

B & K WARNEST SUPERANNUATION FUND

Statement of Financial Position



As at 30 June 2021

	Note	2021 \$	2020 \$
Assets			
Investments			
Managed Investments (Australian)	2	0.00	1,434,767.47
Shares in Listed Companies (Australian)	3	1,622,848.11	0.00
Total Investments		<u>1,622,848.11</u>	<u>1,434,767.47</u>
Other Assets			
Distributions Receivable		24,230.00	37,950.01
Cash at Bank - IMB DIY Super Account		42,470.36	21,417.84
Cash at Bank - IMB Retail Nita Account		0.00	153,779.60
ASGARD eCASH Account		10,022.16	57,543.90
Income Tax Refundable		2,415.41	4,251.57
Total Other Assets		<u>79,137.93</u>	<u>274,942.92</u>
Total Assets		<u>1,701,986.04</u>	<u>1,709,710.39</u>
Net assets available to pay benefits		<u>1,701,986.04</u>	<u>1,709,710.39</u>
Represented by:			
Liability for accrued benefits allocated to members' accounts	5, 6		
Warnest, Brian - Pension (Account Based Pension)		518,185.28	545,787.28
Warnest, Kay - Pension (Account Based Pension)		1,183,800.76	1,163,923.11
Total Liability for accrued benefits allocated to members' accounts		<u>1,701,986.04</u>	<u>1,709,710.39</u>

Refer to compilation report

Operating Statement

For the year ended 30 June 2021

	Note	2021 \$	2020 \$
Income			
Investment Income			
Trust Distributions	8	38,345.20	57,055.22
Interest Received		1,691.52	2,251.72
Other Investment Income		34.03	1.87
Investment Gains			
Changes in Market Values	9	105,101.76	(92,786.52)
Total Income		<u>145,172.51</u>	<u>(33,477.71)</u>
Expenses			
Accountancy Fees		4,400.00	0.00
ATO Supervisory Levy		259.00	259.00
Management Fees - General (ASGARD eWRAP)		16,653.27	17,408.66
		<u>21,312.27</u>	<u>17,667.66</u>
Member Payments			
Pensions Paid		134,000.00	360,000.00
Total Expenses		<u>155,312.27</u>	<u>377,667.66</u>
Benefits accrued as a result of operations before income tax		<u>(10,139.76)</u>	<u>(411,145.37)</u>
Income Tax Expense	10	(2,415.41)	(4,251.57)
Benefits accrued as a result of operations		<u>(7,724.35)</u>	<u>(406,893.80)</u>

Refer to compilation report

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 Superannuation Industry (Supervision) Act 1993 and accompanying Regulations, the trust deed of the fund and the needs of members.

The financial statements have also been prepared on a cash basis and are based on historical costs, except for investments, which have been measured at 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.

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 their market values, 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 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;
- (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 are 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 2021

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 are 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 the investment was 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: Managed Investments (Australian)

	2021 \$	2020 \$
AMP Capital Glob Prop Secs A Units	0.00	48,949.06
iShares Australian Bond Index Fund	0.00	182,714.53
iShares Aust Listed Prop Ind Fd	0.00	51,408.30
Macq WS Plus Int Inf	0.00	53,427.12
Fidelity W/S Plus Aust Equities Fd	0.00	104,001.75
PIMCO WS Plus Global Bond Fund	0.00	127,777.47
Magellan Ws PI Global Fund	0.00	53,637.31
PIMCO Aust Bond Fd -Ws Class	0.00	136,100.49
MFS Fully Hedged Glob Equ Trust	0.00	51,328.42
FranklinTempleton Multisec Bnd Fd I	0.00	73,984.48

Notes to the Financial Statements

For the year ended 30 June 2021

Perp Ws Share-Plus Long-Short Fd	0.00	79,492.97
Platinum International Fund	0.00	29,933.55
Schroder Australian Eqty Fd Pro Cls	0.00	99,108.58
Vanguard Cash Plus Index Fund	0.00	342,903.44
	0.00	1,434,767.47

Note 3: Shares in Listed Companies (Australian)

	2021 \$	2020 \$
Betashares Australian High Interest Cash Etf	174,563.65	0.00
Betashares Legg Mason Australian Bond Fund (managed Fund)	159,477.36	0.00
Ishares Core Composite Bond Etf	175,419.36	0.00
Magellan Global Fund (open Class) (managed Fund)	83,897.00	0.00
Magellan Infrastructure Fund (currency Hedged)(managed Fund)	79,320.96	0.00
Vaneck Vectors Australian Equal Weight Etf	66,850.56	0.00
Betashares Ftse Rafi Australia 200 Etf	81,803.36	0.00
Vaneck Vectors Msci World Ex Australia Quality Etf	68,635.00	0.00
Vaneck Ftse International Property (hedged) Etf	66,149.10	0.00
Spdr S&p/asx 200 Fund	163,577.27	0.00
Vanguard International Credit Securities Index (hedged) Etf	128,233.98	0.00
Vanguard Msci Index International Shares (hedged) Etf	164,214.60	0.00
Vanguard Ftse Emerging Markets Shares Etf	51,187.35	0.00
Vanguard International Fixed Interest Index (hedged) Etf	159,518.56	0.00
	1,622,848.11	0.00

