

MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Financial Statements
For the year ended 30 June 2019

D BAKER & ASSOCIATES PTY LTD

Chartered Accountants

MUDGUTTS SUPERANNUATION FUND
ABN 32 197 935 522

Contents

Statement of Financial Position

Operating Statement

Statement of Cash Flows

Notes to the Financial Statements

Trustee's Declaration

Compilation Report

Member's Information Statement

MUDGUTTS SUPERANNUATION FUND
ABN 32 197 935 522
Detailed Statement of Financial Position as at 30 June 2019

	2019	2018
	\$	\$
Investments		
Shares in listed companies	515,309	484,490
Total Investments	515,309	484,490
Other Assets		
Macquarie Cash Management Account #9339	32,849	12,652
Distributions Receivable	4,492	4,795
Total other assets	37,341	17,447
Total assets	552,651	501,937
Liabilities		
Taxation	(1,656)	43
PAYG Instalment Payable	538	248
Total liabilities	(1,118)	291
Net Assets Available to Pay Benefits	553,769	501,646
Represented by:		
Liability for Accrued Members' Benefits		
Allocated to members' accounts	553,769	501,646
	553,769	501,646

These financial statements are unaudited. They must be read in conjunction with the attached Accountant's Compilation Report and Notes which form part of these financial statements.

MUDGUTTS SUPERANNUATION FUND**ABN 32 197 935 522****Detailed Operating Statement****For the year ended 30 June 2019**

	Note	2019 \$	2018 \$
Revenue			
Employers contributions		6,656	9,014
Employers contributions		13,386	12,993
Interest		282	888
Distribution from trusts		22,515	17,741
Net foreign income		1,002	571
Other income		63	8
Total capital gains		1,282	2,406
Changes in NMV - Shares Listed		30,819	32,834
Total revenue		<u>76,005</u>	<u>76,455</u>
Expenses			
Accountancy		1,320	4,950
Adviser fees		3,300	
Bank fees & charges			15
Filing fees		101	306
Fines		328	321
Investment Expenses		4,950	1,537
Supervisory levy		259	
Total expenses		<u>10,258</u>	<u>7,129</u>
Benefits Accrued as a Result of Operations Before Income Tax		65,747	69,325
Income tax expense	6	5,224	5,401
Benefits Accrued as a Result of Operations	7	<u>60,523</u>	<u>63,924</u>

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MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Statement of Cash Flows

For the year ended 30 June 2019

	2019	2018
	\$	\$
Cash Flows From Operating Activities		
Employer contributions	20,042	22,007
Other operating inflows	23,883	22,094
General administration expenses	(10,258)	(7,129)
Interest received	282	888
Member benefit paid		(2,500)
Other member benefits	(8,400)	
Taxation	(6,633)	(5,942)
Net cash provided by (used in) operating activities (Note 2):	<u>18,916</u>	<u>29,418</u>
Cash Flows From Investing Activities		
Purchases:		
Shares in listed companies		(59,246)
Payments For PP & E	1,282	2,406
Net cash provided by (used in) investing activities:	<u>1,282</u>	<u>(56,840)</u>
Net increase (decrease) in cash held	20,198	(27,422)
Cash at the beginning of the year	<u>12,652</u>	<u>40,073</u>
Cash at the end of the year (Note 1).	<u><u>32,849</u></u>	<u><u>12,652</u></u>

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MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Statement of Cash Flows

For the year ended 30 June 2019

2019

2018

Note 1. Reconciliation Of Cash

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Macquarie Cash Management Account #9339	32,849	12,652
	<u>32,849</u>	<u>12,652</u>

Note 2. Reconciliation Of Net Operating Activities To Benefits Accrued as a Result of Operations

Benefits accrued as a result of operations	60,523	63,924
Increase/(decrease) in provision for income tax	(1,699)	(788)
Increase/(decrease) in non current assets	(1,282)	(2,406)
(Increase)/decrease in trade debtors	303	3,774
Increase/(decrease) in sundry provisions	290	248
Change in net market value	(30,819)	(32,834)
Transfers to other funds	(8,400)	
Members benefits paid		(2,500)
Net cash provided by operating activities	<u>18,916</u>	<u>29,418</u>

MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Notes to the Financial Statements

For the year ended 30 June 2019

Note 1: Summary of Significant Accounting Policies

These financial statements are a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board, the fund's trust deed and relevant legislative requirements. The accounting policies have been consistently applied, unless otherwise stated.

The financial statements comply with all Australian equivalents to International Financial Reporting Standards (AIFRS) from 01 July 2005.

