

Hong Khoo & Saw Ch'ng Superannuation Fund

Dear Trustees

Hong Khoo & Saw Ch'ng 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 2021. 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 2019, 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 Hong Khoo & Saw Ch’ng Superannuation Fund as trustee for the Hong Khoo & Saw Ch’ng Superannuation Fund

**Signed &
Dated**



Yours sincerely

ANTHONY BOYS – REGISTERED COMPANY AUDITOR

DATED:

Hong Khoo & Saw Superannuation Fund
26 Mitcham Avenue
Mitcham 5062

Mr Tony Boys
Super Audits
PO Box 3376
Rundle Mall 5000

Dear Tony

In connection with your examination of the special purpose financial report of the Hong Khoo & Saw Superannuation Fund as at 30 June 2021, we acknowledge our responsibility for ensuring the financial report is in accordance with the accounting standards and UIG Consensus Views detailed in Note 1 to the financial statements. We confirm we have fulfilled our responsibility for the preparation of the financial report in accordance with the relevant financial reporting framework and confirm that the financial report is free of material mis-statement, including omissions, and that we have approved the financial report, as evidenced by our signature on the trustee declaration attached to the financial report.

The following representations are made which are true to the best of our knowledge and belief.

1. Accounting Policies

All the significant accounting policies of the fund are adequately described in Note 1 to the financial statements and are consistent with the policies adopted last year, unless otherwise detailed in the notes to the financial statements.

2. Fund Books / Records / Minutes

As agreed in the terms of the audit engagement, all financial books, records and related data have been made available to you, including relevant minutes of the trustee's meetings and this information has been retained in the appropriate format for the required period of time.

We confirm all transactions have been recorded and are reflected in the financial report.

3. Asset Form

The assets of the fund are being held in a form suitable for the benefit of the members of the fund.

4. Ownership and Pledging of Assets

- a) The fund has satisfactory title to all assets disclosed in the statement of financial position; and
- b) No assets of the fund have been pledged to secure liabilities of the fund (unless the charge relates to a limited recourse borrowing arrangement) or of others.

5. Investments

- a) Investments as at 30 June 2021 are carried in the books at market value. Such amounts are considered reasonable in the light of present circumstances;
- 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 report;
- c) The investment strategy has been determined with due regard to risk, return, liquidity and diversification; and
- d) All investments are acquired, maintained and disposed of on an arm's length basis.

6. Trust Deed

The fund is being conducted in accordance with its governing rules.

7. Income Tax Assessment Act, Superannuation Industry (Supervision) Act and Regulations

The fund is in compliance with the requirements of the relevant Income Tax Assessment Act, and the fund is being conducted in accordance with the Superannuation Industry (Supervision) Act 1993, and Superannuation Industry (Supervision) Regulations 1994 ("SIS") (with the exception of any contraventions as identified by you as the auditor) and we specifically confirm:

- a) The individual trustees have been nominated and may only be removed in such manner and circumstances as are allowed in the trust deed;
- b) The trustee has complied with all the trustee standards set out in the regulations and the covenants prescribed by SIS Section 52;
- c) No individual trustee is a disqualified person;
- d) The trustee has complied with the investment standards set out in SIS; and
- e) Information retention obligations have been complied with.

All known instances of non-compliance or suspected non-compliance with the relevant Income Tax Assessment Act or the SIS legislation whose effects should be considered when preparing the financial report, or that impact your obligation to report certain matters to the Australian Taxation Office have been disclosed to you.

8. Internal Controls

We acknowledge our responsibility for the design, implementation and maintenance of internal controls to prevent and detect fraud. We have established and maintained an adequate internal control structure to facilitate the preparation of a reliable financial report and to ensure that the assets of the fund are safeguarded from fraud or error. We have assessed the risk that the financial report may be materially mis-stated as a result of fraud and advise we have no knowledge of any actual, suspected or alleged fraud affecting the fund.

The fund does not have a formal process for identifying, estimating or assessing business risks relevant to the financial reporting objectives, and this is considered appropriate in the circumstances.

There are no specific risks arising from the information technology utilised by the fund that require attention by the trustee.

