

Blakeman Owen Super Fund

ABN 31 756 523 711

Trustees: Blakeman Owen Super Pty Ltd

Financial Statement
For the year ended 30 June 2014

Blakeman Owen Super Fund

Trustee Declaration

In the opinion of the Trustees of the Blakeman Owen Super Fund.

The Fund is not a reporting entity and this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to these financial statements.

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2014 present fairly the financial position of the Fund at 30 June 2014 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; and
- (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 Fund has been carried out in accordance with its Trust Deed and in compliance with the requirements of the Superannuation Industry (Supervision) Act 1993 during the year ended 30 June 2014.

Signed in accordance with a resolution of the directors of Blakeman Owen Super Pty Ltd by:

..... Dated:/...../.....

David Owen

Director: Blakeman Owen Super Pty Ltd

..... Dated:/...../.....

Scott Blakeman

Director: Blakeman Owen Super Pty Ltd

Blakeman Owen Super Fund
Statement of Financial Position
as at 30 June 2014

	Note	2014 \$	2013 \$
Assets			
Investments			
Cash and Cash Equivalents	6A	-	202,000
Direct Property	6B	555,000	555,000
Other Assets			
Cash At Bank		209,217	5,058
Sundry Assets		27,450	-
Current Tax Assets		107	-
Total Assets		<u>791,773</u>	<u>762,058</u>
Liabilities			
Unsettled Trades		499,500	499,500
Other Taxes Payable		4,855	109
Income Tax Payable		-	4,897
Total Liabilities		<u>504,355</u>	<u>504,506</u>
Net Assets Available to Pay Benefits		<u>287,418</u>	<u>257,553</u>
<i>Represented by:</i>			
Liability for Accrued Benefits	2		
Mr David Owen		67,156	44,805
Mr Scott Blakeman		220,262	212,748
Total Liability for Accrued Benefits		<u>287,418</u>	<u>257,553</u>

The accompanying notes form part of these financial statements.

Blakeman Owen Super Fund
Operating Statement
For the period 1 July 2013 to 30 June 2014

	Note	2014 \$	2013 \$
Income			
Member Receipts			
Contributions			
Employer		36,820	32,838
Investment Income			
Interest		8,099	11,084
		<u>44,920</u>	<u>43,923</u>
Expenses			
Member Payments			
Insurance Premiums		4,258	3,707
Other Expenses			
ASIC Fee		236	-
Auditor Fee		820	820
Bank Fees		8	-
Fund Administration Fee		4,100	4,100
SMSF Supervisory Levy		321	200
		<u>9,742</u>	<u>8,826</u>
Benefits Accrued as a Result of Operations before Income Tax		35,177	35,097
Income Tax			
Income Tax Expense		5,312	5,265
		<u>5,312</u>	<u>5,265</u>
Benefits Accrued as a Result of Operations		<u>29,865</u>	<u>29,832</u>

The accompanying notes form part of these financial statements.

Blakeman Owen Super Fund
Notes to the Financial Statements
As at 30 June 2014

Note 1 - Statement of Significant Accounting Policies

The following significant accounting policies have been adopted in the preparation and presentation of the financial statements. They have been consistently applied in the current and previous periods unless otherwise stated to ensure the financial information satisfies the concept of relevance and reliability.

(a) Statement of Compliance

The trustees have prepared the financial statements on the basis that the superannuation fund is a non-reporting entity because the members are able to command the preparation of tailored reports so as to satisfy specifically all of their information needs and there are no other users dependent on the financial statements. The financial statements are therefore special purpose financial statements that have been prepared with reference to Australian Accounting Standard *AAS 25 Financial Reporting by Superannuation Plans*, other applicable Australian Accounting Standards and Interpretations to the extent they are not inconsistent with AAS 25, and in accordance with the legislative requirements of the *Superannuation Industry (Supervision) Act 1993* and *Regulations 1994* and the provisions of the Trust Deed.

(b) Basis of Preparation

The financial statements have been prepared on a cash basis using historical costs convention unless stated otherwise. For investments and financial liabilities, they are measured at market values.

