

STOTT SUPERANNUATION FUND

Statement of Financial Position

As at 30 June 2020

	Note	2020 \$	2019 \$
Assets			
Investments			
Fixed Interest Securities (Australian)	2	200,000.00	475,000.00
Real Estate Properties (Australian - Residential)	3	255,000.00	250,000.00
Shares in Listed Companies (Australian)	4	276,918.56	276,648.97
Units in Listed Unit Trusts (Australian)	5	64,035.66	8,903.20
Total Investments		<u>795,954.22</u>	<u>1,010,552.17</u>
Other Assets			
Sundry Debtors		89.79	488.68
Distributions Receivable		208.57	161.82
NAB Cheque A/c 351		47,205.85	373.47
NAB Business Cash Maximiser A/c 998		16,435.02	3,685.61
NAB Burleigh A/c 547		539.19	100.00
Commonwealth DIA 625		164,538.62	76,064.73
Income Tax Refundable		5,981.02	7,892.90
Total Other Assets		<u>234,998.06</u>	<u>88,767.21</u>
Total Assets		<u>1,030,952.28</u>	<u>1,099,319.38</u>
Less:			
Liabilities			
Sundry Creditors		0.00	635.61
Total Liabilities		<u>0.00</u>	<u>635.61</u>
Net assets available to pay benefits		<u>1,030,952.28</u>	<u>1,098,683.77</u>
Represented by:			
Liability for accrued benefits allocated to members' accounts	7, 8		
Stott, Bruce - Pension (Pension)		450,245.38	482,717.93
Stott, Patricia - Pension (Pension)		580,706.90	615,965.84
Total Liability for accrued benefits allocated to members' accounts		<u>1,030,952.28</u>	<u>1,098,683.77</u>

STOTT SUPERANNUATION FUND

Operating Statement

For the year ended 30 June 2020

	Note	2020 \$	2019 \$
Income			
Investment Income			
Trust Distributions	11	966.98	555.27
Dividends Received	10	13,195.27	17,881.04
Interest Received		9,029.21	12,530.68
Property Income	12	7,106.04	6,268.71
Total Income		<u>30,297.50</u>	<u>37,235.70</u>
Expenses			
Accountancy Fees		1,760.00	2,838.00
Administration Costs		359.40	329.45
ATO Supervisory Levy		259.00	259.00
Auditor's Remuneration		616.00	616.00
Bank Charges		40.60	5.60
Property Expenses - Agents Management Fees		637.65	0.00
Property Expenses - Council Rates		774.75	745.42
Property Expenses - Repairs Maintenance		487.59	0.00
Property Expenses - Strata Levy Fees		934.03	1,121.20
Property Expenses - Sundry Expenses		63.71	0.00
Property Expenses - Water Rates		357.37	441.29
		<u>6,290.10</u>	<u>6,355.96</u>
Member Payments			
Pensions Paid		39,807.00	53,470.00
Investment Losses			
Changes in Market Values	13	57,912.91	(49,015.54)
Total Expenses		<u>104,010.01</u>	<u>10,810.42</u>
Benefits accrued as a result of operations before income tax			
		<u>(73,712.51)</u>	<u>26,425.28</u>
Income Tax Expense	14	(5,981.02)	(7,892.90)
Benefits accrued as a result of operations		<u>(67,731.49)</u>	<u>34,318.18</u>

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 Trustee(s).

a. Measurement of Investments

The fund initially recognises:

- (i) an investment when it controls the future economic benefits expected to flow from the asset. For financial assets, the trade date is considered to be the date on which control of the future economic benefits attributable to the asset passes to the fund; and
- (ii) a financial liability on the date it becomes a party to the contractual provisions of the instrument.

Investments of the fund have been measured at market value, which refers to the amount that a willing buyer could reasonably be expected to pay to acquire the asset from a willing seller if the following assumptions were made:

- that the buyer and the seller deal with each other at arm's length in relation to the sale;
- that the sale occurred after proper marketing of the asset; and
- that the buyer and the seller acted knowledgeably and prudentially in relation to the sale.

Market value has been determined as follows:

- (i) shares and other securities listed on the Australian Securities Exchange by reference to the relevant market quotations at the end of the reporting period;
- (ii) units in managed funds by reference to the unit redemption price at the end of the reporting period;
- (iii) fixed-interest securities by reference to the redemption price at the end of the reporting period;
- (iv) unlisted investments are stated at trustees' assessment based on estimated market value at balance date or where necessary, an external valuer's opinion; and
- (v) investment properties at the trustees' assessment of the market value or where necessary a qualified independent valuer's opinion at the end of reporting period.

