

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021**

| | Note | 2021 \$ | 2020 \$ |
|--|------|------------------|------------------|
| Investments | | | |
| Shares in listed companies Australian Stock Exchange | 1 | 2,351,004 | 1,595,951 |
| Shares in unlisted international companies | 2 | - | - |
| Investments, Netwealth Wealth Accelerator | 3 | 744,160 | 687,174 |
| Total investments | | <u>3,095,164</u> | <u>2,283,125</u> |
| Other assets | | | |
| Cash and cash equivalents | 4 | 105,902 | 274,279 |
| Other debtors | 5 | 7,284 | 2,665 |
| Total other assets | | <u>113,186</u> | <u>276,944</u> |
| Total assets | | <u>3,208,350</u> | <u>2,560,069</u> |
| Liabilities | | | |
| Other payables | | 194 | 194 |
| Deferred tax liability | 11 | 80,256 | 29,268 |
| Total liabilities | | <u>80,450</u> | <u>29,462</u> |
| Net assets available to pay benefits | | <u>3,127,900</u> | <u>2,530,607</u> |
| Represented by: | | | |
| Liability for accrued benefits allocated to members' accounts | 6 | <u>3,127,900</u> | <u>2,530,607</u> |

**OPERATING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2021**

| | Notes | 2021 \$ | 2020 \$ |
|--|-------|----------------|-----------------|
| Investment revenue | | | |
| Dividends and distributions: ASX listed securities | 7 | 65,414 | 68,785 |
| Dividends and distributions: Netwealth platform assets | | 10,578 | 3,398 |
| Interest: Commonwealth bank | | 1,345 | 6,594 |
| Investment revenue: ASX listed securities corporate action | | - | - |
| Investment revenue: Netwealth platform corporate action | | 17 | |
| Realised gain (loss) on sale of investments | 8 | 36,115 | - |
| Unrealised gain (loss) in market value of investments | 9 | 509,894 | (124,011) |
| Net investment revenue (loss) | | <u>623,363</u> | <u>(45,234)</u> |
| Contributions revenue | | | |
| Employer contribution: John R Warton | | 19,005 | 29,378 |
| Employer contribution: Veronica A Warton | | 3,662 | 27,868 |
| Total contributions revenue | | <u>22,667</u> | <u>57,246</u> |
| Other revenue | | | |
| | | - | - |
| Total revenue (loss) | | <u>646,030</u> | <u>12,012</u> |
| General administration expenses | | | |
| Audit fee | | 1,540 | 1,540 |
| Austpost registration | | - | - |
| ASIC registration | | - | - |
| Netwealth Wealth Accelerator: administration and brokerage | | 2,566 | 1,720 |
| Superannuation supervisory levy | | 259 | 259 |
| Total general administration expense | | <u>4,365</u> | <u>3,519</u> |
| Benefits accrued as a result of operations before income tax | | | |
| Income tax expense | 10 | (44,372) | 14,414 |
| Increase (decrease) in benefits accrued as a result of operations | | <u>597,293</u> | <u>22,907</u> |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