The financial statements are presented in Australian dollars, which is the functional currency of the fund.

(c) Use of 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. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. 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.

(d) Cash and Cash Equivalents

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

(e) Foreign Currency

All foreign currency transactions during the financial year are bought to account using the exchange rate in effect at the date of the transaction. Foreign currency monetary items at reporting date are translated at the exchange rate existing at reporting date. Exchange differences are recognised in the operating statement in the period in which they arise.

(f) Valuation of Assets

Investment

An investment is initially recognised when as a result of past transactions or events, the Fund controls the future economic benefits expected to flow from the asset.

The investment assets are firstly recorded at cost, being the fair value of the consideration given. After initial recognition, they are measured at market value. Gains or losses arising from changes in market value are recognised on the Operating Statement in the periods in which they occur.

Market value as defined in s10 of *SISA 1993*, in relation to an asset, means the amount that a willing buyer of the asset could reasonably be expected to pay to acquire the asset from a willing seller if the following assumptions were made:

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

As disposal costs are generally immaterial unless otherwise stated, market value approximates fair value.

Blakeman Owen Super Fund

Notes to the Financial Statements

As at 30 June 2014

Market values for various types of investment have been determined as follows:

- i. listed securities, government and other fixed interest securities for which there is a readily available market quotation, the valuation is recorded as the last quoted sale price as at the close of business on reporting date. If the listed securities are foreign, they are also converted to Australian dollars using the exchange rate at the close of business on the reporting date;
- ii. unit trusts and managed funds are stated by reference to the unit redemption price quoted by the fund manager at the end of the reporting period;
- iii. unlisted investments are stated at the Trustees' valuation based on estimated market value at balance date; or where necessary, upon external valuers' expert opinions;
- iv. Investment properties are carried at market value and are held for the purpose of generating long-term rental yields and capital appreciation. The Trustees give consideration to the value of the investment property each financial year and revalue when a significant event occurs or when deemed appropriate. Where an external valuation has been obtained, the valuation is based on objective and supportable data and has been carried out by a property valuation service provider or qualified independent valuer as appropriate.

Financial Liabilities

The Fund initially recognises a financial liability on the date it becomes a party to the contractual provisions of the instrument.

Financial liabilities including credit balances of hedging instruments and derivatives are measured at market values as at the reporting date. Any change in market values of the financial liabilities since the beginning of the reporting period shall be included in the profit or loss for the reporting period. As disposal costs are generally immaterial, unless otherwise stated, market value approximates fair value.

Receivables and Payables

Current assets such as accounts receivable, which are expected to be recovered within twelve months after the reporting period, are carried at nominal amounts which approximate the fair values.

Accounts payable are recognised when the Fund becomes obliged to make future payments resulting from the goods and services received, whether or not billed to the Fund and are carried at nominal amounts which are equivalent to fair values.

(g) Revenue Recognition

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 measured at the fair value of consideration received or receivable. The following recognition criteria relate to the specific items of revenue the Fund receives:

Interest

The interest revenue is recognised by the Fund on a cash receipt basis, unless the Fund chooses the accrual method and the amount can be reliably measured by reference to the principal outstanding and using the effective interest rate of the instrument calculated at the acquisition or origination date.

Dividend Revenue

The entitlement to a dividend is based on the date the shares are quoted ex-dividend; the actual dividend revenue is recognised by the Fund when it is received.

Distribution Revenue

Distributions from unit trusts and managed funds 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 market value.

Rental Income

Rent from investment properties is recognised by the Fund on a cash receipt basis.

Movement in market values

Changes in the market value of investments are determined as the difference between the market value at balance date or consideration received (if sold during the year) and the market value as the prior year end or cost (if the investment was acquired during the period). All movements are recognised in the Operating Statement.

Contributions and Rollovers In

Contributions and rollovers 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.

The financial report was authorised for issue on 17 July 2015 by the directors of the trustee company.