To monitor internal controls over financial reporting, we review all reports provided by the information technology systems utilised by the fund for accuracy. This assists in determining if the information is sufficiently reliable for financial reporting purposes.

In instances where the fund uses a custodian, we confirm we have not been advised of any fraud, non-compliance with laws and regulations or uncorrected mis-statements that would affect the financial report of the fund.

9. Contributions

We confirm the non-concessional contributions, if any, received by the fund are within the limits imposed by the legislation, taking into account contributions paid to other superannuation funds.

10. Legal Matters

We confirm you have been advised of all significant legal matters, and that all known actual or possible litigation and claims have been adequately accounted for, and been appropriately disclosed in the financial report.

Any minutes of meetings with the fund's legal counsel have been provided for audit review.

11. Related Parties

All related party transactions have been brought to your attention.

12. Subsequent Events

Other than those reported, there are no events subsequent to year end, nor any new litigation or claims referred to the fund's legal counsel, that would require adjustment to, or disclosure in, the financial report.

13. Going Concern Assumption

We confirm we have no knowledge of any events or conditions that would cast significant doubt on the fund's ability to continue as a going concern.


.....
H Khoo


.....
S Ch'ng

Date

**MEMORANDUM OF RESOLUTIONS OF THE TRUSTEES AND MEMBERS
OF HONG KHOO & SAW CH'NG SUPERANNUATION FUND**

Financial Reports:

The Financial Reports for the year ended 30th June 2021 were tabled for the consideration of the meeting.

It was Resolved unanimously that the Financial Reports be adopted in their present format and that the Statement by Trustees attached to the Financial Reports be signed by the Trustees.

Income Tax Return:

The completed Income Tax Return for the Financial Year ended 30th June 2021 was tabled for the consideration of the meeting.

It was Resolved unanimously that the Income Tax Return be adopted in its present format and that the Return be signed by the Trustees.

Investment Strategy:

The investment performance of the fund for the year ended 30th June 2020 was discussed.

After considering:

- 1) the risk involved in making, holding and realising and the likely return from, the Fund's investments having regard to its objectives and its expressed cash flow requirements,
- 2) the composition of the Fund's investments as a whole including the extent to which the investment are diverse or involve the funds being exposed to risk from inadequate diversification
- 3) the liquidity of the Fund's investments having regard to its expected cash flow requirements, and
- 4) the ability of the Fund to discharge its existing and prospective liabilities
- 5) any insurance needs of either the members or the fund

It was Resolved to adopt the attached investment strategy.

Trustee Disclosure:

Each of the Trustees confirmed that they are qualified to act as a Trustee of the Fund and that they are not disqualified persons as defined by Section 121 of the SIS legislation.


.....
H Khoo


.....
S Ch'ng

Dated

**INVESTMENT STRATEGY
HONG KHOO & SAW CH'NG SUPERANNUATION FUND**

The broad investment philosophies, which were considered, were:

- CAPITAL GUARANTEED, using Funds offering a capital guaranteed return
- CASH, using short-dated fixed investments and cash. All investments must be AA and/or A1 or better with a portfolio maturity of less than six months
- FIXED INTEREST, which will increase the returns over cash but reduced the liquidity? There are two options:
 - Fixed term - Fixed interest with strongly underlying security and to manage the liquidity required by selecting different fixed terms
 - Market linked fixed interest using pooled Funds which offer liquidity and some capital volatility
- CAPITAL STABLE. The objective of this is to provide stability of capital investment and have a high probability of achieving a positive return each year. The aim is to achieve a portfolio mix of assets and Funds that will achieve this result (i.e. 50 - 80% fixed interest and cash and 2 - 50% growth assets)
- GROWTH. The objective of which is to provide capital growth over the medium to long-term with a greater volatility of short-term returns. The relative weighting in cash and fixed interest will be low and the exposure in growth assets (Australian and overseas shares and property will be high, (50 - 100%). However it is accepted that even under the strategy the amount invested in cash and fixed interest could be as high 100% in circumstances where the trustee has decided to invest in cash in view of an anticipated downward share market movement.