Financial liabilities, such as trade creditors and other payables, are measured at the gross value of the outstanding balance at the end of the reporting period. The trustees have determined that the gross values of the fund's financial liabilities is equivalent to their market values. Any remeasurement changes in the gross values of non-current financial liabilities (including liabilities for members' accrued benefits) are recognised in the operating statement in the periods in which they occur.

b. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and at call, deposits with banks and short-term, highly liquid investments that are readily convertible to cash and subject to an insignificant risk of change in value.

c. Revenue

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

Interest revenue

Interest revenue is recognised in respect of fixed-interest securities, and cash and cash equivalent balances. Interest revenue is recognised upon receipt.

Notes to the Financial Statements

For the year ended 30 June 2020

Dividend revenue

Dividend revenue is recognised when the dividend has been paid or, in the case of dividend reinvestment schemes, when the dividend is credited to the benefit of the fund.

Rental revenue

Rental revenue arising from operating leases on investment properties is recognised upon receipt.

Distribution revenue

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

Remeasurement changes in market values

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

d. Liability for Accrued Benefits

The liability for accrued benefits represents the fund's present obligation to pay benefits to members and beneficiaries, and has been calculated as the difference between the carrying amount of the assets and the carrying amount of the other payables and income tax liabilities as at the end of the reporting period.

e. 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: Fixed Interest Securities (Australian)

	2020 \$	2019 \$
NAB Term Deposit A/c 203	0.00	475,000.00
NAB Term Deposit A/c 808	200,000.00	0.00
	<hr/> 200,000.00	<hr/> 475,000.00

Note 3: Real Estate Properties (Australian - Residential)

	2020 \$	2019 \$
3/42 the Esplanade, Burleigh Heads, QLD 4220 (1/3 share)	255,000.00	250,000.00
	<hr/> 255,000.00	<hr/> 250,000.00

Note 4: Shares in Listed Companies (Australian)

STOTT SUPERANNUATION FUND**Notes to the Financial Statements**

For the year ended 30 June 2020

	2020 \$	2019 \$
Australia And New Zealand Banking Group Limited	30,103.60	45,559.15
BHP Group Limited	10,996.74	0.00
Commonwealth Bank Of Australia	53,453.40	63,740.60
Coles Group Limited	8,104.24	6,301.20
CSR Limited	9,163.20	0.00
Impedimed Limited	784.30	632.50
Medibank Private Limited	10,435.10	0.00
National Australia Bank Limited	29,443.52	43,179.52
Orthocell Limited	3,244.50	5,253.00
Suncorp Group Limited	8,122.40	0.00
Telstra Corporation Limited	28,116.79	34,584.55
Westpac Banking Corporation	38,179.65	46,141.72
Wesfarmers Limited	21,159.76	17,067.52
Woolworths Group Limited	25,611.36	14,189.21
	<hr/> 276,918.56	<hr/> 276,648.97

Note 5: Units in Listed Unit Trusts (Australian)

	2020 \$	2019 \$
Ishares S&P/ASX Dividend Opportunities ETF	17,286.60	8,903.20
Ishares Core S&P/ASX 200 ETF	16,990.50	0.00
SPDR S&P/ASX 200 Fund	15,037.00	0.00
Vanguard Australian Shares Index ETF	14,721.56	0.00
	<hr/> 64,035.66	<hr/> 8,903.20

Note 7: Liability for Accrued Benefits

	2020 \$	2019 \$
Liability for accrued benefits at beginning of year	1,098,683.77	1,064,365.59
Benefits accrued as a result of operations	(67,731.49)	34,318.18

STOTT SUPERANNUATION FUND**Notes to the Financial Statements**

For the year ended 30 June 2020

Current year member movements	0.00	0.00
Liability for accrued benefits at end of year	1,030,952.28	1,098,683.77

Note 8: 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	1,030,952.28	1,098,683.77

Note 9: Guaranteed Benefits

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

Note 10: Dividends

	2020 \$	2019 \$
Australia And New Zealand Banking Group Limited	2,584.00	2,584.00
Coles Group Limited	309.16	0.00
Commonwealth Bank Of Australia	3,318.70	3,318.70
National Australia Bank Limited	2,682.56	3,199.68
Telstra Corporation Limited	1,437.28	1,706.77
Wesfarmers Limited	722.16	1,510.40
Westpac Banking Corporation	1,701.60	4,588.14
Woolworths Group Limited	439.81	973.35
	13,195.27	17,881.04

