assumptions used in making accounting estimates are reasonable.

Fair Value Measurements and Disclosures

We confirm that significant assumptions used in fair value measurements and disclosures are reasonable and appropriately reflect our intent and ability to carry out specific courses of action on behalf of the fund.

Going Concern

In the opinion of the trustees there are reasonable grounds to believe that the superannuation fund will be able to:

- Pay its debts as and when they fall due.
- Continue as a going concern for the foreseeable future.

We, therefore, confirm that the going concern basis is appropriate for the financial report.

Events after Balance Sheet Date

We are not aware of any events that have occurred between the financial reporting date to the date of this letter that we need to disclose or recognise in the financial report.

Comparative Information

We confirm that there have been no restatements made to correct a material misstatement in the prior period financial report that affects the comparative information.

Fraud and Error

- (a) There has been no:
 - (i) Fraud, error, or non-compliance with laws and regulations involving management or employees who have a significant role in the internal control structure.
 - (ii) Fraud, error, or non-compliance with laws and regulations that could have a material effect on the financial report.
 - (iii) Communication from regulatory agencies concerning non-compliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial report.
- (b) The superannuation fund has disclosed to the auditor all significant facts relating to any frauds or suspected frauds known to management that may have affected the superannuation fund.
- (c) The superannuation fund has disclosed to the auditor the results of its assessment of the risk that the financial report may be materially misstated as a result of fraud.
- (d) The superannuation fund has disclosed to the auditor the results of its assessment of the risk that the financial report may be materially misstated as a result of fraud.

Legal Matters

We confirm that all matters that may result in legal action against the fund or the trustees in respect of the fund, have been discussed with a solicitor and brought to the attention of the auditor so that a solicitor's representation letter may be obtained.

General

- (a) Neither the superannuation fund nor any Trustees have any plans or intentions that may materially affect the book value or classification of assets and liabilities at balance sheet date.
- (b) The superannuation fund accepts responsibility for the implementation and operations of accounting and internal control systems that are designed to prevent and detect fraud and error. We have established and maintained adequate internal control to facilitate the preparation of a reliable financial report, and adequate financial records have been maintained. There are no material transactions that have not been properly recorded in the accounting records underlying the financial report.
- (c) There are no violations or possible violations of laws or regulations whose effects should be considered for disclosure in the financial report or as a basis for recording an expense.
- (d) The superannuation fund has complied with all aspects of contractual agreements that would have a material effect on the financial report in the event of non-compliance.

We understand that your examination was made in accordance with the Australian Auditing Standards and was, therefore, designed primarily for the purpose of expressing an opinion on the financial report of the fund taken as a whole, and that your tests of the financial records and other auditing procedures were limited to those which you considered necessary for that purpose.

Additional Matters

There are no additional matters.

Signed by the Directors of G J Davies Investments Pty Ltd as Trustee for the Davies Superannuation Fund



Gerard Davies, Director



Janice Davies, Director

Davies Superannuation Fund

Dear Trustees

**Davies Superannuation Fund
Audit Engagement Letter**

Objectives and Scope of the Audit

You have requested that we audit the financial statements of the SMSF for the year ended 30 June 2019. We are pleased to confirm our acceptance and understanding of this engagement by means of this letter.

Our audit will be performed in accordance with Australian Auditing Standards, the *Superannuation Industry (Supervision) Act 1993* (SISA) and the *Superannuation Industry (Supervision) Regulations* (SISR) with the objective of expressing an opinion on the financial report and the fund's compliance with the specified requirements of the SISA and the SISR.

Our Responsibilities

We will conduct our audit in accordance with Australian Auditing Standards. Those Auditing Standards require that we 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.

An 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. An audit also includes evaluating the appropriateness of the financial reporting framework, accounting policies used and the implementation and operation of accounting and internal control systems that are designed to prevent and detect fraud and error, as well as evaluating the overall presentation of the financial report.

Because of the inherent limitations of an audit, together with the inherent limitations of internal control, there is an unavoidable risk that some material misstatement may not be detected, even though the audit is properly planned and performed in accordance with Australian Auditing Standards.

In making our risk assessments, we consider internal control relevant to the entity'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 entity's internal control. We will, however, communicate to you in writing any significant deficiencies in internal control relevant to the audit of the financial report that we have identified during the audit.

