

K & L Parnell Superannuation Fund Investment Strategy



Overview

The aim of this strategy is to provide the Members with an income on retirement.

Investment Objectives

The Trustee(s) will at all times ensure the funds assets are invested in accordance with the trust deed and comply with the applicable legislative requirements.

The Trustee(s) will act prudently to maximise the rate of return, subject to acceptable risk parameters whilst maintaining an appropriate diversification across a broad range of assets whilst assessing the risks where it is determined the fund's portfolio lacks diversification and / or has elected to implement a sector bias.

Having considered the risk profile of the fund and the member's needs and circumstances, the trustee has adopted the following objectives for the investment of assets of the fund;

- to achieve an investment return (based on market values and net of tax and charges) that exceeds the CPI by at least 3% per annum when measured over a rolling 5 year period.
- to have a probability of zero or negative returns in any 12 Month period of less than one in five years; and
- have sufficient liquidity to meet liabilities as and when they fall due.
- to consider the need to hold a policy of insurance for one or more members of the fund.

Investment Strategy

The fund will invest in a portfolio of assets according to market conditions and within the ranges specified below:

Asset Allocation

The targeted asset allocation will be in the following ranges:

<u>Asset Class</u>	<u>Target Range</u>	<u>Benchmark</u>
Australian Shares	25 - 100 %	98.68 %
International Shares	0 - 50 %	0 %
Cash	0 - 25 %	1.32 %
Australian Fixed Interest	0 - 10 %	0 %
International Fixed Interest	0 - 10 %	0 %
Mortgages	0 - 0 %	0 %
Direct Property	0 - 35 %	0 %
Listed Property	0 - 35 %	0 %
Other	0 - 10 %	0 %

Quality companies and trusts as supported by research and fundamental analysis will be selected. Direct investments in property, artwork and lease equipment may form part of the strategy provided there is sufficient basis for the decision.


Insurance

The Trustees have considered and consulted Professional Advice where necessary to ensure that all fund members have the correct type and level of insurance. Insurance may be held within or outside the SMSF.

Review and Monitoring

The trustees will monitor and review the fund's investment activities on a regular basis and to communicate with the members should they feel that any change in strategy is necessary in order to achieve the fund's objective.

Date: 30/06/2023


.....
Kenneth Parnell


.....
Lynette Parnell

K & L Parnell Superannuation Fund Trustees Declaration



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

The trustees declare that:

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2023 present fairly, in all material respects, the financial position of the Superannuation Fund at 30 June 2023 and the results of its operations for the year ended on that date 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 2023.

Signed in accordance with a resolution of the trustees by:


.....
Kenneth Parnell

Trustee


.....
Lynette Parnell

Trustee

31 August 2023

K & L Parnell Superannuation Fund
Members Statement



Trustee's Disclaimer

This statement has been prepared by the Trustee for the member whose name appears at the top of this statement. Every effort has been made by the Trustee to ensure the accuracy and completeness of this Statement. The Trustee does not accept any liability for any error, omission or misprint. All amounts shown in relation to benefits do not take into account any amounts which may be withheld to satisfy the requirements imposed by the Income Tax Assessment Act 1936.

Signed by all the trustees of the fund



Kenneth George Parnell
Trustee



Lynette Ann Parnell
Trustee

K & L Parnell Superannuation Fund
Members Statement



Trustee's Disclaimer

This statement has been prepared by the Trustee for the member whose name appears at the top of this statement. Every effort has been made by the Trustee to ensure the accuracy and completeness of this Statement. The Trustee does not accept any liability for any error, omission or misprint. All amounts shown in relation to benefits do not take into account any amounts which may be withheld to satisfy the requirements imposed by the Income Tax Assessment Act 1936.

Signed by all the trustees of the fund



Kenneth George Parnell
Trustee



Lynette Ann Parnell
Trustee

Minutes of a meeting of the Trustee(s)

held on 31 August 2023 at 137/220 Hansens Road, Tumby Umbi, New South Wales 2261



act as tax agents of the Fund for the next financial year.

TRUSTEE STATUS:

Each of the trustee(s) confirmed that they are qualified to act as trustee(s) of the Fund and that they are not disqualified persons as defined by s 120 of the SISA.

PAYMENT OF BENEFITS:

The trustee has ensured that any payment of benefits made from the Fund, meets the requirements of the Fund's deed and does not breach the superannuation laws in relation to:

1. making payments to members; and,
2. breaching the Fund or the member investment strategy.

The trustee has reviewed the payment of the benefit and received advice that the transfer is in accordance with the Deed and the superannuation laws. As such the trustee has resolved to allow the payment of the benefits on behalf of the member.

CLOSURE:

All resolutions for this meeting were made in accordance with the SISA and Regulations.

There being no further business the meeting then closed.

Signed as a true record –

.....

Kenneth Parnell

Chairperson

You should not assume that any matters reported to you, or that a report that there are no matters to be communicated, indicates that there are no additional matters, or matters that you should be aware of in meeting your responsibilities. The completed audit report may be provided to you as a signed hard copy or a signed electronic version.

Compliance Program

The conduct of our engagement in accordance with Australian Auditing Standards and applicable Standards on Assurance Engagements means that information acquired by us in the course of our engagement 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 express consent. Our audit files may, however, be subject to review as part of the compliance program of a professional accounting body or the ATO. 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 these programs. Should this occur, we will advise you. The same strict confidentiality requirements apply under these programs as apply to us as your auditor.

Limitation of Liability

As a practitioner/firm participating in a scheme approved under the Professional Services Legislation, our liability may be limited under the scheme.

Fees

We look forward to full co-operation with you/your administrator and we trust that you will make available to us whatever records, documentation and other information are requested in connection with our audit.

