

Aqua Superannuation Fund

ABN 34 290 564 954

Trustees: Gringo (QLD) Pty Ltd

Financial Statement
For the year ended 30 June 2023

Aqua Superannuation Fund

Reports

Table of Contents

Report Name	Page No.
Statement of Financial Position (Balance Sheet)	1
Operating Statement (Profit and Loss) Report	2
Statement of Taxable Income Report	3
Notes to the Financial Statements	5
Investment Summary Report	11
Investment Income Summary Report	13
Member Statement	15
Member Summary Report	22
Trustee Declaration Report	23
Annual Return - SMSF	24
Annual Return CGT Schedule - SMSF	35
Annual Return Losses Schedule - SMSF	38
Annual Trustee Minutes/Resolutions	41
Auditor Engagement Letter	47
Trustee Audit Rep letter	50

Aqua Superannuation Fund
Statement of Financial Position
as at 30 June 2023

	Note	2023	2022
Assets			
Investments			
Shares in Listed Companies	6A	\$2,231,294.49	\$2,048,810.27
Stapled Securities	6B	\$386,607.50	\$294,334.82
Other Assets			
Cash At Bank		\$72,004.87	\$76,486.14
Receivables		\$8,431.58	\$5,815.88
Deferred Tax Assets		\$49,411.90	-
Current Tax Assets		\$38,791.37	\$74,019.31
Other Taxes Refundable		\$3,472.00	-
Total Assets		\$2,790,013.71	\$2,499,466.42
Liabilities			
Deferred Tax Liability		\$28,188.10	-
Total Liabilities		\$28,188.10	-
Net Assets Available to Pay Benefits		\$2,761,825.61	\$2,499,466.42
<i>Represented by:</i>			
Liability for Accrued Benefits	2		
Mr Ralph Burch		\$2,761,825.61	\$2,499,466.42
Total Liability for Accrued Benefits		\$2,761,825.61	\$2,499,466.42

The accompanying notes form part of these financial statements.
This report should be read in conjunction with the accompanying compilation report.

Aqua Superannuation Fund

Operating Statement

For the period 1 July 2022 to 30 June 2023

	Note	2023	2022
Income			
Member Receipts			
Contributions			
Member		\$27,500.00	-
Investment Gains			
Market Gains	8	\$108,012.77	(\$185,496.38)
Investment Income			
Distributions	7A	\$17,472.59	\$18,633.02
Dividends	7B	\$115,275.10	\$197,955.92
Foreign Income	7C	\$5,935.21	-
Interest	7D	\$2,457.41	\$120.59
		\$276,653.08	\$31,213.15
Expenses			
Member Payments			
Lump Sums Paid		\$11,904.00	-
Pensions Paid		\$37,980.00	\$38,000.00
Other Expenses			
Accountancy Fee		\$2,317.00	-
Actuarial Fee		\$161.00	-
Auditor Fee		\$385.00	-
Fund Administration Fee		-	\$446.00
Investment Management Fee		\$21,303.06	\$30,551.16
SMSF Supervisory Levy		\$259.00	-
		\$74,309.06	\$68,997.16
Benefits Accrued as a Result of Operations before Income Tax		\$202,344.02	(\$37,784.01)
Income Tax			
Income Tax Expense		(\$60,015.17)	(\$74,019.31)
		(\$60,015.17)	(\$74,019.31)
Benefits Accrued as a Result of Operations		\$262,359.19	\$36,235.30

*The accompanying notes form part of these financial statements.
This report should be read in conjunction with the accompanying compilation report.*

Aqua Superannuation Fund
Statement of Taxable Income
For the Period from 1 July 2022 to 30 June 2023

Description	Tax Return Ref.	Amount
<u>Income</u>	<u>Section B</u>	
Total Gross Interest	C	\$2,457.00
Total Net Foreign Income	D	\$5,969.00
Total Unfranked Dividend Amount	J	\$2,200.00
Total Franked Dividend Amount	K	\$113,074.00
Total Dividend Franking Credit	L	\$48,460.00
Total Gross Trust Distributions	M	\$6,780.00
Total Assessable Personal Contributions	R2	\$27,500.00
Total Assessable Contributions	R	\$27,500.00
Total Exempt Current Pension Income	Y	(\$135,876.00)
Total Assessable Income		\$70,564.00
<u>Deductions</u>	<u>Section C</u>	
Total Approved Auditor Fee	H	\$92.00
Total Investment Expenses	I	\$5,126.00
Total Management and Administration Expenses	J	\$596.00
Total Other Deductions	L	\$259.00
Total Deductions		\$6,073.00
Taxable Income or Loss	(V - N) O	\$64,491.00
<u>Income Tax Calculation Statement</u>	<u>Section D</u>	
Gross Tax		
Gross Tax @ 15% for Concessional Income	30 Jun 2023 T1	\$9,673.65
Total Gross Tax		\$9,673.65
Rebates and Offsets	C	\$0.00
SUBTOTAL		\$9,673.65
Total Credit: Refundable Franking Credits	E1	\$48,465.02
Total Eligible Credits		\$0.00
Net Tax Payable		(\$38,791.37)
Total Supervisory Levy	L	\$259.00

Aqua Superannuation Fund
Statement of Taxable Income
For the Period from 1 July 2022 to 30 June 2023

Description	Tax Return Ref.	Amount
Total Amount Due / (Refundable)		(\$38,532.37)

Aqua Superannuation Fund
Notes to the Financial Statements
As at 30 June 2023

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 not a reporting entity because it is not publicly accountable and is not required by law or governing document to prepare financial statements that comply with Australian Accounting Standards. 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 *Regulations 1994*, the trust deed of the fund and the needs of members.

(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

Any foreign currency transactions during the financial year are brought 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.

Aqua Superannuation Fund

Notes to the Financial Statements

As at 30 June 2023

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.

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.

Aqua Superannuation Fund

Notes to the Financial Statements

As at 30 June 2023

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 at 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.

(h) Income Tax

The income tax on the benefits accrued as a result of operations for the year comprises current and deferred tax. Income tax expense is recognised in the Operating Statement.

Current income tax expense is calculated by reference to the amount of income taxes payable in respect of the taxable income for the year using tax rates enacted or substantively enacted by reporting date and any adjustment to tax payable in respect of previous years. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax liability balances during the year as well as any unused tax losses.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the assets are realised or the liabilities are settled and their measurements also reflect the manner in which the Trustees expect to recover or settle the carrying amounts of the related assets or liabilities.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax assets can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent it is no longer probable that the related tax benefits will be realised.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur.

Deferred tax assets and liabilities are offset when a legally enforceable right of set-off exists, they relate to income taxes levied by the same taxation authority and the fund intends to settle the tax assets and liabilities on a net basis in future when they are realised.

The financial report was authorised for issue on 6 February 2024 by the directors of the trustee company.

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	\$2,499,466.42	\$2,463,231.12
Benefits Accrued during the period	\$312,243.19	\$74,235.30
Benefits Paid during the period	(\$49,884.00)	(\$38,000.00)
Liability for Accrued Benefits at end of period	\$2,761,825.61	\$2,499,466.42

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.

Aqua Superannuation Fund
Notes to the Financial Statements
As at 30 June 2023

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	\$2,499,466.42	\$2,463,231.12
Benefits Accrued during the period	\$312,243.19	\$74,235.30
Benefits Paid during the period	(\$49,884.00)	(\$38,000.00)
Vested Benefits at end of period	\$2,761,825.61	\$2,499,466.42

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 – Shares in Listed Companies

	Current	Previous
At market value:		
Amcor PLC - Cdi 1:1 Foreign Exempt Nyse	\$138,941.00	\$140,712.00
Ampol Limited	\$123,352.80	\$128,020.20
ANZ Group Holdings Limited	\$142,260.00	\$144,957.40
Aurizon Holdings Limited	\$141,159.20	\$88,730.00
BHP Group Limited	\$297,383.90	\$249,562.50
Brambles Limited	\$108,219.10	\$97,246.80
Challenger Limited	\$102,513.60	\$89,056.80
Commonwealth Bank Of Australia.	\$140,879.35	\$126,983.90
Healius Limited	\$92,124.60	\$89,804.90
Link Administration Holdings Limited	\$25,918.40	\$58,820.80
National Australia Bank Limited	\$124,281.81	\$129,089.07
Pexa Group Limited	\$28,077.43	\$0.00
Rio Tinto Limited	\$143,362.50	\$128,375.00
Suncorp Group Limited	\$127,885.20	\$104,090.40
Wesfarmers Limited	\$84,371.40	\$71,666.10
Westpac Banking Corporation	\$192,060.00	\$175,500.00
Woodside Energy Group Ltd	\$135,865.80	\$157,130.40
Woolworths Group Limited	\$82,638.40	\$69,064.00
	\$2,231,294.49	\$2,048,810.27

Note 6B – Stapled Securities

	Current	Previous
At market value:		
Charter Hall Long Wale REIT - Fully Paid Units Stapled Securities	\$79,598.50	\$84,759.50
Dexus - Fully Paid Units Stapled Securities	\$115,986.00	\$42,890.40
National Storage REIT - Fully Paid Ordinary/Units Stapled Securities	\$67,703.50	\$61,653.40
Transurban Group - Fully Paid Ordinary/Units Stapled Securities	\$123,319.50	\$105,031.52
	\$386,607.50	\$294,334.82

Aqua Superannuation Fund
Notes to the Financial Statements
As at 30 June 2023

Note 7A – Distributions

	Current	Previous
Charter Hall Long Wale REIT - Fully Paid Units Stapled Securities	\$5,558.00	\$0.00
Dexus - Fully Paid Units Stapled Securities	\$4,170.46	\$0.00
National Storage REIT - Fully Paid Ordinary/Units Stapled Securities	\$3,169.10	\$0.00
Transurban Group - Fully Paid Ordinary/Units Stapled Securities	\$4,575.03	\$0.00
	\$17,472.59	\$0.00

