

SINCLAIR SUPERANNUATION FUND

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

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SINCLAIR SUPERANNUATION FUND

TABLE OF CONTENTS

FINANCIAL STATEMENTS	<i>Page</i>
Operating statement	1
Statement of financial position	2
Notes to and forming part of the financial statements	3
Statement by trustees	7
Investment policy statement	8
Member's statements	10

SINCLAIR SUPERANNUATION FUND

OPERATING STATEMENT FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	2022 \$
REVENUE			
Member contributions		55,000	-
Changes in net market values		340,641	(39,957)
Interest income		5,028	412
Trust distribution		34,861	101,232
Profit on sale of investments		10,219	26,278
Dividends received		16,380	22,580
Total income		<u>462,129</u>	<u>110,545</u>
EXPENSES			
Accounting fees		3,300	3,212
Audit fees		385	550
Bank charges		(87)	190
Filing fee		259	259
Total expenses		<u>3,857</u>	<u>4,211</u>
BENEFITS ACCRUED AS A RESULT OF OPERATIONS BEFORE INCOME TAX			
		458,272	106,334
Income tax benefit (expense)	2	<u>(1,630)</u>	<u>8,177</u>
BENEFITS ACCRUED AS A RESULT OF OPERATIONS		<u><u>456,642</u></u>	<u><u>114,511</u></u>

The accompanying notes form part of these financial statements.

SINCLAIR SUPERANNUATION FUND

STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2023

	Note	2023 \$	2022 \$
CURRENT ASSETS			
Cash at bank		490,141	713,848
Sundry debtors		21,658	269
TOTAL CURRENT ASSETS		<u>511,799</u>	<u>714,117</u>
NON-CURRENT ASSETS			
Units - Waddikee Rd Property Trust		1,747,381	1,472,943
Shares in listed companies (at market values)	3	428,889	378,902
TOTAL NON-CURRENT ASSETS		<u>2,176,270</u>	<u>1,851,845</u>
TOTAL ASSETS		<u>2,688,069</u>	<u>2,565,962</u>
LIABILITIES			
Sundry creditors		20,624	330,000
Provision for income tax	4	1,630	(18,297)
TOTAL LIABILITIES		<u>22,254</u>	<u>311,703</u>
NET ASSETS AVAILABLE TO PAY BENEFITS		<u>2,665,815</u>	<u>2,254,259</u>
<i>Represented by:</i>			
LIABILITY FOR ACCRUED MEMBERS' BENEFITS			
Allocated to members' accounts	5	<u>2,665,815</u>	<u>2,254,259</u>
		<u>2,665,815</u>	<u>2,254,259</u>

The accompanying notes form part of these financial statements.

SINCLAIR 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 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.

SINCLAIR SUPERANNUATION FUND

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

(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.

SINCLAIR SUPERANNUATION FUND

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%	68,741	15,950
Adjust for tax effect of:-		
Gross up of imputation credits	998	1,270
Change in net market value	(51,096)	5,994
Accounting profit on sale of assets	(1,533)	(3,942)
Accounting trust distribution	(5,229)	(15,185)
Taxation trust distribution	5,097	15,100
Non deductible costs	572	614
Exempt pension income	(9,201)	(19,270)
	<hr/>	<hr/>
Less:		
Imputation credits	(6,719)	(8,708)
Income tax (benefit) expense	<hr/> 1,630 <hr/>	<hr/> (8,177) <hr/>
<i>The income tax expense comprises amounts set aside to:</i>		
Current tax:-	<hr/> 1,630 <hr/>	<hr/> (8,177) <hr/>
Income tax (benefit) expense	<hr/> 1,630 <hr/>	<hr/> (8,177) <hr/>
NOTE 3 INVESTMENTS		
Shares in companies		
A2 Milk	4,890	4,390
AGL Energy	14,594	11,138
Alpha HPA	11,500	4,150
Alumina	6,925	7,325
APA group	9,690	11,270
Aurizon	23,520	22,800
Austal	-	27,000
BHP Billiton	94,479	86,625
G8 Education	10,400	10,550
Humm Group	2,325	2,050
Mesoblast	17,025	9,150
Nufarm	20,360	20,360
Origin energy	33,640	22,920
Plbara Minerals	48,900	-
Pointerra	880	2,400

SINCLAIR SUPERANNUATION FUND

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

	2023	2022
	\$	\$
Qantas	6,200	4,470
QBE Insurance	16,547	12,466
Regis Resources	27,450	19,500
Select Harvests	8,300	9,400
Tassal	-	28,740
Waypoint	15,061	13,491
Woodside Energy	13,673	36,640
Westpac Banking Corporation	42,530	12,067
	<u>428,889</u>	<u>378,902</u>
 NOTE 4 PROVISIONS		
Provision for income tax		
Opening balance	(18,297)	11,344
Income tax paid	18,297	(11,381)
Instalments paid	-	(10,083)
	<u>-</u>	<u>(10,120)</u>
Current year provision	1,630	(8,177)
Closing balance	<u>1,630</u>	<u>(18,297)</u>
 NOTE 5 MEMBERS' FUNDS		
Balance at the beginning of the year	2,254,259	2,359,120
Add: Benefits accrued as a result of operations	456,642	114,511
	<u>2,710,901</u>	<u>2,473,631</u>
Less: Benefits paid	(45,086)	(219,372)
Benefits accrued at the end of the period	<u>2,665,815</u>	<u>2,254,259</u>