Our fees, which will be billed as work progresses, are based on the time required by staff members assigned to the engagement plus out-of-pocket expenses. Individual hourly rates vary according to the degree of responsibility involved and the experience and skills required. Our annual audit fee will be revised and agreed upon each year with the Trustee. Any additional services required, that are outside the scope of this engagement, will be billed on a time basis.

If we are required to respond to requests for information from regulators in relation to our engagement as auditor, the Fund will reimburse us at standard billing rates for our professional time and expenses, including reasonable legal fees, incurred in responding to such requests.

We would appreciate if you could 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 Fund for the year ended 30 June 2023.

Yours sincerely

Tony Boys
100014140

Acknowledged on behalf of the Trustee(s) of the K & L Parnell Superannuation Fund by:

(Signed)
(dated) 31/8/23
Kenneth Parnell

Trustee

(Signed)
(dated) 31/8/23
Lynette Parnell

Trustee

Yours sincerely,
For and on behalf of the Trustee(s)


.....
Kenneth Parnell

Trustee
31 August 2023


.....
Lynette Parnell

Trustee
31 August 2023

01 July 2023

Kenneth Parnell
K & L Parnell Superannuation Fund
137/220 Hansens Road, Tumbi Umbi, New South Wales 2261

Dear Sir/Madam

**K & L Parnell Superannuation Fund
Continuation of Account Based Pension**

We have recently completed a review of the assets of **K & L Parnell Superannuation Fund** and your Account Based Pension account in the Fund as at 01 July 2023. The pension does not have a reversionary beneficiary.

Based on the account balance and the legislative requirements for Account Based Pension, I have set out below the Minimum income stream which must be taken for the year ending 30 June 2024.

Your balance contains:

- a Taxable Balance of: \$0.00;
- a Tax Free Balance of: \$2,170,048.22; and
- a Tax Free proportion: 100.00%.

Your Minimum income stream applicable is \$108,500.00.

If you have any queries with regard to the above, please do not hesitate to contact me.

Yours sincerely


.....
Kenneth Parnell

01 July 2023

Lynette Parnell
K & L Parnell Superannuation Fund
137/220 Hansens Road, Tumbi Umbi, New South Wales 2261

Dear Sir/Madam

**K & L Parnell Superannuation Fund
Continuation of Account Based Pension**

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- a Tax Free proportion: 100.00%.

Your Minimum income stream applicable is \$108,500.00.

If you have any queries with regard to the above, please do not hesitate to contact me.

Yours sincerely


.....
Kenneth Parnell

Minutes of a Meeting of the Trustee(s)

held on 01 July 2023 at 137/220 Hansens Road, Tumbi Umbi, New South Wales 2261



PRESENT: Kenneth Parnell and Lynette Parnell

PENSION CONTINUATION: Kenneth Parnell wishes to continue existing Account Based Pension with a commencement date of 31/05/2011. The pension does not have a reversionary beneficiary.

The Pension Account Balance as at 01/07/2023 is \$2,170,048.22, consisting of:

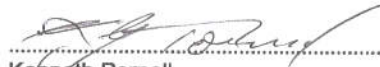
- Taxable amount of: \$0.00; and
- Tax Free amount of: \$2,170,048.22
- Tax Free proportion: 100.00%.

TRUSTEE ACKNOWLEDGEMENT: It was resolved that Trustee(s) have agreed to this and has taken action to ensure the following:

- The member's minimum pension payments are to be made at least annually
- An amount or percentage of the pension will not be prescribed as being left-over when the pension ceases
- The pension can be transferred only on the death of the pensioner to one of their dependants or cashed as a lump sum to the pensioner's estate.
- The Trustee(s) will comply with ATO obligations such as PAYG withholding and payment summary obligations
- The fund's trust deed provides for payment of this pension to the member
- The Trustee(s) will notify the member, in writing, of their pension amount and assessable amount each year

PAYMENT: It was resolved that the trustees have agreed to pay at least the minimum pension payment for the current year of \$108,500.00 in the frequency of at least an annual payment.

CLOSURE: Signed by the trustee(s) pursuant to the Fund Deed.


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Kenneth Parnell
Chairperson

Minutes of a Meeting of the Trustee(s)

held on 01 July 2023 at 137/220 Hansens Road, Tumbi Umbi, New South Wales 2261



PRESENT: Kenneth Parnell and Lynette Parnell

PENSION CONTINUATION: Lynette Parnell wishes to continue existing Account Based Pension with a commencement date of 31/05/2011. The pension does not have a reversionary beneficiary.

The Pension Account Balance as at 01/07/2023 is \$2,170,048.21, consisting of:

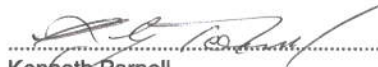
- Taxable amount of: \$0.00; and
- Tax Free amount of: \$2,170,048.21
- Tax Free proportion: 100.00%.

TRUSTEE ACKNOWLEDGEMENT: It was resolved that Trustee(s) have agreed to this and has taken action to ensure the following:

- The member's minimum pension payments are to be made at least annually
- An amount or percentage of the pension will not be prescribed as being left-over when the pension ceases
- The pension can be transferred only on the death of the pensioner to one of their dependants or cashed as a lump sum to the pensioner's estate.
- The Trustee(s) will comply with ATO obligations such as PAYG withholding and payment summary obligations
- The fund's trust deed provides for payment of this pension to the member
- The Trustee(s) will notify the member, in writing, of their pension amount and assessable amount each year

PAYMENT: It was resolved that the trustees have agreed to pay at least the minimum pension payment for the current year of \$108,500.00 in the frequency of at least an annual payment.

CLOSURE: Signed by the trustee(s) pursuant to the Fund Deed.


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Kenneth Parnell
Chairperson