

MASON SUPERANNUATION FUND

ABN 34 365 724 110

FINANCIAL REPORTS

FOR THE YEAR ENDED 30th JUNE 2020

POWE PARTNERS PTY LTD

ABN 96 440 506 638

CERTIFIED PRACTISING ACCOUNTANTS

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Financial statements and reports for the year ended
30 June 2020

MASON SUPERANNUATION FUND

Prepared for: PJ MASON PTY LTD

MASON SUPERANNUATION FUND

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MASON SUPERANNUATION FUND

Statement of Financial Position

As at 30 June 2020

	Note	2020	2019
		\$	\$
Assets			
Investments			
Managed Investments (Australian)		817,477.75	644,296.00
Shares in Listed Companies (Australian)		131,949.40	368,454.27
Total Investments		<u>949,427.15</u>	<u>1,012,750.27</u>
Other Assets			
Other Debtors		6,285.99	9,576.55
CBA CDIA Account		155,134.84	214,022.24
Income Tax Refundable		6,566.62	7,922.26
Total Other Assets		<u>167,987.45</u>	<u>231,521.05</u>
Total Assets		<u>1,117,414.60</u>	<u>1,244,271.32</u>
Net assets available to pay benefits		<u>1,117,414.60</u>	<u>1,244,271.32</u>
Represented by:			
Liability for accrued benefits allocated to members' accounts	3, 4		
Mason, Paul - Pension (AB Rev. Pension)		1,016,756.65	1,132,894.42
Mason, Josephine - Pension (AB Rev. Pension)		100,657.95	111,376.90
Total Liability for accrued benefits allocated to members' accounts		<u>1,117,414.60</u>	<u>1,244,271.32</u>

The accompanying notes form part of these financial statements.

Refer to compilation report

MASON SUPERANNUATION FUND

Operating Statement

For the year ended 30 June 2020

	Note	2020 \$	2019 \$
Income			
Investment Income			
Trust Distributions		19,405.59	18,549.55
Dividends Received		7,957.55	14,814.02
Interest Received		1,404.69	6,627.22
Total Income		<u>28,767.83</u>	<u>39,990.79</u>
Expenses			
Accountancy Fees		5,987.30	6,275.50
Trust Deed Upgrade		0.00	400.00
ATO Supervisory Levy		259.00	259.00
Auditor's Remuneration		938.30	891.00
ASIC Fees		54.00	53.00
Member Payments			
Pensions Paid		81,700.00	96,200.00
Investment Losses			
Changes in Market Values		73,252.57	(127,319.85)
Total Expenses		<u>162,191.17</u>	<u>(23,241.35)</u>
Benefits accrued as a result of operations before income tax			
		<u>(133,423.34)</u>	<u>63,232.14</u>
Income Tax Expense	6	(6,566.62)	(7,922.26)
Benefits accrued as a result of operations		<u>(126,856.72)</u>	<u>71,154.40</u>

The accompanying notes form part of these financial statements.

Refer to compilation report

Notes to the Financial Statements

For the year ended 30 June 2020

Note 1: Summary of Significant Accounting Policies

The trustees have prepared the financial statements on the basis that the Superannuation Fund is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Superannuation Industry (Supervision) Act 1993 and associated Regulations, the trust deed of the Fund and the needs of members.

The financial statements have been prepared on a cash basis and are based on historical costs, except for investments which have been measured at market value.

The following significant accounting policies, which are consistent with the policies applied in the previous period unless otherwise stated, have been adopted in the preparation of the financial statements.

The financial statements were authorised for issue by the Director(s).

a. Measurement of Investments

The Fund initially recognises:

- (i) an investment when it controls the future economic benefits expected to flow from the asset. For financial assets, the trade date is considered to be the date on which control of the future economic benefits attributable to the asset passes to the Fund; and
- (ii) a financial liability on the date it becomes a party to the contractual provisions of the instrument.

Investments of the Fund have been measured at market value, which refers to the amount that a willing buyer could reasonably be expected to pay to acquire an asset from a willing seller if the following assumptions were made:

- that the buyer and the seller deal with each other at arm's length in relation to the sale,
- that the sale occurred after proper marketing of the asset, and
- that the buyer and the seller acted knowledgeably and prudentially in relation to the sale.

Market value has been determined as follows:

- (i) shares and other securities listed on the Australian Securities Exchange by reference to the relevant market quotations at the end of the reporting period;
- (ii) units in managed funds by reference to the unit redemption price at the end of the reporting period;
- (iii) fixed-interest securities by reference to the redemption price at the end of the reporting period;
- (iv) unlisted investments are stated at trustees' assessment based on estimated market value at balance date or where necessary, an external valuer's opinion; and
- (v) investment properties at the trustees' assessment of the market value or where necessary a qualified independent valuer's opinion at the end of reporting period.

Financial liabilities, such as trade creditors and other payables, are measured at the gross value of the outstanding balance at the end of the reporting period. The trustees have determined that the gross values of the Fund's financial liabilities is equivalent to their market values. Any remeasurement changes in the gross values of non-current financial liabilities (including liabilities for members' accrued benefits) are recognised in the operating statement in the periods in which they occur.

b. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and at call, deposits with banks and short-term, highly liquid investments that are readily convertible to cash and subject to an insignificant risk of change in value.

c. Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured. Revenue is recognised at the fair value of the consideration received or receivable.

MASON SUPERANNUATION FUND

Notes to the Financial Statements

For the year ended 30 June 2020

Interest revenue

Interest revenue is recognised in respect of fixed-interest securities, and cash and cash equivalent balances. Interest revenue is recognised upon receipt.

Dividend revenue

Dividend revenue is recognised when the dividend has been paid or, in the case of dividend reinvestment schemes, when the dividend is credited to the benefit of the fund.

Rental revenue

Rental revenue arising from operating leases on investment properties is recognised upon receipt.

Distribution revenue

Distributions from unit trusts and managed funds are recognised as at the date the unit value is quoted ex-distribution and if not received at the end of the reporting period, are reflected in the statement of financial position as a receivable at market value.

Remeasurement changes in market values

Remeasurement changes in the market values of assets are recognised as income and determined as the difference between the market value at year-end or consideration received (if sold during the year) and the market value as at the prior year-end or cost (if acquired during the period).

Contributions

Contributions and transfers in are recognised when the control and the benefits from the revenue have been attained and are recorded by the Fund, gross of any taxes, in the period to which they relate.

d. Liability for Accrued Benefits

The liability for accrued benefits represents the 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 other payables and income tax liabilities as at the end of the reporting period.

e. Critical Accounting Estimates and Judgements

The preparation of financial statements requires the trustees to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future period affected.

Note 2: Banks and Term Deposits

	2020 \$	2019 \$
Banks		
CBA CDIA Account	155,134.84	214,022.24
	<hr/> 155,134.84 <hr/>	<hr/> 214,022.24 <hr/>

Note 3: Liability for Accrued Benefits

MASON SUPERANNUATION FUND

Notes to the Financial Statements

For the year ended 30 June 2020

	2020 \$	2019 \$
Liability for accrued benefits at beginning of year	1,244,271.32	1,173,116.92
Benefits accrued as a result of operations	(126,856.72)	71,154.40
Current year member movements	0.00	0.00
Liability for accrued benefits at end of year	1,117,414.60	1,244,271.32

Note 4: Vested Benefits

Vested benefits are benefits that are not conditional upon continued membership of the fund (or any factor other than resignation from the plan) and include benefits which members were entitled to receive had they terminated their fund membership as at the end of the reporting period.

	2020 \$	2019 \$
Vested Benefits	1,117,414.60	1,244,271.32

Note 5: Guaranteed Benefits

No guarantees have been made in respect of any part of the liability for accrued benefits.

Note 6: Income Tax Expense

	2020 \$	2019 \$
The components of tax expense comprise		
Current Tax	(6,566.62)	(7,922.26)
Income Tax Expense	(6,566.62)	(7,922.26)

The prima facie tax on benefits accrued before income tax is reconciled to the income tax as follows:

Prima facie tax payable on benefits accrued before income tax at 15%	(20,013.50)	9,484.82
Less:		
Tax effect of:		
Increase in MV of Investments	0.00	13,147.26
Exempt Pension Income	5,142.75	6,756.15
Realised Accounting Capital Gains	(1,435.46)	5,950.71
Accounting Trust Distributions	2,910.84	2,782.43
Add:		
Tax effect of:		

MASON SUPERANNUATION FUND

Notes to the Financial Statements

For the year ended 30 June 2020

Other Non-Deductible Expenses	0.00	60.00
Decrease in MV of Investments	9,552.42	0.00
SMSF Non-Deductible Expenses	1,085.70	1,121.70
Pension Payments	12,255.00	14,430.00
Franking Credits	984.99	1,183.69
Foreign Credits	164.01	156.57
Credit for Tax Withheld - Foreign resident	58.82	83.13
Taxable Trust Distributions	1,706.76	1,390.13
Distributed Foreign Income	824.47	726.96
Rounding	(0.54)	(0.45)
Less credits:		
Franking Credits	6,566.62	7,891.26
TFN Credits	0.00	31.00
Current Tax or Refund	(6,566.62)	(7,922.26)

Note 7: Subsequent Event - COVID-19

The Coronavirus (Covid-19) pandemic is expected to cause material decline in the market value of the fund investments. The trustees are aware of the uncertainty surrounding the global markets during this time and the effects it will have on the value of the fund investments after the reporting date.

MASON SUPERANNUATION FUND
PJ MASON PTY LTD ACN: 621793048
Trustees Declaration

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

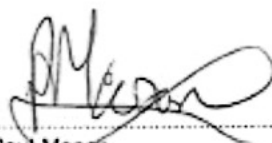
The directors of the trustee company declare that:

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2020 present fairly, in all material respects, the financial position of the Superannuation Fund at 30 June 2020 and the results of its operations for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
- (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 and associated Regulations during the year ended 30 June 2020.

Specifically, the directors of the trustee company declare that:

- in accordance with s120 of the Superannuation Industry (Supervision) Act 1993, no individual trustee has been or is a disqualified person;
- the Fund has satisfactory title to all assets, all assets are unencumbered and free from charge as prescribed by s50 of the Superannuation Industry (Supervision) Act 1993 and reg13.14 of the Superannuation Industry (Supervision) Act 1994, and
- to the knowledge of the directors of the trustee company, there have been no events or transactions subsequent to the balance date which could have a material impact on the Fund. Where such events have occurred, the effect of such events has been accounted and noted in the Fund's financial statements.