Note 7B – Dividends

	Current	Previous
Ampol Limited	\$9,232.00	\$0.00
ANZ Group Holdings Limited	\$9,931.66	\$0.00
Aurizon Holdings Limited	\$4,179.65	\$0.00
BHP Group Limited	\$23,688.62	\$0.00
Brambles Limited	\$3,170.74	\$0.00
Challenger Limited	\$3,059.70	\$0.00
Commonwealth Bank Of Australia.	\$5,901.00	\$0.00
Healius Limited	\$1,468.20	\$0.00
Link Administration Holdings Limited	\$1,940.00	\$0.00
National Australia Bank Limited	\$7,116.63	\$0.00
Rio Tinto Limited	\$8,877.38	\$0.00
Suncorp Group Limited	\$4,740.00	\$0.00
Wesfarmers Limited	\$3,214.80	\$0.00
Westpac Banking Corporation	\$12,060.00	\$0.00
Woodside Energy Group Ltd	\$14,403.51	\$0.00
Woolworths Group Limited	\$1,920.60	\$0.00
Dexus - Fully Paid Units Stapled Securities	\$224.53	\$0.00
Transurban Group - Fully Paid Ordinary/Units Stapled Securities	\$146.08	\$0.00
	\$115,275.10	\$0.00

Note 7C – Foreign Income

	Current	Previous
Arcor PLC - Cdi 1:1 Foreign Exempt Nyse	\$5,935.21	\$0.00
	\$5,935.21	\$0.00

Note 7D – Interest

	Current	Previous
Macquarie CMA #7038	\$2,457.41	\$0.00
	\$2,457.41	\$0.00

Aqua Superannuation Fund
Notes to the Financial Statements
As at 30 June 2023

Note 8 – Market Gains

	Current	Previous
Shares in Listed Companies		
Amcor PLC - Cdi 1:1 Foreign Exempt Nyse	(\$27,578.50)	\$0.00
Ampol Limited	(\$12,131.97)	\$0.00
ANZ Group Holdings Limited	\$13,735.47	\$0.00
Aurizon Holdings Limited	\$10,221.48	\$0.00
BHP Group Limited	\$22,016.60	\$0.00
Brambles Limited	\$33,526.32	\$0.00
Challenger Limited	(\$4,323.20)	\$0.00
Commonwealth Bank Of Australia.	\$13,895.45	\$0.00
Healius Limited	(\$11,765.30)	\$0.00
Link Administration Holdings Limited	(\$4,414.74)	\$0.00
National Australia Bank Limited	(\$4,807.26)	\$0.00
Pexa Group Limited	(\$410.23)	\$0.00
Rio Tinto Limited	\$14,987.50	\$0.00
Suncorp Group Limited	\$23,794.80	\$0.00
Wesfarmers Limited	\$12,705.30	\$0.00
Westpac Banking Corporation	\$16,560.00	\$0.00
Woodside Energy Group Ltd	\$11,677.85	\$0.00
Woolworths Group Limited	\$8,675.11	\$0.00
Stapled Securities		
Charter Hall Long Wale REIT - Fully Paid Units Stapled Securities	(\$5,161.00)	\$0.00
Dexus - Fully Paid Units Stapled Securities	(\$8,345.49)	\$0.00
National Storage REIT - Fully Paid Ordinary/Units Stapled Securities	\$6,050.10	\$0.00
Transurban Group - Fully Paid Ordinary/Units Stapled Securities	(\$895.52)	\$0.00
	\$108,012.77	\$0.00

Aqua Superannuation Fund

Investment Summary as at 30 June 2023

Investment	Units	Average Cost Price	Market Price	Accounting Cost	Market Value	Unrealised Accounting Gain/(Loss)	Accounting Gain/(Loss) (%)	Portfolio Weight (%)
<u>Bank</u>								
Macquarie CMA #7038				\$72,004.87	\$72,004.87			2.68%
				\$72,004.87	\$72,004.87			2.68%
<u>Listed Securities Market</u>								
Ampol Limited (ASX:ALD)	4,120.00000	\$27.3318	\$29.9400	\$112,607.07	\$123,352.80	\$10,745.73	9.54%	4.59%
Amcor PLC - Cdi 1:1 Foreign Exempt Nyse (ASX:AMC)	9,350.00000	\$14.5648	\$14.8600	\$136,180.81	\$138,941.00	\$2,760.19	2.03%	5.17%
ANZ Group Holdings Limited (ASX:ANZ)	6,000.00000	\$23.6260	\$23.7100	\$141,755.82	\$142,260.00	\$504.18	0.36%	5.29%
Aurizon Holdings Limited (ASX:AZJ)	36,010.00000	\$4.0589	\$3.9200	\$146,159.74	\$141,159.20	(\$5,000.54)	(3.42)%	5.25%
BHP Group Limited (ASX:BHP)	6,610.00000	\$32.3191	\$44.9900	\$213,629.40	\$297,383.90	\$83,754.50	39.21%	11.06%
Brambles Limited (ASX:BXB)	7,510.00000	\$10.6694	\$14.4100	\$80,127.06	\$108,219.10	\$28,092.04	35.06%	4.02%
Commonwealth Bank Of Australia. (ASX:CBA)	1,405.00000	\$59.0710	\$100.2700	\$82,994.74	\$140,879.35	\$57,884.61	69.74%	5.24%
Challenger Limited (ASX:CGF)	15,820.00000	\$6.4179	\$6.4800	\$101,531.24	\$102,513.60	\$982.36	0.97%	3.81%
Charter Hall Long Wale REIT - Fully Paid Units Stapled Securities (ASX:CLW)	19,850.00000	\$5.0465	\$4.0100	\$100,173.05	\$79,598.50	(\$20,574.55)	(20.54)%	2.96%
Dexus - Fully Paid Units Stapled Securities (ASX:DXS)	14,870.00000	\$9.0865	\$7.8000	\$135,116.06	\$115,986.00	(\$19,130.06)	(14.16)%	4.31%
Healius Limited (ASX:HLS)	28,970.00000	\$3.4926	\$3.1800	\$101,180.52	\$92,124.60	(\$9,055.92)	(8.95)%	3.42%
Link Administration Holdings Limited (ASX:LNK)	15,520.00000	\$2.1933	\$1.6700	\$34,040.13	\$25,918.40	(\$8,121.73)	(23.86)%	0.96%
National Australia Bank Limited (ASX:NAB)	4,713.00000	\$25.4090	\$26.3700	\$119,752.75	\$124,281.81	\$4,529.06	3.78%	4.62%
National Storage REIT - Fully Paid Ordinary/Units Stapled Securities (ASX:NSR)	28,810.00000	\$1.5582	\$2.3500	\$44,892.37	\$67,703.50	\$22,811.13	50.81%	2.52%
Pexa Group Limited (ASX:PXG)	2,063.00000	\$13.8089	\$13.6100	\$28,487.66	\$28,077.43	(\$410.23)	(1.44)%	1.04%
Rio Tinto Limited (ASX:RIO)	1,250.00000	\$77.5283	\$114.6900	\$96,910.36	\$143,362.50	\$46,452.14	47.93%	5.33%
Suncorp Group Limited (ASX:SUN)	9,480.00000	\$12.0034	\$13.4900	\$113,791.91	\$127,885.20	\$14,093.29	12.39%	4.75%
Transurban Group - Fully Paid Ordinary/Units Stapled Securities (ASX:TCL)	8,654.00000	\$11.7497	\$14.2500	\$101,681.93	\$123,319.50	\$21,637.57	21.28%	4.58%

Aqua Superannuation Fund

Investment Summary as at 30 June 2023

Investment	Units	Average Cost Price	Market Price	Accounting Cost	Market Value	Unrealised Accounting Gain/(Loss)	Accounting Gain/(Loss) (%)	Portfolio Weight (%)
<u>Listed Securities Market</u>								
Westpac Banking Corporation (ASX:WBC)	9,000.00000	\$29.4406	\$21.3400	\$264,965.15	\$192,060.00	(\$72,905.15)	(27.51)%	7.14%
Woodside Energy Group Ltd (ASX:WDS)	3,945.00000	\$27.1330	\$34.4400	\$107,039.87	\$135,865.80	\$28,825.93	26.93%	5.05%
Wesfarmers Limited (ASX:WES)	1,710.00000	\$26.4657	\$49.3400	\$45,256.30	\$84,371.40	\$39,115.10	86.43%	3.14%
Woolworths Group Limited (ASX:WOW)	2,080.00000	\$22.7613	\$39.7300	\$47,343.41	\$82,638.40	\$35,294.99	74.55%	3.07%
				\$2,355,617.35	\$2,617,901.99	\$262,284.64	11.13%	97.32%
				\$2,427,622.22	\$2,689,906.86	\$262,284.64	10.80%	100.00%

The accounting cost is the original cost base adjusted by any subsequent capital call/improvement or capital return transactions. In many cases, it is not the same as the adjusted or reduced cost base, or the reset cost base resulting from the CGT relief. To view the tax cost base and unrealised gain/(loss) for tax purposes refer to the Unrealised Capital Gains Report or change the report parameter to tax cost base.

Aqua Superannuation Fund
Investment Income Summary
For the period 1 July 2022 to 30 June 2023

Total Income	Add			Less					Taxable Income (excluding Capital Gains)	Indexed Capital Gains *	Discounted Capital Gains *	Other Capital Gains *	CGT Concession Amount *	
	Franking Credits	Foreign Credits	TFN Credits	Tax Free	Tax Exempt	Tax Deferred	Distributed Capital Gains	GST						
<u>Bank</u>														
Macquarie CMA #7038														
\$2,457.41	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,457.41	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
\$2,457.41	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,457.41	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
<u>Listed Securities Market</u>														
Amcor PLC - Cdi 1:1 Foreign Exempt Nyse (ASX:AMC)														
\$5,935.21	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$5,935.21	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Ampol Limited (ASX:ALD)														
\$9,232.00	\$3,956.57	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$13,188.57	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ANZ Group Holdings Limited (ASX:ANZ)														
\$9,931.66	\$4,256.43	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$14,188.09	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Aurizon Holdings Limited (ASX:AZJ)														
\$4,179.65	\$1,791.28	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$5,970.93	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
BHP Group Limited (ASX:BHP)														
\$23,688.62	\$10,152.26	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$33,840.88	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Brambles Limited (ASX:BXB)														
\$3,170.74	\$475.70	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$3,646.44	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Challenger Limited (ASX:CGF)														
\$3,059.70	\$1,311.30	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$4,371.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Charter Hall Long Wale REIT - Fully Paid Units Stapled Securities (ASX:CLW)														
\$5,558.00	\$0.00	\$0.00	\$0.00	\$0.00	\$3,095.04	\$0.00	\$1,034.48	\$0.00	\$1,428.48	\$0.00	\$517.24	\$0.00	\$517.24	\$0.00
Commonwealth Bank Of Australia. (ASX:CBA)														
\$5,901.00	\$2,529.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$8,430.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Dexus - Fully Paid Units Stapled Securities (ASX:DXS)														

