Please find below the reply to the audit queries:

In relation to: we have received member’s personal HSBC Premier World Master Card statements for investment expenses of $2,820.36. It seems breach of Sec65 of SIS act. Please advise:

Except for the $56.00 ASIC fee all of the payments were for online items that could not be paid for directly from the SMSF’s bank account and they were reimbursed in a timely manner.

All of them were in relation to services and not physical goods and are the types of expenses that can be reimbursed.

The personal statements were provided as additional evidence of the timing and AUD value of the transactions.

The fund did not lend money or provide financial assistance to members and there is no breach of s65.

In relation to: we note that office expenses of $543.82 include as member benefit paid instead of fund’s expenses during the year. Please advise.

The member referred to them as office expenses on behalf of the fund and is why he chose to take a member benefit to be reimbursed for them. However, as per the invoice, those expenses were made up of printer ink and a chair. These are not actual fund expenses and further supports why it was a member benefit.