

Rodney Steel
Trustee
Steel Superannuation Fund
c/- NQ Super Solutions
PO Box 1893

Cairns QLD 4870

20 May 2022

1 Section 295-390 Actuarial Certificate - Year Ending 30 Jun 2021

Dear Trustee,

This certificate is prepared for the trustees of the Steel Superannuation Fund pursuant to Section 295.390 of the Income Tax Assessment Act 1997 that relates to the proportion of normal assessable income of a complying superannuation fund paying pensions that is exempt from tax. It complies with Professional Standard 406 as issued by the Institute of Actuaries of Australia.

The exempt proportion of assessable income for the tax year ending 30 Jun 2021 has been determined as follows:

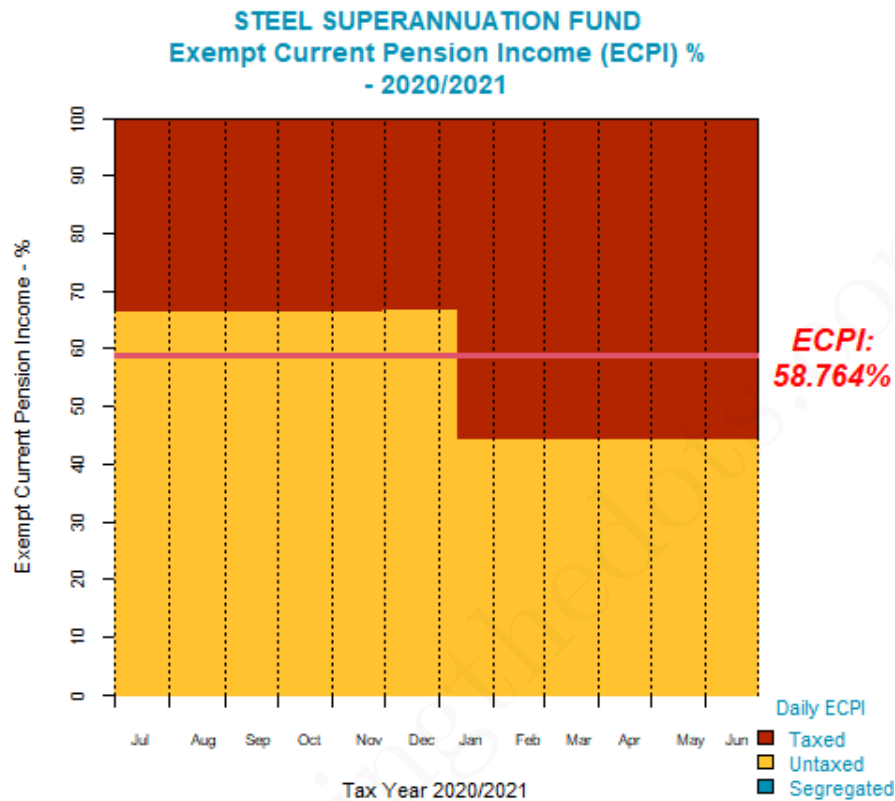
Table 1: Results - Steel Superannuation Fund

Type	Unsegregated
Accumulation	355,476.71
Reserve	0.00
RetirementPhaseSegregated	0.00
RetirementPhaseUnsegregated	506,571.53
TRISNonRetirementPhase	0.00
TRISRetirementPhaseSegregated	0.00
TRISRetirementPhaseUnsegregated	0.00
Total	862,048.24
Tax Exempt % (ECPI) -	58.764

This certificate has been determined on advice that all pensions payable from the Fund are *account-based pensions* in retirement phase and that such pensions have and will be paid at or within the limits prescribed in the SIS Regulations.

As this Fund uses *account-based pensions*, the value of the pension liabilities is the balance of the pension accounts and the value of the superannuation liabilities is the sum of all member accounts for the purposes of this certificate. No reference is made to the members' retirement income objectives, expected investment returns, inflation expectations or life expectancies.

This result is also shown across the whole year as follows:



This certificate is also contingent upon all members not having any superannuation interests outside this Fund that would cause them to exceed their Transfer Balance Cap.

We trust that this certificate is sufficient for your purposes. If you have any feedback or further requests, we would be pleased to respond via our contact details.

Yours sincerely

Andrew Scott
Fellow of the Institute of Actuaries of Australia
Connecting Every Dot Pty Ltd

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1.1 Appendix 1 – Extracts from the Income Tax Assessment Act 1997

1.1.1 295-390 Income from other assets used to meet current pension liabilities

- (1) A proportion of the ordinary income and statutory income of a complying superannuation fund that would otherwise be assessable income is exempt from income tax under this section. The proportion is worked out under subsection (3).
- (2) Subsection (1) does not apply to:
 - (a) non-arm's length income; or
 - (b) amounts included in assessable income under Subdivision 295-C; or
 - (c) income derived from segregated non-current assets; or
 - (d) income that is exempt from income tax under section 295-385.