It was resolved that the investment objective of the superannuation fund is growth and the following investments mix would meet the objective:

- Direct Shares
- Bank Deposits

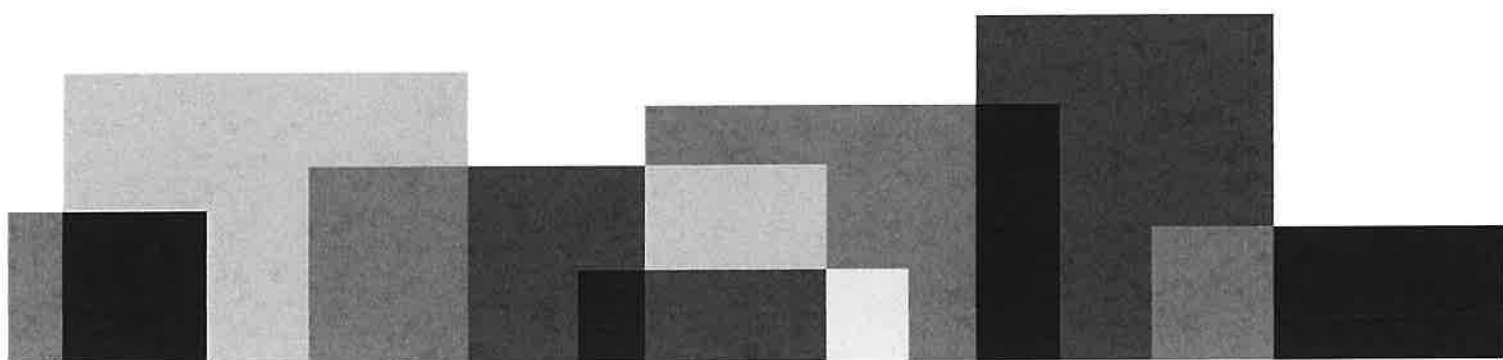
It was resolved by the members not to purchase life insurance or provide a reserve for insurance.


.....
H Khoo

.....
S Ch'ng

Dated

Hong Khoo & Saw Ch'ng Superannuation Fund



Financial Statements

For the year ended 30 June 2021

Table of Contents

Member Statement

Member Statement

Operating Statement

Statement of Financial Position

Notes to the Financials 1

Notes to the Financials 2

Trustee Declaration

Member Statement

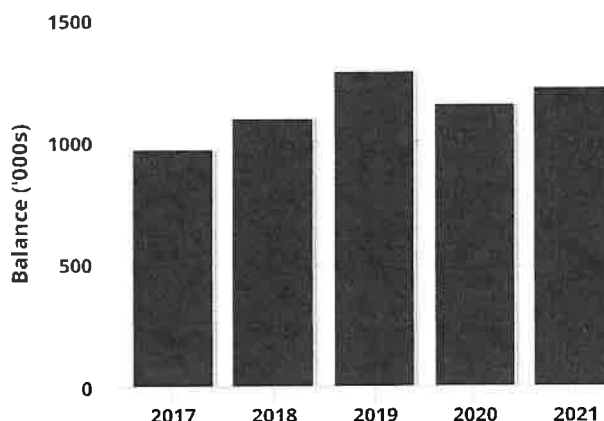
For the year ended 30 June 2021

Member details

Mr Hong Cheang Khoo
26 Mitcham Avenue
Lower Mitcham SA 5062
AUSTRALIA

Date of Birth: 02/01/1961
Eligible Service Date: 27/11/1989
Date Joined Fund: 27/08/1998

Your recent balance history



YOUR OPENING BALANCE

\$1,161,727.68

\$65,543.84

Balance Increase

YOUR CLOSING BALANCE

\$1,227,271.52

Your Net Fund Return

3.7867%

Your account at a glance

Opening Balance as at 01/07/2020

\$1,161,727.68

What has been added to your account

Employer Concessional Contributions

\$24,942.24

What has been deducted from your account

Contribution Tax

\$3,741.34

New Earnings

\$44,342.94

Closing Balance at 30/06/2021

\$1,227,271.52

Member Statement

For the year ended 30 June 2021

Consolidated - Mr Hong Cheang Khoo

ACCESS TO YOUR BENEFITS

Unrestricted non-preserved (Generally available to be withdrawn)	\$0.00
Restricted non-preserved (Generally available when you leave your employer)	\$0.00
Preserved (Generally available once you retire, after reaching your preservation age)	\$1,227,271.52