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


.....
Paul Mason
PJ MASON PTY LTD
Director


.....
Josephine Mason
PJ MASON PTY LTD
Director

Dated this 29 day of Sept 2020

MASON SUPERANNUATION FUND

Compilation Report

We have compiled the accompanying special purpose financial statements of the MASON SUPERANNUATION FUND which comprise the statement of financial position as at 30/06/2020 the operating statement for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1 to the financial statements.

The Responsibility of the Trustee(s)

The Trustee(s) of MASON SUPERANNUATION FUND are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the financial reporting framework used is appropriate to meet their needs and for the purpose that the financial statements were prepared.

Our Responsibility

On the basis of information provided by the Trustee(s), we have compiled the accompanying special purpose financial statements in accordance with the financial reporting framework as described in Note 1 to the financial statements and APES 315. Compilation of Financial Information.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the financial reporting framework described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110: Code of Ethics for Professional Accountants.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors of the trustee company who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.

Trent Robinson

of

Powe Partners Pty Ltd 1/1095 Old Princes Highway, Engadine, New South Wales 2233

Signed:



Dated: 29 9 20

MASON SUPERANNUATION FUND
Self-Managed Superannuation Fund

Independent Auditor's Report

Approved SMSF auditor details

Name	Marjon Muizer
Business name	
Business Postal address	32 Wills Road, WOOLLOOWARE, New South Wales, 2230
SMSF auditor number (SAN)	100015012

Self-managed superannuation fund details

Self-managed superannuation fund (SMSF) name	MASON SUPERANNUATION FUND
Australian business number (ABN) or tax file number (TFN)	34365724110
Address	1/1095 Old Princes Highway, Engadine, New South Wales, 2233
Year of income being audited	2020

To the SMSF trustees

of the MASON SUPERANNUATION FUND

Independent Auditor's Report

PART A - FINANCIAL AUDIT

Opinion

I have audited the special purpose financial report of the MASON SUPERANNUATION FUND comprising the Statement of Financial Position as at 30 June 2020, and the Operating Statement, a summary of significant accounting policies and other explanatory notes.

In my opinion, the financial report presents fairly in all material respects, in accordance with the accounting policies described in the notes to the financial report, the financial position of the fund at 30 June 2020 and the results of its operations for the year then ended.

Basis of Opinion

My audit has been conducted in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Approved SMSF Auditor's Responsibilities for the Audit of the Financial Report section of this report. I am independent of the SMSF in accordance with the auditor independence requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence standards)* (the Code) that are relevant to this audit and as required by the Superannuation Industry (Supervision) Regulations 1994 (SISR). I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter - Basis of accounting

I draw attention to note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared to assist MASON SUPERANNUATION FUND meet the requirements of the SMSF's governing rules, the *Superannuation Industry (Supervision) Act 1993 (SISA)* and the SISR. As a result, the financial report may not be suitable for other purposes and should not be distributed to parties other than the trustees. My opinion is not modified in respect of this matter.

Responsibilities of SMSF trustees for the financial report

Each SMSF trustee (individual trustee or director of the corporate trustee) is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the SMSF's governing rules, the SISA and the SISR. Each trustee is also responsible for such internal controls as they determine are necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the trustees are responsible for assessing the fund's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the trustees intend to wind-up the fund or have no realistic alternative but to do so.

Each SMSF trustee is responsible for overseeing the fund's financial reporting process.

Independent Auditor's Report

Approved SMSF auditor's responsibilities for the audit of the financial report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of trustees taken on the basis of this financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of an internal control.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the fund's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial report or if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

I have communicated with the trustees regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I may identify during the audit.

Independent Auditor's Report

PART B - COMPLIANCE ENGAGEMENT

Opinion

I have undertaken a reasonable assurance engagement on MASON SUPERANNUATION FUND's compliance, in all material respects, with the applicable provisions of the SISA and the SISR as listed below for the year ended 30 June 2020.

Sections: 17A, 35AE, 35B, 35C(2), 62, 65, 66, 67, 67A, 67B, 82-85, 103, 104, 104A, 105, 109, 126K

Regulations: 1.06(9A), 4.09, 4.09A, 5.03, 5.08, 6.17, 7.04, 8.02B, 13.12, 13.13, 13.14, 13.18AA

In my opinion, each trustee of MASON SUPERANNUATION FUND has complied, in all material respects, with the listed provisions, for the year ended 30 June 2020.

Basis for Opinion

I have conducted my engagement in accordance with Standard on Assurance Engagements ASAE 3100 Compliance Engagements issued by the Auditing and Assurance Standards Board.

I believe that the evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Independence and quality control

I have complied with the independence and other ethical requirements relating to assurance engagements, and applied Auditing Standards ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements* in undertaking this assurance engagement.

SMSF trustee's responsibilities

Each SMSF trustee is responsible for complying with the listed provisions and for the identification of risks that threaten compliance with the listed provisions, controls which will mitigate those risks and monitoring ongoing compliance.

Approved SMSF auditor's responsibilities

My responsibility is to express an opinion on the trustees' compliance, in all material respects, with the listed provisions, for the year ended 30 June 2020. ASAE 3100 *Compliance Engagements* requires that I plan and perform my procedures to obtain reasonable assurance about whether the trustee have complied, in all material respects, with the listed provisions for the year ended 30 June 2020.

An assurance engagement to report on the trustees' compliance with the listed provisions involves performing procedures to obtain evidence about the compliance activity and controls implemented to meet the compliance requirements. The procedures selected depend on my judgement, including the identification and assessment of risks of material non-compliance.

My procedures included examination, on a test basis, of evidence supporting compliance with those requirements of the listed provisions for the year ended 30 June 2020.

These tests have not been performed continuously throughout the period, were not designed to detect all instances of non-compliance, and have not covered any other provisions of the SISA and the SISR apart from those specified.

MASON SUPERANNUATION FUND
Self-Managed Superannuation Fund


Independent Auditor's Report

Inherent limitations

Due to the inherent limitations of an assurance engagement, together with the internal control structure it is possible that fraud, error, or non-compliance with the listed provisions may occur and not be detected.

A reasonable assurance engagement for the year ended 30 June 2020 does not provide assurance on whether compliance with the listed provisions will continue in the future.

Signature of approved SMSF auditor:



.....

Marjon Muizer

Date:

30/09/2020

MASON SUPERANNUATION FUND
Self-Managed Superannuation Fund

Independent Auditor's Report

Appendix 1 – Explanation of listed sections and regulations in compliance engagement

This appendix is included to assist with the meaning of the legislation and regulations listed above.

Section or Regulation	Explanation
S17A	The fund must meet the definition of an SMSF
S35AE	The trustees must keep and maintain accounting records for a minimum of five years
S35B	The trustees must prepare, sign and retain accounts and statements
S35C(2)	The trustees must provide the auditor with the necessary documents to complete the audit in a timely and professional manner; and within 14 days of a written request from the auditor
S62	The fund must be maintained for the sole purpose of providing benefits to any or all of the following: <ul style="list-style-type: none">• fund members upon their retirement• fund members upon reaching a prescribed age• the dependants of a fund member in the case of the member's death before retirement
S65	The trustees must not loan monies or provide financial assistance to any member or relative at any time during the financial year
S66	The trustees must not acquire any assets (not listed as an exception) from any member or related party of the fund
S67	The trustees of the fund must not borrow any money or maintain an existing borrowing (not listed as an exception)
S67A & 67B	The fund must comply with the limited recourse borrowing arrangement rules when borrowing to purchase single acquirable asset or replacement assets (not listed as an exception to the borrowing rules)
S82-85	The trustees must comply with the in-house asset rules
S103	The trustees must keep minutes of all meetings and retain the minutes for a minimum of 10 years
S104	The trustees must keep up to date records of all trustee or director of corporate trustee changes and trustee consents for a minimum of 10 years
S104A	Trustees who became a trustee on or after 1 July 2007 must sign and retain a trustee declaration

MASON SUPERANNUATION FUND
Self-Managed Superannuation Fund

Independent Auditor's Report

S105	The trustees must ensure that copies of all member or beneficiary reports are kept for a minimum of 10 years
S109	All investment transactions must be made and maintained at arms-length – that is, purchase, sale price and income from an asset reflects a true market value/rate of return
S126K	A disqualified person cannot be a trustee, investment manager or custodian of a superannuation fund
Sub Reg 1.06 (9A)	Pension payments must be made at least annually, and must be at least the amount calculated under Schedule 7
Reg 4.09	Trustees must formulate, regularly review and give effect to an investment strategy for the fund
Reg 4.09A	The assets of the SMSF must be held separately from any assets held by the trustee personally or by a standard employer sponsor or an associate of the standard employer sponsor
Reg 5.03	Investment returns must be allocated to members in a manner that is fair and reasonable
Reg 5.08	Member minimum benefits must be maintained in the fund until transferred, rolled over, allotted (to the member's spouse) or cashed out in a permitted fashion
Reg 6.17	Payments of member benefits must be made in accordance with Part 6 or Part 7A of the regulations and be permitted by the trust deed
Reg 7.04	Contributions can only be accepted in accordance with the applicable rules for the year being audited
Reg 8.02B	When preparing accounts and statements required by subsection 35B(1) of SISA, an asset must be valued at its market value
Reg 13.12	Trustees must not recognise an assignment of a super interest of a member or beneficiary
Reg 13.13	Trustees must not recognise a charge over or in relation to a member's benefits
Reg 13.14	Trustees must not give a charge over, or in relation to, an asset of the fund
Reg 13.18AA	Investments in collectables and personal use assets must be maintained in accordance with prescribed rules

MASON SUPERANNUATION FUND

Statement of Taxable Income

For the year ended 30 June 2020

	2020
	\$
Benefits accrued as a result of operations	(133,423.34)
Less	
Exempt current pension income	34,285.00
Realised Accounting Capital Gains	(9,569.75)
Accounting Trust Distributions	19,405.59
	<u>44,120.84</u>
Add	
Decrease in MV of investments	63,682.82
SMSF non deductible expenses	7,238.00
Pension Payments	81,700.00
Franking Credits	6,566.62
Foreign Credits	1,093.37
Credit for Tax Withheld - Foreign resident withholding	392.10
Taxable Trust Distributions	11,378.39
Distributed Foreign income	5,496.46
	<u>177,547.76</u>
 SMSF Annual Return Rounding	 (3.58)
Taxable Income or Loss	<u>0.00</u>
Income Tax on Taxable Income or Loss	0.00
Less	
Franking Credits	6,566.62
 CURRENT TAX OR REFUND	 <u>(6,566.62)</u>
Supervisory Levy	259.00
AMOUNT DUE OR REFUNDABLE	<u>(6,307.62)</u>

* Distribution tax components review process has not been completed for the financial year.