Aqua Superannuation Fund
Investment Income Summary
For the period 1 July 2022 to 30 June 2023

Total Income	Add			Less					Taxable Income (excluding Capital Gains)	Indexed Capital Gains *	Discounted Capital Gains *	Other Capital Gains *	CGT Concession Amount *
	Franking Credits	Foreign Credits	TFN Credits	Tax Free	Tax Exempt	Tax Deferred	Distributed Capital Gains	GST					
\$4,394.99	\$96.23	\$0.00	\$0.00	\$0.00	(\$2,249.67)	\$0.00	\$4,119.48	\$0.00	\$2,621.41	\$0.00	\$2,059.74	\$0.00	\$2,059.74
Healius Limited (ASX:HLS)													
\$1,468.20	\$629.23	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,097.43	\$0.00	\$0.00	\$0.00	\$0.00
Link Administration Holdings Limited (ASX:LNK)													
\$1,940.00	\$771.56	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,711.56	\$0.00	\$0.00	\$0.00	\$0.00
National Australia Bank Limited (ASX:NAB)													
\$7,116.63	\$3,049.99	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$10,166.62	\$0.00	\$0.00	\$0.00	\$0.00
National Storage REIT - Fully Paid Ordinary/Units Stapled Securities (ASX:NSR)													
\$3,169.10	\$0.00	\$0.00	\$0.00	\$0.00	\$2,175.76	\$0.00	\$0.00	\$0.00	\$993.34	\$0.00	\$0.00	\$0.00	\$0.00
Rio Tinto Limited (ASX:RIO)													
\$8,877.38	\$3,804.60	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$12,681.98	\$0.00	\$0.00	\$0.00	\$0.00
Suncorp Group Limited (ASX:SUN)													
\$4,740.00	\$2,031.43	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$6,771.43	\$0.00	\$0.00	\$0.00	\$0.00
Transurban Group - Fully Paid Ordinary/Units Stapled Securities (ASX:TCL)													
\$4,721.11	\$67.04	\$0.00	\$0.00	\$0.00	\$2,472.83	\$0.00	\$14.08	\$0.00	\$2,301.24	\$0.00	\$7.04	\$0.00	\$7.04
Wesfarmers Limited (ASX:WES)													
\$3,214.80	\$1,377.77	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$4,592.57	\$0.00	\$0.00	\$0.00	\$0.00
Westpac Banking Corporation (ASX:WBC)													
\$12,060.00	\$5,168.57	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$17,228.57	\$0.00	\$0.00	\$0.00	\$0.00
Woodside Energy Group Ltd (ASX:WDS)													
\$14,403.51	\$6,172.94	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$20,576.45	\$0.00	\$0.00	\$0.00	\$0.00
Woolworths Group Limited (ASX:WOW)													
\$1,920.60	\$823.12	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,743.72	\$0.00	\$0.00	\$0.00	\$0.00
\$138,682.90	\$48,465.02	\$0.00	\$0.00	\$0.00	\$5,493.96	\$0.00	\$5,168.04	\$0.00	\$176,485.92	\$0.00	\$2,584.02	\$0.00	\$2,584.02
\$141,140.31	\$48,465.02	\$0.00	\$0.00	\$0.00	\$5,493.96	\$0.00	\$5,168.04	\$0.00	\$178,943.33	\$0.00	\$2,584.02	\$0.00	\$2,584.02

* Distributed capital gains components correspond to the cash amount received. You should refer to Realised Capital Gains or Distribution Reconciliation Reports for tax and capital gain reporting purpose.

Aqua Superannuation Fund

(ABN: 34 290 564 954)

Consolidated Member Benefit Totals

Period	Member Account Details
1 July 2022 - 30 June 2023	Residential Address: 290 Bingil Bay Road Bingil Bay, QLD 4852
Member Number: BURRAL00004A	Date of Birth: 13 December 1960
Mr Ralph Nicholas Burch	Date Joined Fund: 30 September 2007
	Eligible Service Date: 30 September 2007
	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	Your Tax Components
Withdrawal Benefit as at 1 Jul 2022	Tax Free \$1,105,079.61
Accumulation \$600,962.31	Taxable - Taxed \$1,656,746.00
DBP_RB - 01 \$911,340.30	Taxable - Untaxed \$-
ABP_RB - 01 \$219,093.86	Your Preservation Components
ABP_RB - 02 \$690,276.26	Preserved \$-
ABP_RB - 03 \$77,793.69	Restricted Non Preserved \$-
Total as at 1 Jul 2022 \$2,499,466.42	Unrestricted Non Preserved \$2,761,825.61
Withdrawal Benefit as at 30 Jun 2023	Your Insurance Benefits
Accumulation \$694,348.15	No insurance details have been recorded
DBP_RB - 01 \$992,415.88	Your Beneficiaries
ABP_RB - 01 \$238,610.30	No beneficiary details have been recorded
ABP_RB - 02 \$751,732.77	
ABP_RB - 03 \$84,718.51	
Total as at 30 Jun 2023 \$2,761,825.61	

For Enquiries:

phone 0434953900 | email ralphnburch@gmail.com
mail Aqua Superannuation Fund, 290 Bingil Bay Road, BINGIL BAY QLD 4852

Aqua Superannuation Fund
(ABN: 34 290 564 954)

Member Benefit Statement

Period	Member Account Details
1 July 2022 - 30 June 2023	Residential Address: 290 Bingil Bay Road Bingil Bay, QLD 4852
Member Number: BURRAL00004A	Date of Birth: 13 December 1960
Mr Ralph Nicholas Burch	Date Joined Fund: 30 September 2007
Accumulation Account	Eligible Service Date: 30 September 2007
Accumulation	Tax File Number Held: Yes
	Account Start Date: 30 September 2007

Your Account Summary	Your Tax Components
Withdrawal Benefit as at 1 Jul 2022 \$600,962.31	Tax Free 29.9425 % \$207,905.53
<u>Increases to your account:</u>	Taxable - Taxed \$486,442.62
Member Contributions \$27,500.00	Taxable - Untaxed \$-
Share Of Net Fund Income \$54,556.83	Your Preservation Components
Tax on Net Fund Income \$27,358.01	Preserved \$-
<u>Total Increases</u> \$109,414.84	Restricted Non Preserved \$-
<u>Decreases to your account:</u>	Unrestricted Non Preserved \$694,348.15
Contributions Tax \$4,125.00	Your Insurance Benefits
Lump Sum Cash Payments \$11,904.00	No insurance details have been recorded
<u>Total Decreases</u> \$16,029.00	Your Beneficiaries
Withdrawal Benefit as at 30 Jun 2023 \$694,348.15	No beneficiary details have been recorded

For Enquiries:

phone 0434953900 | email ralphnburch@gmail.com
mail Aqua Superannuation Fund, 290 Bingil Bay Road, BINGIL BAY QLD 4852

Aqua Superannuation Fund
(ABN: 34 290 564 954)

Member Benefit Statement

Period	Member Account Details
1 July 2022 - 30 June 2023	Residential Address: 290 Bingil Bay Road Bingil Bay, QLD 4852
Member Number: BURRAL00004A	Date of Birth: 13 December 1960
Mr Ralph Nicholas Burch	Date Joined Fund: 30 September 2007
Pension Account	Eligible Service Date: 30 September 2007
DBP_RB - 01	Tax File Number Held: Yes
	Account Start Date: 5 March 2018

Your Account Summary	Your Tax Components
Withdrawal Benefit as at 1 Jul 2022 \$911,340.30	Tax Free 44.2700 % \$439,342.44
<u>Increases to your account:</u>	Taxable - Taxed \$553,073.44
Share Of Net Fund Income \$81,657.05	Taxable - Untaxed \$-
Tax on Net Fund Income \$17,648.53	Your Preservation Components
<u>Total Increases</u> \$99,305.58	Preserved \$-
<u>Decreases to your account:</u>	Restricted Non Preserved \$-
Pension Payments \$18,230.00	Unrestricted Non Preserved \$992,415.88
<u>Total Decreases</u> \$18,230.00	Your Insurance Benefits
Withdrawal Benefit as at 30 Jun 2023 \$992,415.88	No insurance details have been recorded
	Your Beneficiaries
	No beneficiary details have been recorded

Aqua Superannuation Fund

(ABN: 34 290 564 954)

Member Benefit Statement

Period	Member Account Details
1 July 2022 - 30 June 2023	Residential Address: 290 Bingil Bay Road Bingil Bay, QLD 4852
Member Number: BURRAL00004A	Date of Birth: 13 December 1960
Mr Ralph Nicholas Burch	Date Joined Fund: 30 September 2007
Pension Account	Eligible Service Date: 30 September 2007
ABP_RB - 01	Tax File Number Held: Yes
	Account Start Date: 1 July 2019

Your Account Summary	Your Tax Components
Withdrawal Benefit as at 1 Jul 2022 \$219,093.86	Tax Free 39.3363 % \$93,860.53
<u>Increases to your account:</u>	Taxable - Taxed \$144,749.77
Share Of Net Fund Income \$19,648.88	Taxable - Untaxed \$-
Tax on Net Fund Income \$4,247.56	Your Preservation Components
<u>Total Increases</u> \$23,896.44	Preserved \$-
<u>Decreases to your account:</u>	Restricted Non Preserved \$-
Pension Payments \$4,380.00	Unrestricted Non Preserved \$238,610.30
<u>Total Decreases</u> \$4,380.00	Your Insurance Benefits
Withdrawal Benefit as at 30 Jun 2023 \$238,610.30	No insurance details have been recorded
	Your Beneficiaries
	No beneficiary details have been recorded

For Enquiries:

phone 0434953900 | email ralphnburch@gmail.com
mail Aqua Superannuation Fund, 290 Bingil Bay Road, BINGIL BAY QLD 4852

Aqua Superannuation Fund
(ABN: 34 290 564 954)

Member Benefit Statement

Period	Member Account Details
1 July 2022 - 30 June 2023	Residential Address: 290 Bingil Bay Road Bingil Bay, QLD 4852
Member Number: BURRAL00004A	Date of Birth: 13 December 1960 Date Joined Fund: 30 September 2007 Eligible Service Date: 30 September 2007
Mr Ralph Nicholas Burch	Tax File Number Held: Yes
Pension Account	Account Start Date: 1 July 2020
ABP_RB - 02	

