
Financial statements and reports for the year ended
30 June 2020

Hanna & Mary Bechara Super Fund

Prepared for:

Hanna & Mary Bechara Super Fund

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Hanna & Mary Bechara Super Fund

Statement of Financial Position

As at 30 June 2020

| | Note | 2020 | 2019 |
|----------------------------------------------------------------------------|------|-------------------|-------------------|
| | | \$ | \$ |
| Assets | | | |
| Investments | | | |
| Units in Unlisted Unit Trusts (Australian) | 2 | 400,000.00 | 400,000.00 |
| Total Investments | | <u>400,000.00</u> | <u>400,000.00</u> |
| Other Assets | | | |
| DIY Super Save 9933 | | 36,203.70 | 36,163.53 |
| DIY Super Working 9941 | | 1,421.04 | 834.26 |
| Total Other Assets | | <u>37,624.74</u> | <u>36,997.79</u> |
| Total Assets | | <u>437,624.74</u> | <u>436,997.79</u> |
| Less: | | | |
| Liabilities | | | |
| Income Tax Payable | | 4,306.35 | 2,412.45 |
| Sundry Creditors | | 4,219.00 | 4,219.00 |
| Total Liabilities | | <u>8,525.35</u> | <u>6,631.45</u> |
| Net assets available to pay benefits | | <u>429,099.39</u> | <u>430,366.34</u> |
| Represented by: | | | |
| Liability for accrued benefits allocated to members' accounts | 4, 5 | | |
| Bechara, Mary - Pension (Account Based Pension) | | 429,099.39 | 430,366.34 |
| Total Liability for accrued benefits allocated to members' accounts | | <u>429,099.39</u> | <u>430,366.34</u> |

Hanna & Mary Bechara Super Fund

Operating Statement

For the year ended 30 June 2020

| | Note | 2020 | 2019 |
|---------------------------------------------------------------------|------|-------------------|--------------------|
| | | \$ | \$ |
| Income | | | |
| Investment Income | | | |
| Trust Distributions | 7 | 12,616.08 | 15,735.96 |
| Interest Received | | 40.87 | 378.74 |
| Total Income | | <u>12,656.95</u> | <u>16,114.70</u> |
| Expenses | | | |
| Bank Charges | | 30.00 | 30.00 |
| Member Payments | | | |
| Pensions Paid | | 12,000.00 | 34,000.00 |
| Total Expenses | | <u>12,030.00</u> | <u>34,030.00</u> |
| Benefits accrued as a result of operations before income tax | | <u>626.95</u> | <u>(17,915.30)</u> |
| Income Tax Expense | 8 | 1,893.90 | 2,412.45 |
| Benefits accrued as a result of operations | | <u>(1,266.95)</u> | <u>(20,327.75)</u> |

Members Statement

Mary Bechara
 3 Tristram Street
 Ermington, 2115, Australia

Your Details

Date of Birth : 19/11/1946
 Age: 73
 Tax File Number: Provided
 Date Joined Fund: 01/07/2018
 Service Period Start Date: 18/11/2009
 Date Left Fund:
 Member Code: BECMAR00002P
 Account Start Date 01/07/2018
 Account Phase: Retirement Phase
 Account Description: Account Based Pension

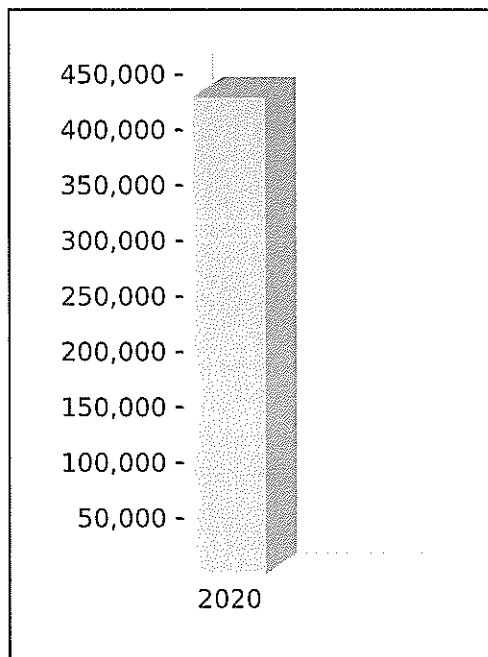
Nominated Beneficiaries N/A
Vested Benefits 429,099.39
Total Death Benefit 429,099.39

Your Balance

Total Benefits 429,099.39

Preservation Components
 Preserved
 Unrestricted Non Preserved 429,099.39
 Restricted Non Preserved

Tax Components
 Tax Free (95.66%) 410,480.00
 Taxable 18,619.39



| Your Detailed Account Summary | | This Year |
|------------------------------------------------------|--|------------|
| Opening balance at 01/07/2019 | | 430,366.34 |
| <u>Increases to Member account during the period</u> | | |
| Employer Contributions | | |
| Personal Contributions (Concessional) | | |
| Personal Contributions (Non Concessional) | | |
| Government Co-Contributions | | |
| Other Contributions | | |
| Proceeds of Insurance Policies | | |
| Transfers In | | |
| Net Earnings | | 12,626.95 |
| Internal Transfer In | | |
| <u>Decreases to Member account during the period</u> | | |
| Pensions Paid | | 12,000.00 |
| Contributions Tax | | |
| Income Tax | | 1,893.90 |
| 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 | | 429,099.39 |

Hanna & Mary Bechara Super Fund
Members Summary Report
 As at 30 June 2020

| | Increases | | | | Decreases | | | | Closing Balance | | | |
|---------------------------------------------------------|-----------------|---------------|--------------|--------------|--------------------|---------------|-------------------|------------|-----------------|------------------------------|--------------------|-----------------|
| | Opening Balance | Contributions | Transfers In | Net Earnings | Insurance Proceeds | Pensions Paid | Contributions Tax | Taxes Paid | | Benefits Paid/ Transfers Out | Insurance Premiums | Member Expenses |
| Mary Bechara (Age: 73) | | | | | | | | | | | | |
| BECMAR00002P - Account Based Pension - Tax Free: 95.66% | | | | 12,626.95 | | 12,000.00 | | 1,893.90 | | | | 429,099.39 |
| | 430,366.34 | | | | | | | | | | | |
| | 430,366.34 | | | 12,626.95 | | 12,000.00 | | 1,893.90 | | | | 429,099.39 |
| | 430,366.34 | | | 12,626.95 | | 12,000.00 | | 1,893.90 | | | | 429,099.39 |

Hanna & Mary Bechara Super Fund

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.