The following is a summary of the material accounting policies adopted by the fund in the preparation of the financial statements.

Basis of Preparation

First-time Adoption of Australian Equivalents to International Financial Reporting Standards

MUDGUTTS SUPERANNUATION FUND has prepared financial statements in accordance with the Australian equivalents to International Financial Reporting Standards (IFRS) from the 1 July 2005.

In accordance with the requirements of AASB 1: First-time Adoption of Australian Equivalents to International Financial Reporting Standards, adjustments to the company's accounts resulting from the introduction of IFRS have been applied retrospectively to 2005 comparative figures excluding cases where optional exemptions available under AASB 1 have been applied. These accounts are the first financial statements of MUDGUTTS SUPERANNUATION FUND to be prepared in accordance with Australian equivalents to IFRS.

No reconciliations of the transition from previous Australian GAAP to IFRS have been included as no adjustments are required.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies

(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 are made:

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

Market value has been determined as follows:

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Notes to the Financial Statements

For the year ended 30 June 2019

- (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; and
- (iv) investment properties at the trustees' assessment of their realisable value.

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 value of the Fund's financial liabilities is equivalent to the market value. Any remeasurement changes in the gross value 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.

Interest revenue

Interest revenue is recognised in respect of fixed-interest securities, and cash and cash equivalent balances. Interest revenue is recognised as it accrues.

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 trusts are recognised as at the date the unit value is quoted ex-distributions and, if not received at the end of the reporting period, are reflected in the statement of financial position as a receivable at net 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.

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Notes to the Financial Statements

For the year ended 30 June 2019

- Vested Benefits

Vested benefits are benefits which are not conditional upon continued membership of the fund and include benefits which members are entitled to receive had they terminated their membership of the fund at the reporting date.

(e) **Income Tax**

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

Current tax and deferred tax are recognised in profit or loss. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

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

No deferred income tax is recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, and their measurement also reflects the manner in which the trustees expect to recover or settle the carrying amount of the related asset or liability.

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

(f) **Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or other payables in the statement of financial position.

(g) **Critical Accounting Estimates and Judgements**

The preparation of financial statements requires the trustee 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.

- Cash

For the purpose of the cash flow statement, cash includes cash and at call deposits with banks, and investment in money market instruments.

- Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to financial assets.

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Notes to the Financial Statements

For the year ended 30 June 2019

Dividend revenue is recognised when the fund has established that it has a right to receive a dividend.

All revenue received arises from the operating activities of the fund.

- Contributions

Member and employer contributions are recognised on an accrual basis.

- Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Notes to the Financial Statements

For the year ended 30 June 2019

2019

2018

Note 2: Investment Revenue

Interest	282	888
	<u>282</u>	<u>888</u>

Note 3: Other Revenue

Distribution from trusts	22,515	17,741
Net foreign income	1,002	571
Other income	63	8
Total capital gains	1,282	2,406
Changes in NMV - other assets	30,819	32,834
	<u>55,681</u>	<u>53,559</u>

Note 4: Income Tax Expense

The prima facie tax payable on benefits accrued as a result of operations before income tax is reconciled to the income provided in the accounts as follows:

Prima facie tax payable on operating result before income tax at 15%	9,862	10,399
Less tax effect of:		
Change in M/V of investments	(30,819)	(4,925)
Non deductible expenses		(73)
	<u>(20,957)</u>	<u>5,401</u>
Income tax expense	<u>5,224</u>	<u>5,401</u>
The income tax expense comprises amounts set aside as:		
Income tax payable attributable to the current year	5,224	5,401
Income tax expense	<u>5,224</u>	<u>5,401</u>

Note 5: Vested benefits

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Notes to the Financial Statements

For the year ended 30 June 2019

	2019	2018
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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 that members were entitled to receive had they terminated their fund membership as at the end of the reporting period.		
Vested benefits	<u>553,769</u>	<u>501,646</u>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Trustee's Declaration

The directors of Mudguts Pty Ltd being the trustees of the MUDGUTTS SUPERANNUATION FUND declare that:

- (i) the financial statements and notes to the financial statements present fairly the financial position of the Fund as at 30 June 2019, and the results of its operations for the year then ended; and
- (ii) the financial statements and notes to the financial statements have been prepared in accordance with applicable Australian Accounting Standards, other mandatory reporting requirements and the provisions of the trust deed, as amended; and
- (iii) the operation of the Fund has been carried out in accordance with its trust deed and in compliance with:
 - (a) the requirements of the Superannuation Industry (Supervision) Act 1993 and Regulations; and
 - (b) applicable sections of the Corporations Act 2001 and Regulations; and
 - (c) the requirements under s 13 of the Financial Sector (Collection of Data) Act 2001; and
 - (d) the guidelines issued by the Australian Prudential Regulation Authority on derivative risk statements for superannuation entities investing in derivatives;during the year ended 30 June 2019.

