

**MINUTES OF MEETING OF THE TRUSTEES OF  
Mums Favourites Superannuation Fund  
ABN: 15793714265**

**Held at:** 1272 Leggetts Drive Mount Vincent NSW 2323

**On:** 01/07/2017

**Present:** Sue Peters (Chairperson)  
Erich Peters  
Kaitlin Peters

**Item:** The Trustees discussed the issue of whether the rent received from Mums Favourites Pty Ltd was being charged at an appropriate “arms length” rate.

It was noted that the property would be worth between \$310,000 and \$330,000 based on discussions with several local real estate agents and evidence of recent sales of commercial property in the area

It was noted that an accepted return on investment for commercial property was a yield of 7% to 9%

The above two points would lead to the conclusion that an arms-length tenant would pay rent on commercial terms of between \$22,000 and \$30,000.

The mid-point between those two amounts is around \$26,000.

It was resolved that the current rent paid by Mums Favourites Pty Ltd is at an “arms length” rate on commercial terms

**Signed by the Trustee(s):**

**Sue Peters**

Date

01/07/2017

**Erich Peters**

Date

01/07/2017

**Kaitlin Peters**

Date

01/07/2017