Your Account Summary	Your Tax Components
Withdrawal Benefit as at 1 Jul 2022 \$690,276.26	Tax Free 43.9496 % \$330,383.66
<u>Increases to your account:</u>	Taxable - Taxed \$421,349.11
Share Of Net Fund Income \$61,888.62	Taxable - Untaxed \$-
Tax on Net Fund Income \$13,377.89	Your Preservation Components
<u>Total Increases</u> \$75,266.51	Preserved \$-
<u>Decreases to your account:</u>	Restricted Non Preserved \$-
Pension Payments \$13,810.00	Unrestricted Non Preserved \$751,732.77
<u>Total Decreases</u> \$13,810.00	Your Insurance Benefits
Withdrawal Benefit as at 30 Jun 2023 \$751,732.77	No insurance details have been recorded
	Your Beneficiaries
	No beneficiary details have been recorded

Aqua Superannuation Fund
(ABN: 34 290 564 954)

Member Benefit Statement

Period	Member Account Details
1 July 2022 - 30 June 2023	Residential Address: 290 Bingil Bay Road Bingil Bay, QLD 4852
Member Number: BURRAL00004A	Date of Birth: 13 December 1960 Date Joined Fund: 30 September 2007 Eligible Service Date: 30 September 2007
Mr Ralph Nicholas Burch	Tax File Number Held: Yes
Pension Account	Account Start Date: 14 December 2020
ABP_RB - 03	

Your Account Summary	Your Tax Components
Withdrawal Benefit as at 1 Jul 2022 \$77,793.69	Tax Free 39.6459 % \$33,587.45
<u>Increases to your account:</u>	Taxable - Taxed \$51,131.06
Share Of Net Fund Income \$6,976.64	Taxable - Untaxed \$-
Tax on Net Fund Income \$1,508.18	Your Preservation Components
<u>Total Increases</u> \$8,484.82	Preserved \$-
<u>Decreases to your account:</u>	Restricted Non Preserved \$-
Pension Payments \$1,560.00	Unrestricted Non Preserved \$84,718.51
<u>Total Decreases</u> \$1,560.00	Your Insurance Benefits
Withdrawal Benefit as at 30 Jun 2023 \$84,718.51	No insurance details have been recorded
	Your Beneficiaries
	No beneficiary details have been recorded

For Enquiries:

phone 0434953900 | email ralphnburch@gmail.com
mail Aqua Superannuation Fund, 290 Bingil Bay Road, BINGIL BAY QLD 4852

Trustee

The Trustee of the Fund is as follows:

Gringo (QLD) Pty Ltd

The directors of the Trustee company are:

Ralph Burch

Availability of Other Fund Information

Additional information regarding your membership is available on request. What your Fund can do is governed by the provisions of its Trust Deed, which is available for inspection. If you require further information or clarification of any aspect of your membership of the Fund, please contact your Fund's Administrator or Trustee.

Trustee Disclaimer

This statement has been prepared by the Trustee for the member whose name appears at the top of this statement. While 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 errors, omissions or misprints.

Signed on behalf of the Trustee of the Fund

.....
Ralph Burch
Director - Gringo (QLD) Pty Ltd

Statement Date: 30 June 2023

For Enquiries:

phone **0434953900** | email **ralphnburch@gmail.com**
mail **Aqua Superannuation Fund, 290 Bingil Bay Road, BINGIL BAY QLD 4852**

Aqua Superannuation Fund

Members Summary Report - For the period 01/07/2022 to 30/06/2023

Member's Detail		Opening Balance	Increases				Decreases				Closing Balance	
			Contrib	Tran In	Profit	Ins Proc	Tax	Exp	Ins Prem	Tran Out		Ben Paid
Mr Ralph Burch												
290 Bingil Bay Road Bindil Bav QLD 4852												
Accumulation	Accumulation	\$600,962.31	\$27,500.00	\$0.00	\$54,556.83	\$0.00	\$23,233.01	\$0.00	\$0.00	\$0.00	(\$11,904.00)	\$694,348.15
Pension	ABP_RB - 01	\$219,093.86	\$0.00	\$0.00	\$19,648.88	\$0.00	\$4,247.56	\$0.00	\$0.00	\$0.00	(\$4,380.00)	\$238,610.30
Pension	ABP_RB - 02	\$690,276.26	\$0.00	\$0.00	\$61,888.62	\$0.00	\$13,377.89	\$0.00	\$0.00	\$0.00	(\$13,810.00)	\$751,732.77
Pension	ABP_RB - 03	\$77,793.69	\$0.00	\$0.00	\$6,976.64	\$0.00	\$1,508.18	\$0.00	\$0.00	\$0.00	(\$1,560.00)	\$84,718.51
Pension	DBP_RB - 01	\$911,340.30	\$0.00	\$0.00	\$81,657.05	\$0.00	\$17,648.53	\$0.00	\$0.00	\$0.00	(\$18,230.00)	\$992,415.88
		\$2,499,466.42	\$27,500.00	\$0.00	\$224,728.02	\$0.00	\$60,015.17	\$0.00	\$0.00	\$0.00	(\$49,884.00)	\$2,761,825.61
		\$2,499,466.42	\$27,500.00	\$0.00	\$224,728.02	\$0.00	\$60,015.17	\$0.00	\$0.00	\$0.00	(\$49,884.00)	\$2,761,825.61

Aqua Superannuation Fund

Trustee Declaration

In the opinion of the Trustees of the Aqua Superannuation 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 2023 present fairly the financial position of the Fund at 30 June 2023 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 2023.

Signed in accordance with a resolution of the directors of Gringo (QLD) Pty Ltd by:

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

Ralph Burch

Director: Gringo (QLD) Pty Ltd

Self-managed superannuation fund annual return

2023

Who should complete this annual return?

Only self-managed superannuation funds (SMSFs) can complete this annual return. All other funds must complete the *Fund income tax return 2023* (NAT 71287).

- ! The *Self-managed superannuation fund annual return instructions 2023* (NAT 71606) (the instructions) can assist you to complete this annual return.
- The SMSF annual return cannot be used to notify us of a change in fund membership. You must update fund details via ABR.gov.au or complete the Change of details for superannuation entities form (NAT 3036).

To complete this annual return

- Print clearly, using a BLACK pen only.
- Use BLOCK LETTERS and print one character per box.

S M I T H S T

- Place X in ALL applicable boxes.

- Postal address for annual returns:

Australian Taxation Office
GPO Box 9845
[insert the name and postcode
of your capital city]

For example;

Australian Taxation Office
GPO Box 9845
SYDNEY NSW 2001

Section A: Fund information

1 Tax file number (TFN) *****

- ! The ATO is authorised by law to request your TFN. You are not obliged to quote your TFN but not quoting it could increase the chance of delay or error in processing your annual return. See the Privacy note in the Declaration.

- To assist processing, write the fund's TFN at the top of pages 3, 5, 7 and 9.

2 Name of self-managed superannuation fund (SMSF)

Aqua Superannuation Fund

3 Australian business number (ABN) (if applicable) 34290564954

4 Current postal address

290 Bingil Bay Road

Suburb/town

BINGIL BAY

State/territory

QLD

Postcode

4852

5 Annual return status

Is this an amendment to the SMSF's 2023 return?

A No ☒ Yes ☐

Is this the first required return for a newly registered SMSF?

B No ☒ Yes ☐

Fund's tax file number (TFN) *****

6 SMSF auditor

Auditor's name

Title: MR

Family name

Boys

First given name

Anthony

Other given names

SMSF Auditor Number

100014140

Auditor's phone number

04

10712708

Postal address

PO Box 3376

Suburb/town

RUNDLE MALL

State/territory

SA

Postcode

5000

Date audit was completed **A**

Was Part A of the audit report qualified?

B No ☒ Yes ☐

Was Part B of the audit report qualified?

C No ☒ Yes ☐

If Part B of the audit report was qualified, have the reported issues been rectified?

D No ☐ Yes ☐**7 Electronic funds transfer (EFT)**

We need your self-managed super fund's financial institution details to pay any super payments and tax refunds owing to you.

A Fund's financial institution account details

This account is used for super contributions and rollovers. Do not provide a tax agent account here.

Fund BSB number 182512

Fund account number 962237038

Fund account name

Aqua Superannuation Fund

I would like my tax refunds made to this account. ☒ Go to C.**B Financial institution account details for tax refunds**

This account is used for tax refunds. You can provide a tax agent account here.

BSB number

Account number

Account name

C Electronic service address alias

Provide the electronic service address alias (ESA) issued by your SMSF messaging provider. (For example, SMSFdataESAAlias). See instructions for more information.

smsfdataflow

Fund's tax file number (TFN) *****

8 Status of SMSF

Australian superannuation fund

A No ☐ Yes ☒Fund benefit structure **B** **A** Code

Does the fund trust deed allow acceptance of the Government's Super Co-contribution and Low Income Super Amounts?

C No ☐ Yes ☒**9 Was the fund wound up during the income year?**No ☒ Yes ☐ If yes, provide the date on which the fund was wound up

Day Month Year

Have all tax lodgment and payment obligations been met?

No ☐ Yes ☐**10 Exempt current pension income**

Did the fund pay retirement phase superannuation income stream benefits to one or more members in the income year?

⊖ To claim a tax exemption for current pension income, you must pay at least the minimum benefit payment under the law. Record exempt current pension income at Label **A**.

No ☐ Go to Section B: Income.Yes ☒ Exempt current pension income amount **A** \$ 135876.00

Which method did you use to calculate your exempt current pension income?

Segregated assets method **B** ☐Unsegregated assets method **C** ☒ Was an actuarial certificate obtained? **D** Yes ☒

Did the fund have any other income that was assessable?

E Yes ☒ Go to Section B: Income.

No ☐ Choosing 'No' means that you do not have any assessable income, including no-TFN quoted contributions. Go to Section C: Deductions and non-deductible expenses. (Do **not** complete Section B: Income.)

⊖ If you are entitled to claim any tax offsets, you can list these at Section D: Income tax calculation statement.

Fund's tax file number (TFN) *****

Section B: Income

- **Do not complete this section** if all superannuation interests in the SMSF were supporting superannuation income streams in the retirement phase for the **entire year**, there was **no** other income that was assessable, and you **have not** realised a deferred notional gain. If you are entitled to claim any tax offsets, you can record these at Section D: Income tax calculation statement.

11 Income

Did you have a capital gains tax (CGT) event during the year?

