

**Self Managed Superannuation Fund  
Independent Auditor's Report  
For the Year Ended 30 June 2011**

---

**Approved SMSF Auditor Details**

Name

Business Name

Business Postal Address

SMSF Auditor Number (SAN)

---

**Self Managed Superannuation Fund Details**

Self Managed Superannuation Fund (SMSF) Name G & D Dirty Dozer Retirement Fund

Australian Business Number (ABN) or Tax File Number (TFN) SFN 504 240 990

Address 2 Becker Street, MOURA Q 4718

Year of Income Being Audited 2011

---

**To the SMSF Trustees**

To the SMSF trustees of G & D Dirty Dozer Retirement Fund

---

**Part A: Financial Report**

I have audited the special purpose financial report comprising the statement of financial position as at 30 June 2011, the operating statement for the year then ended, a summary of significant accounting policies and other explanatory notes of the G & D Dirty Dozer Retirement Fund for the year ended 30 June 2011.

**SMSF Trustee's Responsibility for the Financial Report**

Each trustee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the SMSF's governing rules, the Superannuation Industry (Supervision) Act 1993 (SISA) and the Superannuation Industry (Supervision) Regulations 1994 (SISR). Each trustee is also responsible for such internal controls as they determine are necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

**Approved SMSF Auditor's Responsibility**

My responsibility is to express an opinion on the financial report based on my audit. I have conducted an independent audit of the financial report in order to express an opinion on it to the trustee. I have complied with the auditor independence requirements prescribed by the SISR and the competency standards set by Australian Securities & Investments Commission (ASIC).

My audit has been conducted in accordance with Australian Auditing Standards. These standards require that I comply with relevant ethical requirements relating to audit engagements, and plan and perform the audit to obtain reasonable assurance as to whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and

# Self Managed Superannuation Fund Independent Auditor's Report For the Year Ended 30 June 2011

---

disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the trustee's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the trustee's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the trustee, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

## **Basis for Qualified Approved SMSF Auditor's Opinion or Disclaimer of Approved SMSF Auditor's Opinion or Adverse Approved SMSF Auditor's Opinion**

In my judgment, there is no basis to qualify this opinion.

## **Qualified Approved SMSF Auditor's Opinion or Disclaimer of Approved SMSF Auditor's Opinion or Adverse Approved SMSF Auditor's Opinion**

In my opinion, the financial report presents fairly, in all material respects, in accordance with the accounting policies described in the notes to the financial statements, the financial position of the fund at 30 June 2011 and the results of its operations for the year then ended.

---

## **Basis of Accounting**

Without modifying my opinion, I draw attention to note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared to assist G & D Dirty Dozer Retirement Fund meet the requirements of the SMSF's governing rules, the Superannuation Industry (Supervision) Act 1993 (SISA) and the Superannuation Industry (Supervision) Regulations 1994 (SISR). As a result, the financial report may not be suitable for other purpose.

---

## **Part B: Compliance Report**

### **SMSF Trustee's Responsibility for Compliance**

Each SMSF trustee is responsible for complying with the requirements of the SISA and the SISR.

### **Approved SMSF Auditor's Responsibility**

My responsibility is to express a conclusion on the trustee's compliance, based on the compliance engagement.

I apply Australian Standard on Quality Control 1 and accordingly maintain a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

I have complied with the competency standards set by ASIC, the auditor independence requirements prescribed by the SISR and the ethical requirements relating to assurance engagements which are founded on the fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

My audit has been conducted in accordance with applicable Standards on Assurance Engagements, to provide reasonable assurance that the trustee of the fund has complied, in all material respects, with the relevant requirements of the following provisions (to the extent applicable) of the SISA and the SISR.

**Self Managed Superannuation Fund  
Independent Auditor's Report  
For the Year Ended 30 June 2011**

---

Sections: 17A,35AE, 35B, 35C(2), 62, 65, 66, 67,67A, 67B,82-85, 103, 104, 104A, 105, 109, 126K

Regulations: 1.06(9A), 4.09, 4.09A, 5.03, 5.08, 6.17, 7.04, 8.02B, 13.12, 13.13, 13.14, 13.18AA

My procedures included examination, on a test basis, of evidence supporting compliance with those requirements of the SISA and the SISR for the year ended 30 June 2011.

These tests have not been performed continuously throughout the period, were not designed to detect all instances of non-compliance, and have not covered any other provisions of the SISA and the SISR apart from those specified. My procedures with respect to section 62 included testing that the fund trust deed establishes the fund solely for the provision of retirement benefits for fund members or their dependants in the case of the member's death before retirement; a review of investments to ensure the fund is not providing financial assistance to members, unless allowed under the legislation; and testing that no preserved benefits have been paid before a condition of release has been met.