YOUR TAX COMPONENTS

Tax Free Component	\$138,894.21
Taxable Component	\$1,088,377.31

YOUR INSURANCE COVER

Death Benefit	\$0.00
Disability Benefit	\$0.00
Salary Continuance (Annual Insured Benefit)	\$0.00

YOUR TOTAL SUPERANNUATION BALANCE

Your total superannuation balance	\$1,227,271.52
-----------------------------------	----------------

NOTE: This amount does not include any entitlements from external super funds

INVESTMENT RETURN

The return on your investment for the year	3.79 %
--	--------

Member Statement

For the year ended 30 June 2021

Accumulation Account - Mr Hong Cheang Khoo

ACCOUNT SUMMARY

Opening Balance as at 01/07/2020	\$1,161,727.68
---	-----------------------

What has been added to your account

Employer Concessional Contributions	\$24,942.24
-------------------------------------	-------------

What has been deducted from your account

Contribution Tax	\$3,741.34
------------------	------------

New Earnings	\$44,342.94
---------------------	--------------------

Closing Balance at 30/06/2021	\$1,227,271.52
--------------------------------------	-----------------------

ACCESS TO YOUR BENEFITS

Unrestricted non-preserved (Generally available to be withdrawn)	\$0.00
Restricted non-preserved (Generally available when you leave your employer)	\$0.00
Preserved (Generally available once you retire, after reaching your preservation age)	\$1,227,271.52

YOUR TAX COMPONENTS

Tax Free Component	\$138,894.21
Taxable Component	\$1,088,377.31

Member Statement

For the year ended 30 June 2021

YOUR BENEFICIARY(s) - Mr Hong Cheang Khoo

Saw Kee Ch'ng (Spouse) 100.00%

Non-Binding

Email:

Phone: (08) 8357 4902

FUND CONTACT DETAILS

Hong Cheang Khoo

26 Mitcham Avenue
Lower Mitcham SA 5062
AUSTRALIA

Member Statement

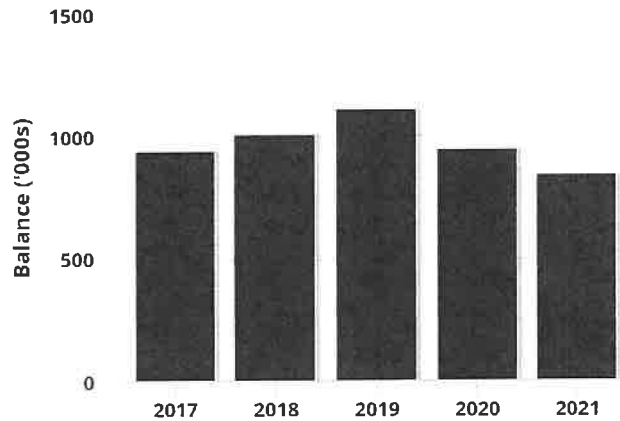
For the year ended 30 June 2021

Member details

Mrs Saw Kee Ch'ng
26 Mitcham Avenue
Lower Mitcham SA 5062
AUSTRALIA

Date of Birth: 18/07/1958
Eligible Service Date: 12/12/1989
Date Joined Fund: 27/08/1998

Your recent balance history



YOUR OPENING BALANCE

\$951,480.50

(\$107,027.46)
Balance Decrease

YOUR CLOSING BALANCE

\$844,453.04

Your Net Fund Return

3.7867%

Your account at a glance

Opening Balance as at 01/07/2020

\$951,480.50

What has been deducted from your account

Pension Payments During Period

\$141,684.00

New Earnings

\$34,656.54

Closing Balance at 30/06/2021

\$844,453.04

Member Statement

For the year ended 30 June 2021

Consolidated - Mrs Saw Kee Ch'ng

ACCESS TO YOUR BENEFITS

Unrestricted non-preserved (Generally available to be withdrawn)	\$782,535.96
Restricted non-preserved (Generally available when you leave your employer)	\$0.00
Preserved (Generally available once you retire, after reaching your preservation age)	\$61,917.08