Blakeman Owen Super Fund
Notes to the Financial Statements
As at 30 June 2014

Note 2 – 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. Changes in the Liability for Accrued Benefits are as follows:

	Current	Previous
Liability for Accrued Benefits at beginning of period	257,553	227,720
Benefits Accrued during the period	29,865	29,832
Benefits Paid during the period	0	0
Liability for Accrued Benefits at end of period	287,418	257,553

Any amount in the Unallocated Contributions account represent amounts that have been received by the fund from either the members of the fund or a third party but have not been allocated to any specific member as at the reporting date. It is the intention of the trustee to allocate any such amounts recorded as unallocated contributions within 28 days following the end of the month to specific fund member, which will increase the liability for members accrued benefits.

Note 3 – Vested Benefits

Vested benefits are benefits which 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 reporting period.

	Current	Previous
Vested Benefits at beginning of period	257,553	227,720
Benefits Accrued during the period	29,865	29,832
Benefits Paid during the period	0	0
Vested Benefits at end of period	287,418	257,553

Note 4 – Guaranteed Benefits

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

Note 5 – Funding Arrangements

No fixed funding arrangements were in place for the Fund as at year end.

Note 6A – Cash and Cash Equivalents

	Current	Previous
At market value:		
Macquarie Term Deposit 3 Month 24 May 2013	0	202,000
	0	202,000

Note 6B – Direct Property

	Current	Previous
At market value:		
B103 1 Fleming Street, Little Bay	555,000	555,000
	555,000	555,000

Note 7A – Interest

	Current	Previous
Macquarie 3 Months Term Deposit	0	6,296
Macquarie 3 Months Term Deposit (2)	0	1,032
Macquarie Term Deposit 3 Month 24 May 2013	1,967	0
ING Business Optimiser	3,299	0
Macquarie Cash Account	2,833	3,756
	8,099	11,084

Blakeman Owen Super Fund
(ABN: 31 756 523 711)

Consolidated Member Benefit Totals

Period	Member Account Details
1 July 2013 - 30 June 2014	Residential Address: 8 Gubbuteh Road Little Bay, NSW 2036
Member	Number: 1
Mr Scott Jamie Blakeman	Date of Birth: 16 February 1967 Date Joined Fund: 7 December 2011 Eligible Service Date: 7 December 2011 Tax File Number Held: Yes

*Note: this report provides a consolidated view of the Member's interests in the SMSF
Refer to the Member Benefit Statements produced for each member account for further details*

Your Accounts

Withdrawal Benefit as at 1 Jul 2013	
Accumulation	212,748
Total as at 1 Jul 2013	<u><u>212,748</u></u>

Withdrawal Benefit as at 30 Jun 2014	
Accumulation	220,262
Total as at 30 Jun 2014	<u><u>220,262</u></u>

Your Tax Components

Tax Free	-
Taxable - Taxed	220,262
Taxable - Untaxed	-

Your Preservation Components

Preserved	220,262
Restricted Non Preserved	-
Unrestricted Non Preserved	-

Your Insurance Benefits

	Balance	Insurance	Total Benefit
On Death	220,262	1,157,625	1,377,887
On TPD	220,262	-	220,262
Salary Cont		-	

Your Beneficiaries

Binding Beneficiary Nomination*

Binding death benefit notices were signed on 14 Dec 2011, which appointed Mr. David Owen as the beneficiary.

* Nomination in effect from **14 December 2011**

For Enquiries:

phone 0292390000 | email gcaresdes@gfs.com.au | fax 0292390175
mail Blakeman Owen Super Fund, C/- Goodwin Financial Services GPO Box 5352, Sydney NSW 2001

Blakeman Owen Super Fund
(ABN: 31 756 523 711)

Member Benefit Statement

Period	
1 July 2013 - 30 June 2014	
Member	Number: 1
Mr Scott Jamie Blakeman	
Accumulation Account	
Accumulation	

Member Account Details	
Residential Address:	8 Gubbuteh Road Little Bay, NSW 2036
Date of Birth:	16 February 1967
Date Joined Fund:	7 December 2011
Eligible Service Date:	7 December 2011
Tax File Number Held:	Yes
Account Start Date:	7 December 2011