MASON SUPERANNUATION FUND

Investment Summary Report

As at 30 June 2020

Investment	Units	Market Price	Market Value	Average Cost	Accounting Cost	Unrealised Gain/(Loss)	Gain/(Loss)%	Portfolio Weight%
Cash/Bank Accounts								
CBA CDIA Account		155,134,840.00	155,134.84	155,134.84	155,134.84			14.04 %
			155,134.84		155,134.84		0.00 %	14.04 %
Managed Investments (Australian)								
COZ.AX	Belsham Five Rail Australia 200 ET	6,674.00	11,790,000	13.49	90,039.39	(11,362.93)	(12.61) %	7.12 %
IAF.AX	Ishares Core Composites Bond ET	282.00	116,510,000	106.06	29,907.87	2,948.15	9.86 %	2.87 %
IEM.AX	Ishares MSCI Emerging Markets ET	496.00	58,980,000	60.39	29,951.23	(997.15)	(2.33) %	2.65 %
IWV.AX	Ishares S&P 500 ET	50.00	446,370,000	398.44	19,921.90	2,386.60	12.03 %	2.02 %
ISO.AX	Ishares S&Paxx Small Cap Div Jones Global Real Estate Fund	5,761.00	4,490,000	5.20	29,899.74	(4,077.75)	(13.64) %	2.34 %
DJRE.AX	S&P Dow Jones Global Real Estate Fund	1,433.00	18,280,000	20.84	29,897.55	(3,700.97)	(12.39) %	2.37 %
STW.AX	S&P S&Paxx 200 Fund	2,046.00	54,690,000	58.55	119,786.26	(7,909.98)	(6.60) %	10.13 %
MWV.AX	Van Eck Vectors Australian Equal Weight ET	2,668.00	27,050,000	30.01	80,074.72	(7,906.32)	(9.87) %	6.53 %
QUAL.AX	Van Eck Vectors MSCI World Ex Australia Quality ET	2,664.00	31,180,000	26.27	69,892.88	13,097.28	19.71 %	7.52 %
VAF.AX	Vanguard Australian Fixed Interest Index ET	632.00	52,820,000	49.73	31,431.28	1,950.98	6.21 %	3.02 %
VAP.AX	Vanguard Australian Property Securities Index ET	374.00	69,370,000	80.09	29,962.61	(4,008.23)	(13.38) %	2.35 %
VAS.AX	Vanguard Australian Shares Index ET	693.00	75,110,000	85.69	48,900.09	(6,110.96)	(12.25) %	3.86 %
VGE.AX	Vanguard Five Emerging Markets Shares ET	894.00	64,950,000	67.03	58,926.50	(1,861.20)	(3.11) %	6.26 %
VGAD.AX	Vanguard MSCI Index International Shares (hedged) ET	1,673.00	69,360,000	65.43	102,923.88	6,179.40	6.00 %	9.88 %
VGS.AX	Vanguard MSCI Index International Shares ET	845.00	76,870,000	67.59	67,113.76	7,841.39	13.73 %	6.88 %
			817,477.75		830,688.44	(13,210.69)	(1.69) %	74.01 %
Shares in Listed Companies (Australian)								
RHC.AX	Ramsay Health Care Limited	1,606.00	66,520,000	62.59	100,626.92	6,306.20	6.27 %	9.67 %
VEU.AX	Vanguard All-world Ex-us Shares Index ET	220.00	69,300,000	67.20	14,763.94	462.06	3.13 %	1.38 %

MASON SUPERANNUATION FUND

Investment Summary Report

As at 30 June 2020

Investment	Units	Market Price	Market Value	Average Cost	Accounting Cost	Unrealised Gain/(Loss)	Gain/(Loss)%	Portfolio Weight%
VTSAAX Vanguard Us Total Market Shares Index Etf	44.00	224.370000	9,872.28	222.95	9,809.95	62.33	0.64 %	0.89 %
			131,949.40		125,119.81	6,829.59	5.46 %	11.95 %
			1,104,551.99		1,110,943.09	(6,381.10)	(0.57) %	100.00 %

MASON SUPERANNUATION FUND
Investment Income Report

As at 30 June 2020

Investment	Total Income	Franked	Unfranked	Interest Other	Franking Credits	Foreign Income	Foreign Credits * 1	Assessable Income		Other TFN Deductions	Distributed Capital Gains	Non- Assessable Payments
								(Excl. Capital Gains) * 2	Credits			
Bank Accounts												
CBA CDIA Account	1,404.69			1,404.69	0.00	0.00	0.00	1,404.69		0.00	0.00	0.00
Managed Investments (Australian)	1,404.69			1,404.69	0.00	0.00	0.00	1,404.69		0.00	0.00	0.00
GOZ.AX Bathursts Five Rail Australia 200 EF	2,960.34	2,491.40	328.43	10.98	1,236.28	49.24	10.24	4,126.56		0.00	0.00	80.31
IAF.AX iShares Core Composite Bond EF	669.94	0.00	0.00	627.37	0.00	62.57	0.00	689.94		0.00	0.00	0.00
IEM.AX iShares MSCI Emerging Markets EF	708.63	0.00	0.00	0.17	0.00	700.68	124.74	826.59		0.00	7.78	0.00
IIV.AX iShares S&P 500 EF	409.69	0.00	0.00	0.08	0.00	402.87	72.03	474.99		0.00	6.74	0.00
ISO.AX iShares S&P Small Ordinaries EF	766.53	341.21	62.88	44.69	190.42	38.19	6.66	664.05		0.00	176.88	104.70
DURE.AX Sprd Dow Jones Global Real Estate Fund	820.77	0.70	1.17	37.35	0.36	745.91	265.96	1,041.45		0.00	20.18	15.48
STW.AX Spdr S&Pax 200 Fund	2,564.36	2,207.28	389.43	127.41	1,269.63	71.64	10.20	4,075.59		0.00	0.00	168.60
MVW.AX Vaneck Vectors Australian Equal Weight EF	2,588.16	1,641.88	647.14	169.43	727.62	13.16	0.00	2,980.22		0.00	565.36	151.20
QUAL.AX Vaneck Vectors MSCI World Ex Australia Quality EF	632.40			0.28	0.00	732.12	144.62	876.92		0.00	2,795.24	(2,565.24)
VAF.AX Vanguard Australian Fixed Interest Index EF	960.85	0.00	0.00	922.61	0.00	109.33	0.00	1,031.94		0.00	0.00	(71.09)
VAP.AX Vanguard Australian Property Securities Index EF	1,049.12	60.61	11.88	607.98	28.78	4.63	10.12	724.98		0.00	281.08	82.96
VAS.AX Vanguard Australian Shares Index EF	846.26	608.27	138.23	77.31	293.71	21.52	1.81	1,140.85		0.00	0.00	0.93
VGE.AX Vanguard Free Emerging Markets Shares EF	1,737.67	0.00	0.00	4.92	0.00	1,386.40	269.59	1,687.88		0.00	379.70	(40.36)
VGS.AX Vanguard MSCI Index International Shares EF	1,668.97	0.00	0.00	7.34	0.00	1,146.21	170.53	1,326.08		0.00	424.40	(11.08)
Shares in Listed Companies (Australian)	19,406.69	7,251.36	1,489.16	2,637.88	3,736.80	5,496.46	1,093.37	21,705.02		0.00	4,614.34	(2,083.60)
ALL.AX Argo Global Limited	400.00	400.00	0.00		171.43			571.43		0.00		
CBA.AX Commonwealth Bank of Australia	1,963.50	1,963.50	0.00		841.50			2,805.00		0.00		
QBE.AX Qbe Insurance Group Limited - Ordinary Fully Paid	1,099.25	659.55	439.70		282.66			1,391.91		0.00		
RHC.AX Remyia Health Care Limited	2,473.24	2,473.24	0.00		1,056.96			3,530.20		0.00		

MASON SUPERANNUATION FUND
Investment Income Report

As at 30 June 2020

Investment	Total Income	Franked	Unfranked	Interest/ Other	Franking Credits	Foreign Income	Foreign Credits * 1	Assessable Income (Excl. Capital Gains) * 2	TFN Deductions	Other Deductions	Distributed Capital Gains	Non- Assessable Payments
TLSAX Telstra Corporation Limited	1,109.04	1,109.04	0.00		474.27			1,590.91	0.00			
VELUX Vanguard All-world Ex-us Shares Index Ef	945.79	0.00	0.00		0.00	1,209.26		1,209.26	362.47			
VTSAX Vanguard Us Total Market Shares Index Ef	69.13	0.00	0.00		0.00	99.76		99.76	29.63			
	7,957.65	6,602.93	439.70		2,829.62	1,307.02		11,179.47	392.10			
	28,767.83	13,864.28	1,928.85	4,042.57	6,566.62	6,303.46	1,093.37	34,289.18	392.10		4,614.34	(2,053.60)

Assessable Income (Excl. Capital Gains) **34,289.18**
 Net Capital Gain **3,076.23**
Total Assessable Income 37,366.41

* 1 Includes foreign credits from foreign capital gains.
 * 2 Assessable Income in the SMSF Annual Return will be different as capital gains and losses from disposals of assets have not been included.
 For a breakdown of Distributed Capital Gains and Non-Assessable Payments refer to Distributions Reconciliation Report.

