

R I GORRING SUPERANNUATION FUND

Statement of Financial Position

As at 30 June 2019

	Note	2019	2018
		\$	\$
Assets			
Investments			
Real Estate Properties (Australian - Non Residential)	2	350,000.00	350,000.00
Shares in Listed Companies (Australian)	3	23,506.20	18,848.49
Units in Unlisted Unit Trusts (Australian)	4	85,366.19	181,341.36
Total Investments		<u>458,872.39</u>	<u>550,189.85</u>
Other Assets			
Sundry Debtors		0.00	1,550.00
NAB Business Cheque Account		45,873.34	104,339.34
Income Tax Refundable		4,882.96	0.00
Total Other Assets		<u>50,756.30</u>	<u>105,889.34</u>
Total Assets		<u>509,628.69</u>	<u>656,079.19</u>
Less:			
Liabilities			
GST Payable		1,665.89	1,105.63
Income Tax Payable		0.00	525.88
Sundry Creditors		3,678.00	912.00
Total Liabilities		<u>5,343.89</u>	<u>2,543.51</u>
Net assets available to pay benefits		<u>504,284.80</u>	<u>653,535.68</u>
Represented by:			
Liability for accrued benefits allocated to members' accounts	6, 7		
Mathews, Raelee - Accumulation		0.00	25,750.88
Mathews, Raelee - Pension (Transition to Retirement Pension 3)		0.00	627,784.80
Mathews, Raelee - Pension (Account Based Pension)		504,284.80	0.00
Total Liability for accrued benefits allocated to members' accounts		<u>504,284.80</u>	<u>653,535.68</u>

R I GORRING SUPERANNUATION FUND

Operating Statement

For the year ended 30 June 2019

	Note	2019	2018
		\$	\$
Income			
Investment Income			
Trust Distributions	10	1,610.51	2,478.86
Dividends Received	9	1,066.48	996.84
Interest Received		0.22	0.00
Property Income	11	18,900.90	15,026.35
Investment Gains			
Changes in Market Values	12	7,072.03	18,573.16
Contribution Income			
Employer Contributions		898.30	29,190.48
Personal Non Concessional		0.00	341.18
Transfers In		1,131.87	0.00
Total Income		<u>30,680.31</u>	<u>66,606.87</u>
Expenses			
Accountancy Fees		3,185.70	1,884.50
Administration Costs		205.00	379.25
ATO Supervisory Levy		259.00	259.00
Auditor's Remuneration		550.00	550.00
ASIC Fees		53.00	48.00
Bank Charges		132.00	120.00
Property Expenses - Agents Management Fees		818.18	2,152.72
Property Expenses - Council Rates		3,746.12	3,669.98
Property Expenses - Repairs Maintenance		237.15	1,353.66
Property Expenses - Strata Levy Fees		650.00	550.00
Member Payments			
Pensions Paid		29,263.44	27,400.00
Benefits Paid/Transfers Out		142,036.56	0.00
Total Expenses		<u>181,136.15</u>	<u>38,367.11</u>
Benefits accrued as a result of operations before income tax		<u>(150,455.84)</u>	<u>28,239.76</u>
Income Tax Expense	13	(1,204.96)	3,678.88
Benefits accrued as a result of operations		<u>(149,250.88)</u>	<u>24,560.88</u>

Notes to the Financial Statements

For the year ended 30 June 2019

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 the 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 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 upon receipt.

Notes to the Financial Statements

For the year ended 30 June 2019

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).

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. 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.

f. 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: Real Estate Properties (Australian - Non Residential)

	2019 \$	2018 \$
Unit 3/3 Trade Street, Ormiston	350,000.00	350,000.00
	<hr/> 350,000.00	<hr/> 350,000.00

Note 3: Shares in Listed Companies (Australian)

	2019 \$	2018 \$
Aurizon Holdings Limited	23,506.20	18,848.49

Notes to the Financial Statements

For the year ended 30 June 2019

	23,506.20	18,848.49
Note 4: Units in Unlisted Unit Trusts (Australian)		
	2019	2018
	\$	\$
Colonial First State Imputation Fund	17,781.79	16,325.37
Yarra Emerging Leaders Fund	67,584.40	165,015.99
	85,366.19	181,341.36

Note 6: Liability for Accrued Benefits

	2019	2018
	\$	\$
Liability for accrued benefits at beginning of year	653,535.68	628,974.80
Benefits accrued as a result of operations	(149,250.88)	24,560.88
Current year member movements	0.00	0.00
Liability for accrued benefits at end of year	504,284.80	653,535.68

Note 7: 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.