| | 2021 \$ | 2020 \$ |
|--|------------------|------------------|
| 1 Shares in companies listed on the Australian Stock Exchange | | |
| At net market value: | | |
| AMC (18/05/21) | 22,695 | - |
| Aristocrat Leisure Limited (ALL) | 30,163 | 17,850 |
| BHP Group Limited (BHP) | 175,338 | 129,310 |
| BHP Group Limited (BHP) (07/07/20) 560 | 27,199 | - |
| BHP Group Limited (BHP) (21/07/20) 520 | 25,256 | - |
| Boral Limited (BLD) | 23,888 | 12,318 |
| Brambles | 22,880 | - |
| Commonwealth Bank of Australia (CBA) | 469,389 | 326,274 |
| Commonwealth Bank of Australia (CBA) (13/05/21) | 24,968 | - |
| Commonwealth Bank of Australia (CBA) (07/07/20) | 27,464 | - |
| Coca-Cola Amatil Limited (CCL) (takeover) | - | 37,342 |
| Coca-Cola Amatil Limited (CCL) (takeover) | - | - |
| Coles Group Limited (COL) | 43,580 | 43,784 |
| CSL Limited (CSL) | 96,965 | 97,580 |
| CSL Limited (CSL) (07/07/20) | 19,963 | - |
| CSR (18/05/21) | 23,040 | - |
| GPT Group Stapled (GPT) | 34,423 | 29,294 |
| GPT Group Stapled (GPT) (07/04/21) 4000 units) | 19,600 | - |
| ishares Core Composite Bond ETF (IAF) | 45,328 | 46,604 |
| Infigen Energy Trust (IFN) | - | 33,571 |
| JB Hi-Fi (JBH) (24/05/21) | 21,244 | - |
| MFF Capital Investments Limited (MFF) | 48,960 | 46,070 |
| MFF Capital Investments Limited (MFF)Options | 935 | - |
| Magellan Financial Group Limited (MFG) | 53,860 | 58,010 |
| Magellan Financial Group Limited (MFG) (21/07/20) 325) | 17,505 | - |
| Medibank Private Limited (MPL) | 24,522 | 23,202 |
| Macquarie Group Limited (MQG) | 146,418 | 111,009 |
| National Australia Bank Limited (NAB) | 18,354 | 12,754 |
| Platinum Asset Management Limited (PTM) | 7,365 | 5,595 |
| QBE Insurance Group Limited (QBE) | 10,067 | 8,266 |
| REA Group Limited (REA) | 17,748 | 11,327 |
| REA Group Limited (REA)(22/07/20) 105) | 17,748 | - |
| REA Group Limited (REA) (10/02/21) 130) | 21,974 | - |
| ResMed Inc. (RMD) | 65,520 | 55,080 |
| Reliance Worldwide Limited (RWC) | 98,962 | 55,313 |
| Rio Tinto Limited (RIO) | 196,799 | 152,229 |
| Rio Tinto Limited (RIO) (06/10/20) | 37,992 | - |
| Rio Tinto Limited (RIO) (21/04/21) | 21,022 | - |
| Steadfast Group Limited (SDF) | 31,900 | 24,360 |
| Spark New Zealand Limited (SPK) | 22,300 | 21,200 |
| Tabcorp Holdings Limited (TAH) | 11,893 | 7,760 |
| sub-total carry forward | 2,025,225 | 1,366,102 |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

| | 2021 \$ | 2020 \$ |
|--|------------------|------------------|
| 1 Shares in companies listed on the Australian Stock Exchange | | |
| At net market value: | | |
| sub-total brought forward | 2,025,225 | 1,366,102 |
| Telstra Corporation Limited (TLS) | 39,649 | 33,005 |
| Telstra Corporation Limited (TLS) (10/03/21) 5000) | 18,800 | - |
| Transurban Group Stapled (TCL) | 18,101 | 17,973 |

| | | |
|--|------------------|------------------|
| Treasury Wine Estates Limited (TWE) | 4,287 | 3,846 |
| Westpac Banking Corporation (WBC) | 51,207 | 35,612 |
| Wesfarmers Limited (WES) | 96,038 | 72,848 |
| Wesfarmers Limited (WES) (11/08/20) | 29,550 | - |
| Woodside Petroleum Limited (WPL) | 21,477 | 20,935 |
| Woolworths Limited (WOW) | 46,671 | 45,630 |
| | 2,351,004 | 1,595,951 |
| At cost: | | |
| Cost at beginning of reporting period | 1,273,767 | 1,045,954 |
| Shares issued Dividend Reinvestment Plans | - | - |
| Shares purchased through ASX and retail entitlement offers | 364,304 | 227,813 |
| Shares sold through ASX | - | - |
| Shares issued (reduced) by corporate actions | - | - |
| Shares disposed by way of takeover, demerger or merger | (70,162) | - |
| | 1,567,909 | 1,273,767 |
| 2 Shares in International Companies | | |
| At trustees' valuation: PortoLynx.com Inc | - | - |
| At cost: PortoLynx.com Inc | 15,000 | 15,000 |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

| | 2021 \$ | 2020 \$ |
|---|-----------------------|------------------------|
| 3 Investments, Netwealth Accelerator | | |
| At net market value: | <u>744,160</u> | <u>687,174</u> |
| At cost: | | |
| Cost at beginning of reporting period | 701,677 | - |
| Funds invested | - | 700,000 |
| Net income and costs | 2,620 | (615) |
| Income receivable | 5,393 | 2,292 |
| | <u>709,690</u> | <u>701,677</u> |
| At cost reconciled as follows: | | |
| Cash | | |
| Cash, 1 July 2020 | 396,332 | - |
| Transfer in from cash at bank | | 700,000 |
| Net asset purchases | (101,138) | (303,053) |
| Net gain/(loss) on sale of assets | 17 | - |
| Contra item | - | - |
| Income receivable, at 30 June 2020 | 2,292 | (2,292) |
| Income receivable, 30 June 2021 | (5,393) | - |
| Distributions | 10,579 | 3,398 |
| Administration & brokerage | (2,566) | (1,720) |
| Cash, 30 June 2021 | <u>300,123</u> | <u>396,333</u> |
| Income receivable | <u>5,393</u> | <u>2,292</u> |
| Equities | | |
| Equities at cost, 1 July 2020 | 303,053 | - |
| Asset purchases | 101,138 | 303,053 |
| Asset sales | (17) | - |
| | <u>404,174</u> | <u>303,053</u> |
| TOTAL AT COST: Cash, Income receivable, and equities | <u>709,690</u> | <u>701,678</u> |
| At market: | | |
| Cash and interest receivable | 305,516 | 398,625 |
| Equities | 438,644 | 288,548 |
| TOTAL AT MARKET | <u>744,160</u> | <u>687,173</u> |
| MARKET MOVEMENT | <u>56,987</u> | <u>(14,505)</u> |
| Unrealised capital gain at 30 June (market less cost) | 34,470 | (14,505) |
| Unrealised capital gain/(loss) at July 1 | (14,505) | - |
| Net movement for year | <u>48,975</u> | <u>(14,505)</u> |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