Your Account Summary

Withdrawal Benefit as at 1 Jul 2013	212,748
<i>Increases to your account:</i>	
Employer Contributions	8,773
Share Of Net Fund Income	2,065
Tax Effect Of Direct Member Expenses	295
Total Increases	11,132
<i>Decreases to your account:</i>	
Contributions Tax	1,316
Member Insurance Premiums	1,964
Tax on Net Fund Income	338
Total Decreases	3,617
Withdrawal Benefit as at 30 Jun 2014	220,262

Your Tax Components

Tax Free	0.0000 %	-
Taxable - Taxed		220,262
Taxable - Untaxed		-

Your Preservation Components

Preserved	220,262
Restricted Non Preserved	-
Unrestricted Non Preserved	-

Your Insurance Benefits

	Balance	Insurance	Total Benefit
On Death	220,262	1,157,625	1,377,887
On TPD	220,262	-	220,262
Salary Cont		-	

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Blakeman Owen Super Fund
(ABN: 31 756 523 711)

Consolidated Member Benefit Totals

Period	Member Account Details
1 July 2013 - 30 June 2014	Residential Address: 8 Gubbuteh Road Little Bay, NSW 2036
Member	Number: 2
Mr David Christopher Owen	Date of Birth: 1 March 1971 Date Joined Fund: 7 December 2011 Eligible Service Date: 7 December 2011 Tax File Number Held: Yes

*Note: this report provides a consolidated view of the Member's interests in the SMSF
Refer to the Member Benefit Statements produced for each member account for further details*

Your Accounts

Withdrawal Benefit as at 1 Jul 2013	
Accumulation	44,805
Total as at 1 Jul 2013	<u>44,805</u>

Withdrawal Benefit as at 30 Jun 2014	
Accumulation	67,156
Total as at 30 Jun 2014	<u>67,156</u>

Your Tax Components

Tax Free	-
Taxable - Taxed	67,156
Taxable - Untaxed	-

Your Preservation Components

Preserved	67,156
Restricted Non Preserved	-
Unrestricted Non Preserved	-

Your Insurance Benefits

	Balance	Insurance	Total Benefit
On Death	67,156	1,157,625	1,224,781
On TPD	67,156	350,000	417,156
Salary Cont		-	

Your Beneficiaries

Binding Beneficiary Nomination*

Binding death benefit notices were signed on 14 Dec 2011, which appointed Mr. Scott Blakeman as the beneficiary.

* Nomination in effect from **14 December 2011**

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Blakeman Owen Super Fund
(ABN: 31 756 523 711)

Member Benefit Statement

Period	
1 July 2013 - 30 June 2014	
Member	Number: 2
Mr David Christopher Owen	
Accumulation Account	
Accumulation	

Member Account Details	
Residential Address:	8 Gubbuteh Road Little Bay, NSW 2036
Date of Birth:	1 March 1971
Date Joined Fund:	7 December 2011
Eligible Service Date:	7 December 2011
Tax File Number Held:	Yes
Account Start Date:	7 December 2011

Your Account Summary

Withdrawal Benefit as at 1 Jul 2013	44,805
<i>Increases to your account:</i>	
Employer Contributions	28,047
Share Of Net Fund Income	551
Tax Effect Of Direct Member Expenses	344
<u>Total Increases</u>	<u>28,942</u>
<i>Decreases to your account:</i>	
Contributions Tax	4,207
Member Insurance Premiums	2,295
Tax on Net Fund Income	90
<u>Total Decreases</u>	<u>6,592</u>
Withdrawal Benefit as at 30 Jun 2014	<u><u>67,156</u></u>

Your Tax Components

Tax Free	0.0000 %	-
Taxable - Taxed		67,156
Taxable - Untaxed		-

Your Preservation Components

Preserved	67,156
Restricted Non Preserved	-
Unrestricted Non Preserved	-

Your Insurance Benefits

	Balance	Insurance	Total Benefit
On Death	67,156	1,157,625	1,224,781
On TPD	67,156	350,000	417,156
Salary Cont		-	

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Blakeman Owen Super Fund
Investment Summary as at 30 June 2014