Members Statement

Paul Mason
8 Bluegum Way
Menai, New South Wales, 2234, Australia

Your Details

Date of Birth : 19/05/1951
Age: 69
Tax File Number: Provided
Date Joined Fund: 30/07/2003
Service Period Start Date: 30/06/1977
Date Left Fund:
Member Code: MASPAU00004P
Account Start Date: 01/07/2017
Account Phase: Retirement Phase
Account Description: AB Rev. Pension

Nominated Beneficiaries: Josephine Mason
Vested Benefits: 1,016,756.65
Total Death Benefit: 1,016,756.65
Current Salary: 0.00
Previous Salary: 0.00
Disability Benefit: 0.00

Your Balance

Total Benefits 1,016,756.65

Preservation Components

Preserved

Unrestricted Non Preserved 1,016,756.65

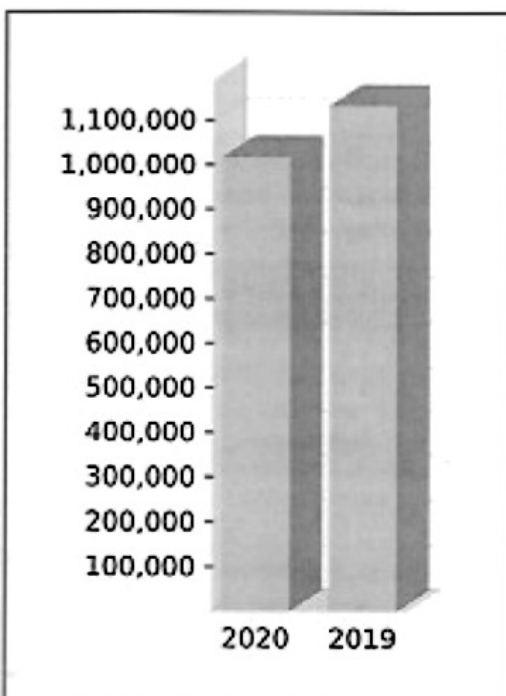
Restricted Non Preserved

Tax Components

Tax Free (15.04%) 152,917.62

Taxable 863,839.03

Investment Earnings Rate -3.78%



Your Detailed Account Summary

	This Year	Last Year
Opening balance at 01/07/2019	1,132,894.42	1,070,434.56
Increases to Member account during the period		
Employer Contributions		
Personal Contributions (Concessional)		
Personal Contributions (Non Concessional)		
Government Co-Contributions		
Other Contributions		
Proceeds of Insurance Policies		
Transfers In		
Net Earnings	(41,137.77)	152,459.86
Internal Transfer In		
Decreases to Member account during the period		
Pensions Paid	75,000.00	90,000.00
Contributions Tax		
Income Tax		
No TFN Excess Contributions Tax		
Excess Contributions Tax		
Refund Excess Contributions		
Division 293 Tax		
Insurance Policy Premiums Paid		
Management Fees		
Member Expenses		
Benefits Paid/Transfers Out		
Superannuation Surcharge Tax		
Internal Transfer Out		
Closing balance at 30/06/2020	1,016,756.65	1,132,894.42

Members Statement

Josephine Mason
8 Bluegum Way
Menai, New South Wales, 2234, Australia

Your Details

Date of Birth : 17/04/1943
Age: 77
Tax File Number: Provided
Date Joined Fund: 30/07/2003
Service Period Start Date: 30/07/2003
Date Left Fund:
Member Code: MASJOS0001P
Account Start Date: 01/07/2007
Account Phase: Retirement Phase
Account Description: AB Rev. Pension

Nominated Beneficiaries Paul Mason
Vested Benefits 100,657.95
Total Death Benefit 100,657.95
Current Salary 0.00
Previous Salary 0.00
Disability Benefit 0.00

Your Balance

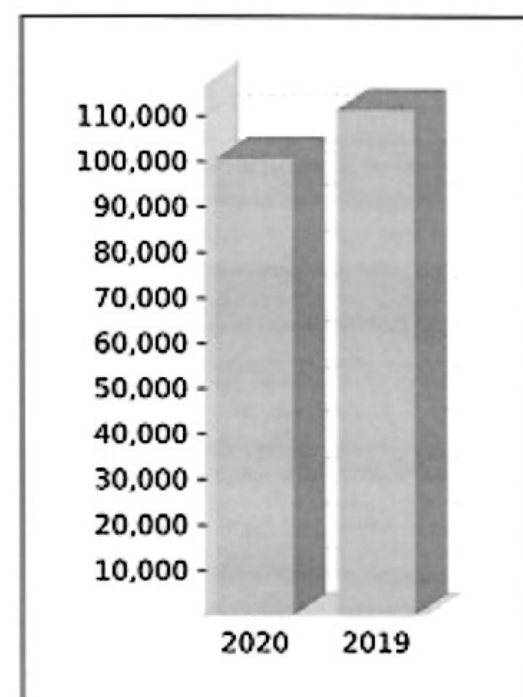
Total Benefits 100,657.95

Preservation Components

Preserved
Unrestricted Non Preserved 100,657.95
Restricted Non Preserved

Tax Components

Tax Free (89.26%) 89,847.17
Taxable 10,810.78
Investment Earnings Rate -3.78%



Your Detailed Account Summary

	This Year	Last Year
Opening balance at 01/07/2019	111,376.90	102,682.36
Increases to Member account during the period		
Employer Contributions		
Personal Contributions (Concessional)		
Personal Contributions (Non Concessional)		
Government Co-Contributions		
Other Contributions		
Proceeds of Insurance Policies		
Transfers In		
Net Earnings	(4,018.95)	14,894.54
Internal Transfer In		
Decreases to Member account during the period		
Pensions Paid	6,700.00	6,200.00
Contributions Tax		
Income Tax		
No TFN Excess Contributions Tax		
Excess Contributions Tax		
Refund Excess Contributions		
Division 293 Tax		
Insurance Policy Premiums Paid		
Management Fees		
Member Expenses		
Benefits Paid/Transfers Out		
Superannuation Surcharge Tax		
Internal Transfer Out		
Closing balance at 30/06/2020	100,657.95	111,376.90

Self-managed superannuation fund annual return 2020

Who should complete this annual return?

Only self-managed superannuation funds (SMSFs) can complete this annual return. All other funds must complete the *Fund income tax return 2020* (NAT 71287).

- 1 The Self-managed superannuation fund annual return instructions 2020 (NAT 71606) (the instructions) can assist you to complete this annual return.
- 2 The SMSF annual return cannot be used to notify us of a change in fund membership. You must update fund details via ABR.gov.au or complete the Change of details for superannuation entities form (NAT 3036).

To complete this annual return

- 1 Print clearly, using a BLACK pen only.
- 2 Use BLOCK LETTERS and print one character per box.

S	#	/	T	#	S	T				
---	---	---	---	---	---	---	--	--	--	--

- 3 Place in ALL applicable boxes.

Postal address for annual returns:

Australian Taxation Office
GPO Box 9845
[insert the name and postcode
of your capital city]

For example:

Australian Taxation Office
GPO Box 9845
SYDNEY NSW 2001

Section A: Fund information

1 Tax file number (TFN)

To assist processing, write the fund's TFN at the top of pages 3, 5, 7 and 9.

- 1 The ATO is authorised by law to request your TFN. You are not obliged to quote your TFN but not quoting it could increase the chance of delay or error in processing your annual return. See the Privacy note in the Declaration.

2 Name of self-managed superannuation fund (SMSF)

MASON SUPERANNUATION FUND

3 Australian business number (ABN) (if applicable)

4 Current postal address

1/1095 Old Princes Highway

Suburb/town

Engadine

State/territory

NSW

Postcode

2233

5 Annual return status

Is this an amendment to the SMSF's 2020 return?

A No Yes

Is this the first required return for a newly registered SMSF?

B No Yes

Tax File Number **6 SMSF auditor**

Auditor's name

Title: Mr Mrs Miss Ms Other

Family name

First given name

Other given names

SMSF Auditor Number

Auditor's phone number

Postal address

Suburb/town

State/territory

Postcode

Date audit was completed

A / /

Was Part A of the audit report qualified?

B No Yes

Was Part B of the audit report qualified?

C No Yes

If Part B of the audit report was qualified, have the reported issues been rectified?

D No Yes **7 Electronic funds transfer (EFT)**

We need your self-managed super fund's financial institution details to pay any super payments and tax refunds owing to you.

A Fund's financial institution account details

This account is used for super contributions and rollovers. Do not provide a tax agent account here.

Fund BSB number Fund account number

Fund account name

I would like my tax refunds made to this account. Go to C.**B Financial institution account details for tax refunds**

This account is used for tax refunds. You can provide a tax agent account here.

BSB number Account number

Account name

C Electronic service address alias

Provide the electronic service address alias (ESA) issued by your SMSF messaging provider. (For example, SMSFdataESAAlias). See instructions for more information.

Tax File Number

- 8 Status of SMSF** Australian superannuation fund **A** No Yes Fund benefit structure **B** Code
- Does the fund trust deed allow acceptance of the Government's Super Co-contribution and Low Income Super Amounts? **C** No Yes

9 Was the fund wound up during the income year?

- No Yes If yes, provide the date on which the fund was wound up / / Have all tax lodgment and payment obligations been met? No Yes

10 Exempt current pension income

Did the fund pay retirement phase superannuation income stream benefits to one or more members in the income year?

- To claim a tax exemption for current pension income, you must pay at least the minimum benefit payment under the law. Record exempt current pension income at Label A.

No Go to Section B: Income.Yes Exempt current pension income amount **A** \$

Which method did you use to calculate your exempt current pension income?

Segregated assets method **B** Unsegregated assets method **C** Was an actuarial certificate obtained? **D** Yes

Did the fund have any other income that was assessable?

E Yes Go to Section B: Income.No Choosing 'No' means that you do not have any assessable income, including no-TFN quoted contributions. Go to Section C: Deductions and non-deductible expenses. (Do not complete Section B: Income.)

- If you are entitled to claim any tax offsets, you can list these at Section D: Income tax calculation statement.

Tax File Number ProvidedSection B: **Income**

- Do not complete this section if all superannuation interests in the SMSF were supporting superannuation income streams in the retirement phase for the **entire** year, there was **no** other income that was assessable, and you **have not** realised a deferred notional gain. If you are entitled to claim any tax offsets, you can record these at Section D: Income tax calculation statement.

11 Income

Did you have a capital gains tax (CGT) event during the year? **G** No Yes

If the total capital loss or total capital gain is greater than \$10,000 or you elected to use the transitional CGT relief in 2017 and the deferred notional gain has been realised, complete and attach a *Capital gains tax (CGT) schedule 2020*.