| | 2021 \$ | 2020 \$ |
|--|------------------|------------------|
| 4 Cash and cash equivalents | | |
| Commonwealth Bank Limited, term deposits | 46,528 | 107,720 |
| Commonwealth Bank Limited | 59,374 | 166,559 |
| Total cash and cash equivalents | <u>105,902</u> | <u>274,279</u> |
| 5 Other debtors | | |
| Dividend reinvestment plans, residual balances | 22 | 13 |
| Accrued ditribution income, TCL & IAF | 565 | 534 |
| ATO, TFN credits refundable | 86 | - |
| ATO, remainder of refundable tax offsets | 6,611 | 2,118 |
| Total other debtors | <u>7,284</u> | <u>2,665</u> |
| 6 Liability for accrued benefits | | |
| Changes in the liability for accrued benefits: | | |
| Liability for accrued benefits at beginning of the year | 2,530,607 | 1,591,075 |
| Benefits received as roll over for John R Warton | - | 924,175 |
| Benefits accrued as a result of operations | 597,293 | 22,907 |
| Payment of division 293 tax and excess contribution tax | - | (7,550) |
| Liability for accrued benefits at end of the year | <u>3,127,900</u> | <u>2,530,607</u> |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

| | 2021 \$ | 2020 \$ |
|---|---------------|---------------|
| 7 Dividends and distributions | | |
| Aristocrat Leisure Limited (ALL) | 70 | 392 |
| Amcor Limited | 226 | - |
| BHP Group Limited (BHP) | 9,689 | 7,693 |
| Boral Limited (BLD) | - | 747 |
| Brambles | 262 | - |
| Coles Group Limited (COL) | 1,543 | 589 |
| Commonwealth Bank of Australia (CBA) | 12,338 | 19,378 |
| Coca-Cola Amatil Limited (CCL) | 1,488 | 2,199 |
| CSL Limited (CSL) | 1,155 | 878 |
| GPT Group Stapled (GPT) | 1,581 | 1,529 |
| ishares Core Composite Bond ETF (IAF) | 742 | 978 |
| Infigen Energy Trust (IFN) | - | 714 |
| MFF Capital Investments Limited (MFF) | 1,020 | 2,300 |
| Macquarie Group Limited (MQG) | 2,948 | 2,990 |
| Magellan Financial Group Limited (MFG) | 2,903 | 2,698 |
| Medibank Private Limited (MPL) | 939 | 1,210 |
| National Australia Bank Limited (NAB) | 420 | 1,162 |
| Platinum Asset Management Limited (PTM) | 345 | 405 |
| QBE Insurance Group Limited (QBE) | 37 | 485 |
| REA | 316 | - |
| Rio Tinto Limited (RIO) | 12,951 | 10,215 |
| Reliance Worldwide Limited (RWC) | 2,446 | 941 |
| Steadfast Group Limited (SDF) | 754 | 645 |
| Spark New Zealand Limited (SPK) | 1,151 | 699 |
| Tabcorp Holdings Limited (TAH) | 172 | 505 |
| Telstra Corporation Limited (TLS) | 1,687 | 1,687 |
| Transurban Group Stapled (TCL) | 465 | 622 |
| Treasury Wine Estates Limited (TWE) | 84 | 147 |
| Westpac Banking Corporation (WBC) | 1,766 | 1,587 |
| Wesfarmers Limited (WES) | 3,888 | 2,486 |
| Woodside Petroleum Limited (WPL) | 498 | 1,319 |
| Woolworths Limited (WOW) | 1,238 | 1,260 |
| Australian dividends | <u>65,122</u> | <u>68,460</u> |
| Foreign dividends | | |
| ResMed Inc. | <u>292</u> | <u>325</u> |
| Total dividend income | <u>65,414</u> | <u>68,785</u> |