SINCLAIR SUPERANNUATION FUND


TRUSTEES' DECLARATION

The trustees have determined that the fund is not a reporting entity. The trustees 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 trustees:

- (i) The financial statements and notes to the financial statements for the year ended 30 June 2023 present fairly the financial position of the Sinclair 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 Sinclair 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 trustees by:



Alan Sinclair



Suzanne Sinclair

Dated 14 November 2023

SINCLAIR SUPERANNUATION FUND

INVESTMENT POLICY STATEMENT

1 Membership profile

The fund has the following number of members	2
The members are	spouses
The members are aged	62

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 they 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.

SINCLAIR SUPERANNUATION FUND

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.

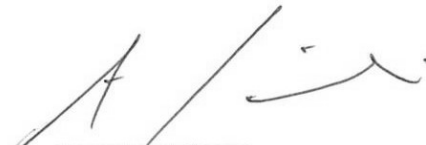
8 Liquidity

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.



Alan Sinclair



Suzanne Sinclair

Dated 14 November 2023

SINCLAIR SUPERANNUATION FUND

MEMBERS STATEMENT FOR THE YEAR ENDED 30 JUNE 2023

	2023	2021
	\$	\$
Alan Sinclair		
<i>Date of birth</i>	<i>7 September 1960</i>	
Balance at beginning of the year	-	1,872,435
Transfer to pension phase	-	(1,700,000)
Deductible member contributions	27,500	-
Allocated earnings	2,290	2,943
Income tax benefit (expense) on earnings	(4,136)	259
Lump sum payment	-	(175,637)
Balance at end of year	<u>25,654</u>	<u>-</u>
The above balance at the end of the year comprises:		
Withdrawal benefit which must be preserved	<u>25,654</u>	-
	<u>25,654</u>	<u>-</u>
Taxable component	25,654	-
Tax free component	-	-
	<u>25,654</u>	<u>-</u>

SINCLAIR SUPERANNUATION FUND

MEMBERS STATEMENT FOR THE YEAR ENDED 30 JUNE 2023

	2023	2021
	\$	\$
Suzanne Sinclair		
<i>Date of birth</i>	<i>10 January 1961</i>	
Balance at beginning of the year	-	486,685
Transfer to pension phase	-	(486,685)
Deductible member contributions	27,500	-
Allocated earnings	2,290	-
Income tax benefit (expense) on earnings	(4,136)	-
	<u>25,654</u>	<u>-</u>
Balance at end of year	<u><u>25,654</u></u>	<u><u>-</u></u>
The above balance at the end of the year comprises:		
Withdrawal benefit which must be preserved	25,654	-
	<u>25,654</u>	<u>-</u>
	<u><u>25,654</u></u>	<u><u>-</u></u>
Taxable component	25,654	-
Tax free component	-	-
	<u>25,654</u>	<u>-</u>
	<u><u>25,654</u></u>	<u><u>-</u></u>

SINCLAIR SUPERANNUATION FUND

MEMBERS STATEMENT FOR THE YEAR ENDED 30 JUNE 2023

	2023	2021
	\$	\$
Alan Sinclair - Pension Phase		
Balance at beginning of the year	1,752,535	-
Transfer from accumulation phase	-	1,700,000
Allocated earnings	309,955	80,379
Income tax expense on earnings	5,164	6,156
Pension payment	(35,051)	(34,000)
Balance at end of year	<u>2,032,603</u>	<u>1,752,535</u>
The above balance at the end of the year comprises:		
Withdrawal benefit which is unrestricted non-preserved	<u>2,032,603</u>	<u>1,752,535</u>
	<u>2,032,603</u>	<u>1,752,535</u>
Taxable component	1,905,162	1,642,777
Tax free component	127,441	109,758
	<u>2,032,603</u>	<u>1,752,535</u>

Withdrawal Benefit

Your withdrawal benefit is the amount you are entitled to on resignation or retirement and represents Assurance Engagements to provide reasonable assurance that the trustee of the fund has

- 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.

SINCLAIR SUPERANNUATION FUND

MEMBERS STATEMENT FOR THE YEAR ENDED 30 JUNE 2023

	2023	2021
	\$	\$
Suzanne Sinclair - Pension Phase		
Balance at beginning of the year	501,724	-
Transfr from accumulation phase	-	486,685
Allocated earnings	88,736	23,012
Income tax expense on earnings	1,479	1,762
Pension payments	(10,035)	(9,735)
Balance at end of year	<u>581,904</u>	<u>501,724</u>
The above balance at the end of the year comprises:		
Withdrawal benefit which is unrestricted non-preserved	581,904	501,724
	<u>581,904</u>	<u>501,724</u>
Taxable component	221,805	192,454
Tax free component	360,099	309,270
	<u>581,904</u>	<u>501,724</u>

Withdrawal Benefit

Your withdrawal benefit is the amount you are entitled to on resignation or retirement and represents Assurance Engagements to provide reasonable assurance that the trustee of the fund has

- 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.