STOTT SUPERANNUATION FUND**Notes to the Financial Statements**

For the year ended 30 June 2020

Note 11: Trust Distributions

	2020	2019
	\$	\$
Vanguard Australian Shares Index ETF	172.22	0.00
Ishares S&P/ASX Dividend Opportunities ETF	498.39	555.27
SPDR S&P/ASX 200 Fund	160.07	0.00
Ishares Core S&P/ASX 200 ETF	136.30	0.00
	<hr/>	<hr/>
	966.98	555.27
	<hr/>	<hr/>

Note 12: Rental Income

	2020	2019
	\$	\$
3/42 the Esplanade, Burleigh Heads, QLD 4220 (1/3 share)	7,106.04	6,268.71
	<hr/>	<hr/>
	7,106.04	6,268.71
	<hr/>	<hr/>

Note 13: Changes in Market ValuesUnrealised Movements in Market Value

	2020	2019
	\$	\$
Real Estate Properties (Australian - Residential)		
3/42 the Esplanade, Burleigh Heads, QLD 4220 (1/3 share)	5,000.00	30,000.00
	<hr/>	<hr/>
	5,000.00	30,000.00
	<hr/>	<hr/>
Shares in Listed Companies (Australian)		
Australia And New Zealand Banking Group Limited	(15,455.55)	(48.45)
BHP Group Limited	999.29	0.00
CSR Limited	(816.75)	0.00
Coles Group Limited	1,803.04	633.58
Commonwealth Bank Of Australia	(10,287.20)	7,630.70
Impedimed Limited	(116.33)	(1,540.00)
Medibank Private Limited	468.65	0.00
National Australia Bank Limited	(13,736.00)	(1,115.04)
Orthocell Limited	(2,008.50)	1,957.00
Suncorp Group Limited	(1,823.95)	0.00
Telstra Corporation Limited	(6,467.76)	11,049.09
Wesfarmers Limited	4,092.24	(562.78)
Westpac Banking Corporation	(21,377.02)	(1,529.38)

STOTT SUPERANNUATION FUND

Notes to the Financial Statements

For the year ended 30 June 2020

Woolworths Group Limited	1,509.20	3,013.49
	(63,216.64)	19,488.21
Units in Listed Unit Trusts (Australian)		
Ishares Core S&P/ASX 200 ETF	2,030.60	0.00
Ishares S&P/ASX Dividend Opportunities ETF	(1,590.55)	173.60
SPDR S&P/ASX 200 Fund	28.30	0.00
Vanguard Australian Shares Index ETF	(164.62)	0.00
	303.73	173.60
Total Unrealised Movement	(57,912.91)	49,661.81
Realised Movements in Market Value		
	2020	2019
	\$	\$
Shares in Listed Companies (Australian)		
Woolworths Group Limited	0.00	(646.27)
	0.00	(646.27)
Total Realised Movement	0.00	(646.27)
Total Market Movement	(57,912.91)	49,015.54
Note 14: Income Tax Expense		
	2020	2019
	\$	\$
The components of tax expense comprise		
Current Tax	(5,981.02)	(7,892.90)
Income Tax Expense	(5,981.02)	(7,892.90)
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%	(11,056.88)	3,963.79
Less:		
Tax effect of:		
Increase in MV of Investments	0.00	7,449.27
Exempt Pension Income	5,438.10	6,768.00
Realised Accounting Capital Gains	0.00	(96.94)

Refer to compilation report

STOTT SUPERANNUATION FUND**Notes to the Financial Statements**

For the year ended 30 June 2020

Accounting Trust Distributions	145.05	83.29
Add:		
Tax effect of:		
Decrease in MV of Investments	8,686.94	0.00
SMSF Non-Deductible Expenses	943.50	953.25
Pension Payments	5,971.05	8,020.50
Franking Credits	887.85	1,183.94
Foreign Credits	0.28	0.04
Taxable Trust Distributions	148.26	82.19
Distributed Foreign Income	2.60	0.20
Rounding	(0.45)	(0.29)
Less credits:		
Franking Credits	5,919.02	7,892.90
TFN Credits	62.00	0.00
Current Tax or Refund	<hr/> (5,981.02) <hr/>	<hr/> (7,892.90) <hr/>