Hanna & Mary Bechara Super 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: Units in Unlisted Unit Trusts (Australian)

| | 2020 \$ | 2019 \$ |
|-------------------------------|------------------------|------------------------|
| Challenger Guaranteed Annuity | 400,000.00 | 400,000.00 |
| | <hr/> 400,000.00 <hr/> | <hr/> 400,000.00 <hr/> |

Note 3: Banks and Term Deposits

| 2020 \$ | 2019 \$ |
|------------|------------|
|------------|------------|

Hanna & Mary Bechara Super Fund

Notes to the Financial Statements

For the year ended 30 June 2020

Banks

| | | |
|------------------------|------------------|------------------|
| DIY Super Save 9933 | 36,203.70 | 36,163.53 |
| DIY Super Working 9941 | 1,421.04 | 834.26 |
| | <u>37,624.74</u> | <u>36,997.79</u> |

Note 4: Liability for Accrued Benefits

| | 2020 \$ | 2019 \$ |
|-----------------------------------------------------|-------------------|-------------------|
| Liability for accrued benefits at beginning of year | 430,366.34 | 450,694.09 |
| Benefits accrued as a result of operations | (1,266.95) | (20,327.75) |
| Current year member movements | 0.00 | 0.00 |
| | <u>429,099.39</u> | <u>430,366.34</u> |

Note 5: 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 | <u>429,099.39</u> | <u>430,366.34</u> |

Note 6: Guaranteed Benefits

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

Note 7: Trust Distributions

| | 2020 \$ | 2019 \$ |
|-------------------------------|------------------|------------------|
| Challenger Guaranteed Annuity | 12,616.08 | 15,735.96 |
| | <u>12,616.08</u> | <u>15,735.96</u> |

Note 8: Income Tax Expense

| | 2020 \$ | 2019 \$ |
|----------------------------------------|-----------------|-----------------|
| The components of tax expense comprise | | |
| Current Tax | 1,893.90 | 2,412.45 |
| | <u>1,893.90</u> | <u>2,412.45</u> |

Hanna & Mary Bechara Super Fund

Notes to the Financial Statements

For the year ended 30 June 2020

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% | 94.04 | (2,687.30) |
| Less: | | |
| Tax effect of: | | |
| Accounting Trust Distributions | 1,892.41 | 2,360.39 |
| Add: | | |
| Tax effect of: | | |
| Pension Payments | 1,800.00 | 5,100.00 |
| Taxable Trust Distributions | 1,892.41 | 2,360.39 |
| Rounding | (0.14) | (0.25) |
| Income Tax on Taxable Income or Loss | 1,893.90 | 2,412.45 |
| Less credits: | | |
| Current Tax or Refund | <u>1,893.90</u> | <u>2,412.45</u> |

Hanna & Mary Bechara Super Fund

Create Entries Report

For the period 01 July 2019 to 30 June 2020

Create Entries Financial Year Summary 01 July 2019 - 30 June 2020

| | |
|----------------------------------------------------|------------------|
| Total Profit | Amount |
| Income | 12,656.95 |
| Less Expense | 12,030.00 |
| Total Profit | 626.95 |
| Tax Summary | Amount |
| Fund Tax Rate | 15.00 % |
| Total Profit | 626.95 |
| Less Permanent Differences | 0.00 |
| Less Timing Differences | 0.00 |
| Less Exempt Pension Income | 0.00 |
| Less Other Non Taxable Income | (12,000.00) |
| Less LIC Deductions | 0.00 |
| Add SMSF Non Deductible Expenses | 0.00 |
| Add Other Non Deductible Expenses | 0.00 |
| Add Total Franking/Foreign/TFN/FRW Credits | 0.00 |
| Less Realised Accounting Capital Gains | 0.00 |
| Less Accounting Trust Distributions | 12,616.08 |
| Add Taxable Trust Distributions | 12,616.08 |
| Less Tax Losses Deducted | 0.00 |
| Add SMSF Annual Return Rounding | (0.95) |
| Taxable Income | 12,626.00 |
| Income Tax on Taxable Income or Loss | 1,893.90 |
| Profit/(Loss) Available for Allocation | Amount |
| Total Available Profit | 12,626.95 |
| Franking Credits | 0.00 |
| TFN Credits | 0.00 |
| Foreign Credits | 0.00 |
| FRW Credits | 0.00 |
| Total | 12,626.95 |
| Income Tax Expense Available for Allocation | Amount |
| Total Income Tax Expense Allocation | 1,893.90 |

Final Segment 1 from 01 July 2019 to 30 June 2020

Pool Name Unsegregated Pool

| | | Amount |
|----------------------------------------------------|-------------------|------------------|
| Total Profit | | |
| Income | | 12,656.95 |
| Less Expense | | 12,030.00 |
| Total Profit | | <u>626.95</u> |
| Create Entries Summary | | Amount |
| Fund Tax Rate | | 15.00 % |
| Total Profit | | 626.95 |
| Less Permanent Differences | | 0.00 |
| Less Timing Differences | | 0.00 |
| Less Exempt Pension Income | | 0.00 |
| Less Other Non Taxable Income | | (12,000.00) |
| Add SMSF Non Deductible Expenses | | 0.00 |
| Add Other Non Deductible Expenses | | 0.00 |
| Add Total Franking/Foreign/TFN/FRW Credits | | 0.00 |
| Less Realised Accounting Capital Gains | | 0.00 |
| Less Accounting Trust Distributions | | 12,616.08 |
| Add Taxable Trust Distributions | | 12,616.08 |
| Less Tax Losses Deducted | | 0.00 |
| Add Taxable Income Adjustment | | (0.95) |
| Taxable Income | | <u>12,626.00</u> |
| Income Tax on Taxable Income or Loss | | <u>1,893.90</u> |
| Member Weighted Balance Summary | | Amount |
| | Weighting% | |
| Mary Bechara(BECMAR00002P) | 100.00 | 424,180.54 |
| Profit/(Loss) Available for Allocation | | |
| Total Available Profit | | 12,626.95 |
| Franking Credits | | 0.00 |
| TFN Credits | | 0.00 |
| FRW Credits | | 0.00 |
| Total | | <u>12,626.95</u> |
| Allocation to Members | | Amount |
| | Weighting% | |
| Mary Bechara(BECMAR00002P) | 100.00 | 12,626.95 |
| Accumulation Weighted Balance Summary | | Amount |
| Mary Bechara(BECMAR00002P) | 100.00 | 424,180.54 |
| Income Tax Expense Available for Allocation | | Amount |
| Total Income Tax Expense Allocation | | <u>1,893.90</u> |
| Allocation to Members | | Amount |
| | Weighting% | |
| Mary Bechara(BECMAR00002P) | 100.00 | 1,893.90 |

