

CONSENT TO ACT AS TRUSTEE

I/This Company:

Granny Hornbag Pty Ltd, ACN 166 870 588, a company taken to be registered in the State of Victoria and having its registered office at the offices of Lowrys Accountants, Suite 6, 170 Coonawarra Road, Winnellie in the said State
("the Declarant")

HEREBY DECLARE and STATE as follows:-

1. The Declarant is not disqualified from acting as a Trustee of a Superannuation Fund under the Superannuation Industry (Supervision) Act 1993.
2. The Declarant hereby consents to act as a Trustee for the Granny Hornbag Super Fund to be established on 20th November, 2013 as represented in the proposed Superannuation Fund Trust Deed in which the Declarant is shown as Trustee.
3. The Declarant hereby declares that the proposed Superannuation Fund Trust Deed described in paragraph 2 above will be executed by the Declarant as a Trustee.
4. The Declarant hereby states that it will administer the proposed Superannuation Fund in accordance with the terms and conditions set out in the said Trust Deed and with the provisions of the Superannuation Industry (Supervision) Act 1993.
5. The Declarant undertakes to advise in writing the Australian Taxation Office and any other Trustee of the proposed Superannuation Fund should the Declarant for any reason become disqualified from acting as Trustee of a superannuation fund.

DATED: 20th November, 2013

EXECUTED by GRANNY HORNBAG
PTY LTD, ACN 166 870 588, in
accordance with the Corporations Act: }



KERRIE LOUISE SCHILG
Sole Officer

CONSENT TO ACT AS DIRECTOR OF TRUSTEE COMPANY

Pursuant to Section 118 of the Superannuation Industry (Supervision) Act 1993

I, Kerrie Louise Schilg of 31 Wandie Crescent, Anula being a Director of Granny Hornbag Pty Ltd, ACN 166 870 588 in its capacity as Trustee (the 'Corporate Trustee') of the Granny Hornbag Super Fund, DO HEREBY DECLARE:-

1. That I am not *disqualified from acting as a director of the Corporate Trustee under the Superannuation Industry (Supervision) Act 1993; and
2. That I consent to acting as director of the Corporate Trustee;
3. That I shall notify the Corporate Trustee and the Australian Taxation Office immediately if I should become a disqualified person.

DATED: 20th November, 2013

SIGNATURE: _____



* NOTE RE DISQUALIFICATION

The Superannuation Industry (Supervision) Act 1993 provides that the following persons are disqualified from acting as a director of a Corporate Trustee:-

1. Persons who have prior convictions involving dishonest conduct, wherever or whenever such conviction may have occurred.
2. Persons who are insolvent, bankrupt or have entered into arrangements, assignments or compositions with creditors under Part X of the Bankruptcy Act 1966 (Cth) or a similar foreign law.
3. Persons in relation to whom a civil penalty order has been made under the Superannuation Industry (Supervision) Act 1993.



Self managed super fund trustee declaration

I understand that as an individual trustee or director of the corporate trustee of the:

Granny Hornbag Super Fund

I am responsible for ensuring that the fund complies with the Superannuation Industry (Supervision) Act 1993 (SISA) and other relevant legislation. The Commissioner of Taxation (the Commissioner) has the authority and responsibility for administering the legislation and enforcing the fund's compliance with the law.

If I do not comply with the legislation, the Commissioner may take the following actions:

- ★ impose administrative penalties on me
- ★ enter into agreements with me to rectify any contraventions of the legislation
- ★ disqualify me from being a trustee or director of a corporate trustee of any superannuation fund in the future
- ★ remove the fund's complying status resulting in a significant tax penalty on the fund, and
- ★ prosecute me under the law, resulting in fines or imprisonment.

I must keep myself informed of changes to the legislation relevant to the operation of my fund and ensure the trust deed is kept up to date in accordance with the law and the needs of the members.

SOLE PURPOSE

I understand it is my responsibility to ensure the fund is maintained for the purpose of providing benefits to its members upon their retirement (or attainment of a certain age) or their beneficiaries if a member dies.

TRUSTEE DUTIES

I understand that by law I must:

- ★ act honestly in all matters concerning the fund
- ★ exercise skill, care and diligence in managing the fund
- ★ act in the best interests of all the members of the fund
- ★ ensure that my money and other assets are kept separate from the money and other assets of the fund
- ★ take appropriate action to protect the fund's assets (for example, have sufficient evidence of the ownership of fund assets)
- ★ not enter into any contract, or do anything, that would prevent me from, or hinder me in, properly performing or exercising my functions or powers as a trustee or director of the corporate trustee of the fund
- ★ prepare and implement an investment strategy that takes the whole of the fund's circumstances into account, which includes, but is not limited to
 - ★ the risks associated with the fund's investments
 - ★ the likely return from investments, taking into account the fund's objectives and expected cash flow requirements
 - ★ investment diversity and the fund's exposure to risk due to inadequate diversification, and
 - ★ the liquidity of the fund's investments having regard to the fund's expected cash flow requirements in discharging its existing and prospective liabilities, and
- ★ allow all members of the fund to have access to information and documents as required, including details about
 - ★ the financial situation of the fund
 - ★ the investments of the fund, and
 - ★ the members' benefit entitlements.