Formula

- (3) The proportion is:

$$\frac{\text{Average value of current pension liabilities}}{\text{Average value of superannuation liabilities}}$$

where:

average value of current pension liabilities is the average value for the income year of the fund's current liabilities (contingent or not) in respect of superannuation income stream benefits that are payable by the fund in that year. This does not include liabilities for which segregated current pension assets are held.

average value of superannuation liabilities is the average value for the income year of the fund's current and future liabilities (contingent or not) in respect of superannuation benefits in respect of which contributions have, or were liable to have, been made. This does not include liabilities for which segregated current pension assets or segregated non-current assets are held.

1.2 Actuary's certificate

- (4) The value of particular liabilities of the fund at a particular time is the amount of the fund's assets, together with future contributions in respect of the benefits concerned and expected earnings on the assets and contributions after that time, that would provide the amount required to discharge those liabilities as they fall due. This must be specified in an actuary's certificate obtained by the trustee of the fund before the date for lodgement of the fund's income tax return for the income year.
- (5) The expected earnings are worked out at the rate the actuary expects will be the rate of the fund's earnings on its assets (except segregated current pension assets or segregated non-current assets).

1.3 Definitions

Actuary means a Fellow or Accredited Member of the Institute of Actuaries of Australia.

Complying superannuation fund means a complying superannuation fund within the meaning of section 45 of the Superannuation Industry (Supervision) Act 1993.

Derive has a meaning affected by subsection 6-5(4).

Income tax return means a return under section 161, 162 or 163 of the Income Tax Assessment Act 1936.

Non arm's length income has the meaning given by section 295-550.

Ordinary income has the meaning given by section 6-5.

Section 295-385 is the section of the act that covers segregated assets and liabilities. Segregated current pension assets has the meaning given by section 295-385.

Segregated non-current assets has the meaning given by section 295-395.

Statutory income has the meaning given by section 6-10.

Superannuation benefit has the meaning given by section 307-5.

Superannuation income stream benefit has the meaning given by section 307-70.

2 Appendix 2 - Additional Disclosures

2.1 Use of this Certificate

The main item in this certificate is the exempt percentage which should be used to calculate the exempt current pension income related to unsegregated assets within the Fund. There are instructions on the use of exempt percentages in the Australian Taxation Office Self-Managed-Superannuation-Fund Annual Return Instructions.

The exempt percentages shown in the certificate are not suitable for use when assets are segregated because then a different method of allocating assets and income applies.

2.2 Trustees

The following individuals have been reported as trustees or directors:

Table 2: Listed Trustees

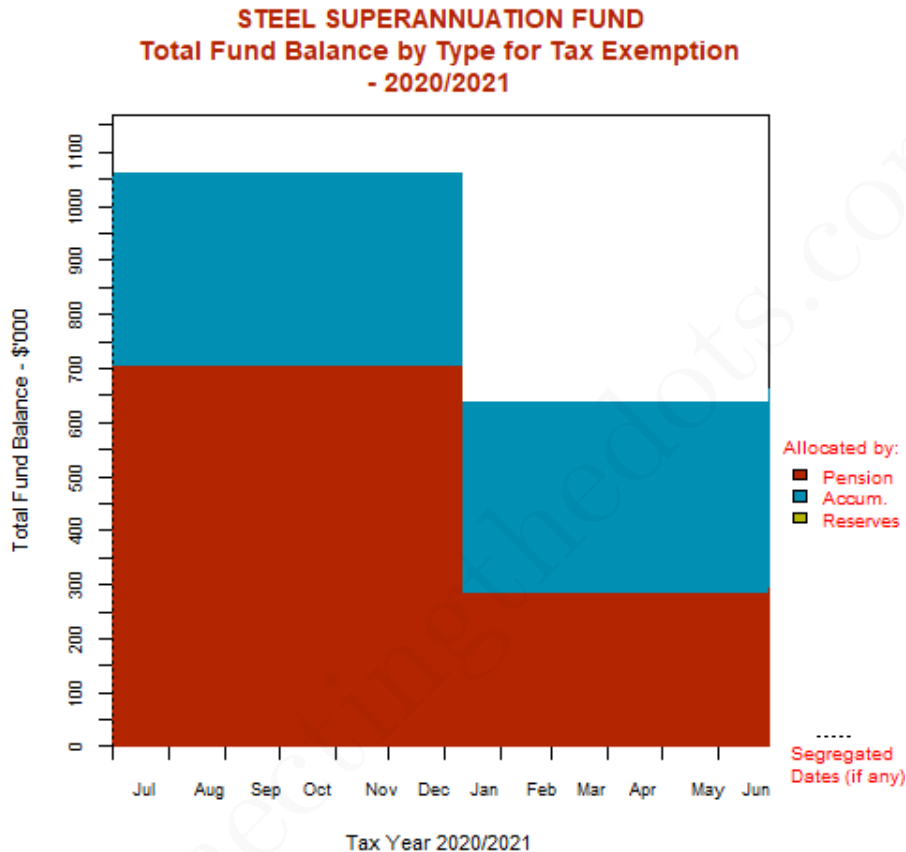
FirstName	MiddleNames	LastName
Rodney		Steel
Irene		Steel

The advised ABN/ACN for this fund is 98026620418.