Calculation of daily member weighted balances

Calculation of daily member weighted balances**Mary Bechara (BECMAR00002P)**Member Balance

| | | | | |
|------------|-------|--------------------------------|------------|-------------------|
| 01/07/2019 | 50010 | Opening Balance | 430,366.34 | 430,366.34 |
| 15/08/2019 | 54160 | Pensions Paid | (2,000.00) | (1,754.10) |
| 15/10/2019 | 54160 | Pensions Paid | (2,000.00) | (1,420.77) |
| 15/11/2019 | 54160 | Pensions Paid | (2,000.00) | (1,251.37) |
| 15/01/2020 | 54160 | Pensions Paid | (2,000.00) | (918.03) |
| 16/03/2020 | 54160 | Pensions Paid | (2,000.00) | (584.70) |
| 15/05/2020 | 54160 | Pensions Paid | (2,000.00) | (256.83) |
| | | Total Amount (Weighted) | | 424,180.54 |

Calculation of Net Capital Gains

| | |
|-------------------------------------------------------------------|-------------|
| Capital gains from Unsegregated Pool | 0.00 |
| Capital gains from Unsegregated Pool - Collectables | 0.00 |
| Capital Gain Adjustment from prior segments | 0.00 |
| Realised Notional gains | 0.00 |
| Carried forward losses from prior years | 0.00 |
| Current year capital losses from Unsegregated Pool | 0.00 |
| Current year capital losses from Unsegregated Pool - Collectables | 0.00 |
| Total CGT Discount Applied | 0.00 |
| Capital Gain /(Losses carried forward) | 0.00 |
| CGT allocated in prior segments | 0.00 |
| Allocations of Net Capital Gains to Pools | |
| Capital Gain Proportion - Unsegregated Pool (0/0)=100.00% | 0.00 |

Foreign Tax Offset Calculations**Segment 01 July 2019 to 30 June 2020**

| | |
|------------------------------------------------------|-------------|
| Claimable FTO - Unsegregated Pool | 0.00 |
| Claimable FTO | 0.00 |
| Total Claimable Foreign Credits for the Year | 0.00 |
| Foreign Tax Offset (Label C1) | 0.00 |
| Applied/Claimed FTO | 0.00 |
| Allocations of Foreign Tax Offset to Members | |
| Mary Bechara(BECMAR00002P) - 100.00 % | 0.00 |
| Total Foreign Tax Offset Allocated to Members | 0.00 |

Hanna & Mary Bechara Super Fund

Trial Balance

As at 30 June 2020

| Last Year | Code | Account Name | Units | Debits \$ | Credits \$ |
|--------------|------------------------|-----------------------------------------------------------------------------|-------|--------------|---------------|
| | 23800 | Distributions Received | | | |
| (15,735.96) | 23800/CHG0005AU | Challenger Guaranteed Annuity | | | 12,616.08 |
| | 25000 | Interest Received | | | |
| (375.61) | 25000/WBC239933 | DIY Super Save 9933 | | | 40.17 |
| (3.13) | 25000/WBC239941 | DIY Super Working 9941 | | | 0.70 |
| 30.00 | 31500 | Bank Charges | | 30.00 | |
| | 41600 | Pensions Paid | | | |
| 34,000.00 | 41600/BECMAR00002 P | (Pensions Paid) Bechara, Mary - Pension (Account Based Pension) | | 12,000.00 | |
| 2,412.45 | 48500 | Income Tax Expense | | 1,893.90 | |
| (20,327.75) | 49000 | Profit/Loss Allocation Account | | | 1,266.95 |
| | 50010 | Opening Balance | | | |
| (450,694.09) | 50010/BECMAR00001 A | (Opening Balance) Bechara, Mary - Accumulation | | | 0.00 |
| | 50010/BECMAR00002 P | (Opening Balance) Bechara, Mary - Pension (Account Based Pension) | | | 430,366.34 |
| | 53100 | Share of Profit/(Loss) | | | |
| (16,084.70) | 53100/BECMAR00002 P | (Share of Profit/(Loss)) Bechara, Mary - Pension (Account Based Pension) | | | 12,626.95 |
| | 53330 | Income Tax | | | |
| 2,412.45 | 53330/BECMAR00002 P | (Income Tax) Bechara, Mary - Pension (Account Based Pension) | | 1,893.90 | |
| | 54160 | Pensions Paid | | | |
| 34,000.00 | 54160/BECMAR00002 P | (Pensions Paid) Bechara, Mary - Pension (Account Based Pension) | | 12,000.00 | |
| | 56100 | Internal Transfers In | | | |
| (450,694.09) | 56100/BECMAR00002 P | (Internal Transfers In) Bechara, Mary - Pension (Account Based Pension) | | | 0.00 |
| | 57100 | Internal Transfers Out | | | |
| 450,694.09 | 57100/BECMAR00001 A | (Internal Transfers Out) Bechara, Mary - Accumulation | | | 0.00 |
| | 60400 | Bank Accounts | | | |
| 36,163.53 | 60400/WBC239933 | DIY Super Save 9933 | | 36,203.70 | |
| 834.26 | 60400/WBC239941 | DIY Super Working 9941 | | 1,421.04 | |
| | 78400 | Units in Unlisted Unit Trusts (Australian) | | | |
| 400,000.00 | 78400/CHG0005AU | Challenger Guaranteed Annuity | | 400,000.00 | |

Hanna & Mary Bechara Super Fund

Trial Balance

As at 30 June 2020

| Last Year | Code | Account Name | Units | Debits | Credits |
|------------|-------|-------------------------------|-------|-------------------|-------------------|
| | | | | \$ | \$ |
| (2,412.45) | 85000 | Income Tax Payable/Refundable | | | 4,306.35 |
| (4,219.00) | 88000 | Sundry Creditors | | | 4,219.00 |
| | | | | <u>465,442.54</u> | <u>465,442.54</u> |

Current Year Profit/(Loss): 626.95

Hanna & Mary Bechara Super Fund

Projected Investment Strategy

Overview

The aim of this strategy is to provide the Members with an income on retirement.

Investment Objectives

The Trustee will at all times act prudently to maximise the rate of return, subject to acceptable risk parameters, and maintenance of appropriate diversification across a broad range of assets.

Having considered the risk profile of the fund and the member's needs and circumstances, the trustee has adopted the following objectives for the investment of assets of the fund;

- to achieve an investment return (based on market values and net of tax and charges) that exceeds the CPI by at least 3% per annum when measured over a rolling 5 year period.
- to have a probability of zero or negative returns in any 12 Month period of less than one in five years; and
- have sufficient liquidity to meet liabilities as and when they fall due.