My procedures with respect to regulation 4.09 included testing that the fund trustee has an investment strategy, that the trustee has given consideration to risk, return, liquidity, diversification, the insurance needs of fund members, and that the fund's investments are made in line with that investment strategy. No opinion is made on the investment strategy or its appropriateness to the fund members.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit conclusion.

**Basis for Qualified Approved SMSF Auditor's Conclusion or Disclaimer of Approved SMSF Auditor's Conclusion or Adverse Approved SMSF Auditor's Conclusion**

In my judgment, there is no basis to qualify this opinion.

**Qualified Approved SMSF Auditor's Conclusion or Disclaimer of Approved SMSF Auditor's Conclusion or Adverse Approved SMSF Auditor's Conclusion**

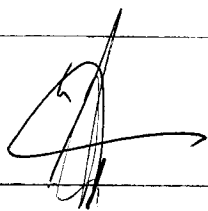
In my opinion, each trustee of G & D Dirty Dozer Retirement Fund has complied, in all material respects, with the requirements of the SISA or the SISR specified above, for the year ended 30 June 2011.

---

**Signature**

Signature of Approved SMSF Auditor

Date

  
\_\_\_\_\_  
2nd day of FEBRUARY 2012

**Self Managed Superannuation Fund  
Independent Auditor's Report  
For the Year Ended 30 June 2011**

---

**Appendix 1 - Explanation of listed sections and regulations in compliance report**

This appendix is included to assist with the meaning of the legislation and regulations listed above

Section or Regulation	Explanation
S17A	The Fund must meet the definition of an SMSF
S35AE	The trustees must keep and maintain accounting records for a minimum of five years
S35B	The trustees must prepare, sign and retain financial statements
S35C(2)	The trustees must provide the auditor with the necessary documents to complete the audit in a timely manner and professional manner; and within 14 days of a written request from the auditor
S62	The fund must be maintained for the sole purpose of providing benefits to any or all of the following: <ul style="list-style-type: none"> <li>- fund members upon their retirement</li> <li>- fund members upon reaching a prescribed age</li> <li>- the dependents of a fund member in the case of the member's death before retirement</li> </ul>
S65	The trustees must not loan monies or provide financial assistance to any member or relative at any time during the financial year
S66	The trustees must not acquire any assets (not listed as an exception) from any member or related party of the fund
S67	The trustees of the fund must not borrow any money or maintain an existing borrowing (not listed as an exception)
S67A & 67B	The fund must comply with the limited recourse borrowing arrangement rules when borrowing to purchase single acquirable asset or replacement assets (not listed as an exception to the borrowing rules)
S82-85	The trustees must comply with the in-house asset rules
S103	The trustees must keep minutes of all meetings and retain the minutes for a minimum of 10 years
S104	The trustees must keep up to date records of all trustee or director of corporate trustee changes and trustee consents for a minimum of 10 years
S104A	Trustees who became a trustee on or after 1 July 2007 must sign and retain a trustee declaration
S105	The trustees must ensure that copies of all member or beneficiary

**Self Managed Superannuation Fund  
Independent Auditor's Report  
For the Year Ended 30 June 2011**

---

	reports are kept for a minimum of 10 years
S109	All investment transactions must be made and maintained at arms-length i.e. purchase, sale price and income from an asset reflects a true market value/rate of return
S126K	A disqualified person cannot be a trustee, investment manager or custodian of a superannuation fund
Sub Reg 1.06 (9A)	Pension payments must be made at least annually, and must be at least the amount calculated under Schedule 7
Reg 4.09	Trustees must formulate, regularly review and give effect to an investment strategy for the fund
Reg 4.09A	The assets of the SMSF must be held separately from any assets held by the trustee personally or by a standard employer sponsor or an associate of the standard employer sponsor
Reg 5.03	Investment returns must be allocated to members in a manner that is fair and reasonable
Reg 5.08	Member benefits must be maintained in the fund until transferred, rolled over, allotted (to the member's spouse) or cashed in a permitted fashion
Reg 6.17	Payments of member benefits must be made in accordance with Part 6 or Part 7A of the regulations and be permitted by the trust deed
Reg 7.04	Contributions can only be accepted in accordance with the applicable rules for the year being audited
Reg 8.02B	When preparing accounts and statements required by subsection 35B(1) of the SISA, an asset must be valued at its market value
Reg 13.12	Trustees must not recognise an assignment of a super interest of a member or beneficiary
Reg 13.13	Trustees must not recognise a charge over or in relation to a member's benefits
Reg 13.14	Trustees must not give a charge over, or in relation to, an asset of the fund
Reg 13.18AA	Investments in collectables and personal use assets must be maintained in accordance with prescribed rules.