	2019	2018
	\$	\$
Vested Benefits	504,284.80	653,535.68

Note 8: Guaranteed Benefits

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

Note 9: Dividends

	2019	2018
	\$	\$
Aurizon Holdings Limited	1,066.48	996.84
	1,066.48	996.84

Notes to the Financial Statements

For the year ended 30 June 2019

Note 10: Trust Distributions

	2019 \$	2018 \$
Yarra Emerging Leaders Fund	551.33	1,410.56
Colonial First State Imputation Fund	1,059.18	1,068.30
	<u>1,610.51</u>	<u>2,478.86</u>

Note 11: Rental Income

	2019 \$	2018 \$
Unit 3/3 Trade Street, Ormiston	<u>18,900.90</u>	<u>15,026.35</u>
	<u>18,900.90</u>	<u>15,026.35</u>

Note 12: Unrealised Movements in Market Value

	2019 \$	2018 \$
Shares in Listed Companies (Australian)		
Aurizon Holdings Limited	<u>4,657.71</u>	<u>(4,483.59)</u>
	<u>4,657.71</u>	<u>(4,483.59)</u>
Units in Unlisted Unit Trusts (Australian)		
Colonial First State Imputation Fund	397.24	1,581.47
Yarra Emerging Leaders Fund	<u>(4,477.20)</u>	<u>21,475.28</u>
	<u>(4,079.96)</u>	<u>23,056.75</u>
Total Unrealised Movement	<u>577.75</u>	<u>18,573.16</u>
Realised Movements in Market Value		
	2019 \$	2018 \$
Units in Unlisted Unit Trusts (Australian)		
Yarra Emerging Leaders Fund	<u>6,494.28</u>	<u>0.00</u>
	<u>6,494.28</u>	<u>0.00</u>
Total Realised Movement	<u>6,494.28</u>	<u>0.00</u>
Total Market Movement	<u>7,072.03</u>	<u>18,573.16</u>

Notes to the Financial Statements

For the year ended 30 June 2019

Note 13: Income Tax Expense

	2019 \$	2018 \$
The components of tax expense comprise		
Current Tax	(1,204.96)	3,678.88
Income Tax Expense	(1,204.96)	3,678.88

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%	(22,568.38)	4,235.96
--	-------------	----------

Less:

Tax effect of:

Non Taxable Contributions	0.00	51.18
Non Taxable Transfer In	169.78	0.00
Increase in MV of Investments	86.66	2,785.97
Exempt Pension Income	4,209.15	0.00
Realised Accounting Capital Gains	974.14	0.00
Accounting Trust Distributions	241.58	371.83

Add:

Tax effect of:

SMSF Non-Deductible Expenses	1,393.05	0.00
Pension Payments	4,389.52	4,110.00
Benefit Payments	21,305.48	0.00
Franking Credits	189.38	286.17
Foreign Credits	8.27	23.19
Net Capital Gains	869.70	75.45
Taxable Trust Distributions	131.99	176.64
Distributed Foreign Income	20.24	43.33
Rounding	(0.34)	(0.51)
Income Tax on Taxable Income or Loss	57.60	5,741.25

Less credits:

Franking Credits	1,262.56	1,907.80
------------------	----------	----------

Notes to the Financial Statements

For the year ended 30 June 2019

Foreign Credits	0.00	154.57
Current Tax or Refund	(1,204.96)	3,678.88

Note 13: Subsequent Events

Post the financial year end, the Trustees note that due to COVID-19, there has been a detrimental impact to the global equity market. Other asset markets, including property, may also be adversely affected. These events may have materially impacted the current and future market value of assets held by the Fund. However, due to the rapid and ongoing changes, an estimate of the extent of this decline cannot be determined at this time.