YOUR TAX COMPONENTS

Tax Free Component	\$102,358.44
Taxable Component	\$742,094.60

YOUR INSURANCE COVER

Death Benefit	\$0.00
Disability Benefit	\$0.00
Salary Continuance (Annual Insured Benefit)	\$0.00

YOUR TOTAL SUPERANNUATION BALANCE

Your total superannuation balance	\$844,453.04
-----------------------------------	--------------

NOTE: This amount does not include any entitlements from external super funds

INVESTMENT RETURN

The return on your investment for the year	3.79 %
--	--------

Member Statement

For the year ended 30 June 2021

Accumulation Account - Mrs Saw Kee Ch'ng

ACCOUNT SUMMARY

Opening Balance as at 01/07/2020	\$59,658.01
New Earnings	\$2,259.07
Closing Balance at 30/06/2021	\$61,917.08

ACCESS TO YOUR BENEFITS

Unrestricted non-preserved (Generally available to be withdrawn)	\$0.00
Restricted non-preserved (Generally available when you leave your employer)	\$0.00
Preserved (Generally available once you retire, after reaching your preservation age)	\$61,917.08

YOUR TAX COMPONENTS

Tax Free Component	\$6,525.34
Taxable Component	\$55,391.74

Member Statement

For the year ended 30 June 2021

Account Based Pension - Mrs Saw Kee Ch'ng

PENSION ACCOUNT DETAILS

Member ID	00005
Pension Type	ACCOUNT
Pension Commencement Date	1/07/2017
Reversionary Pension	No

ACCOUNT SUMMARY

Opening Balance as at 01/07/2020 **\$891,822.49**

What has been deducted from your account

Pension Payments During Period \$141,684.00

New Earnings **\$32,397.47**

Closing Balance at 30/06/2021 **\$782,535.96**

ACCESS TO YOUR BENEFITS

Unrestricted non-preserved (Generally available to be withdrawn) \$782,535.96

Restricted non-preserved (Generally available when you leave your employer) \$0.00

Preserved (Generally available once you retire, after reaching your preservation age) \$0.00

YOUR TAX COMPONENTS

Tax Free Component \$95,833.10

Tax Free Proportion % 12.25%

Taxable Component \$686,702.86

Member Statement

For the year ended 30 June 2021

YOUR BENEFICIARY(s) - Mrs Saw Kee Ch'ng

Hong Cheang Khoo (Spouse) 100.00%

Non-Binding

Email: g0d_all_mighty@internode.on.net

Phone: (04) 0951 9751

FUND CONTACT DETAILS

Hong Cheang Khoo

26 Mitcham Avenue
Lower Mitcham SA 5062
AUSTRALIA

Operating Statement

For the year ended 30 June 2021

	Note	2021 \$	2020 \$
REVENUE			
Investment Revenue			
Australian Listed Shares	3	43,676	46,746
		43,676	46,746
Contribution Revenue			
Employer Concessional Contributions		24,942	8,784
Salary Sacrifice Concessional Contributions		-	16,000
		24,942	24,784
Other Revenue			
Term Deposits	2	-	16,532
Cash at Bank	4	2,287	1,304
Market Movement Non-Realised	5	2,282	(277,936)
Market Movement Realised	6	22,897	(78,712)
ATO Interest		-	6
		27,466	(338,806)
Total Revenue		96,084	(267,276)
EXPENSES			
General Expense			
Fund Administration Expenses	7	440	-
Fund Lodgement Expenses	8	259	259
		699	259
BENEFITS ACCRUED AS A RESULT OF OPERATIONS BEFORE INCOME TAX		95,385	(267,535)
Tax Expense			
Fund Tax Expenses	9	(4,814)	(13,412)
		(4,814)	(13,412)
BENEFITS ACCRUED AS A RESULT OF OPERATIONS		100,199	(254,123)

This Statement is to be read in conjunction with the notes to the Financial Statements