Investment Strategy

The fund will invest in a portfolio of assets according to market conditions and within the ranges specified below:

Asset Allocation

The targeted asset allocation will be in the following ranges:

| <u>Asset Class</u> | <u>Target Range</u> | <u>Benchmark</u> |
|------------------------------|---------------------|------------------|
| Australian Shares | 0 - 0 % | 0 % |
| International Shares | 0 - 0 % | 0 % |
| Cash | 0 - 0 % | 0 % |
| Australian Fixed Interest | 0 - 0 % | 0 % |
| International Fixed Interest | 0 - 0 % | 0 % |
| Mortgages | 0 - 0 % | 0 % |
| Direct Property | 0 - 0 % | 0 % |
| Listed Property | 0 - 0 % | 0 % |
| Other | 0 - 0 % | 0 % |

Quality companies and trusts as supported by research and fundamental analysis will be selected. Direct investments in property, artwork and lease equipment may form part of the strategy provided there is sufficient basis for the decision.

Insurance

The Trustees have considered and consulted Professional Advice where necessary to ensure that all fund members have the correct type and level of insurance. Insurance may be held within or outside the SMSF.

Review and Monitoring

The trustees will monitor and review the fund's investment activities on a regular basis and to communicate with the members should they feel that any change in strategy is necessary in order to achieve the fund's objective.

Date:

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:

M. BECHARA

26 June 2020

PART A**Electronic lodgment declaration (Form P, T, F, SMSF or EX)**

This declaration is to be completed where the tax return is to be lodged via an approved ATO electronic channel. It is the responsibility of the taxpayer to retain this declaration for a period of five years after the declaration is made, penalties may apply for failure to do so.

Privacy

The ATO is authorised by the Taxation Administration Act 1953 to request the provision of tax file numbers (TFNs). The ATO will use the TFNs to identify each partner or beneficiary or entity in our records. It is not an offence not to provide the TFNs. However, you cannot lodge your tax return electronically if you do not quote your TFN.

Taxation law authorises the ATO to collect information and disclose it to other government agencies, including personal information about the person authorised to sign the declaration. For information about privacy go to ato.gov.au/privacy

The Australian Business Register

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

Please refer to the privacy statement on the Australian Business Register (ABR) website (www.abr.gov.au) for further information – it outlines our commitment to safeguarding your details.

Electronic funds transfer - direct debit

Where you have requested an EFT direct debit some of your details will be provided to your financial institution and the Tax Office's sponsor bank to facilitate the payment of your taxation liability from your nominated account.

Tax file number 911 092 027

Year 2020

Name of partnership, trust, fund or entity The Trustee for Hanna and Mary Bechara Superannuation Fund

I authorise my tax agent to electronically transmit this tax return via an approved ATO electronic channel.

Important

Before making this declaration please check to ensure that all income has been disclosed and the tax return is true and correct in every detail. If you are in doubt about any aspect of the tax return, place all the facts before the Tax Office. The tax law provides heavy penalties for false or misleading statements on tax returns.

Declaration: I declare that:

- the information provided to the agent for the preparation of this tax return, including any applicable schedules is true and correct, and
- the agent is authorised to lodge this tax return.

Signature of partner, trustee or director

M. BECHARA

Date

PART B**Electronic funds transfer consent**

This declaration is to be completed when an electronic funds transfer (EFT) of a refund is requested and the tax return is being lodged through an approved ATO electronic lodgment channel.

This declaration must be signed by the partner, trustee, director or public officer prior to the EFT details being transmitted to the Tax Office. If you elect for an EFT, all details below must be completed.

Important: Care should be taken when completing EFT details as the payment of any refund will be made to the account specified.

Agent's reference number 26010451

Account Name HANNA & MARY BECHARA SUPER FUND

I authorise the refund to be deposited directly to the specified account.

Signature

Date

**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)

Return year

The Self-managed superannuation fund annual return instructions 2020 (NAT 71606) (the instructions) can assist you to complete this annual return.

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 (NAT3036).

Section A: Fund information**1 Tax file number (TFN)**

The Tax Office 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)

3 Australian business number (ABN)**4 Current postal address****5 Annual return status**

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

 A N

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

 B N**6 SMSF auditor**

Auditor's name

Title Family name First given name Other given names SMSF Auditor Number Auditor's phone number Use Agent
address details? Postal address Date audit was completed A

Was Part A of the audit report qualified ?

 B

Was Part B of the audit report qualified ?

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

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 (must be six digits) Fund account number

Fund account name (for example, J&Q Citizen ATF J&Q Family SF)

I would like my tax refunds made to this account. Y Print Y for yes or N for no. If Yes, Go to C.

Use Agent Trust Account? N

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

Fund account name (for example, J&Q Citizen ATF J&Q Family SF)

C Electronic service address alias

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

Fund's tax file number (TFN) 911 092 027

8 Status of SMSF Australian superannuation fund A Y
Does the fund trust deed allow acceptance of the Government's Super Co-contribution and Low Income Super Contribution? C Y

Fund benefit structure B A Code

9 Was the fund wound up during the income year?

N Print Y for yes or N for no. If yes, provide the date on which fund was wound up

Have all tax lodgment and payment obligations been met?

10 Exempt current pension income

Did the fund pay retirement phase superannuation income stream benefits to one or more members in the income year? Y Print Y for yes or N for no.

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

If 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 X Was an actuarial certificate obtained? D Y Print Y for yes

Did the fund have any other income that was assessable? E Y Print Y for yes or N for no.

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

Section 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** **N**

Print Y for yes or N for no.

Have you applied an exemption or rollover? **M** **N**

Print Y for yes or N for no.