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

| | 2021 \$ | 2020 \$ |
|--|-----------------|------------------|
| 8 Realised gain(loss) on sale of investments | | |
| Shares in companies listed on the ASX | - | - |
| Coca-Cola Amatil Limited (CCL) | 23,987 | - |
| Infigen Energy Trust (IFN) | 12,128 | - |
| Total realised gain (loss) on sale of investments | <u>36,115</u> | <u>-</u> |
| 9 Movement in net market value of investments | | |
| Shares listed ASX at market value | 2,351,004 | 1,595,940 |
| Shares listed ASX at cost | 1,567,909 | 1,273,767 |
| Change in market value at end of reporting period | <u>783,094</u> | <u>322,173</u> |
| Change in shares listed ASX market value at end of reporting period | 783,094 | 322,184 |
| Change in shares listed ASX market value at beginning of reporting period | 322,173 | 431,692 |
| Gain/(Loss) in market value for the reporting period | <u>460,921</u> | <u>(109,508)</u> |
| Netwealth Portfolio, at market value | 744,160 | 687,174 |
| Netwealth Portfolio, at cost | 709,690 | 701,677 |
| Change in market value at end of reporting period | <u>34,470</u> | <u>(14,503)</u> |
| Change in Netwealth portfolio market value at end of reporting period | 34,470 | (14,503) |
| Change in Netwealth portfolio market value at beginning of reporting period | (14,503) | - |
| Gain/(Loss) in market value for the reporting period | <u>48,973</u> | <u>(14,503)</u> |
| Unlisted shares in international companies at market value | - | - |
| Unlisted shares in international companies at cost | 15,000 | 15,000 |
| Change in market value at end of reporting period | <u>(15,000)</u> | <u>(15,000)</u> |
| Change in shares international market value at end of reporting period | (15,000) | (15,000) |
| Change in shares international market value at beginning of reporting period | (15,000) | (15,000) |
| Gain/(Loss) in market value for the reporting period | <u>-</u> | <u>-</u> |
| Total movement in net market value of investments | <u>509,894</u> | <u>(124,011)</u> |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

| | 2021 \$ | 2020 \$ |
|---|----------------|----------------|
| 10 Income tax expense | | |
| (a) The components of tax expense comprise: | | |
| Current tax | (6,616) | 2,013 |
| Deferred tax | 50,988 | 12,401 |
| | <u>44,372</u> | <u>14,414</u> |
| (b) The prima facie tax on benefits accrued before income tax is reconciled to the income tax as follows: | | |
| Benefits accrued as a result of operations before income tax | 641,665 | 8,493 |
| Reconciling items: | | |
| - dividend franking credits | 24,184 | 25,182 |
| - member contributions | | 267 |
| - other | 449 | (1,708) |
| - unrealised gains/(losses) | (509,894) | 124,011 |
| - realised (gains) not assessable | (36,254) | |
| Taxable income | <u>120,150</u> | <u>156,245</u> |
| Tax on taxable | <u>18,022</u> | <u>23,437</u> |
| Reconciling items: | | |
| - distributions not subject to tax | - | (267) |
| - TFN tax credit | (86) | - |
| - foreign income not included | (449) | (206) |
| - refundable tax offsets, complying franking credits | (24,184) | (25,182) |
| Tax refundable | <u>(6,697)</u> | <u>(2,218)</u> |
| 11 Deferred tax liability | | |
| Opening balance | 29,268 | 41,669 |
| Investments | 50,988 | (12,401) |
| Closing balance | <u>80,256</u> | <u>29,268</u> |

12 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 needs of members.

The financial statements have been prepared in accordance with the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the policies adopted in the previous period unless otherwise stated.

The financial statements have been prepared on an accruals basis. The accounting policies that have been adopted in the preparation of these statements are as follows:

(a) Measurements of Investments

Investments of the fund have been measured at net market values after allowing for costs of realisation. Changes in net market value of assets are brought to account in the operating statement in the periods in which they occur.

Net market values have been determined as follows:

- (i) shares listed on the Australian Stock exchange by reference to market quotations at the reporting date*
- (ii) unlisted international company shares at trustees' assessment of realisable value*
- (iii) investment property at trustees' assessment of reasonable value*

(b) 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 sundry liabilities and income tax liabilities as at the end of the reporting period.

(c) Income Tax

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

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the end of the reporting period. 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 balance during the year as well as unused tax losses.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit 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, based on tax rates enacted or substantially enacted at the end of the reporting period. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability

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

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority or either the same taxable entity or different taxable entities, where it is intended that the net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

The financial statements were authorised for issue on 30 November 2021 by the directors of the trustee company.