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

Stephen Smart , (Director)

Avril McGeehan , (Director)

Perth

Date

MUDGUTTS SUPERANNUATION FUND
ABN 32 197 935 522
Compilation Report to MUDGUTTS SUPERANNUATION FUND

We have compiled the accompanying general purpose financial statements of MUDGUTTS SUPERANNUATION FUND, which comprise the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and Statement of Financial Position as at 30 June 2019, a summary of significant accounting policies and other explanatory notes. These have been prepared in accordance with the financial reporting framework described in Note 1 to the financial statements.

The Responsibility of the Directors of the Trustee Company

The directors of the trustee company of MUDGUTTS SUPERANNUATION FUND are solely responsible for the information contained in the general purpose financial statements and the reliability, accuracy and completeness of the information.

Our Responsibility

On the basis of information provided by the directors of the trustee company, we have compiled the accompanying general purpose financial statements in accordance with the financial reporting framework 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 Australian Accounting Standards. We have complied with the relevant ethical requirements of APES 110 Code of Ethics for Professional Accountants (including Independence Standards).

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 general purpose financial statements were compiled 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 general purpose financial statements.



D BAKER & ASSOCIATES PTY LTD
Chartered Accountants

20 April, 2020

MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Member's Information Statement

For the year ended 30 June 2019

	2019	2018
	\$	\$
<hr/>		
Stephen Smart		
Opening balance - Members fund	299,565	264,713
Allocated earnings	27,293	28,453
Employers contributions	6,656	9,014
Income tax expense - Earnings	(1,324)	(1,263)
Income tax expense - Contribution	(998)	(1,352)
Transfers to other funds	(3,200)	
Balance as at 30 June 2019	<u>327,992</u>	<u>299,565</u>
Withdrawal benefits at the beginning of the year	299,565	264,713
Withdrawal benefits at 30 June 2019	327,992	299,565

Withdrawal Benefit

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

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

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

Withdrawing Funds

Should a member wish to withdraw some or all of their withdrawal benefits from the fund, they should contact the administrator prior to taking action to be advised of their benefit entitlements at date of disposal.

Eligible Rollover Fund

The Fund has selected an 'eligible rollover fund' to which it will transfer benefits belonging to 'lost' members or unclaimed benefits.

Government regulations define members as 'lost' if two consecutive reports, sent at least six months apart, are returned unclaimed to the fund.

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MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Member's Information Statement

For the year ended 30 June 2019

	2019	2018
	\$	\$
<hr/>		
Avril McGeehan		
Opening balance - Members fund	202,081	175,509
Allocated earnings	18,411	18,865
Employers contributions	13,386	12,993
Income tax expense - Earnings	(893)	(837)
Income tax expense - Contribution	(2,008)	(1,949)
Transfers to other funds	(5,200)	
Benefits paid		(2,500)
Balance as at 30 June 2019	<u>225,777</u>	<u>202,081</u>
Withdrawal benefits at the beginning of the year	202,081	175,509
Withdrawal benefits at 30 June 2019	225,777	202,081

Withdrawal Benefit

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

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

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MUDGUTTS SUPERANNUATION FUND

ABN 32 197 935 522

Member's Information Statement

For the year ended 30 June 2019

	2019	2018
	\$	\$
Amounts Allocatable to Members		
Yet to be allocated at the beginning of the year		
Benefits accrued as a result of operations as per the operating statement	60,523	63,924
Transfers to other funds	(3,200)	
Transfers to other funds	(5,200)	
Benefits paid		(2,500)
Amount allocatable to members	<u>52,123</u>	<u>61,424</u>
Allocation to members		
Stephen Smart	28,426	34,852
Avril McGeehan	23,697	26,571
Total allocation	<u>52,123</u>	<u>61,424</u>
Yet to be allocated	<u>52,123</u>	<u>61,424</u>
Members Balances		
Stephen Smart	327,992	299,565
Avril McGeehan	225,777	202,081
Allocated to members accounts	<u>553,769</u>	<u>501,646</u>
Yet to be allocated		
Liability for accrued members benefits	<u>553,769</u>	<u>501,646</u>

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