Note 5: Liability for Accrued Benefits

	2021 \$	2020 \$
Liability for accrued benefits at beginning of year	1,709,710.39	2,116,604.19
Benefits accrued as a result of operations	(7,724.35)	(406,893.80)

Notes to the Financial Statements

For the year ended 30 June 2021

Current year member movements	0.00	0.00
Liability for accrued benefits at end of year	1,701,986.04	1,709,710.39

Note 6: 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 end of the reporting period.

	2021 \$	2020 \$
Vested Benefits	1,701,986.04	1,709,710.39

Note 7: Guaranteed Benefits

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

Notes to the Financial Statements

For the year ended 30 June 2021

Note 8: Trust Distributions

	2021 \$	2020 \$
PIMCO WS Plus Global Bond Fund	3,286.84	4,395.20
Vanguard Msci Index International Shares (hedged) Etf	11,648.94	0.00
iShares Australian Bond Index Fund	2,025.11	9,361.37
Ishares Core Composite Bond Etf	1,131.37	0.00
Vaneck Vectors Australian Equal Weight Etf	685.44	0.00
Vaneck Vectors Msci World Ex Australia Quality Etf	665.00	0.00
Fidelity W/S Plus Aust Equities Fd	1,037.48	9,129.62
Schroder Australian Eqty Fd Pro Cls	1,405.16	3,669.95
Betashares Legg Mason Australian Bond Fund (managed Fund)	368.45	0.00
Vanguard Ftse Emerging Markets Shares Etf	232.75	0.00
PIMCO Aust Bond Fd -Ws Class	1,947.62	3,902.71
Betashares Australian High Interest Cash Etf	105.15	0.00
Spdr S&p/Asx 200 Fund - Exchange Traded Fund Units Fully Paid	1,310.43	0.00
Vanguard Cash Plus Index Fund	1,313.25	4,830.28
Betashares Ftse Rafi Australia 200 Etf	2,316.09	0.00
Vanguard International Fixed Interest Index (hedged) Etf	675.77	0.00
AMP Capital Glob Prop Secs A Units	832.52	1,398.60
Macq WS Plus Int Inf	1,085.94	5,973.10
Magellan Global Fund (open Class) (managed Fund)	1,555.91	0.00
iShares Aust Listed Prop Ind Fd	953.09	2,288.77
Vanguard International Credit Securities Index (hedged) Etf	1,506.97	0.00
Vaneck Ftse International Property (hedged) Etf	559.47	0.00
Magellan Infrastructure Fund (currency Hedged)(managed Fund)	1,610.78	0.00
Perp Ws Share-Plus Long-Short Fd	85.67	3,558.92
FranklinTempleton Multisec Bnd Fd I	0.00	73.15
Platinum International Fund	0.00	1,368.96
Magellan Ws PI Global Fund	0.00	7,104.59
	38,345.20	57,055.22

Note 9: Changes in Market ValuesUnrealised Movements in Market Value

	2021 \$	2020 \$
Managed Investments (Australian)		
AMP Capital Glob Prop Secs A Units	1,998.03	(8,675.88)

Notes to the Financial Statements

For the year ended 30 June 2021

Fidelity W/S Plus Aust Equities Fd	(7,922.62)	(11,142.02)
FranklinTempleton Multisec Bnd Fd I	12,719.11	(13,980.85)
MFS Fully Hedged Glob Equ Trust	506.80	(3,131.42)
Macq WS Plus Int Inf	2,966.27	(5,888.89)
Magellan Ws PI Global Fund	(20,265.50)	(30,189.30)
PIMCO Aust Bond Fd -Ws Class	(1,637.75)	(5,682.47)
PIMCO WS Plus Global Bond Fund	(2,108.70)	(1,907.43)
Perp Ws Share-Plus Long-Short Fd	4,020.10	(10,299.09)
Platinum International Fund	1,682.92	(9,463.72)
Schroder Australian Eqty Fd Pro Cls	(11,494.04)	(15,602.61)
Vanguard Cash Plus Index Fund	65.17	(772.87)
iShares Aust Listed Prop Ind Fd	5,113.87	(16,824.35)
iShares Australian Bond Index Fund	(14,502.44)	2,371.01
	(28,858.78)	(131,189.89)
Shares in Listed Companies (Australian)		
Betashares Australian High Interest Cash Etf	(161.48)	0.00
Betashares Ftse Rafi Australia 200 Etf	1,698.66	0.00
Betashares Legg Mason Australian Bond Fund (managed Fund)	254.45	0.00
Ishares Core Composite Bond Etf	471.02	0.00
Magellan Global Fund (open Class) (managed Fund)	3,884.11	0.00
Magellan Infrastructure Fund (currency Hedged)(managed Fund)	(352.30)	0.00
Spdr S&p/asx 200 Fund	3,600.48	0.00
Vaneck Ftse International Property (hedged) Etf	2,106.49	0.00
Vaneck Vectors Australian Equal Weight Etf	2,837.50	0.00
Vaneck Vectors Msci World Ex Australia Quality Etf	4,624.46	0.00
Vanguard Ftse Emerging Markets Shares Etf	3,202.07	0.00
Vanguard International Credit Securities Index (hedged) Etf	1,136.16	0.00
Vanguard International Fixed Interest Index (hedged) Etf	448.44	0.00
Vanguard Msci Index International Shares (hedged) Etf	3,952.90	0.00