G No ☐ Yes ☒

If the total capital loss or total capital gain is greater than \$10,000 or you elected to use the transitional CGT relief in 2017 and the deferred notional gain has been realised, complete and attach a *Capital gains tax (CGT) schedule 2023*.

Have you applied an exemption or rollover?

M No ☐ Yes ☒

Code

☒

Net capital gain **A** \$ -00

Gross rent and other leasing and hiring income **B** \$ -00

Gross interest **C** \$ -00

Forestry managed investment scheme income **X** \$ -00

Gross foreign income

D1 \$ -00

Net foreign income

D \$ -00

Loss

☐

Australian franking credits from a New Zealand company

E \$ -00

Transfers from foreign funds

F \$ -00

Number

Gross payments where ABN not quoted

H \$ -00

Gross distribution from partnerships

I \$ -00

Loss

☐

*Unfranked dividend amount

J \$ -00

*Franked dividend amount

K \$ -00

*Dividend franking credit

L \$ -00

*Gross trust distributions

M \$ -00

Code

Calculation of assessable contributions

Assessable employer contributions

R1 \$ -00

plus Assessable personal contributions

R2 \$ -00

plus **No-TFN-quoted contributions

R3 \$ -00

(an amount must be included even if it is zero)

less Transfer of liability to life insurance company or PST

R6 \$ -00

Assessable contributions
(**R1** plus **R2**
plus **R3** less **R6**)

R \$ -00

Calculation of non-arm's length income

*Net non-arm's length private company dividends

U1 \$ -00

plus *Net non-arm's length trust distributions

U2 \$ -00

plus *Net other non-arm's length income

U3 \$ -00

*Other income

S \$ -00

*Assessable income due to changed tax status of fund

T \$ -00

Net non-arm's length income
(subject to 45% tax rate)
(**U1** plus **U2** plus **U3**)

U \$ -00

#This is a mandatory label.

*If an amount is entered at this label, check the instructions to ensure the correct tax treatment has been applied.

GROSS INCOME
(Sum of labels **A** to **U**)

W \$ -00

Loss

☐

Exempt current pension income

Y \$ -00

TOTAL ASSESSABLE INCOME (**W** less **Y**)

V \$ -00

Loss

☐

Fund's tax file number (TFN) *****

Section C: **Deductions and non-deductible expenses****12 Deductions and non-deductible expenses**

- Under 'Deductions' list all expenses and allowances you are entitled to claim a deduction for. Under 'Non-deductible expenses', list all other expenses or normally allowable deductions that you cannot claim as a deduction (for example, all expenses related to exempt current pension income should be recorded in the 'Non-deductible expenses' column).

DEDUCTIONS**NON-DEDUCTIBLE EXPENSES**

Interest expenses within Australia	A1 \$	<input type="text" value="0"/>	00	A2 \$	<input type="text" value="0"/>	00
Interest expenses overseas	B1 \$	<input type="text" value="0"/>	00	B2 \$	<input type="text" value="0"/>	00
Capital works expenditure	D1 \$	<input type="text" value="0"/>	00	D2 \$	<input type="text" value="0"/>	00
Decline in value of depreciating assets	E1 \$	<input type="text" value="0"/>	00	E2 \$	<input type="text" value="0"/>	00
Insurance premiums – members	F1 \$	<input type="text" value="0"/>	00	F2 \$	<input type="text" value="0"/>	00
SMSF auditor fee	H1 \$	<input type="text" value="92"/>	00	H2 \$	<input type="text" value="292"/>	00
Investment expenses	I1 \$	<input type="text" value="5126"/>	00	I2 \$	<input type="text" value="16176"/>	00
Management and administration expenses	J1 \$	<input type="text" value="596"/>	00	J2 \$	<input type="text" value="1881"/>	00
Forestry managed investment scheme expense	U1 \$	<input type="text" value="0"/>	00	U2 \$	<input type="text" value="0"/>	00
Other amounts	L1 \$	<input type="text" value="259"/>	00	L2 \$	<input type="text" value="0"/>	00
				Code <input type="text" value="0"/>		
Tax losses deducted	M1 \$	<input type="text" value="0"/>	00			
				Code <input type="text" value=""/>		

TOTAL DEDUCTIONS**N** \$ **00**(Total **A1** to **M1**)**TOTAL NON-DEDUCTIBLE EXPENSES****Y** \$ **00**(Total **A2** to **L2**)**#TAXABLE INCOME OR LOSS****O** \$ **00**(TOTAL ASSESSABLE INCOME less
TOTAL DEDUCTIONS)Loss **TOTAL SMSF EXPENSES****Z** \$ **00**

(N plus Y)

#This is a mandatory label.

Fund's tax file number (TFN) *****

Section D: Income tax calculation statement

#Important:

Section B label **R3**, Section C label **O** and Section D labels **A, T1, J, T5** and **I** are mandatory. If you leave these labels blank, you will have specified a zero amount.

13 Calculation statement

Please refer to the *Self-managed superannuation fund annual return instructions 2023* on how to complete the calculation statement.

#Taxable income **A** \$ 64491.00

(an amount must be included even if it is zero)

#Tax on taxable income **T1** \$ 9673.65

(an amount must be included even if it is zero)

#Tax on no-TFN-quoted contributions **J** \$ 0

(an amount must be included even if it is zero)

Gross tax **B** \$ 9673.65

(T1 plus J)

Foreign income tax offset

C1 \$ 0

Rebates and tax offsets

C2 \$

Non-refundable non-carry forward tax offsets

C \$ 0

(C1 plus C2)

SUBTOTAL 1

T2 \$ 9673.65

(B less C – cannot be less than zero)

Early stage venture capital limited partnership tax offset

D1 \$ 0

Early stage venture capital limited partnership tax offset carried forward from previous year

D2 \$ 0

Early stage investor tax offset

D3 \$ 0

Early stage investor tax offset carried forward from previous year

D4 \$ 0

Non-refundable carry forward tax offsets

D \$ 0

(D1 plus D2 plus D3 plus D4)

SUBTOTAL 2

T3 \$ 9673.65

(T2 less D – cannot be less than zero)

Complying fund's franking credits tax offset

E1 \$ 48465.02

No-TFN tax offset

E2 \$

National rental affordability scheme tax offset

E3 \$

Exploration credit tax offset

E4 \$

Refundable tax offsets

E \$ 48465.02

(E1 plus E2 plus E3 plus E4)

#TAX PAYABLE **T5** \$ 0

(T3 less E – cannot be less than zero)

Section 102AAM interest charge

G \$ 0

Fund's tax file number (TFN) *****

Credit for tax withheld – foreign
resident withholding (excluding capital
gains)**H2 \$** 0Credit for tax withheld – where ABN
or TFN not quoted (non-individual)**H3 \$** 0Credit for TFN amounts withheld from
payments from closely held trusts**H5 \$**

Credit for interest on no-TFN tax offset

H6 \$Credit for foreign resident capital gains
withholding amounts**H8 \$**

Eligible credits

H \$ 0

(H2 plus H3 plus H5 plus H6 plus H8)

#Tax offset refunds
(Remainder of refundable tax offsets)**I \$** 38791.37(unused amount from label **E** –
an amount must be included even if it is zero)

PAYG instalments raised

K \$ 0

Supervisory levy

L \$ 259

Supervisory levy adjustment for wound up funds

M \$

Supervisory levy adjustment for new funds

N \$**AMOUNT DUE OR REFUNDABLE**A positive amount at **S** is what you owe,
while a negative amount is refundable to you.**S \$** -38532.37

(T5 plus G less H less I less K plus L less M plus N)

#This is a mandatory label.

Section E: Losses

14 Losses

! If total loss is greater than \$100,000,
complete and attach a *Losses
schedule 2023*.Tax losses carried forward
to later income years**U \$** 0 -00Net capital losses carried
forward to later income years**V \$** 494119 -00

Fund's tax file number (TFN) *****

Section F: **Member information****MEMBER 1**Title:

Family name

First given name

Other given names

Member's TFN

See the Privacy note in the Declaration.

Date of birth **Contributions**OPENING ACCOUNT BALANCE \$ **!** Refer to instructions for completing these labels.

Employer contributions

A \$

ABN of principal employer

A1

Personal contributions

B \$

CGT small business retirement exemption

C \$

CGT small business 15-year exemption amount

D \$

Personal injury election

E \$

Spouse and child contributions

F \$

Other third party contributions

G \$

Proceeds from primary residence disposal

H \$

Receipt date

H1

Assessable foreign superannuation fund amount

I \$

Non-assessable foreign superannuation fund amount

J \$

Transfer from reserve: assessable amount

K \$

Transfer from reserve: non-assessable amount

L \$ Contributions from non-complying funds
and previously non-complying funds**T** \$ Any other contributions
(including Super Co-contributions and
Low Income Super Amounts)**M** \$ **TOTAL CONTRIBUTIONS N** \$ (Sum of labels **A** to **M**)**Other transactions**Allocated earnings
or losses**O** \$

Loss

☐Inward
rollovers and
transfers**P** \$ Outward
rollovers and
transfers**Q** \$ Lump Sum
payments**R1** \$ Income
stream
payments**R2** \$

Code

Code

Accumulation phase account balance

S1 \$ Retirement phase account balance
– Non CDBIS**S2** \$ Retirement phase account balance
– CDBIS**S3** \$ TRIS Count**CLOSING ACCOUNT BALANCE S** \$

(S1 plus S2 plus S3)

Accumulation phase value **X1** \$ Retirement phase value **X2** \$ Outstanding limited recourse
borrowing arrangement amount **Y** \$

Fund's tax file number (TFN) *****

Section H: **Assets and liabilities****15 ASSETS****15a Australian managed investments**Listed trusts **A** \$ 386607 -00Unlisted trusts **B** \$ 0 -00Insurance policy **C** \$ 0 -00Other managed investments **D** \$ 0 -00**15b Australian direct investments**Cash and term deposits **E** \$ 72004 -00Debt securities **F** \$ 0 -00Loans **G** \$ 0 -00Listed shares **H** \$ 2231294 -00Unlisted shares **I** \$ 0 -00Limited recourse borrowing arrangements **J** \$ 0 -00**Limited recourse borrowing arrangements**

Australian residential real property

J1 \$ 0 -00

Australian non-residential real property

J2 \$ 0 -00

Overseas real property

J3 \$ 0 -00

Australian shares

J4 \$ 0 -00

Overseas shares

J5 \$ 0 -00

Other

J6 \$ 0 -00

Property count

J7 0Non-residential real property **K** \$ 0 -00Residential real property **L** \$ 0 -00Collectables and personal use assets **M** \$ 0 -00Other assets **O** \$ 100108 -00**15c Other investments**Crypto-Currency **N** \$ 0 -00**15d Overseas direct investments**Overseas shares **P** \$ 0 -00Overseas non-residential real property **Q** \$ 0 -00Overseas residential real property **R** \$ 0 -00Overseas managed investments **S** \$ 0 -00Other overseas assets **T** \$ 0 -00**TOTAL AUSTRALIAN AND OVERSEAS ASSETS U** \$ 2790013 -00(Sum of labels **A** to **T**)**15e In-house assets**

Did the fund have a loan to, lease to or investment in, related parties (known as in-house assets) at the end of the income year?