Trustees' Responsibilities

Our audit will be conducted on the basis that the trustee(s) acknowledge and understand that they have responsibilities:

- For the preparation of the financial report that gives a true and fair view in accordance with the Australian Auditing Standards, other mandatory reporting requirements and the SIS Act and SIS Regulations is that of the trustee(s);
- For such internal control as the trustee(s) determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error; and
- To provide us with:
 - Access to all information of which the trustees are aware that is relevant to the preparation of the financial report such as records, documentation and other matters;

- Additional information that we may request from the trustees for the purpose of the audit; and
- Unrestricted access to persons within the entity from whom we determine it necessary to obtain audit evidence.

As part of our audit process, we will request from trustees written confirmation concerning representations made to us in connection with the audit.

Australian Auditing Standards require that we determine whether the financial reporting framework applied in the preparation of this special purpose of financial report is acceptable. If we determine the financial reporting framework to be unacceptable, we will not be able to undertake the audit engagement unless the framework is amended and then determined to be acceptable.

If a qualified audit report is to be issued following the completion of our audit, we will advise the details to you in a timely manner and prior to the issue of our report.

Audit of SIS Compliance

For the year ended 30 June 2019, we are required to form an opinion in respect of compliance with certain aspects of SIS. Our report must refer to the following sections and regulations:

Sections: 17A, 35AE, 35B, 35C(2), 52, 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, 13.22C

Report on Significant Matters

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 Act or Regulations which we believe has occurred, is occurring or may occur.

We are also required to report to the ATO, as regulator, any contravention of the SISA and the SISR, where we believe the contravention may affect the interests of the members of beneficiaries of the fund.

In addition, we are also required under section 130 to report to you if we believe the superannuation fund may be, or may be about to become, in an unsatisfactory financial position. If we are not satisfied with your response as trustee(s) as to the action taken to rectify the situation or we receive no response, we are obliged to report the matter to the ATO.

A failure on the part of the trustee to rectify these breaches to the satisfaction of the ATO may result in significant penalties to the trustee and the fund itself.

In addition to our report on the financial statements, we will also report to you any material weaknesses in the fund's system of accounting and internal control which come to our notice during the course of our audit.

Quality Control

The conduct of our audit in accordance Australian Auditing Standards means that information acquired by us in the course of our audit 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 expressed consent.

Our audit files may, however, be subject to review as part of the quality control review program of Regulators and or Professional Bodies which monitors compliance with professional standards by its members.

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 this program. Should this occur, we will advise you. The same strict confidentiality requirements apply under this program as apply to us as your auditor.

Independence/Conflict of Interest

We have established policies and procedures designed to ensure our independence, including policies on holding financial interests in the superannuation fund and other related parties, rotation of audit partners, business relationships, employment relationships, and the provision of non-audit services in accordance with professional statement APES 110 – Code of Ethics for Professional Accountants.

Outsourced Services

We do not use any outsourced services in overseas locations when conducting client assignments.

Data Storage

We use data storage located in the office but it may be replicated to other locations.

Accepting our services as part of this engagement agreement indicates your acceptance of the use of outsourced services, cloud hosted software and outsourced data storage under the conditions outlined above.

Limitation of Liability

Our firm's liability to you or any other user of the audit report is limited by a Scheme approved under Professional Standards Legislation.

Other

We would appreciate acknowledgement of terms and conditions set out in this letter. Please note that this letter will be effective for future years unless the terms of the engagement are altered by future correspondence.

Please sign and return the attached copy of this letter to indicate that it is in accordance with your understanding of the arrangements for our audit of the financial report.

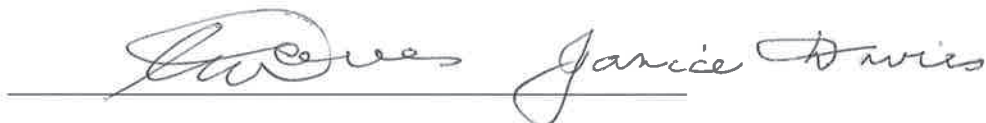
If you have any queries in relation to this please contact me.

To: MR ANTHONY BOYS

I/We hereby confirm your appointment as Auditor under the above terms of engagement.

For and on behalf of G J Davies Investments Pty Ltd as trustee for the Davies Superannuation Fund

Signed &
Dated



Handwritten signature of Janice Davies in cursive script, written over a horizontal line.

Yours sincerely

ANTHONY BOYS – REGISTERED COMPANY AUDITOR

DATED:

Signed document to be returned to P.O. Box 3376 Rundle Mall 5000