

HAZELL SUPERANNUATION FUND

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

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HAZELL SUPERANNUATION FUND

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HAZELL SUPERANNUATION FUND

OPERATING STATEMENT FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	2022 \$
REVENUE			
Dividend income		117,538	127,363
Interest income		2,159	22,609
Trust distributions		13,579	16,972
Profit (Loss) on sale of shares		65,635	84,550
Changes in net market values	3	170,672	(759,492)
Total income		<u>369,583</u>	<u>(507,998)</u>
EXPENSES			
Accounting fees		4,356	4,774
Audit fees		-	330
Management fees		14,645	15,821
Supervisory Levy		259	259
Total expenses		<u>19,260</u>	<u>21,184</u>
BENEFITS ACCRUED AS A RESULT OF OPERATIONS BEFORE INCOME TAX			
		350,323	(529,182)
Income tax benefit (expense)	2	<u>40,498</u>	<u>52,728</u>
BENEFITS ACCRUED AS A RESULT OF OPERATIONS		<u>390,821</u>	<u>(476,454)</u>

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STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

	Note	2023 \$	2022 \$
CURRENT ASSETS			
Cash at bank #1		50,279	92,456
CBA Mix		501	500
Mint		2,313	3,638
Shaws		30,432	61,081
Sundry debtors		6,291	8,076
Total current assets		<u>89,816</u>	<u>165,751</u>
NON-CURRENT ASSETS			
Shares in listed companies (at market values)	4	<u>3,165,511</u>	<u>2,839,723</u>
Total non-current assets		<u>3,165,511</u>	<u>2,839,723</u>
Total assets		<u>3,255,327</u>	<u>3,005,474</u>
LIABILITIES			
Sundry creditors & accruals		-	21,198
Provision for income tax	5	<u>(40,498)</u>	<u>(52,728)</u>
Total liabilities		<u>(40,498)</u>	<u>(31,530)</u>
Net assets available to pay benefits		<u>3,295,825</u>	<u>3,037,004</u>
<i>Represented by:</i>			
LIABILITY FOR ACCRUED MEMBERS' BENEFITS			
Allocated to members' accounts	6	<u>3,295,825</u>	<u>3,037,004</u>
		<u>3,295,825</u>	<u>3,037,004</u>

HAZELL SUPERANNUATION FUND

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The trustees have prepared the financial statements on the basis that the fund is a non reporting entity because there are no users dependent on general purpose financial reports. The financial report is therefore a special purpose financial report in order to meet the needs of members.

The financial report has been prepared in accordance with the significant accounting policies disclosed below, which the trustees have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the prior period unless stated otherwise.

The financial statements are prepared on an accruals basis.

The accounting policies that have been adopted in preparation of the report are as follows:

(a) Measurement of investments

Investments of the fund have been measured at net market values after allowing for costs of realisation. Changes in the net market value of assets are brought to account in the operating statement in the periods in which they occur.

Net market values have been determined as follows:

- (i) Shares and other securities listed on the Australian Stock Exchange by reference to the relevant market quotation at the reporting date;
- (ii) Mortgage loans by reference to the outstanding principal of the loans;
- (iii) Units in managed funds by reference to the unit redemption price at the reporting date;
- (iv) Insurance policies by reference to an the surrender value of the policy;
- (v) Investment properties, plant and equipment at trustees' assessment of their realisable value.

(b) Liability for accrued benefits

The liability for accrued benefits is the superannuation 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 sundry liabilities and income tax liabilities as at the reporting date.

HAZELL SUPERANNUATION FUND

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES continued

(c) **Income tax**

The income tax expense (revenue) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantively enacted, as at reporting date. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax liability balances during the year as well as unused tax losses.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit and loss. Any deferred income tax arising from market revaluations of investments are not recognised until a decision to sell the investment is made.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled, based on tax rates enacted or substantively enacted at reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