A No ☒Yes ☐

\$ -00

Fund's tax file number (TFN) *****

15f Limited recourse borrowing arrangements

If the fund had an LRBA were the LRBA borrowings from a licensed financial institution?

A No ☐ Yes ☐

Did the members or related parties of the fund use personal guarantees or other security for the LRBA?

B No ☐ Yes ☐

16 LIABILITIES

Borrowings for limited recourse borrowing arrangements

V1 \$ -00

Permissible temporary borrowings

V2 \$ -00

Other borrowings

V3 \$ -00

Borrowings **V** \$ 0 -00

Total member closing account balances
(total of all **CLOSING ACCOUNT BALANCES** from Sections F and G)

W \$ 2761825 -00

Reserve accounts **X** \$ 0 -00

Other liabilities **Y** \$ 28188 -00

TOTAL LIABILITIES Z \$ 2790013 -00

Section I: Taxation of financial arrangements**17 Taxation of financial arrangements (TOFA)**

Total TOFA gains **H** \$ -00

Total TOFA losses **I** \$ -00

Section J: Other information**Family trust election status**

If the trust or fund has made, or is making, a family trust election, write the four-digit **income year specified** of the election (for example, for the 2022–23 income year, write **2023**).

A

If revoking or varying a family trust election, print **R** for revoke or print **V** for variation, and complete and attach the *Family trust election, revocation or variation 2023*.

B

Interposed entity election status

If the trust or fund has an existing election, write the earliest income year specified. If the trust or fund is making one or more elections this year, write the earliest income year being specified and complete an *Interposed entity election or revocation 2023* for each election.

C

If revoking an interposed entity election, print **R**, and complete and attach the *Interposed entity election or revocation 2023*.

D

Section K: Declarations

Penalties may be imposed for false or misleading information in addition to penalties relating to any tax shortfalls.

Important

Before making this declaration check to ensure that all income has been disclosed and the annual return, all attached schedules and any additional documents are true and correct in every detail. If you leave labels blank, you will have specified a zero amount or the label was not applicable to you. If you are in doubt about any aspect of the annual return, place all the facts before the ATO.

Privacy

The ATO is authorised by the *Taxation Administration Act 1953* to request the provision of tax file numbers (TFNs). We will use the TFN to identify the entity in our records. It is not an offence not to provide the TFN. However if you do not provide the TFN, the processing of this form may be delayed.

Taxation law authorises the ATO to collect information and disclose it to other government agencies. For information about your privacy go to ato.gov.au/privacy

TRUSTEE'S OR DIRECTOR'S DECLARATION:

I declare that, the current trustees and directors have authorised this annual return and it is documented as such in the SMSF's records. I have received a copy of the audit report and are aware of any matters raised therein. The information on this annual return, including any attached schedules and additional documentation is true and correct.

Authorised trustee's, director's or public officer's signature

Day / Month / Year
Date

Preferred trustee or director contact details:

Title: MR

Family name

Burch

First given name

Ralph

Other given names

Nicholas

Phone number

04

34953900

Email address

ralphnburch@gmail.com

Non-individual trustee name (if applicable)

Gringo (QLD) Pty Ltd

ABN of non-individual trustee

Time taken to prepare and complete this annual return

Hrs

! The Commissioner of Taxation, as Registrar of the Australian Business Register, may use the ABN and business details which you provide on this annual return to maintain the integrity of the register. For further information, refer to the instructions.

TAX AGENT'S DECLARATION:

I declare that the *Self-managed superannuation fund annual return 2023* has been prepared in accordance with information provided by the trustees, that the trustees have given me a declaration stating that the information provided to me is true and correct, and that the trustees have authorised me to lodge this annual return.

Tax agent's signature

Day / Month / Year
Date

Tax agent's contact details

Title: MRS

Family name

Reissis

First given name

Angela

Other given names

Tax agent's practice

Connectus Accountants

Tax agent's phone number

04 68339809

Reference number

AQUASF

Tax agent number

26071945

Capital gains tax (CGT) schedule 2023

When completing this form

- Print clearly, using a black or dark blue pen only.
- Use BLOCK LETTERS and print one character in each box.

S M I T H S T
- Do not use correction fluid or covering stickers.
- Sign next to any corrections with your **full signature** (not initials).

- Use in conjunction with company, trust, fund income tax return or the self-managed superannuation fund annual return.
- Refer to the *Guide to capital gains tax 2023* available on our website at ato.gov.au for instructions on how to complete this schedule.

Tax file number (TFN) *****

! We are authorised by law to request your TFN. You do not have to quote your TFN. However, if you don't it could increase the chance of delay or error in processing your form.

Australian business number (ABN) 34290564954

Taxpayer's name

Aqua Superannuation Fund

1 Current year capital gains and capital losses

	Capital gain	Capital loss
Shares in companies listed on an Australian securities exchange	A \$ 9099 ·00	K \$ 15622 ·00
Other shares	B \$ 0 ·00	L \$ 0 ·00
Units in unit trusts listed on an Australian securities exchange	C \$ 0 ·00	M \$ 0 ·00
Other units	D \$ 0 ·00	N \$ 0 ·00
Real estate situated in Australia	E \$ 0 ·00	O \$ 0 ·00
Other real estate	F \$ 0 ·00	P \$ 0 ·00
Amount of capital gains from a trust (including a managed fund)	G \$ 5168 ·00	
Collectables	H \$ 0 ·00	Q \$ 0 ·00
Other CGT assets and any other CGT events	I \$ 0 ·00	R \$ 0 ·00
Amount of capital gain previously deferred under transitional CGT relief for superannuation funds	S \$ 0 ·00	
Total current year capital gains	J \$ 14267 ·00	

Add the amounts at labels **K** to **R** and write the total in item 2 label **A – Total current year capital losses**.

Fund's tax file number (TFN) *****

2 Capital lossesTotal current year capital losses **A** \$ 15622-00Total current year capital losses applied **B** \$ 14267-00Total prior year net capital losses applied **C** \$ 0-00Total capital losses transferred in applied
(only for transfers involving a foreign bank branch or
permanent establishment of a foreign financial entity) **D** \$ -00Total capital losses applied **E** \$ 14267-00Add amounts at **B**, **C** and **D**.**3 Unapplied net capital losses carried forward**Net capital losses from collectables carried forward to later income years **A** \$ 0-00Other net capital losses carried forward to later income years **B** \$ 494119-00Add amounts at **A** and **B** and transfer the total
to label **V – Net capital losses carried forward**
to later income years on your tax return.**4 CGT discount**Total CGT discount applied **A** \$ 0-00**5 CGT concessions for small business**Small business active asset reduction **A** \$ -00Small business retirement exemption **B** \$ -00Small business rollover **C** \$ -00Total small business concessions applied **D** \$ -00**6 Net capital gain**Net capital gain **A** \$ 0-001J less 2E less 4A less 5D (cannot be less than
zero). Transfer the amount at **A** to label **A – Net**
capital gain on your tax return.

Fund's tax file number (TFN) *****

7 Earnout arrangements

Are you a party to an earnout arrangement? **A** Yes, as a buyer ☐ Yes, as a seller ☐ No ☐
 (Print ☐ in the appropriate box.)

! If you are a party to more than one earnout arrangement, copy and attach a separate sheet to this schedule providing the details requested here for each additional earnout arrangement.

How many years does the earnout arrangement run for? **B**

What year of that arrangement are you in? **C**

If you are the seller, what is the total estimated capital proceeds from the earnout arrangement? **D** \$ -00

Amount of any capital gain or loss you made under your non-qualifying arrangement in the income year. **E** \$ -00 / ^{LOSS}

! Request for amendment

If you received or provided a financial benefit under a look-through earnout right created in an earlier income year and you wish to seek an amendment to that earlier income year, complete the following:

Income year earnout right created **F**

Amended net capital gain or capital losses carried forward **G** \$ -00 / ^{LOSS}

8 Other CGT information required (if applicable)

Small business 15 year exemption – exempt capital gains **A** \$ -00 / ^{CODE}

Capital gains disregarded by a foreign resident **B** \$ -00

Capital gains disregarded as a result of a scrip for scrip rollover **C** \$ -00

Capital gains disregarded as a result of an inter-company asset rollover **D** \$ -00

Capital gains disregarded by a demerging entity **E** \$ -00

2023

Losses schedule

Companies and trusts that do not join consolidated groups should complete and attach this schedule to their 2023 tax return.
Superannuation funds should complete and attach this schedule to their 2023 tax return.
Print neatly in BLOCK LETTERS with a black or blue ballpoint pen only. Print one letter or number in each box. Do not use correction fluid or tape.

Place *X* in all applicable boxes.

Refer to *Losses schedule instructions 2023*, available on our website ato.gov.au for instructions on how to complete this schedule.

Tax file number (TFN)

Name of entity

Aqua Superannuation Fund

Australian business number

34290564954

Part A – Losses carried forward to the 2023 –24 income year – excludes film losses

1 Tax losses carried forward to later income years

Year of loss	
2022–23	B <input type="text"/> .00
2021–22	C <input type="text"/> .00
2020–21	D <input type="text"/> .00
2019–20	E <input type="text"/> .00
2018–19	F <input type="text"/> .00
2017–18 and earlier income years	G <input type="text"/> .00
Total	U <input type="text"/> 0 .00

Transfer the amount at **U** to the **Tax losses carried forward to later income years** label on your tax return.