We also noted the corporate trustee is listed as: Vivid Mind Pty Ltd.

2.3 Account Balances

As a result of the transactions listed in this section, the following account balances have been determined by type across the current income tax year:



2.4 Data Entry

This certificate relies on the user's input and the quality of the information in the certificate depends on the quality and formatting of the data that is entered by the user. The average value of the current pension liabilities and the average value of superannuation liabilities are based on annualized exposure.

The exempt percentage is directly influenced by the timing and amount of the Fund transactions. The most common transactions are contributions, transfers, commutations, lump sum benefit payments, insurance premiums and pension payments. These are typically made at regular intervals across the tax year. The user's inputs are listed over:

Table 3: Transactions in Year Ending 30 Jun 2021

Account Reference	Category	Amount	Date	Description
STEIRE00001A	Accumulation	356,084.23	2020-07-01	Balance
STEIRE00001A	Accumulation	-130.83	2020-07-28	LifeInsurancePremium
STEIRE00001A	Accumulation	19.62	2020-07-28	TaxAndExpenses
STEIRE00001A	Accumulation	-130.83	2020-08-28	LifeInsurancePremium
STEIRE00001A	Accumulation	19.62	2020-08-28	TaxAndExpenses
STEIRE00001A	Accumulation	-130.83	2020-09-28	LifeInsurancePremium
STEIRE00001A	Accumulation	19.62	2020-09-28	TaxAndExpenses
STEIRE00001A	Accumulation	-130.83	2020-10-28	LifeInsurancePremium
STEIRE00001A	Accumulation	19.62	2020-10-28	TaxAndExpenses
STEIRE00001A	Accumulation	-130.83	2020-11-30	LifeInsurancePremium
STEIRE00001A	Accumulation	19.62	2020-11-30	TaxAndExpenses
STEIRE00001A	Accumulation	-130.83	2020-12-29	LifeInsurancePremium
STEIRE00001A	Accumulation	19.62	2020-12-29	TaxAndExpenses
STEIRE00001A	Accumulation	-149.93	2021-01-28	LifeInsurancePremium
STEIRE00001A	Accumulation	22.49	2021-01-28	TaxAndExpenses
STEIRE00001A	Accumulation	-149.93	2021-03-01	LifeInsurancePremium
STEIRE00001A	Accumulation	22.49	2021-03-01	TaxAndExpenses
STEIRE00001A	Accumulation	-149.93	2021-03-29	LifeInsurancePremium
STEIRE00001A	Accumulation	22.49	2021-03-29	TaxAndExpenses
STEIRE00001A	Accumulation	-149.93	2021-04-28	LifeInsurancePremium
STEIRE00001A	Accumulation	22.49	2021-04-28	TaxAndExpenses
STEIRE00001A	Accumulation	-149.93	2021-05-28	LifeInsurancePremium
STEIRE00001A	Accumulation	22.49	2021-05-28	TaxAndExpenses
STEIRE00001A	Accumulation	-149.93	2021-06-28	LifeInsurancePremium
STEIRE00001A	Accumulation	22.49	2021-06-28	TaxAndExpenses
STEIRE00001A	Accumulation	8,570.81	2021-06-30	Earnings
STEIRE00001A	Accumulation	17.94	2021-06-30	TaxAndExpenses
STEROD00001A	Accumulation	0.00	2020-07-01	Balance
STEROD00001A	Accumulation	2,090.00	2021-06-30	NonConcessionalContribution
STEROD00001A	Accumulation	1,804.00	2021-06-30	ConcessionalContributionGrossOfTax
STEROD00001A	Accumulation	-270.60	2021-06-30	TaxAndExpenses
STEROD00005P-STEROD00006P	RetirementPhaseUnsegregated	704,994.71	2020-07-01	Balance
STEROD00005P-STEROD00006P	RetirementPhaseUnsegregated	-211,636.19	2021-01-11	GrossPensionPaymentInclPAYG
STEROD00005P-STEROD00006P	RetirementPhaseUnsegregated	-211,970.12	2021-01-11	GrossPensionPaymentInclPAYG
STEROD00005P-STEROD00006P	RetirementPhaseUnsegregated	12,216.98	2021-06-30	Earnings