

File Note :

Creelater Super Fund

19/8/2019

Re: Discussion with Tony Boys (auditor) re cryptocurrency

Trustees have transferred cryptocurrency to a cold wallet as this is more secure. A statement cannot be printed and can only be accessed with passwords. Screen shots can only be taken of the wallet on the actual day.

Each cryptocurrency has a separate part in the wallet and can only be accessed with different passwords.

Screen shots were not taken on the 30/6/2019 as the trustees did not realise that they would be required for verification.

I had a discussion with Tony and he agreed that for 2019, he would "pass" the audit if the trustees' transaction spreadsheet agreed with the transactions provided and entered by us and if the trustees provided current prices for the currency as at 30/6/2019.

I have done this and also provided a minute to allow the ATO to access the wallet if requested.

The trustees will take screen shots of the currency as at 30/6/2020 for verification for the next return.

Sue Lawson

From: Sue Lawson
Sent: Monday, 19 August 2019 9:19 AM
To: Geoff
Subject: RE: CREELATER SUPER -INVESTMENT STRATEGY

Hi Holli

It is an ATO requirement that current valuations are required each year for all assets and the auditor needs to verify that the assets exist. Approximately \$239000 has been invested in cryptocurrency.

Perhaps Coin Spot can advise how you can provide statements showing the balances and valuation for each coin in your cold wallets as at 30/6/2019. We must be able to show that these balances equate with the purchases and sales invoices.

Otherwise, your fund will most likely not pass the audit.

Also with the sale Of Steem, can you provide an invoice that shows the purchase of the BTC coins as we need to verify how many BTC coins were bought. We have the sale invoice but not the purchase invoice.

All transactions with in the super fund must have supporting documents.

Please contact me if you have any queries.

Regards

Sue

From: Geoff <geoffcree@hotmail.com>
Sent: Thursday, 15 August 2019 5:05 PM
To: Sue Lawson <sue@cleave.com.au>
Subject: Re: CREELATER SUPER -INVESTMENT STRATEGY

Hi Sue,

Geoff sent a reply email to you on 1/08/19 but it looks like you may not have received it (perhaps due to the size of the files that were attached).

Geoff has delivered the trust deed to your office today as I think the scanned copy is too large to email to you.

I have attached again the consent to act form and also the signed investment strategy.

With regard to the Coin Spot holding statement at 30/06/2019, this document is correct as the majority of our crypto has been transferred off the exchange and placed in a cold storage wallet (i.e. off-line) The two nano ledgers that the SMSF has purchased are the cold storage wallets. This is to mitigate any risk of losing the crypto if the Coin Spot Exchange suffers a cyber attack and members coins/funds are stolen. The withdrawals section of the Coin Spot holding statement shows the transfer of coins to our cold storage wallets. I have had a look at the wallets today (each crypto has a different one) and it doesn't seem like we can run an EOFY report, or even an activity statement to show the balance of funds held in each. We could possibly provide a screen shot of the crypto balances, although this will be a total as at today's date, rather than 30 June 2019. I'm not sure if that will suffice. Are you able to advise what others may have provided for audit in terms of their crypto holdings?

With regard to your earlier query regarding the sale of STEEM, the proceeds of sale on 12/05/19 (\$1784.19) will not show up in the CDIA bank account. This is because the Coin Spot exchange, upon the