2 Net capital losses carried forward to later income years

Year of loss	
2022–23	H <input type="text"/> 1355 .00
2021–22	I <input type="text"/> 492764 .00
2020–21	J <input type="text"/> .00
2019–20	K <input type="text"/> .00
2018–19	L <input type="text"/> .00
2017–18 and earlier income years	M <input type="text"/> .00
Total	V <input type="text"/> 494119 .00

Transfer the amount at **V** to the **Net capital losses carried forward to later income years** label on your tax return.

Part B – Ownership and business continuity test – company and listed widely held trust only

Complete item **3** of **Part B** if a loss is being carried forward to later income years and the business continuity test has to be satisfied in relation to that loss.

Do not complete items **1** or **2** of **Part B** if, in the 2022–23 income year, no loss has been claimed as a deduction, applied against a net capital gain or, in the case of companies, losses have not been transferred in or out.

1 Whether continuity of majority ownership test passed

Note: If the entity has deducted, applied, transferred in or transferred out (as applicable) in the 2022–23 income year loss incurred in any of the listed years, print **X** in the **Yes** or **No** box to indicate whether the entity has satisfied the continuity of majority ownership test in respect of that loss.

Year of loss2022–23 **A** Yes ☐ No ☐2021–22 **B** Yes ☐ No ☐2020–21 **C** Yes ☐ No ☐2019–20 **D** Yes ☐ No ☐2018–19 **E** Yes ☐ No ☐2017–18 and earlier
income years **F** Yes ☐ No ☐**2 Amount of losses deducted/applied for which the continuity of majority ownership test is not passed but the business continuity test is satisfied** – excludes film lossesTax losses **G** -00Net capital losses **H** -00**3 Losses carried forward for which the business continuity test must be satisfied before they can be deducted/applied in later years** – excludes film lossesTax losses **I** -00Net capital losses **J** -00**4 Do current year loss provisions apply?**

Is the company required to calculate its taxable income or tax loss for the year under Subdivision 165-B or its net capital gain or net capital loss for the year under Subdivision 165-CB of the *Income Tax Assessment Act 1997* (ITAA 1997)?

K Yes ☐ No ☐**Part C – Unrealised losses** – company only

Note: These questions relate to the operation of Subdivision 165-CC of ITAA 1997.

Has a changeover time occurred in relation to the company after 1.00pm by legal time in the Australian Capital Territory on 11 November 1999?

L Yes ☐ No ☐

If you printed **X** in the **No** box at **L**, do not complete **M**, **N** or **O**.

At the changeover time did the company satisfy the maximum net asset value test under section 152-15 of ITAA 1997?

M Yes ☐ No ☐

If you printed **X** in the **No** box at **M**, has the company determined it had an unrealised net loss at the changeover time?

N Yes ☐ No ☐

If you printed **X** in the **Yes** box at **N**, what was the amount of unrealised net loss calculated under section 165-115E of ITAA 1997?

O -00

Fund's tax file number (TFN)

Part D – Life insurance companies

Complying superannuation class tax losses carried forward to later income years **P** -00

Complying superannuation net capital losses carried forward to later income years **Q** -00

Part E – Controlled foreign company losses

Current year CFC losses **M** -00

CFC losses deducted **N** -00

CFC losses carried forward **O** -00

Part F – Tax losses reconciliation statement

Balance of tax losses brought forward from the prior income year **A** -00

ADD Uplift of tax losses of designated infrastructure project entities **B** -00

SUBTRACT Net forgiven amount of debt **C** -00

ADD Tax loss incurred (if any) during current year **D** -00

ADD Tax loss amount from conversion of excess franking offsets **E** -00

SUBTRACT Net exempt income **F** -00

SUBTRACT Tax losses forgone **G** -00

SUBTRACT Tax losses deducted **H** -00

SUBTRACT Tax losses transferred out under Subdivision 170-A
(only for transfers involving a foreign bank branch or a PE of a foreign financial entity) **I** -00

Total tax losses carried forward to later income years **J** 0 -00

Transfer the amount at **J** to the **Tax losses carried forward to later income years** label on your tax return.

**MINUTES OF THE MEETING OF THE DIRECTOR(S) OF THE CORPORATE TRUSTEE
GRINGO (QLD) PTY LTD ATF
AQUA SUPERANNUATION FUND
HELD ON 6 FEBRUARY 2024 AT
290 BINGIL BAY ROAD, BINGIL BAY QLD**

PRESENT

Ralph Burch

**APPROVAL OF
PREVIOUS MINUTES:**

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

**ALLOCATION OF
CONTRIBUTION:**

It was resolved that the contributions received during the year be allocated to members as follows:

Member Name/Contribution type	Amount
<i>Mr Ralph Burch</i> Member	\$27,500.00

The contributions will be subject to normal preservation and payment rules under the *Superannuation Industry (Supervision) Regulations 1994 (SISR)*

PAYMENT OF BENEFITS:

The trustee has ensured that any payment of benefits made from the fund meet the requirement of the fund's deed and do not breach the superannuation laws in relation to:

1. making payment to members; and
2. breaching the fund's or the member's investment strategy.

The trustees have reviewed the payment of benefits 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 following benefits on behalf of the members:

Member Name/Payment Type	Amount
<i>Mr Ralph Burch</i> Lump Sum	\$11,904.00
Pension	\$37,980.00

PURCHASE OF ASSETS:

It was resolved that having regard to the composition, risk and return of the fund's existing investments, the fund's investment objectives and its present liquidity, the purchase of the assets identified below during the year ended 30 June 2023 hereto be confirmed and are in line with the investment strategy of the fund.

Asset / Date	Price	Units	Consideration
<i>Listed Securities Market</i>			
<i>Ampol Limited</i>			
28 Oct 2022	27.6937	740.00	\$20,493.32
30 Mar 2023	30.5800	440.00	\$13,455.20
<i>Amcor PLC - Cdi 1:1</i>			
<i>Foreign Exempt Nyse</i>			
30 Mar 2023	16.6500	1,550.00	\$25,807.50
<i>ANZ Group Holdings Limited</i>			
25 Aug 2022	0.0000	439.00	\$0.00
03 Jan 2023	28.2100	2,540.00	\$71,653.40
03 Jan 2023	27.5692	850.00	\$23,433.78
03 Jan 2023	31.5313	371.00	\$11,698.11
03 Jan 2023	25.7073	121.00	\$3,110.58
03 Jan 2023	14.3954	1,042.00	\$15,000.00
03 Jan 2023	13.4425	637.00	\$8,562.85
03 Jan 2023	18.9000	439.00	\$8,297.10
<i>ANZ Group Holdings Limited - Ordinary Fully Paid Deferred Settlement</i>			
03 Jan 2023	18.9000	439.00	\$8,297.10
03 Jan 2023	28.2100	2,540.00	\$71,653.40
03 Jan 2023	27.5692	850.00	\$23,433.78
03 Jan 2023	31.5313	371.00	\$11,698.11
03 Jan 2023	25.7073	121.00	\$3,110.58
03 Jan 2023	14.3954	1,042.00	\$15,000.00
03 Jan 2023	13.4425	637.00	\$8,562.85
<i>Aurizon Holdings Limited</i>			
06 Mar 2023	3.3168	10,050.00	\$33,333.72
30 Mar 2023	3.4000	2,610.00	\$8,874.00
<i>BHP Group Limited</i>			
30 Mar 2023	46.0800	560.00	\$25,804.80
<i>Challenger Limited</i>			
30 Mar 2023	6.3500	2,800.00	\$17,780.00
<i>Dexus - Fully Paid Units</i>			
<i>Stapled Securities</i>			
30 Jan 2023	8.0753	4,570.00	\$36,904.18
02 Mar 2023	8.4656	3,710.00	\$31,407.31
30 Mar 2023	7.4600	1,760.00	\$13,129.60
<i>Healius Limited</i>			
30 Mar 2023	3.1300	4,500.00	\$14,085.00
<i>Pexa Group Limited</i>			
10 Jan 2023	13.8089	2,063.00	\$28,487.66
<i>Transurban Group - Fully Paid Ordinary/Units</i>			
<i>Stapled Securities</i>			
30 Mar 2023	14.2100	1,350.00	\$19,183.50
<i>Woodside Energy Group Ltd</i>			
30 Mar 2023	33.8400	270.00	\$9,136.80
<i>Woolworths Group Limited</i>			
30 Mar 2023	38.0500	610.00	\$23,210.50
<i>Listed Derivatives Market</i>			
<i>Australia And New Zealand Banking Group Limited - Rights-</i>			
<i>Appsclose 15Aug2022</i>			
<i>Us Prohibited</i>			

28 Jul 2022	0.0000	60.00	\$0.00
28 Jul 2022	0.0000	169.00	\$0.00
28 Jul 2022	0.0000	42.00	\$0.00
28 Jul 2022	0.0000	70.00	\$0.00
28 Jul 2022	0.0000	8.00	\$0.00
28 Jul 2022	0.0000	5.00	\$0.00
28 Jul 2022	0.0000	28.00	\$0.00
28 Jul 2022	0.0000	57.00	\$0.00

DISPOSAL OF ASSETS:

It was resolved that having regard to the composition, risk and return of the fund's existing investments, the fund's investment objectives and its present liquidity, the disposal of the assets identified below during the year ended 30 June 2023 hereto be confirmed and are in line with the investment strategy of the fund.