Have you applied an exemption or rollover? **M** No Yes

Code Net capital gain **A** \$ Gross rent and other leasing and hiring income **B** \$ Gross interest **C** \$ Forestry managed investment scheme income **X** \$

Gross foreign income **D1** \$ Net foreign income **D** \$ Loss

Australian franking credits from a New Zealand company **E** \$ Transfers from foreign funds **F** \$ Number Gross payments where ABN not quoted **H** \$ **Calculation of assessable contributions**Assessable employer contributions **R1** \$ plus Assessable personal contributions **R2** \$ plus ***No TFN-quoted contributions** **R3** \$
(an amount must be included even if it is zero)less Transfer of liability to life insurance company or PST **R6** \$ Gross distribution from partnerships **I** \$ Loss *Unranked dividend amount **J** \$ *Franked dividend amount **K** \$ *Dividend franking credit **L** \$ *Gross trust distributions **M** \$ Code **Assessable contributions** **R** \$
(R1 plus R2 plus R3 less R6)**Calculation of non-arm's length income***Net non-arm's length private company dividends **U1** \$ Code plus *Net non-arm's length trust distributions **U2** \$ plus *Net other non-arm's length income **U3** \$ *Other income **S** \$ *Assessable income due to changed tax status of fund **T** \$ **Net non-arm's length income** **U** \$
(subject to 45% tax rate)
(U1 plus U2 plus U3)

*This is a mandatory label.

*If an amount is entered at this label, check the instructions to ensure the correct tax treatment has been applied.

GROSS INCOME **W** \$ Loss
(Sum of labels A to U)Exempt current pension income **Y** \$ **TOTAL ASSESSABLE INCOME** **V** \$ Loss
(W less Y)

Tax File Number **Provided****Section C: Deductions and non-deductible expenses****12 Deductions and non-deductible expenses**

- Under 'Deductions' list all expenses and allowances you are entitled to claim a deduction for. Under 'Non-deductible expenses', list all other expenses or normally allowable deductions that you cannot claim as a deduction (for example, all expenses related to exempt current pension income should be recorded in the 'Non-deductible expenses' column).

DEDUCTIONS		NON-DEDUCTIBLE EXPENSES	
Interest expenses within Australia	A1 \$ <input type="text"/>	A2 \$ <input type="text"/>	
Interest expenses overseas	B1 \$ <input type="text"/>	B2 \$ <input type="text"/>	
Capital works expenditure	D1 \$ <input type="text"/>	D2 \$ <input type="text"/>	
Decline in value of depreciating assets	E1 \$ <input type="text"/>	E2 \$ <input type="text"/>	
Insurance premiums – members	F1 \$ <input type="text"/>	F2 \$ <input type="text"/>	
SMSF auditor fee	H1 \$ <input type="text"/>	H2 \$ <input type="text" value="938"/>	
Investment expenses	I1 \$ <input type="text"/>	I2 \$ <input type="text"/>	
Management and administration expenses	J1 \$ <input type="text"/>	J2 \$ <input type="text" value="6,300"/>	
Forestry managed investment scheme expense	U1 \$ <input type="text"/>	U2 \$ <input type="text"/>	
Other amounts	L1 \$ <input type="text"/>	L2 \$ <input type="text"/>	
Tax losses deducted	M1 \$ <input type="text"/>		

TOTAL DEDUCTIONS
N \$ <input type="text"/>
(Total A1 to M1)

TOTAL NON-DEDUCTIBLE EXPENSES
Y \$ <input type="text" value="7,238"/>
(Total A2 to L2)

*TAXABLE INCOME OR LOSS	Loss
O \$ <input type="text" value="0"/>	<input type="checkbox"/>
(TOTAL ASSESSABLE INCOME less TOTAL DEDUCTIONS)	

TOTAL SMSF EXPENSES
Z \$ <input type="text" value="7,238"/>
(N plus Y)

*This is a mandatory label.

Tax File Number **Provided****Section D: Income tax calculation statement*****Important:**

Section B label **R3**, Section C label **O** and Section D labels **A, T1, J, T5** and **I** are mandatory. If you leave these labels blank, you will have specified a zero amount.

13 Calculation statement

Please refer to the *Self-managed superannuation fund annual return instructions 2020* on how to complete the calculation statement.

*Taxable income **A** \$ *(an amount must be included even if it is zero)**Tax on taxable income **T1** \$ *(an amount must be included even if it is zero)**Tax on no-TFN-quoted contributions **J** \$ *(an amount must be included even if it is zero)*Gross tax **B** \$ *(T1 plus J)*

Foreign income tax offset

C1 \$

Rebates and tax offsets

C2 \$

Non-refundable non-carry forward tax offsets

C \$ *(C1 plus C2)*

SUBTOTAL 1

T2 \$ *(B less C – cannot be less than zero)*

Early stage venture capital limited partnership tax offset

D1 \$

Early stage venture capital limited partnership tax offset carried forward from previous year

D2 \$

Early stage investor tax offset

D3 \$

Early stage investor tax offset carried forward from previous year

D4 \$

Non-refundable carry forward tax offsets

D \$ *(D1 plus D2 plus D3 plus D4)*

SUBTOTAL 2

T3 \$ *(T2 less D – cannot be less than zero)*

Complying fund's franking credits tax offset

E1 \$

No-TFN tax offset

E2 \$

National rental affordability scheme tax offset

E3 \$

Exploration credit tax offset

E4 \$

Refundable tax offsets

E \$ *(E1 plus E2 plus E3 plus E4)**TAX PAYABLE **T5** \$ *(T3 less E – cannot be less than zero)*

Section 102AAM interest charge

G \$

Tax File Number

H1	Credit for interest on early payments – amount of interest	<input type="text"/>
H2	Credit for tax withheld – foreign resident withholding (excluding capital gains)	<input type="text"/>
H3	Credit for tax withheld – where ABN or TFN not quoted (non-individual)	<input type="text"/>
H5	Credit for TFN amounts withheld from payments from closely held trusts	<input type="text" value="0.00"/>
H6	Credit for interest on no-TFN tax offset	<input type="text"/>
H8	Credit for foreign resident capital gains withholding amounts	<input type="text" value="0.00"/>
Eligible credits		HS <input type="text"/>
		<small>(H1 plus H2 plus H3 plus H5 plus H6 plus H8)</small>

*Tax offset refunds <small>(Remainder of refundable tax offsets)</small>	I	<input type="text" value="6,566.62"/>
		<small>(unused amount from label E – an amount must be included even if it is zero)</small>

PAYG instalments raised

K

Supervisory levy

L

Supervisory levy adjustment for wound up funds

M

Supervisory levy adjustment for new funds

N

AMOUNT DUE OR REFUNDABLE <small>A positive amount at \$ is what you owe, while a negative amount is refundable to you.</small>	S	<input type="text" value="-6,307.62"/>
		<small>(TS plus G less H less I less K plus L less M plus N)</small>

Section E: Losses**14 Losses**

I If total loss is greater than \$100,000, complete and attach a *Losses* schedule 2020.

Tax losses carried forward to later income years **U**

Net capital losses carried forward to later income years **V**

Tax File Number **Provided**Section F: **Member information****MEMBER 1**Title: Mr Mrs Miss Ms Other

Family name

Mason

First given name

Paul

Other given names

Member's TFN

See the Privacy note in the Declaration. **Provided**

Date of birth

Day

19

Month

05

Year

1951**Contributions**OPENING ACCOUNT BALANCE \$ **1,132,894.42****1** Refer to instructions for completing these labels.

Employer contributions

A \$

ABN of principal employer

A1

Personal contributions

B \$

CGT small business retirement exemption

C \$

CGT small business 15-year exemption amount

D \$

Personal injury election

E \$

Spouse and child contributions

F \$

Other third party contributions

G \$

Proceeds from primary residence disposal

H \$

Receipt date

H1 / /

Assessable foreign superannuation fund amount

I \$

Non-assessable foreign superannuation fund amount

J \$

Transfer from reserve: assessable amount

K \$

Transfer from reserve: non-assessable amount

L \$ Contributions from non-complying funds
and previously non-complying funds**T** \$ Any other contributions
(including Super Co-contributions and
Low Income Super Amounts)**M** \$ TOTAL CONTRIBUTIONS **N** \$

(Sum of labels A to M)

Other transactionsAllocated earnings
or losses**O** \$ **41,137.77**Inward
rollovers and
transfers**P** \$ Outward
rollovers and
transfers**Q** \$ Lump Sum
payments**R1** \$ Income
stream
payments**R2** \$ **75,000.00**

Accumulation phase account balance

S1 \$ **0.00**Retirement phase account balance
- Non CDBIS**S2** \$ **1,016,756.65**Retirement phase account balance
- CDBIS**S3** \$ **0.00** TRIS CountCLOSING ACCOUNT BALANCE \$ \$ **1,016,756.65**

(S1 plus S2 plus S3)

Accumulation phase value **X1** \$ Retirement phase value **X2** \$ Outstanding limited recourse
borrowing arrangement amount **Y** \$

Tax File Number **Provided****MEMBER 2**Title: Mr Mrs Miss Ms Other

Family name

Mason

First given name

Josephine

Other given names

Member's TFN

See the Privacy note in the Declaration.

Provided

Date of birth

Day

17

Month

04

Year

1943**Contributions**OPENING ACCOUNT BALANCE \$ **111,376.90****1** Refer to instructions for completing these labels.

Employer contributions

A \$

ABN of principal employer

A1

Personal contributions

B \$

CGT small business retirement exemption

C \$

CGT small business 15-year exemption amount

D \$

Personal injury election

E \$

Spouse and child contributions

F \$

Other third party contributions

G \$

Proceeds from primary residence disposal

H \$

Receipt date

Day

Month

Year

H1

Assessable foreign superannuation fund amount

I \$

Non-assessable foreign superannuation fund amount

J

Transfer from reserve: assessable amount

K \$

Transfer from reserve: non-assessable amount

L \$Contributions from non-complying funds
and previously non-complying funds**T** \$Any other contributions
(including Super Co-contributions and
Low Income Super Amounts)**M** \$TOTAL CONTRIBUTIONS **N** \$

(Sum of labels A to M)

Other transactions

Accumulation phase account balance

S1 \$ **0.00**Retirement phase account balance
- Non CDBIS**S2** \$ **100,657.95**Retirement phase account balance
- CDBIS**S3** \$ **0.00****0** TRIS CountAllocated earnings
or losses**O** \$ **4,018.95**Inward
rollovers and
transfers**P** \$Outward
rollovers and
transfers**Q** \$Lump Sum
payments**R1** \$Income
stream
payments**R2** \$ **6,700.00**CLOSING ACCOUNT BALANCE **S** \$ **100,657.95**

(\$S1 plus \$S2 plus \$S3)

Accumulation phase value **X1** \$Retirement phase value **X2** \$Outstanding limited recourse
borrowing arrangement amount **Y** \$Loss
LCode
MCode
M**Sensitive** (when completed)

Tax File Number **Section H: Assets and liabilities****15 ASSETS****15a Australian managed investments**

Listed trusts **A** \$

Unlisted trusts **B** \$

Insurance policy **C** \$

Other managed investments **D** \$

15b Australian direct investments

Limited recourse borrowing arrangements

Australian residential real property
J1 \$

Australian non-residential real property
J2 \$

Overseas real property
J3 \$

Australian shares
J4 \$

Overseas shares
J5 \$

Other
J6 \$

Property count
J7

Cash and term deposits **E** \$

Debt securities **F** \$

Loans **G** \$

Listed shares **H** \$

Unlisted shares **I** \$

Limited recourse borrowing arrangements **J** \$

Non-residential real property **K** \$

Residential real property **L** \$

Collectables and personal use assets **M** \$

Other assets **O** \$

15c Other investments

Crypto-Currency **N** \$

15d Overseas direct investments

Overseas shares **P** \$

Overseas non-residential real property **Q** \$

Overseas residential real property **R** \$

Overseas managed investments **S** \$

Other overseas assets **T** \$

TOTAL AUSTRALIAN AND OVERSEAS ASSETS **U** \$
(Sum of labels A to T)

15e In-house assets

Did the fund have a loan to, lease to or investment in, related parties (known as in-house assets) at the end of the income year?