Code

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

Net capital gain **A**

Gross rent and other leasing and hiring income **B**

Gross interest **C** 40

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**

Gross distribution from partnerships **I** Loss

* Unfranked dividend amount **J**

* Franked dividend amount **K**

* Dividend franking credit **L**

* Gross trust distributions **M** 12,616 Code **P**

Calculation of assessable contributions

Assessable employer contributions

R1 0

plus Assessable personal contributions

R2 0

plus *No-TFN-quoted contributions

R3 0

(an amount must be included even if it is zero)

less Transfer of liability to life insurance company or PST

R6 0

Assessable contributions (R1 plus R2 plus R3 less R6) **R** 0

Calculation of non-arm's length income

* Net non-arm's length private company dividends

U1

plus * Net non-arm's length trust distributions

U2

plus * Net other non-arm's length income

U3

* Other income **S** Code

*Assessable income due to changed tax status of fund **T**

Net non-arm's length income (subject to 45% tax rate) (U1 plus U2 plus U3) **U**

#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** 12,656 Loss
(W less Y)

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 style="width: 150px;" type="text"/> | A2 <input style="width: 150px;" type="text"/> |
| Interest expenses overseas B1 <input style="width: 150px;" type="text"/> | B2 <input style="width: 150px;" type="text"/> |
| Capital works expenditure D1 <input style="width: 150px;" type="text"/> | D2 <input style="width: 150px;" type="text"/> |
| Decline in value of depreciating assets E1 <input style="width: 150px;" type="text"/> | E2 <input style="width: 150px;" type="text"/> |
| Insurance premiums – members F1 <input style="width: 150px;" type="text"/> | F2 <input style="width: 150px;" type="text"/> |
| SMSF auditor fee H1 <input style="width: 150px;" type="text"/> | H2 <input style="width: 150px;" type="text"/> |
| Investment expenses I1 <input style="width: 150px;" type="text"/> | I2 <input style="width: 150px;" type="text"/> |
| Management and administration expenses J1 <input style="width: 150px;" type="text" value="30"/> | J2 <input style="width: 150px;" type="text"/> |
| Forestry managed investment scheme expense U1 <input style="width: 150px;" type="text"/> | U2 <input style="width: 150px;" type="text"/> |
| Other amounts L1 <input style="width: 150px;" type="text"/> <small>Code</small> <input style="width: 30px;" type="text"/> | L2 <input style="width: 150px;" type="text"/> <small>Code</small> <input style="width: 30px;" type="text"/> |
| Tax losses deducted M1 <input style="width: 150px;" type="text"/> | |
| TOTAL DEDUCTIONS N <input style="width: 150px;" type="text" value="30"/> (Total A1 to M1) | TOTAL NON-DEDUCTIBLE EXPENSES Y <input style="width: 150px;" type="text" value="0"/> (Total A2 to L2) |
| #TAXABLE INCOME OR LOSS O <input style="width: 150px;" type="text" value="12,626"/> <small>Loss</small> <input style="width: 30px;" type="text"/> (TOTAL ASSESSABLE INCOME less TOTAL DEDUCTIONS) | TOTAL SMSF EXPENSES Z <input style="width: 150px;" type="text" value="30"/> (N plus Y) |

#This is a mandatory label.

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 | <input style="width: 100%;" type="text" value="12,626"/> <small>(an amount must be included even if it is zero)</small> |
| #Tax on taxable income T1 | <input style="width: 100%;" type="text" value="1,893.90"/> <small>(an amount must be included even if it is zero)</small> |
| #Tax on no-TFN-quoted contributions J | <input style="width: 100%;" type="text" value="0.00"/> <small>(an amount must be included even if it is zero)</small> |
| Gross tax B | <input style="width: 100%;" type="text" value="1,893.90"/> <small>(T1 plus J)</small> |

| | |
|-------------------------------------------------------------|-----------------------------------------------------|
| Foreign income tax offset C1 <input type="text"/> | Non-refundable non-carry forward tax offsets |
| Rebates and tax offsets C2 <input type="text"/> | |
| C <input type="text" value="0.00"/> (C1 plus C2) | |

SUBTOTAL 1
T2
(B less C –cannot be less than zero)

| | |
|---------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------|
| Early stage venture capital limited partnership tax offset D1 <input type="text"/> | Non-refundable carry forward tax offsets |
| Early stage venture capital limited partnership tax offset carried forward from previous year D2 <input type="text"/> | |
| Early stage investor tax offset D3 <input type="text"/> | |
| Early stage investor tax offset carried forward from previous year D4 <input type="text"/> | |
| D <input type="text" value="0.00"/> (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 <input type="text"/> | Refundable tax offsets |
| No-TFN tax offset E2 <input type="text"/> | |
| National rental affordability scheme tax offset E3 <input type="text"/> | |
| Exploration credit tax offset E4 <input type="text"/> | |
| E <input type="text" value="0.00"/> (E1 plus E2 plus E3 plus E4) | |

#TAX PAYABLE T5
(T3 less E - cannot be less than zero)

Section 102AAM interest charge
G

Credit for interest on early payments – amount of interest
H1

Credit for tax withheld – foreign resident withholding (excluding capital gains)
H2

Credit for tax withheld – where ABN or TFN not quoted (non-individual)
H3

Credit for TFN amounts withheld from payments from closely held trusts
H5

Credit for interest on no-TFN tax offset
H6

Credit for foreign resident capital gains withholding amounts
H8

Eligible credits
H
(H1 plus H2 plus H3 plus H5 plus H6 plus H8)

#Tax offset refunds **I**
(Remainder of refundable tax offsets).
(unused amount from label E- an amount must be included even if it is zero)

PAYG instalments raised

K

Supervisory levy

L

Supervisory levy adjustment for wound up funds

M

Supervisory levy adjustment for new funds

N

Total amount of tax payable **S**

(T5 plus G less H less I less K plus L less M plus N)

#This is a mandatory label.

Section E: Losses

14 Losses

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**

Net capital losses brought forward from prior years

| | |
|------------------|----------------------|
| Non-Collectables | <input type="text"/> |
| Collectables | <input type="text"/> |

Net capital losses carried forward to later income years

| |
|----------------------|
| <input type="text"/> |
|----------------------|

Section F / Section G: Member Information

In Section F / G report all current members in the fund at 30 June.
Use Section F / G to report any former members or deceased members who held an interest in the fund at any time during the income year.

| | | | | |
|-------------------|------------|------------------------------------------|----------------|---------------|
| | | See the Privacy note in the Declaration. | | Member Number |
| Title | Mrs | Member's TFN | 259 219 339 | 1 |
| Family name | Bechara | | Account status | |
| First given name | Mary | | 0 Code | |
| Other given names | | | | |
| Date of birth | 19/11/1946 | If deceased, date of death | | |

Contributions OPENING ACCOUNT BALANCE 430,366.34

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
H []

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 Contributions)
M []

TOTAL CONTRIBUTIONS **N** 0.00
(Sum of labels A to M)

Other transactions

Accumulation phase account balance
S1 0.00

Retirement phase account balance - Non CDBIS
S2 429,099.39

Retirement phase account balance - CDBIS
S3 0.00

[] 0 TRISCount

Allocated earnings or losses **O** 10,733.05 Loss []

Inward rollovers and transfers **P** []

Outward rollovers and transfers **Q** [] Code []

Lump Sum payment **R1** [] Code []

Income stream payment **R2** 12,000.00 Code []