	2023	2022
	\$	\$
NOTE 2 INCOME TAX EXPENSE		
Prima facie tax payable on operating result before income tax at 15%	52,548	(79,377)
Adjust for tax effect of:-		
Franking credits gross-up	6,075	7,909
Accounting profit on sale	(9,845)	(12,683)
Non assessable market value movements	(25,601)	113,924
Non-deductible expenses (re exempt pension income)	2,889	3,178
Exempt pension income	(26,066)	(32,951)
Franking credits	(40,498)	(52,728)
Income tax expense (benefit)	<u>(40,498)</u>	<u>(52,728)</u>

The income tax expense comprises amounts set aside to:

Current tax	<u>(40,498)</u>	<u>(52,728)</u>
Income tax expense (benefit)	<u>(40,498)</u>	<u>(52,728)</u>

NOTE 3 MOVEMENT IN NET MARKET VALUES OF INVESTMENTS

Increase/(Decrease) in value of shares in listed companies

<u>Pension Shares & Trusts</u>		
Shaws	<u>170,812</u>	<u>(752,240)</u>
<u>Pension Bonds</u>		
Australian Factoring Company	(1,165)	(1,625)
Australian Pacific Mortgage funds	1,500	(1,500)
One Managed Investment Fund	100	(2,302)
Australian Secure Capital Fund	(500)	(1,000)
BNK Banking Corporation	(75)	(825)
	<u>(140)</u>	<u>(7,252)</u>
Total changes in net market value	<u>170,672</u>	<u>(759,492)</u>

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

	2023	2022
	\$	\$
NOTE 4 INVESTMENTS		
<i>Shares in listed companies</i>		
<u>Pension Shares & Trust</u>		
Refer reports - Shaws	2,937,601	2,613,048
Pension Bonds		
Australian Factoring Company	48,835	48,625
Australian Pacific Mortgage funds	50,000	48,500
One Managed Investment Fund	49,100	49,000
Australian Secure Capital Fund	49,750	50,250
BNK Banking Corporation	30,225	30,300
Total pension bonds	<u>227,910</u>	<u>226,675</u>
Total share and trust investments	<u>3,165,511</u>	<u>2,839,723</u>

NOTE 5 PROVISIONS

Provision for income tax		
Opening balance	(52,728)	(46,348)
Refunds received	52,728	46,348
	-	-
Current year provision	<u>(40,498)</u>	<u>(52,728)</u>
Closing balance	<u>(40,498)</u>	<u>(52,728)</u>

NOTE 6 MEMBERS' FUNDS

Balance at the beginning of the year	3,037,004	3,635,128
Add: Benefits accrued as a result of operations	390,821	(476,454)
	<u>3,427,825</u>	<u>3,158,674</u>
Less: Benefits paid	(132,000)	(121,670)
Benefits accrued at the end of the period	<u>3,295,825</u>	<u>3,037,004</u>

HAZELL SUPERANNUATION FUND

TRUSTEE'S DECLARATION

The directors of the trustee company have determined that the fund is not a reporting entity. The directors have determined that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to these financial statements.


In the opinion of the directors of the trustee company:

- (i) The financial statements and notes to the financial statements for the year ended 30 June 2023 present fairly the financial position of the Superannuation Fund at 30 June 2023 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 Superannuation Fund has been carried out in accordance with its Trust Deed and in compliance with the requirements of the Superannuation Industry (Supervision) Act 1993 during the year ended 30 June 2023.

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



Geoff Hazell



Pauline Hazell

Dated 11 December 2023

HAZELL SUPERANNUATION FUND

MEMBERS STATEMENT FOR THE YEAR ENDED 30 JUNE 2023

	2023	2022
	\$	\$
Geoff Hazell - (Pension)		
<i>Date of birth</i>	<i>26 July 1939</i>	
Balance at beginning of the year	1,760,070	2,112,643
Allocated earnings	203,027	(307,547)
Pension payments	(82,000)	(75,670)
Income tax benefit (expense) on earnings	23,470	30,644
Balance at end of year	<u>1,904,567</u>	<u>1,760,070</u>
Tax free component	285,196	263,558
Taxable component	<u>1,619,371</u>	<u>1,496,512</u>
	<u>1,904,567</u>	<u>1,760,070</u>

Withdrawal Benefit

Your withdrawal benefit is the amount you are entitled to on resignation or retirement and represents the sum of :

- member contributions
 - superannuation guarantee contributions
 - award contributions
 - other employer contributions made on your behalf
- and earnings (after income tax) associated with the above contributions.