Investment restrictions

I understand that, as a trustee or director of the corporate trustee of the fund, subject to certain limited exceptions specified in the law, I am prohibited from the following:

- ★ lending money of the fund to, or providing financial assistance to, a member of the fund or a member's relative (financial assistance means any assistance that improves the financial position of a person directly or indirectly including the provision of credit)
- ★ acquiring assets (other than listed securities, business real property or managed funds) for the fund from members or associates or other related parties of the fund
- ★ borrowing money (or maintaining an existing borrowing) on behalf of the fund
- ★ having more than 5% of the fund's total assets at any time of the year as loans to, or investments in, related parties of the fund (including trusts) and assets subject to a lease or lease arrangement between the trustee and a member, relative or other related party (these assets are in-house assets), and
- ★ entering into investments on behalf of the fund that are not made or maintained on an arm's length (commercial) basis, ensuring that the purchase or sale price of the fund's assets reflect market value.

Accepting contributions and paying a benefit

I understand that I can only accept contributions and pay benefits (pensions or lump sums) to members or their beneficiaries when the conditions specified in the law and the fund's governing rules (including its trust deed) have been met.

Administration

I understand that the trustees of the fund must:

- ★ keep and retain for at least 10 years
 - ★ minutes of all trustee meetings at which matters affecting the fund were considered (this includes investment decisions and decisions to appoint members and trustees)
 - ★ records of all changes of trustees, including directors of the corporate trustee
 - ★ each trustee's consent to be appointed as a trustee of the fund or a director of the corporate trustee, and
 - ★ all trustee declarations
- ★ ensure that the following are prepared and retained for at least 5 years
 - ★ a statement of financial position
 - ★ an operating statement, and
 - ★ accounts and statements that correctly record and explain the transactions and financial position of the fund
- ★ notify the Tax Office within 28 days of any changes in
 - ★ trustees, directors of the corporate trustee or members of the fund
 - ★ fund name
 - ★ details of the contact person, contact phone and facsimile numbers, and
 - ★ the postal address, registered address, or address for service of notices for the fund
- ★ notify the Tax Office in writing as soon as practicable (not later than 28 days) after becoming aware that the fund has ceased to be a self managed superannuation fund or ceased to exist
- ★ ensure that an approved auditor is appointed to audit the fund for each income year and provide that auditor with documents as requested, and
- ★ lodge the fund's annual return by the due date.

DECLARATION

By signing this declaration I acknowledge that I understand my duties and responsibilities as a trustee or director of the corporate trustee of the self managed superannuation fund named on this declaration (or if the fund's name changes, that name). I understand that:

- ★ I must ensure this document is retained for at least 10 years or while I remain a trustee or director of the corporate trustee (whichever is longer) and if I fail to do this, penalties may apply, and
- ★ I may have to make this document available for inspection by a member of staff of the Tax Office and if I fail to do this, penalties may apply.

Trustee's or director's name:

Kerrie Louise Schilg

Trustee's or director's signature:



Date

20/11/2013

Witness' name (witness must be over the age of 18 years):

Deborah Fletcher

Witness' signature:



Date

20/11/2013

INVESTMENT STRATEGY FOR THE GRANNY HORNBAG SUPER FUND

TRUSTEE: Granny Hornbag Pty Ltd

ADDRESS: C/- Lowrys Accountants
Suite 6, 170 Coonawarra Road
WINNELLIE NT 0821

THIS INVESTMENT STRATEGY WAS ADOPTED BY THE TRUSTEE(S) ON
20TH NOVEMBER, 2013

The Trustees of all superannuation funds are required to formulate and give effect to an investment strategy. It is therefore our intention to also formulate and implement an investment strategy which is appropriate for the members of this fund.

The following list of considerations has been developed by the Trustee(s) to determine an appropriate strategy:-

- ★ Age of all members
- ★ Proximity to retirement
- ★ Liquidity required for expenses such as
 - ★ Taxation
 - ★ Administration
 - ★ Accounting
 - ★ Audit
 - ★ the ATO lodgment fees
 - ★ Insurance
- ★ Members' risk/return profile
- ★ Other investments of members held outside the fund (if known)

As Trustee(s) of this fund, we believe that based on the above, and other factors, an appropriate mix of investments could be contained within the following ranges at any one time:-

INVESTMENT SECTOR	% RANGE (0% TO 100%)
Cash	0% to 50%
Fixed interest	0% to 50%
Australian listed shares	0% to 50%
Overseas listed shares	0% to 50%
Unit trusts (or pooled super trusts)	0% to 50%
Direct property	50% to 100%
Unlisted property trusts	0% to 50%
Listed property trusts	0% to 50%
Other investments	0% to 50%
	to
	to

In addition, the long term goal of the trustee(s) is to diversify the investments to such an extent that no single investment represents more than 50% of total fund assets. This does not preclude the Trustee(s) from initially investing more than 50% in a single investment. However, the intent is to reduce this percentage over time with investment earnings and contributions.

The Trustee(s) will not enter into new loans to any employer sponsor (or any associates of an employer sponsor) for more than 5% of fund assets, nor will the Trustee lend monies to members. All investments will be made on a commercial basis.

Assets owned by Members will not be purchased by the Trustee(s) on behalf of the fund unless these assets are appropriate investments for the fund. The only assets that the Trustee(s) will consider purchasing are:-

- ★ Monetary contributions
- ★ Listed shares at market value
- ★ Real business property (to a maximum of 40% of fund assets).

When benefits are due to be paid, the Trustee(s) may pay the benefits in cash or in specie (by transfer of Deed or Title, etc).

The main purpose of the Fund, and therefore its investment strategy, is to provide retirement benefits for members (or their dependants in the event of premature death). If appropriate, the Trustee(s), as part of a strategy, may acquire life insurance benefits for the members of the Fund

There is no specific strategy regarding a minimum level of income or growth for the fund. A long term investment return above the rate of inflation is the objective of the Trustee(s).



Signed for and on behalf of the Trustee