Investment	Units	Average Cost Price	Market Price	Cost	Market Value	Unrealised Gain/(Loss)	Gain/ (Loss) (%)	Portfolio Weight (%)
<u>Bank</u>								
ING Business Optimiser					203,299			27%
Macquarie Cash Account					5,917			1%
					209,217			27%
<u>Property Direct Market</u>								
B103 1 Fleming Street, Little Bay	1	555,000.0000	555,000.0000	555,000	555,000	0	0%	73%
				555,000	555,000	0	0%	73%
				764,217	764,217	0	0%	100%

**MINUTES OF THE MEETING OF THE DIRECTOR(S) OF THE CORPORATE TRUSTEE
BLAKEMAN OWEN SUPER PTY LTD ATF
BLAKEMAN OWEN SUPER FUND
HELD ON 29 JULY 2015 AT
C/- GOODWIN FINANCIAL SERVICES LEVEL 6, 12 O'CONNELL STREET, SYDNEY NSW**

PRESENT

David Owen

Scott Blakeman

**APPROVAL OF
PREVIOUS MINUTES:**

It was resolved that the minutes of the previous meeting be signed as a true and correct record.

**REPORTING ENTITY
CONCEPT:**

It was resolved that, in the opinion of the trustee, the fund is not a reporting entity because it is unlikely that users exist who are unable to command the preparation of reports tailored so as to satisfy specifically all their information needs.

Therefore, the financial statements for the fund are to be prepared on the basis of the fund being a "non-reporting entity", and will therefore take the form of Special Purpose Financial Reports.

**REPORTS AND
STATEMENTS:**

The Financial Reports consisting of Statement of Financial Position, Operating Statement and Notes to the Financial Statements, Trustee's Declaration, Compilation Report, Auditor's Report and Member Statement for the period ended 30 June 2014 were tabled for consideration at the meeting.

It was resolved that the financial statements be adopted in their present format and that the statement by the trustees attached to the financial reports be signed by the Trustees, stating that:

1. the financial statements are drawn up so as to present fairly the financial position of the fund as at 30 June 2014, the benefits accrued as a result of operations and its cash flow for the year then ended;
2. the financial statements have been prepared in accordance with the requirements of the trust deed and Australian Accounting Standards as noted in Note 1 to the Financial Statements and
3. the fund has operated substantially in accordance with the trust deed and the requirements of the *Superannuation Industry (Supervision) Act 1993 (S/SA)*, during the year ended 30 June 2014.

INCOME TAX RETURN:

The completed Self-Managed Superannuation Fund Annual Return for the financial year ended 30 June 2014 was tabled for consideration at the meeting.

It was resolved that:

1. the particulars contained in the 2014 income tax return and the relevant records used to ascertain the taxable income, as shown, derived by the fund from all sources in and out of Australia during the year of income are true and correct and;
2. the fund satisfies the statutory requirements and conditions applicable to be classified as a 'Regulated Superannuation Fund/Complying Superannuation Fund' for the year of income and;
3. the income tax return be adopted in its present format and that the Return be signed by the Trustees.

REVIEW OF INVESTMENT STRATEGY:

The fund's investment performance for the year ended 30 June 2014 and existing investment strategy have been reviewed by the Trustees, 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 investments are diverse or involve the funds being exposed to risks from inadequate diversification;
3. the liquidity of the fund's investments having regard to its expected cash flow requirements;
4. the ability of the fund to discharge its existing and prospective liabilities;
5. whether the fund should hold a contract of insurance that provides insurance cover for members of the fund; and
6. the effect of the fund's investments on the above requirements and all matters relating to the prudential nature of the investment being continuously monitored, regularly reviewed and to make sure they adhere to fund's investment objectives and relevant legislation.

It was resolved that the aims and objectives of the investment strategy were being achieved and that the said investment strategy requires no further modification or adoption at this time.

TRUSTEE AND MEMBER STATUS:

Each trustee confirmed that they are qualified to act as a trustee of the fund and that they are not a disqualified person as defined by Section 12 of the SISA.

CLOSURE:

There being no further business the meeting was closed.

..... Dated:/...../.....
Scott Blakeman
Chairperson