CLOSING ACCOUNT BALANCE **S** 429,099.39
S1 plus S2 plus S3

Accumulation phase value **X1** []

Retirement phase value **X2** []

Outstanding limited recourse borrowing arrangement amount **Y** []

Section H: Assets and liabilities

15 ASSETS

15a Australian managed investments

| | | |
|---------------------------|----------|--------------------------------------|
| Listed trusts | A | <input type="text"/> |
| Unlisted trusts | B | <input type="text"/> |
| Insurance policy | C | <input type="text"/> |
| Other managed investments | D | <input type="text" value="400,000"/> |

15b Australian direct investments

| | | |
|------------------------|----------|-------------------------------------|
| Cash and term deposits | E | <input type="text" value="37,624"/> |
| Debt securities | F | <input type="text"/> |
| Loans | G | <input type="text"/> |
| Listed shares | H | <input type="text"/> |
| Unlisted shares | I | <input type="text"/> |

| | |
|------------------------------------------------|--------------------------------|
| Limited recourse borrowing arrangements | |
| Australian residential real property | J1 <input type="text"/> |
| Australian non-residential real property | J2 <input type="text"/> |
| Overseas real property | J3 <input type="text"/> |
| Australian shares | J4 <input type="text"/> |
| Overseas shares | J5 <input type="text"/> |
| Other | J6 <input type="text"/> |
| Property count | J7 <input type="text"/> |

| | | |
|-----------------------------------------|----------|--------------------------------|
| Limited recourse borrowing arrangements | J | <input type="text" value="0"/> |
|-----------------------------------------|----------|--------------------------------|

| | | |
|--------------------------------------|----------|----------------------|
| Non-residential real property | K | <input type="text"/> |
| Residential real property | L | <input type="text"/> |
| Collectables and personal use assets | M | <input type="text"/> |
| Other assets | O | <input type="text"/> |

15c Other investments

| | | |
|-----------------|----------|----------------------|
| Crypto-Currency | N | <input type="text"/> |
|-----------------|----------|----------------------|

15d Overseas direct investments

| | | |
|----------------------------------------|----------|----------------------|
| Overseas shares | P | <input type="text"/> |
| Overseas non-residential real property | Q | <input type="text"/> |
| Overseas residential real property | R | <input type="text"/> |
| Overseas managed investments | S | <input type="text"/> |
| Other overseas assets | T | <input type="text"/> |

| | | |
|-----------------------------------------------------------------------|----------|--------------------------------------|
| TOTAL AUSTRALIAN AND OVERSEAS ASSETS (Sum of labels A to T) | U | <input type="text" value="437,624"/> |
|-----------------------------------------------------------------------|----------|--------------------------------------|

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 | N | <input type="text"/> |
|----------------------------------------------------------------------------------------------------------------------------------|----------|----------------------|

15f Limited recourse borrowing arrangements

| | | | |
|--------------------------------------------------------------------------------------------------------|----------|----------------------|------------------------------|
| If the fund had an LRBA were the LRBA borrowings from a licensed financial institution? | A | <input type="text"/> | Print Y for yes or N for no. |
| Did the members or related parties of the fund use personal guarantees or other security for the LRBA? | B | <input type="text"/> | Print Y for yes or N for no. |

16 LIABILITIES

| | | | |
|--------------------------------------------------------|--------------------------------|-----------------------------------------------------------------------------------------------------|----------------------------------------------------|
| Borrowings for limited recourse borrowing arrangements | V1 <input type="text"/> | | |
| Permissible temporary borrowings | V2 <input type="text"/> | | |
| Other borrowings | V3 <input type="text"/> | | |
| | | | Borrowings V <input type="text" value="0"/> |
| | | Total member closing account balances (total of all CLOSING ACCOUNT BALANCES from Sections F and G) | W <input type="text" value="429,099"/> |
| | | Reserve accounts | X <input type="text"/> |
| | | Other liabilities | Y <input type="text" value="8,525"/> |
| | | TOTAL LIABILITIES | Z <input type="text" value="437,624"/> |

Section I: Taxation of financial arrangements

17 Taxation of financial arrangements (TOFA)

| | |
|-------------------|-------------------------------|
| Total TOFA gains | H <input type="text"/> |
| Total TOFA losses | I <input type="text"/> |

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**

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 (if required) 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

M. BECHARA

Date

| | | |
|-----|-------|------|
| Day | Month | Year |
| 15 | 10 | 2020 |

Preferred trustee or director contact details:

Title

Family name

First given name

Other given names

Phonenumber

| | |
|-----------|--------|
| Area code | Number |
| 0481 | 006543 |

Email address

Non-individual trustee name (if applicable)

ABN of non-individual trustee

Time taken to prepare and complete this annual return

| |
|----------------------|
| Hrs |
| <input type="text"/> |

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

| | | |
|-----|-------|------|
| Day | Month | Year |
| 15 | 10 | 2020 |

Tax agent's contact details

Title

Family name

First given name

Other given names

Tax agent's practice

Tax agent's phone number

| | |
|-----------|----------|
| Area code | Number |
| 02 | 80843222 |

Tax agent number Reference number

Sensitive (when completed)

Minutes of a meeting of the Director(s)

held on 26 June 2020 at

PRESENT:

MINUTES:

The Chair reported that the minutes of the previous meeting had been signed as a true record.

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.

The Chair tabled the financial statements and notes to the financial statements of the Superannuation Fund in respect of the year ended 30 June 2020 and it was resolved that such statements be and are hereby adopted as tabled.

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.

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.

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.

Hanna & Mary Bechara Super Fund

Minutes of a meeting of the Director(s)

held on 26 June 2020 at

CLOSURE:

All resolutions for this meeting were made in accordance with the SISA and Regulations.

There being no further business the meeting then closed.

Signed as a true record –

..... M. BECHARA

Chairperson

Hanna and Mary Bechara Superannuation Fund

Dear Trustees

Hanna and Mary Bechara Superannuation Fund

Audit Engagement Letter

Objectives and Scope of the Audit

You have requested that we audit the financial statements of the SMSF for the year ended 30 June 2020. We are pleased to confirm our acceptance and understanding of this engagement by means of this letter.

Our audit will be performed in accordance with Australian Auditing Standards, the *Superannuation Industry (Supervision) Act 1993* (SISA) and the *Superannuation Industry (Supervision) Regulations* (SISR) with the objective of expressing an opinion on the financial report and the fund's compliance with the specified requirements of the SISA and the SISR.

Our Responsibilities

We will conduct our audit in accordance with Australian Auditing Standards. Those Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance as to whether the financial report is free from material misstatement.