A No Yes \$

Tax File Number **15f Limited recourse borrowing arrangements**

If the fund had an LRBA were the LRBA borrowings from a licensed financial institution? **A** No Yes

Did the members or related parties of the fund use personal guarantees or other security for the LRBA? **B** No Yes

16 LIABILITIES

Borrowings for limited recourse borrowing arrangements

V1 \$

Permissible temporary borrowings

V2 \$

Other borrowings

V3 \$ Borrowings **V** \$

Total member closing account balances
(total of all **CLOSING ACCOUNT BALANCES** from Sections F and G)

W \$

Reserve accounts

X \$

Other liabilities

Y \$ **TOTAL LIABILITIES Z** \$ **Section I: Taxation of financial arrangements****17 Taxation of financial arrangements (TOFA)**Total TOFA gains **H** \$ Total TOFA losses **I** \$ **Section J: Other information****Family trust election status**

If the trust or fund has made, or is making, a family trust election, write the four-digit **income year specified** of the election (for example, for the 2019-20 income year, write **2020**).

A

If revoking or varying a family trust election, print **R** for revoke or print **V** for variation, and complete and attach the *Family trust election, revocation or variation 2020*.

B **Interposed entity election status**

If the trust or fund has an existing election, write the **earliest income year specified**. If the trust or fund is making one or more elections this year, write the **earliest income year being specified** and complete an *Interposed entity election or revocation 2020* for each election.

C

If revoking an interposed entity election, print **R**, and complete and attach the *Interposed entity election or revocation 2020*.

D

Tax File Number **Provided****Section K: Declarations**

Penalties may be imposed for false or misleading information in addition to penalties relating to any tax shortfalls.

Important

Before making this declaration check to ensure that all income has been disclosed and the annual return, all attached schedules and any additional documents are true and correct in every detail. If you leave labels blank, you will have specified a zero amount or the label was not applicable to you. If you are in doubt about any aspect of the annual return, place all the facts before the ATO.

Privacy

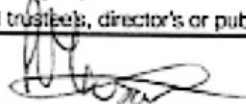
The ATO is authorised by the Taxation Administration Act 1953 to request the provision of tax file numbers (TFNs). We will use the TFN to identify the entity in our records. It is not an offence not to provide the TFN. However if you do not provide the TFN, the processing of this form may be delayed.

Taxation law authorises the ATO to collect information and disclose it to other government agencies. For information about your privacy go to ato.gov.au/privacy

TRUSTEE'S OR DIRECTOR'S DECLARATION:

I declare that, the current trustees and directors have authorised this annual return and it is documented as such in the SMSF's records. I have received a copy of the audit report and are aware of any matters raised therein. The information on this annual return, including any attached schedules and additional documentation is true and correct.

Authorised trustee's, director's or public officer's signature



Date / /

Preferred trustee or director contact details:

Title: Mr Mrs Miss Ms Other

Family name

Mason

First given name

Paul

Other given names

Phone number

Email address

Non-individual trustee name (if applicable)

PJ MASON PTY LTD

ABN of non-individual trustee

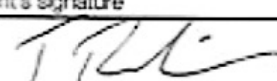
Time taken to prepare and complete this annual return Hrs

The Commissioner of Taxation, as Registrar of the Australian Business Register, may use the ABN and business details which you provide on this annual return to maintain the integrity of the register. For further information, refer to the instructions.

TAX AGENT'S DECLARATION:

I declare that the Self-managed superannuation fund annual return 2020 has been prepared in accordance with information provided by the trustees, that the trustees have given me a declaration stating that the information provided to me is true and correct, and that the trustees have authorised me to lodge this annual return.

Tax agent's signature



Date / /

Tax agent's contact details

Title: Mr Mrs Miss Ms Other

Family name

Robinson

First given name

Trent

Other given names

Tax agent's practice

Powe Partners Pty Ltd

Tax agent's phone number

Reference number

Tax agent number

Memorandum of Resolutions of the Director(s) of

PJ MASON PTY LTD ACN: 621793048

ATF MASON SUPERANNUATION FUND

FINANCIAL STATEMENTS OF SUPERANNUATION FUND:

It was resolved that the financial statements would be prepared as special purpose financial statements as, in the opinion of the trustee(s), the Superannuation Fund is a non-reporting entity and therefore is not required to comply with all Australian Accounting Standards.

It was further resolved that the financial statements and notes to the financial statements of the Superannuation Fund in respect of the year ended 30 June 2020 thereon be adopted.

TRUSTEE'S DECLARATION:

It was resolved that the trustee's declaration of the Superannuation Fund be signed.

ANNUAL RETURN:

Being satisfied that the Fund had complied with the requirements of the Superannuation Industry (Supervision) Act 1993 (SISA) and Regulations during the year ended 30 June 2020, it was resolved that the annual return be approved, signed and lodged with the Australian Taxation Office.

INVESTMENT STRATEGY:

The allocation of the Fund's assets and the Fund's investment performance over the financial year were reviewed and found to be within the acceptable ranges outlined in the investment strategy. After considering the risk, rate of return, diversification and liquidity of the investments and the ability of the Fund to discharge its existing liabilities, it was resolved that the investment strategy continues to reflect the purposes and circumstances of the Fund and its members. Accordingly, no changes in the investment strategy were required.

INSURANCE COVER:

The trustee(s) reviewed the current life and total and permanent disability insurance coverage on offer to the members and resolved that the current insurance arrangements were appropriate for the Fund.

ALLOCATION OF INCOME:

It was resolved that the income of the Fund would be allocated to the members based on their average daily balance (an alternative allocation basis may be percentage of opening balance).

INVESTMENT ACQUISITIONS:

It was resolved to ratify the investment acquisitions throughout the financial year ended 30 June 2020.

INVESTMENT DISPOSALS:

It was resolved to ratify the investment disposals throughout the financial year ended 30 June 2020.

AUDITORS:

It was resolved that

Marjon Muizer

of

32 Wills Road, WOOLLOOWARE, New South Wales 2230

act as auditors of the Fund for the next financial year.

TAX AGENTS:

It was resolved that

Trent Robinson

act as tax agents of the Fund for the next financial year.

TRUSTEE STATUS:

Each of the trustee(s) confirmed that they are qualified to act as trustee(s) of the Fund and that they are not disqualified persons as defined by s 120 of the SISA.

Memorandum of Resolutions of the Director(s) of

PJ MASON PTY LTD ACN: 621793048

ATF MASON SUPERANNUATION FUND

PAYMENT OF BENEFITS:

The trustee has ensured that any payment of benefits made from the Fund, meets the requirements of the Fund's deed and does not breach the superannuation laws in relation to:

1. making payments to members; and,
2. breaching the Fund or the member investment strategy.

The trustee has reviewed the payment of the benefit and received advice that the transfer is in accordance with the Deed and the superannuation laws. As such the trustee has resolved to allow the payment of the benefits on behalf of the member.

CLOSURE:

Signed as a true record –



Paul Mason

29/9/2020



Josephine Mason

29/9/2020

Mason Superannuation Fund

Circulating Resolutions of the Directors of Mason Pty. Ltd. ACN 621793048 as Trustee

Investment objectives

1. **Resolved unanimously** that the fund will have the following investment objectives:
 - to protect and enhance the members' retirement benefits;
 - capital growth by maximising returns on investments for the members taking into account associated investment risks;
 - an investment return in excess of inflation, that is, the Consumer Price Index (All Groups Weighted Average);
 - to hold assets in a form to enable the fund to discharge existing and future liabilities in a manner which satisfies each member;
 - that the Trustee has and must continue to have proper regard to the risks associated with the investments given the Fund's objectives and cash flow requirements;
 - that the Trustee has and must continue to invest to ensure sufficient liquidity is retained within the Fund to meet benefit payments and other liabilities as they fall due;
 - that the Trustee has and must continue to consider the composition of the Fund's investments as a whole, including the extent to which its investments are diverse or involve the Fund in being exposed to risks from inadequate diversification;
 - that the Trustee has and must continue to consider their ability to discharge the Fund's existing and prospective liabilities;
 - that the Trustee has and must continue - before investing in a particular asset - to have proper regard to the balance between the risk and return, so as to maximize the rate of return on members' entitlements subject to an appropriate level of risk; and
 - that the Trustee has and must continue to consider whether the Fund should hold a contract of insurance that provides insurance cover for the members.

Investment objectives strategy

2. **Noted** that the trustee has prepared an investment strategy to govern the fund's investments.
3. **Noted** that the investment strategy has been provided to the directors of the trustee to approve the form of the investment strategy.
4. **Resolved unanimously** that the fund will have the ability to invest in the following areas:

- direct equities, bonds and debentures, including participation in dividend reinvestment programs and rights issues or any other similar investments offered in this area;
- property trusts and associated investments;
- managed investments and associated products;
- direct property investments;
- foreign exchange and derivatives, and other forms of hybrid or synthetic securities; and
- any other investment that is legal under the laws of the Commonwealth of Australia and its States and Territories,


and, in any case, using funds borrowed on behalf of the fund.