Hong Khoo & Saw Ch'ng Superannuation Fund

Statement of Financial Position

As at 30 June 2021

	Note	2021 \$	2020 \$
INVESTMENTS			
Australian Listed Shares	10	1,579,773	1,424,706
		1,579,773	1,424,706
OTHER ASSETS			
Cash at Bank	11	479,773	680,438
Sundry Debtors - Fund Level	12	2,298	2,298
		482,071	682,736
TOTAL ASSETS		2,061,844	2,107,442
LIABILITIES			
Provisions for Tax - Fund	13	(13,663)	(9,108)
Sundry Creditors	14	3,782	3,342
		(9,881)	(5,766)
TOTAL LIABILITIES		(9,881)	(5,766)
NET ASSETS AVAILABLE TO PAY BENEFITS		2,071,725	2,113,208
REPRESENTED BY: LIABILITY FOR MEMBERS' BENEFITS			
Allocated to Members' Accounts	15	2,071,725	2,113,208
		2,071,725	2,113,208

This Statement is to be read in conjunction with the notes to the Financial Statements

Hong Khoo & Saw Ch'ng Superannuation Fund
Notes to the Financial Statements
For the year ended 30 June 2021

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 Trust Deed and the needs of members.

The financial statements have also been prepared on an accruals basis and are based on historical costs, except for investments and financial liabilities, which have been measured at net market values.

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.

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 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 their net market values, which is the amount that could be expected to be received from disposal of the investment in an orderly market after deducting costs expected to be incurred in realising the proceeds from disposal.

Net market values have 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; and
- iv. investment properties at trustees assessment of their realisable value.

Remeasurement changes in the net market values of investments are recognised in the operating statement in the periods in which they occur.

Current assets, such as interest and distributions receivable, which are expected to be recovered within twelve months after the reporting period, are carried at the fair value of amounts due to be received.

Financial liabilities, such as trade creditors and other payables, are measured at the gross value of the outstanding balance at the reporting date. The trustees have determined that the gross values of the Funds financial liabilities are equivalent to their net 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 are subject to an insignificant risk of change in value.

c. Revenue

Revenue is recognised at the fair value of the consideration received or receivable.

Hong Khoo & Saw Ch'ng Superannuation Fund

Notes to the Financial Statements

For the year ended 30 June 2021

Interest revenue

Interest revenue is recognised as it accrues using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

Interest revenue includes the amortisation of any discount or premium, transactions costs and any other differences between the initial carrying amount of the interest-bearing instrument to which it relates and the amount of the interest-bearing instrument at maturity calculated on an effective interest basis.

Dividend revenue

Revenue from dividends is recognised on the date the shares are quoted ex-dividend and, if not received at the end of the reporting period, is reflected in the statement of financial position as a receivable at net market value.

Distribution revenue

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

Remeasurement changes in net market values

Remeasurement changes in the net market values of assets are recognised as income and are determined as the difference between the net market value at year-end or consideration received (if sold during the year) and the net market value as at the prior year-end or cost (if the investment was acquired during the period).

d. Liability for Accrued Benefits

The liability for accrued benefits represents the funds 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. Income Tax

The income tax expense (income) 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. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

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

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

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

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

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) a legally enforceable right of set-off exists; and

Hong Khoo & Saw Ch'ng Superannuation Fund
Notes to the Financial Statements
For the year ended 30 June 2021

(b) the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities, where it is intended that 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.

f. Critical Accounting Estimates and Judgments

The preparation of financial statements requires the trustees to make judgments, 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.

Hong Khoo & Saw Ch'ng Superannuation Fund
Notes to the Financial Statements
For the year ended 30 June 2021