An audit involves performing audit procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. An audit also includes evaluating the appropriateness of the financial reporting framework, accounting policies used and the implementation and operation of accounting and internal control systems that are designed to prevent and detect fraud and error, as well as evaluating the overall presentation of the financial report.

Because of the inherent limitations of an audit, together with the inherent limitations of internal control, there is an unavoidable risk that some material misstatement may not be detected, even though the audit is properly planned and performed in accordance with Australian Auditing Standards.

In making our risk assessments, we consider internal control relevant to the entity's preparation of the financial report 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 entity's internal control. We will, however, communicate to you in writing any significant deficiencies in internal control relevant to the audit of the financial report that we have identified during the audit.

Trustees' Responsibilities

Our audit will be conducted on the basis that the trustee(s) acknowledge and understand that they have responsibilities:

- For the preparation of the financial report that gives a true and fair view in accordance with the Australian Auditing Standards, other mandatory reporting requirements and the SIS Act and SIS Regulations is that of the trustee(s);
- For such internal control as the trustee(s) determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error; and
- To provide us with:

- Access to all information of which the trustees are aware that is relevant to the preparation of the financial report such as records, documentation and other matters;

- Additional information that we may request from the trustees for the purpose of the audit; and
- Unrestricted access to persons within the entity from whom we determine it necessary to obtain audit evidence.

As part of our audit process, we will request from trustees written confirmation concerning representations made to us in connection with the audit.

Australian Auditing Standards require that we determine whether the financial reporting framework applied in the preparation of this special purpose of financial report is acceptable. If we determine the financial reporting framework to be unacceptable, we will not be able to undertake the audit engagement unless the framework is amended and then determined to be acceptable.

If a qualified audit report is to be issued following the completion of our audit, we will advise the details to you in a timely manner and prior to the issue of our report.

Audit of SIS Compliance

For the year ended 30 June 2020, we are required to form an opinion in respect of compliance with certain aspects of SIS. Our report must refer to the following sections and regulations:

Sections: 17A, 35AE, 35B, 35C(2), 52, 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, 13.22C

Report on Significant Matters

Under section 129 of the SISA we are required to report to you in writing. If during the course of, or in connection with, our audit, we become aware of any contravention of the Act or Regulations which we believe has occurred, is occurring or may occur.

We are also required to report to the ATO, as regulator, any contravention of the SISA and the SISR, where we believe the contravention may affect the interests of the members of beneficiaries of the fund.

In addition, we are also required under section 130 to report to you if we believe the superannuation fund may be, or may be about to become, in an unsatisfactory financial position. If we are not satisfied with your response as trustee(s) as to the action taken to rectify the situation or we receive no response, we are obliged to report the matter to the ATO.

A failure on the part of the trustee to rectify these breaches to the satisfaction of the ATO may result in significant penalties to the trustee and the fund itself.

In addition to our report on the financial statements, we will also report to you any material weaknesses in the fund's system of accounting and internal control which come to our notice during the course of our audit.

Quality Control

The conduct of our audit in accordance Australian Auditing Standards means that information acquired by us in the course of our audit is subject to strict confidentiality requirements. Information will not be disclosed by us to other parties except as required or allowed for by law or professional standards, or with your expressed consent.

Our audit files may, however, be subject to review as part of the quality control review program of Regulators and or Professional Bodies which monitors compliance with professional standards by its members.

We advise you that by signing this letter you acknowledge that, if requested, our audit files relating to this audit will be made available under this program. Should this occur, we will advise you. The same strict confidentiality requirements apply under this program as apply to us as your auditor.

Independence/Conflict of Interest

We have established policies and procedures designed to ensure our independence, including policies on holding financial interests in the superannuation fund and other related parties, rotation of audit partners, business relationships, employment relationships, and the provision of non-audit services in accordance with professional statement APES 110 – Code of Ethics for Professional Accountants.

Outsourced Services

We do not use any outsourced services in overseas locations when conducting client assignments.

Data Storage

We use data storage located in the office but it may be replicated to other locations.

Accepting our services as part of this engagement agreement indicates your acceptance of the use of outsourced services, cloud hosted software and outsourced data storage under the conditions outlined above.

Limitation of Liability

Our firm's liability to you or any other user of the audit report is limited by a Scheme approved under Professional Standards Legislation.

Other

We would appreciate acknowledgement of terms and conditions set out in this letter. Please note that this letter will be effective for future years unless the terms of the engagement are altered by future correspondence.

Please sign and return the attached copy of this letter to indicate that it is in accordance with your understanding of the arrangements for our audit of the financial report.

If you have any queries in relation to this please contact me.

To: MR ANTHONY BOYS

I/We hereby confirm your appointment as Auditor under the above terms of engagement.

For and on behalf of Hanna and Mary Bechara Superannuation Fund

Signed &
Dated

M. BECHARA

Yours sincerely

ANTHONY BOYS – REGISTERED COMPANY AUDITOR

DATED:

Signed document to be returned to P.O. Box 3376 Rundle Mall 5000

ANTHONY BOYS
PO BOX 3376,
RUNDLE MALL 5000

Dear Antony,

**Hanna and Mary Bechara Superannuation Fund
Superannuation Fund Management/Trustee Representation Letter**

In connection with your audit examination of the financial report of Hanna and Mary Bechara Superannuation Fund for the year ended 30 June 2020, hereby confirm, at your request that to best of our knowledge and belief, the following representation relating to the accounts are correct.

Financial Report

We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter, for the preparation of the financial report.

The management/trustee have determined that the fund is not a reporting entity for the year ended 30 June 2020 and that the requirement to apply Australian Accounting Standards and other mandatory reporting requirements do not apply to the fund. Accordingly, the financial report prepared is a special purpose financial report, which is for distribution to members of the fund and to satisfy the requirement of the SISA and the SISR, and to confirm that the financial report is free of material misstatements, including omissions.

Sole Purpose

The fund has been maintained for the sole purpose of providing superannuation benefits to its members and their dependents.

Superannuation Fund Books/Records/Minutes

- (a) We have made available to you all financial records and related data, other information, explanations and assistance necessary for the conduct of the audit.
- (b) We have made available to you Minutes of all trustee(s)' meetings and the Trust Deed.
- (c) We have established and maintained an adequate internal control structure to facilitate the preparation of reliable financial statements, and adequate financial records have been maintained. There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements.
- (d) We have no plans or intentions that may materially affect the carrying values, or classification, of assets and liabilities.
- (e) Records maintained during the period were in accordance with the Australian Taxation Office requirements.

Asset Form

The assets of the superannuation fund are being held in a form suitable for the benefit of the members of the fund, and have been held in accordance with the fund's investment strategy.