5. **Resolved** that the Trustee has considered all of the relevant circumstances in relation to the Fund and its assets, including by reference to the trustee's obligations under the investment strategy to:
- act prudently to pursue the maximum rate of return possible, subject to acceptable risk and diversification parameters;
 - in setting those parameters, take into account the risk involved in making, holding and realising, and the likely return from, the fund's investments;
 - take into account the number of years to retirement of the members, when considering investment options;
 - establish a tolerance within the fund to short term fluctuations in income and capital values given the profile of the members' ages;
 - have proper regard to the risks associated with the investments given the fund's objectives and cash flow requirements;
 - invest to ensure sufficient liquidity is retained within the fund to meet benefit payments and other liabilities as they fall due;
 - consider the composition of the fund's investments as a whole, including the extent to which its investments are diverse or involve the fund in being exposed to risks from inadequate diversification;
 - consider their ability to discharge the fund's existing and prospective liabilities; and
 - have proper regard to the balance between the risk and return, so as to maximize the rate of return on the members' entitlements subject to an appropriate level of risk.
6. **Resolved unanimously** that in determining this strategy, the trustee considered whether to hold a contract of insurance for each of the members, and **resolved** to consider the requirement separately as soon as practicable.
7. **Resolved unanimously** that in determining this strategy, the trustee will consider, in respect of each of the fund's investments, the aspects of the investment being in accordance with the fund's investment objectives and relevant legislation.
8. Further, the trustee will consider in respect of each investment, the risk to the fund and its member of acquiring it, the diversification of the investment relative to all of the other investments owned by the fund, the liquidity requirements of the fund in meeting its liabilities

and the effect that this investment will have on those requirements and all matters relating to the prudential nature of the investment after having assessed the entire financial position of each member.

9. The trustee will ensure that all the fund's investments are monitored and continue to comply with this strategy and the relevant legislation. The trustee reserves the right to alter this strategy at any time.
10. **Resolved unanimously** that the form of the strategy be approved, signed and implemented and that the investment objectives and strategy take effect from the close of business the day the last person signs.

Signed by each of the directors of the trustee in accordance with the company Constitution



Paul Mason

on 29/9/2020



Josephine Mason

on 29/9/2020

Self-Managed Superannuation Fund Investment Strategy

Mason Superannuation Fund

Investment Strategy of the Mason Superannuation Fund

This investment strategy of the Mason Superannuation Fund (Fund) (as amended to from time to time), is created in compliance with the *Superannuation Industry (Supervision) Act 1993 (Cth) (SIS Act)* and *Superannuation Industry (Supervision) Regulations 1994 (Cth) (SIS Regulations)*. In developing this investment strategy, the Trustee has considered the needs and circumstances of the Fund's members including age and retirement needs.

This investment strategy revokes any earlier investment strategies created for this Fund.

1. Investment objectives

The Fund has the following investment objectives:

- 1.1 to protect and enhance the members' retirement benefits;
- 1.2 capital growth by maximising returns on investments for the members taking into account associated investment risks;
- 1.3 a pre-tax investment return for the Fund 3% greater than the Consumer Price Index (All Groups Weighted Average);
- 1.4 to hold assets in a form which will enable the Fund to discharge its existing and future liabilities;
- 1.5 that the Trustee has and must continue to have proper regard to the risks associated with the investments given the Fund's objectives and cash flow requirements;
- 1.6 that the Trustee has and must continue to invest to ensure sufficient liquidity is retained within the Fund to meet benefit payments and other liabilities as they fall due;
- 1.7 that the Trustee has and must continue to consider the composition of the Fund's investments as a whole, including the extent to which its investments are diverse or involve the Fund in being exposed to risks from inadequate diversification;
- 1.8 that the Trustee has and must continue to consider their ability to discharge the Fund's existing and prospective liabilities;
- 1.9 that the Trustee has and must continue - before investing in a particular asset - to have proper regard to the balance between the risk and return, so as to maximize the rate of return on members' entitlements subject to an appropriate level of risk; and
- 1.10 that the Trustee has and must continue to consider whether the Fund should hold a contract of insurance that provides insurance cover for the members.

2. Compliance with laws and advice to Trustee

- 2.1 The Fund is compliant with current superannuation laws and regulations and the governing rules of its trust deed.
- 2.2 Set out in Annexure 1 is a summary of relevant trustee investment obligations under the SIS Act and SIS Regulations.

3. Investment policies

The Trustee will comply with the following investment policies in giving effect to this investment strategy:

- 3.1 to regularly monitor the performance of the Fund's investments including the spread of those investments and the expected cash flow requirements of the Fund; and
- 3.2 to consider market volatility and its potential impact of the Fund's current investments at any given time.

4. Investment considerations

The Trustee will take into account the following investment considerations:

4.1 *Diversification*

- 4.1.1 To ensure diversity of the Fund's investments, the Trustee may invest in a number of different investments but, in doing so, will consider this investment strategy as a whole. The Trustee acknowledges that diversification of investments avoids the risk of the Fund relying on the rates of return (whether income return or capital growth), from one or a small number of investments which ultimately may not be as profitable as the Trustee anticipated.
- 4.1.2 The Trustee will consider diversification in light of the size and maturity of the Fund. The Trustee acknowledges that where the Fund has a larger sum of money to invest, it is easier to achieve diversification.
- 4.1.3 The Trustee may at any given time change the mix of investments in order to give effect to those investment considerations.
- 4.1.4 The Trustee must when formulating, and when conducting future reviews of, this investment strategy consider the factors set out in item 1 of Annexure A of this investment strategy.
- 4.1.5 The Trustee has considered the level of risk associated with its current investment portfolio, and will continue to do so, by reference to the extent to which the Fund is exposed to risks from concentration of the Fund's investments in a particular asset class (**concentration risk**).

4.2 *Single Asset Investment Strategy*

A single asset strategy may be adopted by the Fund if the asset proposed to be invested in is considered by the Trustee to satisfy the investment objectives and provided that the Trustee has considered the relevant concentration risk.

4.3 *Risk*

- 4.3.1 The Trustee acknowledges that there is a strong correlation between risk and return on investments.
- 4.3.2 The Trustee acknowledges and agrees that it will:
 - (a) from time to time, determine the acceptable level of risk and volatility of returns in the light of the Fund's circumstances; and
 - (b) give priority to an overall objective of preserving the Fund's capital.

4.3.3 The Trustee will, consistent with paragraph 4.3.2, separately review the risk profile of each member as member risk profiles may vary depending upon the member's age and other circumstances.

4.3.4 The Trustee acknowledges that in order to maximise returns in appropriate circumstances, the Trustee may invest the Fund's assets in volatile investments if the Trustee has appropriately balanced the Fund's investment portfolio. Volatile investments may be profitable for the Fund in the long term.

4.4 *Liquidity*

The Trustee will ensure that there are enough liquid investments in the Fund at any one time which may be quickly and easily converted to cash, in order to meet the payment of member benefits and Fund expenses, having regard to the Fund's expected cash flow requirements.

4.5 *Asset allocation*

The Trustee acknowledges the need to have a diversified investment mix and a balanced investment portfolio and will adopt a strategic asset allocation in accordance with the percentage ranges described below:

Asset Class	Range (%)
Cash	0 - 15
Australian Equities	0 - 15
International Equities	0 - 0
Australian Fixed Interest	0 - 0
International Fixed Interest	0 - 0
Managed investments and associated products	0 - 75
Real Estate	0 - 0
Artworks and Collectibles	0 - 0
Any other investment that is legal under the laws of the Commonwealth of Australia and its States and Territories (which the Trustee will consider from time to time on a case by case basis)	0 - 0

4.6 *Investment costs*

The Trustee acknowledges that it will at all times aim to minimise investment costs. Despite this, if the Trustee consider that it is in the best interests of the Fund and its members to invest in a product that has upfront costs, then it may do so provided that the investment is in accordance with this investment strategy. Exit costs and penalties may also be part of the cost of carrying out this investment strategy.

4.7 *Borrowing*

The Trustee acknowledges that:

4.7.1 from time to time, it will consider undertaking borrowing on a case by case basis:

- (a) at a loan to valuation ratio for the asset of 0 – 0% for any specific asset; and
- (b) at a LVR for the fund of 0 - 0%; and

4.7.2 any borrowing will be considered in light of consistency with the overall investment strategy.

4.8 *Taxation*

The Trustee will:

- 4.8.1 take all steps as are reasonably necessary to ensure that the Fund continues to obtain concessional taxation status on the income; and
- 4.8.2 consider the tax consequences of all investments made on behalf of the Fund.

4.9 *Payment of benefits to members and other costs*

The Trustee acknowledges that to the extent it is required to pay tax, expenses and benefits, then it will do so promptly on or before the due date for those payments, and will take all steps as are reasonably necessary to ensure that there is sufficient cash to meet such obligations.

4.10 *Insurance*

In complying with its responsibilities imposed by legislation, the trustees of the fund will determine the type and level of insurance cover required by the members of the fund, having regard to the personal circumstances of the members, and any personal insurance cover already held (or intended to be held) outside superannuation.

Based upon a needs analysis by the trustees, and taking into account insurance that is held outside of superannuation and the ages of the members, it was concluded that insurance is not required.

5. **Guidance on investments**

5.1 *Authorised investments:*

The following are the types of investment in which the assets of the Fund may be invested:

- 5.1.1 Investments in which it is permissible to invest trust funds under the law of any jurisdiction in Australia.
- 5.1.2 Securities in any company incorporated anywhere, whether carrying on business in Australia or not.
- 5.1.3 Deposits (whether secured or not) with a bank, friendly society, building society, credit co-operative, trustee company, or other registered financial institution.
- 5.1.4 Real or personal property, including an improvement to that property.
- 5.1.5 Units (including sub-units) in a unit trust established or situated anywhere in the world by subscription or purchase (including joint subscription or purchase). Whether the units are fully paid or partly paid, and whether their issue involves a contingent or reserve liability is irrelevant.
- 5.1.6 Futures, options or any other synthetic investment.

- 5.1.7 Hedging, swapping or any similar arrangement, even though it is not linked to any property of the Fund.
- 5.1.8 Deposits (whether secured or not) with, or loan (whether secured or not) to, any person (including an employer) on any terms the Trustee thinks reasonable. The fact that the Trustee has a direct or indirect interest in the deposit or borrowing or may benefit directly or indirectly from it is irrelevant.
- 5.1.9 A policy or annuity with an insurer, whether by proposal or purchase.
- 5.1.10 Instalment warrants or receipts.
- 5.1.11 By way of a limited recourse borrowing arrangement.
- 5.1.12 Any other investment allowed by superannuation law that the Trustee thinks appropriate.