	2021	2020
	\$	\$
Note 2: Term Deposits		
Term Deposits - NAB Jan 2012	-	8,000
Term Deposits - Ubank (Aug 2016) May 2017	-	7,521
Term Deposits Account 4	-	1,011
	-	16,532
Note 3: Australian Listed Shares		
AMP Limited - Dividends	8,000	-
BHP Billiton Ltd ORD Fully Paid	-	12,786
Elders Limited	-	900
Newcrest Mining Ltd ORD Fully Paid	6,553	4,923
Origin Energy Ltd ORD Fully Paid	11,500	5,251
Santos Ltd - Dividends	5,446	6,727
Senex Ordinary Fully Paid	2,000	-
Telstra Corporation Ltd ORD Fully Paid	8,000	10,400
Woodside Petroleum Ltd ORD Fully Paid	2,177	5,759
	43,676	46,746
Note 4: Cash at Bank		
Bank Interest - NAB 0558	646	818
Bank Interest - NAB 4098	1	13
Bank Interest - UBank 0965	1,594	406
Cash at Bank - NABTrade	46	67
	2,287	1,304
Note 5: Market Movement Non-Realised		
Market Movement Non-Realised - Derivatives and Instalment Warrants	-	(7)
Market Movement Non-Realised Listed Shares & Options	2,282	(277,929)
	2,282	(277,936)
Note 6: Market Movement Realised		
Market Movement Realised - Trusts - Unit	7,740	-
Market Movement Realised Listed Shares & Options	15,157	(78,712)
	22,897	(78,712)
Note 7: Fund Administration Expenses		
Audit Fees	440	-
	440	-
Note 8: Fund Lodgement Expenses		
ATO Annual Return Fee - Supervisory levy	259	259
	259	259

Hong Khoo & Saw Ch'ng Superannuation Fund
Notes to the Financial Statements
For the year ended 30 June 2021

	2021	2020
	\$	\$
Note 9: Fund Tax Expenses		
Income Tax Expense	(4,814)	(9,108)
Tax Accrued During Period	-	(4,304)
	(4,814)	(13,412)
Note 10: Australian Listed Shares		
AMP Limited	90,000	92,750
Newcrest Mining Ltd ORD Fully Paid	379,200	536,010
Origin Energy Ltd ORD Fully Paid	324,720	146,018
QBE Insurance Group Ltd ORD Fully Paid	-	44,300
Santos Ltd	418,310	312,700
Senex Ordinary Fully Paid	85,750	45,000
Telstra Corporation Ltd ORD Fully Paid	188,000	156,500
Woodside Petroleum Ltd ORD Fully Paid	93,793	91,428
	1,579,773	1,424,706
Note 11: Cash at Bank		
Cash at Bank - NAB 0558	170,286	295,014
Cash at Bank - NAB 4098	1	-
Cash at Bank - NABTrade	1	77,534
Cash at Bank - UBank 0965	309,485	307,890
	479,773	680,438
Note 12: Sundry Debtors - Fund Level		
Sundry Debtors	2,298	2,298
	2,298	2,298
Note 13: Provisions for Tax - Fund		
Provision for Income Tax	(13,663)	(9,108)
	(13,663)	(9,108)
Note 14: Sundry Creditors		
Sundry Creditors Number 1	3,782	3,342
	3,782	3,342

Hong Khoo & Saw Ch'ng Superannuation Fund
Notes to the Financial Statements
For the year ended 30 June 2021

	2021	2020
	\$	\$
Note 15A: Movements in Members' Benefits		
Liability for Members' Benefits Beginning:	2,113,208	2,400,330
Add: Increase (Decrease) in Members' Benefits	100,201	(254,122)
Less: Benefit Paid	141,684	33,000
Liability for Members' Benefits End	2,071,725	2,113,208

Note 15B: Members' Other Details

Total Unallocated Benefits	-	-
Total Forfeited Benefits	-	-
Total Preserved Benefits	1,289,189	1,221,386
Total Vested Benefits	2,071,725	2,113,208

Hong Khoo & Saw Ch'ng Superannuation Fund

Trustee Declaration

For the year ended 30 June 2021

The trustees have determined that the fund is not a reporting entity. The trustees have determined that the special purpose financial statements should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

In the opinion of the trustees:

- i. The financial statements, notes to the financial statements and member statements for the year ended 30 June 2021 present fairly, in all material respects, the financial position of the superannuation fund at 30 June 2021 and the results of its operations for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements;
- ii. The financial statements and member 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 2021.

Signed in accordance with a resolution of the trustees by:



Hong Cheang Khoo



Saw Kee Ch'ng

Date: ___/___/___