Ownership and Pledging of Assets

The superannuation fund has satisfactory title to all assets disclosed in the Statement of Financial Position. Investments are registered in the name of the trustee(s).

No assets of the superannuation fund have been pledged to secure liabilities of the superannuation fund or of others.

Investments

- (a) We have considered the requirement of generally accepted accounting standards in regards to impairment of assets when assessing the impairment of assets and in ensuring that no assets are stated in excess of their recoverable amount.
- (b) There are no commitments, fixed or contingent, for the purchase or sale of long-term investments that have not been disclosed in the financial statements.
- (c) The investment strategy has been determined with due regard to risk, return, liquidity, diversity and the insurance needs of fund members, and the assets of the fund are in line with this strategy.
- (d) All investments are acquired, maintained and disposed of on an arm's length basis.

Trust Deed

The superannuation fund is being conducted in accordance with its Trust Deed.

Superannuation Industry (Supervision) Act and Regulations

- (a) The fund meets the definition of a self-managed superannuation fund under the SISA.
- (b) The fund has been conducted in accordance with the SISA, the SISR and its governing rules at all times during the year. Also there were no amendments to the governing rules during the year, except as notified to you.
- (c) The fund is being conducted in accordance with the SISA and the SISR, in particular the relevant requirements of the following provisions:

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
- (d) The trustee(s) have been nominated and may only be removed in such manner and circumstances as are allowed in the Trust Deed.
- (e) The trustees are not disqualified persons under s126K of the SISA.
- (f) Any vacancy among the trustee(s) is filled in accordance with the Trust Deed.
- (g) The trustee(s) have complied with all trustee standards set out in SISR and the covenant prescribed by section 52 of the SISA.
- (h) The trustee(s) have complied with all investment standards set out in the SISA and the SISR.
- (i) Information retention obligations have been complied with.

- (j) All contributions accepted and benefits paid have been in accordance with the governing rules of the fund and relevant provisions of the SISA and the SISR.

There are no breaches or possible breaches of the SIS legislation whose effects should be considered for disclosure in the financial report or to the Australian Taxation Office.

Commitments

- (a) There are no material commitments for construction or acquisition of property, plant and equipment to acquire other non-current assets, such as investments or intangibles, other than those disclosed in the financial report.
- (b) There were no commitments for purchase or sale of securities or assets or any options given by the fund including options over share capital.

Taxation

- (a) We have calculated income tax expense, current tax liability, deferred tax liability and deferred tax asset according to the definitions of taxable income and allowable deductions. We have calculated and recognised all other applicable taxes according to the relevant tax legislation.
- (b) There are no activities that invoke the anti-avoidance provisions of any applicable tax legislation.

Borrowings

The trustees have not borrowed money on behalf of the superannuation fund with the exception of borrowings which were allowable under the SIS Act and the SIS Regulations.

Related Parties

- (a) The fund has not made any loans to, or provided financial assistance to members of the fund or their relatives.
- (b) No asset has been acquired from a member or related party other than as permitted under the SISA and the SISR.
- (c) Related party transactions and related amounts receivable or payable have been properly disclosed in the financial statements.
- (d) All related party transactions have been conducted on commercial terms as if the transaction was undertaken on an arms length basis in accordance with section 109 of the SIS Act, **AND** those related party transactions do not contravene *practical Compliance Guidelines* issued by the Regulator regarding non arms length Income and non arms length expenditure.

Accounting Misstatement Detected by Audit

There has been no misstatement noted by audit during the course of the current year audit.

Insurance

The superannuation fund has an established procedure whereby an officer reviews at least annually the adequacy of insurance cover on all assets and insurable risks where relevant. This review has been

performed and where it is considered appropriate, assets and insurable risks of the superannuation fund are adequately covered by insurance.

Accounting Estimates

We confirm the significant assumptions used in making accounting estimates are reasonable.

Fair Value Measurements and Disclosures

We confirm that significant assumptions used in fair value measurements and disclosures are reasonable and appropriately reflect our intent and ability to carry out specific courses of action on behalf of the fund.

Going Concern

In the opinion of the trustees there are reasonable grounds to believe that the superannuation fund will be able to:

- Pay its debts as and when they fall due.
- Continue as a going concern for the foreseeable future.

We, therefore, confirm that the going concern basis is appropriate for the financial report.

Events after Balance Sheet Date

We are not aware of any events that have occurred between the financial reporting date to the date of this letter that we need to disclose or recognise in the financial report.

Comparative Information

We confirm that there have been no restatements made to correct a material misstatement in the prior period financial report that affects the comparative information.

Fraud and Error

- (a) There has been no:
 - (i) Fraud, error, or non-compliance with laws and regulations involving management or employees who have a significant role in the internal control structure.
 - (ii) Fraud, error, or non-compliance with laws and regulations that could have a material effect on the financial report.
 - (iii) Communication from regulatory agencies concerning non-compliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial report.
- (b) The superannuation fund has disclosed to the auditor all significant facts relating to any frauds or suspected frauds known to management that may have affected the superannuation fund.
- (c) The superannuation fund has disclosed to the auditor the results of its assessment of the risk that the financial report may be materially misstated as a result of fraud.
- (d) The superannuation fund has disclosed to the auditor the results of its assessment of the risk that the financial report may be materially misstated as a result of fraud.

Legal Matters

We confirm that all matters that may result in legal action against the fund or the trustees in respect of the fund, have been discussed with a solicitor and brought to the attention of the auditor so that a solicitor's representation letter may be obtained.

General

- (a) Neither the superannuation fund nor any Trustees have any plans or intentions that may materially affect the book value or classification of assets and liabilities at balance sheet date.
- (b) The superannuation fund accepts responsibility for the implementation and operations of accounting and internal control systems that are designed to prevent and detect fraud and error. We have established and maintained adequate internal control to facilitate the preparation of a reliable financial report, and adequate financial records have been maintained. There are no material transactions that have not been properly recorded in the accounting records underlying the financial report.
- (c) There are no violations or possible violations of laws or regulations whose effects should be considered for disclosure in the financial report or as a basis for recording an expense.
- (d) The superannuation fund has complied with all aspects of contractual agreements that would have a material effect on the financial report in the event of non-compliance.

We understand that your examination was made in accordance with the Australian Auditing Standards and was, therefore, designed primarily for the purpose of expressing an opinion on the financial report of the fund taken as a whole, and that your tests of the financial records and other auditing procedures were limited to those which you considered necessary for that purpose.

Additional Matters

There are no additional matters.

Signed by the Trustees of Hanna and Mary Bechara Superannuation Fund

MBECHARA

Director / Trustee

Director / Trustee