5.2 *Forbidden investments*

The Trustee acknowledges that it will not invest any investment that is forbidden by superannuation law and will not make an investment in the form of a loan or other financial assistance to a member or a relative of a member of the Fund.

5.3 *Australian securities*

After research and due diligence, these include investments directly or indirectly in listed and unlisted securities and interests in managed funds (whether or not registered as managed investment schemes) including shares and warrants.

5.4 *International securities*

After research and due diligence, these include investments directly or indirectly in listed and unlisted securities and interests in managed funds (whether or not registered as managed investment schemes) from around the world including shares, warrants, derivatives, derivatives securities and managed funds.

5.5 *Property*

This includes both direct and indirect investments in physical property, in listed and unlisted property trusts and property securities funds.

5.6 *Derivatives*

The Trustee is not permitted to invest in derivatives and will reconsider this position and if necessary adopt a Derivative Risks Statement if this position changes.

5.7 *Currency risk*

The Trustee may invest in overseas assets in the form of, for example, international securities. In this regard, the Trustee will consider whether a foreign currency hedge is appropriate to guard against fluctuations in exchange rates.

6. **Professional advice**

The Trustee may from time to time seek advice from a professional advisor being either an accountant, solicitor or financial planner, to discuss any aspect of this strategy or any future strategy and its implementation.

7. Review

The Trustee may review and, when considered necessary, amend this investment strategy. The Trustee acknowledges that circumstances where it would be appropriate for the Trustee to conduct a review include where:

- 7.1 acquisition or disposal of a material fund asset;
- 7.2 a new member is added to the Fund;
- 7.3 a member commences, or is about to commence, a pension;
- 7.4 the death or incapacity of a member;
- 7.5 where the members of the SMSF enter into a marriage or domestic relationship, a breakdown of that arrangement;
- 7.6 where there is a change in the financial needs of the members of the SMSF;
- 7.7 there has been significant market volatility; or
- 7.8 the Trustee wishes to undertake new investment activities not permitted by the current investment strategy.

Signed by the Trustee

Dated:

29/9/2020

Executed by
Mason Pty. Ltd. ACN 621793048, in its
capacity as trustee, in accordance with
section 127(1) of the *Corporations Act 2001*
(Cwth):



Paul Mason, Director



Josephine Mason, Director

Annexure 1

SUMMARY OF SUPERANNUATION LAW DUTIES OF DIRECTORS OF THE TRUSTEE

DIRECTLY RELATING TO INVESTMENTS

One of the most important duties of a trustee of a superannuation fund is the investment of the fund's assets.

The earnings achieved on the investment of the fund's assets plus the concessional tax rate of 15% that is applied to those earnings helps to maximise the entitlement on retirement.

There are 5 guiding rules that trustees should follow:

1. ESTABLISH AND IMPLEMENT AN INVESTMENT STRATEGY

All self-managed superannuation funds **must** have an investment strategy.

Section 52(6) of the *Superannuation Industry (Supervision) Act 1993 (Cth) (SIS Act)* and regulation 4.09(2) of the *Superannuation Industry (Supervision) Regulations 1994 (Cth)*, require that a trustee must formulate, review regularly and give effect to an investment strategy for the whole of the fund, and for each investment option offered by the trustee in the fund, having regard to:

- the risk involved in making, holding and realising, and the likely return from, the investments covered by the strategy, having regard to the trustee's objectives in relation to the strategy and to the expected cash flow requirements in relation to the fund;
- the composition of the investments covered by the strategy, including the extent to which the investments are diverse or involve the fund being exposed to risks from inadequate diversification;
- the liquidity of the investments covered by the strategy, having regard to the expected cash flow requirements of the fund;
- whether reliable valuation information is available in relation to the investments covered by the strategy;
- the ability of the fund to discharge its existing and prospective liabilities;
- the expected tax consequences for the fund in relation to the investments covered by the strategy;
- the costs that might be incurred by the fund in relation to the investments covered by the strategy;
- whether the trustee of the fund should hold a contract of insurance that provides insurance cover for one or more members of the fund; and
- any other relevant matters.

Once the trustee has agreed to an investment strategy, the fund's investments should be consistent with that strategy.

2. INVEST IN ASSETS THAT ARE PERMITTED BY THE TRUST DEED

The trust deed may place some restriction on the type and class of asset in which the fund may invest. Ensure that the trust deed gives the trustee power to make an investment that may be proposed.

3. AVOID PROHIBITED INVESTMENTS

The SIS Act prohibits certain investments. Restrictions are placed upon:

- the acquisition of assets from related entities;
- investing in, giving loans to and entering leases and lease arrangements with related parties (in house assets);
- borrowing; and
- lending to members.

In addition, all investment activities must be on an arm's length basis.

Ensure that all investments do not contravene the requirements of the SIS Act.

4. CONSIDER ETHICAL INVESTMENTS

In the Product Disclosure Statement, trustees are required to disclose whether labour standards or environmental, social or ethical considerations are, or will be, taken into account when the trustees select, retain or realise an investment. You should review what representations were or are made to fund members about such considerations in the Product Disclosure Statement for the fund. If no representations were or are made, then the trustees should consider incorporating such considerations into its investment strategy.

5. AVOID INVESTMENTS THAT ARE TOTALLY SPECULATIVE

While any investment may be regarded as speculative, as trustees are expected to act prudently, the acquisition of assets that are totally speculative should be avoided, as they may be so speculative so as not to be regarded as an investment.

The trustees are required to develop an investment strategy and invest in a manner that satisfies these guidelines and which takes account of the particular needs of fund members.

Josephine Mason
MASON SUPERANNUATION FUND
8 Bluegum Way, Menai, New South Wales 2234

Dear Josephine

MASON SUPERANNUATION FUND
Continuation of Account Based Pension

We have recently completed a review of the assets of **MASON SUPERANNUATION FUND** and your Account Based Pension account in the Fund as at 01 July 2020. It is confirmed that the pension balance will automatically revert to Paul Mason upon the death of the member.

Based on the account balance and the legislative requirements for Account Based Pension, I have set out below the Minimum income stream which must be taken for the year ending 30 June 2021.

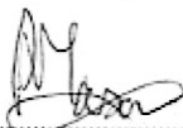
Your balance contains:

- a Taxable Balance of: \$10,810.78;
- a Tax Free Balance of: \$89,847.17; and
- a Tax Free proportion: 89.26%.

Your Minimum income stream applicable is \$3,020.00.

If you have any queries with regard to the above, please do not hesitate to contact me.

Yours sincerely



.....
Paul Mason
Director – PJ Mason Pty Ltd

Paul Mason
MASON SUPERANNUATION FUND
8 Bluegum Way, Menai, New South Wales 2234

Dear Paul

MASON SUPERANNUATION FUND
Continuation of Account Based Pension

We have recently completed a review of the assets of **MASON SUPERANNUATION FUND** and your Account Based Pension account in the Fund as at 01 July 2020. It is confirmed that the pension balance will automatically revert to Josephine Mason upon the death of the member.

Based on the account balance and the legislative requirements for Account Based Pension, I have set out below the Minimum income stream which must be taken for the year ending 30 June 2021.

Your balance contains:

- a Taxable Balance of: \$863,839.03;
- a Tax Free Balance of: \$152,917.62; and
- a Tax Free proportion: 15.04%.

Your Minimum income stream applicable is \$25,420.00.

If you have any queries with regard to the above, please do not hesitate to contact me.

Yours sincerely



.....
Josephine Mason
Director – PJ Mason Pty Ltd

MASON SUPERANNUATION FUND

Minutes of a Meeting of the Director(s)

held on 24/9/2020 at 8 Bluegum Way, Menai, New South Wales 2234

PRESENT: Paul Mason and Josephine Mason

PENSION CONTINUATION: Josephine Mason wishes to continue existing Account Based Pension with a commencement date of 01/07/2007. It is confirmed that the pension balance will automatically revert to Paul Mason upon the death of the member.

The Pension Account Balance as at 01/07/2020 is \$100,657.95, consisting of:

- Taxable amount of: \$10,810.78; and
- Tax Free amount of: \$89,847.17
- Tax Free proportion: 89.26%.

TRUSTEE ACKNOWLEDGEMENT: It was resolved that Trustee(s) have agreed to this and has taken action to ensure the following:

- The member's minimum pension payments are to be made at least annually
- An amount or percentage of the pension will not be prescribed as being left-over when the pension ceases
- The pension can be transferred only on the death of the pensioner to their beneficiary(s).
- The Trustee(s) will comply with ATO obligations such as PAYG withholding and payment summary obligations
- The fund's trust deed provides for payment of this pension to the member
- The Trustee(s) will notify the member, in writing, of their pension amount and assessable amount each year

PAYMENT: It was resolved that the trustees have agreed to pay at least the minimum pension payment for the current year of \$3,020.00 in the frequency of at least an annual payment.

CLOSURE: Signed by the trustee(s) pursuant to the Fund Deed.



Paul Mason
Chairperson

Minutes of a Meeting of the Director(s)

held on 29/9/2020 at 8 Bluegum Way, Menai, New South Wales 2234

PRESENT: Paul Mason and Josephine Mason

PENSION CONTINUATION: Paul Mason wishes to continue existing Account Based Pension with a commencement date of 01/07/2017. It is confirmed that the pension balance will automatically revert to Josephine Mason upon the death of the member.

The Pension Account Balance as at 01/07/2020 is \$1,016,756.65, consisting of:

- Taxable amount of: \$863,839.03; and
- Tax Free amount of: \$152,917.62
- Tax Free proportion: 15.04%.

TRUSTEE ACKNOWLEDGEMENT: It was resolved that Trustee(s) have agreed to this and has taken action to ensure the following:

- The member's minimum pension payments are to be made at least annually
- An amount or percentage of the pension will not be prescribed as being left-over when the pension ceases
- The pension can be transferred only on the death of the pensioner to their beneficiary(s).
- The Trustee(s) will comply with ATO obligations such as PAYG withholding and payment summary obligations
- The fund's trust deed provides for payment of this pension to the member
- The Trustee(s) will notify the member, in writing, of their pension amount and assessable amount each year

PAYMENT: It was resolved that the trustees have agreed to pay at least the minimum pension payment for the current year of \$25,420.00 in the frequency of at least an annual payment.

CLOSURE: Signed by the trustee(s) pursuant to the Fund Deed.



Paul Mason
Chairperson