The preserved portion of your withdrawal benefit is the amount which cannot be paid out until you permanently retire from the workforce on or after age 55. The preservation age is to be increased from 55 to 60, on a phased in basis, by 2025.

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MEMBERS STATEMENT FOR THE YEAR ENDED 30 JUNE 2023

	2023	2022
	\$	\$
Pauline Hazell (Pension)		
<i>Date of birth</i>	<i>20 August 1941</i>	
Balance at beginning of the year	1,276,934	1,522,485
Allocated earnings	147,296	(221,635)
Benefits Paid	(50,000)	(46,000)
Income tax benefit (expense) on earnings	17,028	22,084
Balance at end of year	<u>1,391,258</u>	<u>1,276,934</u>
Tax free component	589,766	541,303
Taxable component	<u>801,492</u>	<u>735,631</u>
	<u>1,391,258</u>	<u>1,276,934</u>

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INVESTMENT POLICY STATEMENT

1 Membership profile

The fund has the following number of members	2
The members are	spouses
The members are aged	81 to 83

It is not intended that other members will be admitted to the Fund. The current intention is for each of the members to continue to receive pension benefits from the fund until she exhaust their benefits.

2 Benefit design

The benefits provided by the aforementioned superannuation fund ("*the Fund*") principally consist of accumulation benefits. These are based on accumulated net contributions and interest on them.

The Trustee invests Fund assets with regard to the need to realise the investments as required to fund pension payments to the members, as the Trustee decides.

3 Future contributions

The members do not intend to contribute further amounts to the Fund. Consequently, members will be relying predominantly on investment returns of the Fund to produce benefits for their retirement.

4 Investment risk

Members bear the investment risk and rewards. Returns for the Fund's investments are added to members' accounts.

5 Investment objectives

The Fund's overall investments objective is to maximise investment return over the medium term to long term, while controlling the investment risk by investing across the range of asset classes. Specifically the Trustee intends:

- to achieve investment returns which exceed the rate of inflation (as measured by the change in the level of Average Weekly Earnings) by at least 2% per annum over periods of 5 years or more;
- to achieve an investments return (net of tax and charges) that exceeds cash rates where measured on a rolling 5 year basis.

Investment performance is monitored regularly.

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INVESTMENT POLICY STATEMENT *continued*

6 Fund policy

- The Trustee will seek to maximise returns by following a growth oriented approach to investments, which means that investment in shares and/or property and/or trusts will be an integral part of the Fund's strategy. An occasional negative return may not be avoidable in order to secure the longer term benefits provided by such growth investments.

- The Trustee may retain the services of at least one professional portfolio manager who will have full responsibility for the investment of the assets. Any manager appointed will be expected to display the skills and expertise of a professional fully discretionary portfolio manager with investments objectives compatible with those of the Fund and to meet the requirements for investment managers under the Superannuation Industry (Supervision) Act 1993.

7 Insurance

The trustees have determined that it remains appropriate for the Fund not to hold insurance policies for the members.

8 Liquidity

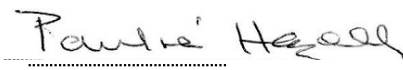
The trustees are of the belief the fund has sufficient liquid investments having regard to its expected cash flow requirements.

9 Ability to discharge liabilities

The trustees are of the belief the fund is capable of discharging its existing and prospective liabilities as and when they fall due.

Confirmed.


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Geoff Hazell


.....
Pauline Hazell

Dated 11 December 2023

HAZELL SUPERANNUATION FUND

TRUSTEE'S RESOLUTION

It is hereby resolved that:

FINANCIAL STATEMENTS: The financial statements of Hazell Superannuation Fund for the year ended 30 June 2023 be adopted.

STATEMENT BY TRUSTEE: The Trustee's statement in relation to the financial statements be adopted and signed by the Trustee.

AUDITOR:

Confirmed.

.....
Geoff Hazell

.....
Pauline Hazell

Dated 11 December 2023