Notes to the Financial Statements

For the year ended 30 June 2021

	27,702.96	0.00
Total Unrealised Movement	(1,155.82)	(131,189.89)
Realised Movements in Market Value		
	2021	2020
	\$	\$
Managed Investments (Australian)		
AMP Capital Glob Prop Secs A Units	8,797.16	(187.22)
Fidelity W/S Plus Aust Equities Fd	24,666.82	225.46
FranklinTempleton Multisec Bnd Fd I	(12,537.29)	(1,790.42)
MFS Fully Hedged Glob Equ Trust	16,690.35	2,735.10
Macq WS Plus Int Inf	(525.54)	(142.99)
Magellan Ws PI Global Fund	15,330.12	37,299.93
PIMCO Aust Bond Fd -Ws Class	(3,455.71)	1.40
PIMCO WS Plus Global Bond Fund	(1,075.82)	6.54
Perp Ws Share-Plus Long-Short Fd	15,716.19	(143.06)
Platinum International Fund	4,234.89	21.48
Schroder Australian Eqty Fd Pro Cls	31,645.52	192.84
Vanguard Cash Plus Index Fund	(972.06)	(15.02)
iShares Aust Listed Prop Ind Fd	5,371.73	(53.00)
iShares Australian Bond Index Fund	2,371.22	252.32
	106,257.58	38,403.36
Total Realised Movement	106,257.58	38,403.36
Total Market Movement	105,101.76	(92,786.53)
Note 10: Income Tax Expense		
	2021	2020
	\$	\$
The components of tax expense comprise		
Current Tax	(2,415.41)	(4,251.57)
Income Tax Expense	(2,415.41)	(4,251.57)

Notes to the Financial Statements

For the year ended 30 June 2021

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%	(1,520.96)	(61,671.81)
Less:		
Tax effect of:		
Exempt Pension Income	5,665.95	6,065.10
Realised Accounting Capital Gains	15,938.64	5,760.51
Accounting Trust Distributions	5,751.78	8,558.28
Add:		
Tax effect of:		
Decrease in MV of Investments	173.37	19,678.48
Pension non deductible expenses	3,196.80	2,650.05
Pension Payments	20,100.00	54,000.00
Franking Credits	362.31	637.74
Foreign Credits	93.57	70.08
Taxable Trust Distributions	3,357.96	3,667.25
Distributed Foreign Income	1,593.51	1,352.41
Rounding	(0.19)	(0.31)
Less credits:		
Franking Credits	2,415.41	4,251.57
Current Tax or Refund	(2,415.41)	(4,251.57)

Trustees Declaration



The directors of the trustee company have determined that the fund is not a reporting entity and 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 directors of the trustee company:

- (i) the financial statements and notes to the financial 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 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 2021.

Signed in accordance with a resolution of the directors of the trustee company by:

.....
Brian Warnest
Salmarta Pty Ltd
Director

.....
Kay Warnest
Salmarta Pty Ltd
Director

Dated this day of2021

Compilation Report



We have compiled the accompanying special purpose financial statements of the B & K WARNEST SUPERANNUATION FUND which comprise the statement of financial position as at 30/06/2021 the operating statement for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1 to the financial statements.

The Responsibility of the Trustee

The Trustee of B & K WARNEST SUPERANNUATION FUND are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the financial reporting framework used is appropriate to meet their needs and for the purpose that the financial statements were prepared.

Our Responsibility

On the basis of information provided by the Trustee, we have compiled the accompanying special purpose financial statements in accordance with the financial reporting framework as described in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the financial reporting framework described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110: Code of Ethics for Professional Accountants.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors of the trustee company who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.

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PO Box 1777, Wollongong Dc, New South Wales 2500

Signed:

Dated: 10/11/2021