Asset / Date	Price	Units	Consideration
<i>Listed Securities Market</i>			
<i>Ampol Limited</i>			
11 Jul 2022	33.1049	800.00	\$26,483.95
<i>ANZ Group Holdings Limited</i>			
16 Nov 2022	24.2689	1,019.00	\$24,729.97
03 Jan 2023	14.3954	1,042.00	\$15,000.00
03 Jan 2023	18.9000	439.00	\$8,297.10
03 Jan 2023	28.2100	2,540.00	\$71,653.40
03 Jan 2023	27.5692	850.00	\$23,433.78
03 Jan 2023	31.5313	371.00	\$11,698.11
03 Jan 2023	25.7073	121.00	\$3,110.58
03 Jan 2023	13.4425	637.00	\$8,562.85
<i>ANZ Group Holdings Limited - Ordinary Fully Paid Deferred Settlement</i>			
03 Jan 2023	18.9000	439.00	\$8,297.10
03 Jan 2023	28.2100	2,540.00	\$71,653.40
03 Jan 2023	27.5692	850.00	\$23,433.78
03 Jan 2023	31.5313	371.00	\$11,698.11
03 Jan 2023	25.7073	121.00	\$3,110.58
03 Jan 2023	14.3954	1,042.00	\$15,000.00
03 Jan 2023	13.4425	637.00	\$8,562.85
<i>Brambles Limited</i>			
22 May 2023	14.3656	1,570.00	\$22,554.02
<i>Woodside Energy Group Ltd</i>			
25 Jul 2022	30.9643	880.00	\$27,248.62
09 Nov 2022	39.0280	380.00	\$14,830.63
<i>Woolworths Group Limited</i>			
09 May 2023	38.9600	470.00	\$18,311.21
<i>Listed Derivatives Market</i>			
<i>Australia And New Zealand Banking Group Limited - Rights-Appsclose 15Aug2022</i>			
<i>Us Prohibited</i>			
25 Aug 2022	0.0000	439.00	\$0.00

**ALLOCATION OF NET
INCOME:**

It was resolved that the income of the fund be proportionally allocated to members based on the members' daily weighted average balances. The following amounts of income, and related amounts of tax, are to be credited to / debited from member accounts:

	Income	Fund Tax	Conts Tax	Direct Tax
<i>Mr Ralph Burch</i>				
Accumulation	\$54,556.83	(\$27,358.01)	\$4,125.00	\$0.00
ABP_RB - 01	\$19,648.88	(\$4,247.56)	\$0.00	\$0.00
ABP_RB - 02	\$61,888.62	(\$13,377.89)	\$0.00	\$0.00
ABP_RB - 03	\$6,976.64	(\$1,508.18)	\$0.00	\$0.00
DBP_RB - 01	\$81,657.05	(\$17,648.53)	\$0.00	\$0.00

**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 2023 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 2023, 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/ISA)*, during the year ended 30 June 2023.

INCOME TAX RETURN:

The completed Self-Managed Superannuation Fund Annual Return for the financial year ended 30 June 2023 was tabled for consideration at the meeting.

It was resolved that:

1. the particulars contained in the 2023 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 2023 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 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 Section 120 of the SISA.

Each of the member(s) confirmed that they are a member of the fund and agreed to be bound by the provisions contained within the Trust Deed of the fund (and any subsequent amendments).

AUDITOR:

It was resolved that

Anthony Boys
of
Super Audits
702/20 Hindmarsh Square
ADELAIDE, SA 5000

act as the auditor of the fund for the next financial year.

TAX AGENT:

It was resolved that

Mrs Angela Reissis
of
Connectus Accountants
GPO Box 233
SYDNEY, NSW 2001

act as the tax agent of the fund for the next financial year.

CLOSURE:

There being no further business the meeting was closed.

..... Dated:/...../.....
Ralph Burch
Chairperson

Anthony Boys
Super Audits
PO Box 3376
RUNDLE MALL SA 5000

To the trustees of
Aqua Superannuation Fund

Terms of engagement for the Audit of Aqua Superannuation Fund

Objectives and Scope of the Audit

You have requested that we audit the financial statements of the SMSF for the year ended 30 June 2023.

We are pleased to confirm our acceptance and understanding of this engagement by means of this letter.

Our audit will be performed in accordance with Australian Auditing Standards, the *Superannuation Industry (Supervision) Act 1993* (SISA) and the *Superannuation Industry (Supervision) Regulations* (SISR) with the objective of expressing an opinion on the financial report and the fund's compliance with the specified requirements of the SISA and the SISR.

Our Responsibilities

We will conduct our audit in accordance with Australian Auditing Standards. Those Auditing Standards require that we 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 audit procedures to obtain audit evidence about the amounts and 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. An audit also includes evaluating the appropriateness of the financial reporting framework, accounting policies used and the implementation and operation of accounting and internal control systems that are designed to prevent and detect fraud and error, as well as evaluating the overall presentation of the financial report.

Because of the inherent limitations of an audit, together with the inherent limitations of internal control, there is an unavoidable risk that some material misstatement may not be detected, even though the audit is properly planned and performed in accordance with Australian Auditing Standards.

In making our risk assessments, we consider internal control relevant to the entity's preparation 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 on the effectiveness of the entity's internal control. We will, however, communicate to you in writing any significant deficiencies in internal control relevant to the audit of the financial report that we have identified during the audit.

Trustees' Responsibilities

Our audit will be conducted on the basis that the trustee(s) acknowledge and understand that they have responsibilities:

- For the preparation of the financial report that gives a true and fair view in accordance with the Australian Auditing Standards, other mandatory reporting requirements and the SIS Act and SIS Regulations is that of the trustee(s);
- For such internal control as the trustee(s) determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error; and
- To provide us with:

- Access to all information of which the trustees are aware that is relevant to the preparation of the financial report such as records, documentation and other matters;
- Additional information that we may request from the trustees for the purpose of the audit; and
- Unrestricted access to persons within the entity from whom we determine it necessary to obtain audit evidence.

As part of our audit process, we will request from trustees written confirmation concerning representations made to us in connection with the audit.

Australian Auditing Standards require that we determine whether the financial reporting framework applied in the preparation of this special purpose of financial report is acceptable. If we determine the financial reporting framework to be unacceptable, we will not be able to undertake the audit engagement unless the framework is amended and then determined to be acceptable.

If a qualified audit report is to be issued following the completion of our audit, we will advise the details to you in a timely manner and prior to the issue of our report.

Audit of SIS Compliance

For the year ended 30 June 2023, we are required to form an opinion in respect of compliance with certain aspects of SIS. Our report must refer to the following sections and regulations:

Sections: 17A, 35AE, 35B, 35C(2), 52, 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, 13.22C

Report on Significant Matters

Under section 129 of the SISA we are required to report to you in writing. If during the course of, or in connection with, our audit, we become aware of any contravention of the Act or Regulations which we believe has occurred, is occurring or may occur.

We are also required to report to the ATO, as regulator, any contravention of the SISA and the SISR, where we believe the contravention may affect the interests of the members of beneficiaries of the fund.

In addition, we are also required under section 130 to report to you if we believe the superannuation fund may be, or may be about to become, in an unsatisfactory financial position. If we are not satisfied with your response as trustee(s) as to the action taken to rectify the situation or we receive no response, we are obliged to report the matter to the ATO.

A failure on the part of the trustee to rectify these breaches to the satisfaction of the ATO may result in significant penalties to the trustee and the fund itself.

In addition to our report on the financial statements, we will also report to you any material weaknesses in the fund's system of accounting and internal control which come to our notice during the course of our audit.

Quality Control

The conduct of our audit in accordance Australian Auditing Standards means that information acquired by us in the course of our audit 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 expressed consent.

Our audit files may, however, be subject to review as part of the quality control review program of Regulators and or Professional Bodies which monitors compliance with professional standards by its members.

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 this program. Should this occur, we will advise you. The same strict confidentiality requirements apply under this program as apply to us as your auditor.

Independence/Conflict of Interest

We have established policies and procedures designed to ensure our independence, including policies on holding financial interests in the superannuation fund and other related parties, rotation of audit partners, business relationships, employment relationships, and the provision of non-audit services in accordance with professional statement APES 110 – Code of Ethics for Professional Accountants.

Outsourced Services

We do not use any outsourced services in overseas locations when conducting client assignments.

Data Storage

We use data storage located in the office but it may be replicated to other locations.

Accepting our services as part of this engagement agreement indicates your acceptance of the use of outsourced services, cloud hosted software and outsourced data storage under the conditions outlined above.

Limitation of Liability

Our firm's liability to you or any other user of the audit report is limited by a Scheme approved under Professional Standards Legislation. auditsit

Other

We would appreciate acknowledgement of terms and conditions set out in this letter. Please note that this letter will be effective for future years unless the terms of the engagement are altered by future correspondence.

Please 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 financial report.

If you have any queries in relation to this please contact me.

To: Anthony Boys

I/We, Ralph Burch hereby confirm your appointment as Auditor under the above terms of engagement.

For and on behalf of Aqua Superannuation Fund as trustees.

Signed &
Dated

Yours sincerely

Anthony Boys

DATED: 6 February 2024

Anthony Boys
Super Audits
PO Box 3376
RUNDLE MALL SA 5000

Trustee Representation Letter for Aqua Superannuation Fund ABN: 34 290 564 954 “the Fund”

This representation letter is provided in connection with your audit of the financial report of the Superannuation Fund (the Fund) and the Fund’s compliance with the Superannuation Industry (Supervision) Act 1993 (SISA) and SIS Regulations (SISR), for the year ended 30 June 2023, for the purpose of you expressing an opinion as to whether the financial report is, in all material respects, presented fairly in accordance with the accounting policies adopted by the Fund and the Fund complied, in all material respects, with the relevant requirements of SISA and SISR.

The trustees have determined that the Fund is not a reporting entity for the year ended 30 June 2023 and that the requirement to apply Australian Accounting Standards and other mandatory reporting requirements do not apply to the Fund. Accordingly, the financial report prepared is a special purpose financial report which is for distribution to members of the Fund and to satisfy the requirements of the SISA and SISR. We acknowledge our responsibility for ensuring that the financial report is in accordance with the accounting policies as selected by ourselves and requirements of SISA and SISR, and confirm that the financial report is free of material misstatements, including omissions.

We confirm, to the best of our knowledge and belief, the following representations made to you during your audit.

1. Sole purpose test

The Fund is maintained for the sole purpose of providing benefits for each member on their retirement, death, termination of employment or ill-health.

2. Trustees are not disqualified

No disqualified person acts as a director of the trustee company or as an individual trustee as defined by SISA.

3. Fund’s governing rules, trustees’ responsibilities and fund conduct

The Fund meets the definition of a self-managed superannuation Fund under SISA, including that no member is an employee of another member, unless they are relatives, and no trustee or director of the corporate trustee receives any remuneration for any duties or services performed by the trustee or director in relation to the Fund.

The Fund has been conducted in accordance with its governing rules at all times during the year and there were no amendments to the governing rules during the year, except as notified to you.

The trustees have complied with all aspects of the trustee requirements of the SISA and SISR.

The trustees are not subject to any contract or obligation which would prevent or hinder the trustees in properly executing their functions and powers.

The Fund has been conducted in accordance with SISA, SISR and the governing rules of the Fund.

The Fund has complied with the requirements of the SISA and SISR specified in the approved form auditor's report as issued by the ATO, which are sections 17A, 35AE, 35B, 35C(2), 62, 65, 66, 67, 67A, 67B, 82-85, 103, 104, 104A, 105, 109 and 126K of the SISA and regulations 1.06(9A), 4.09, 4.09A, 5.03, 5.08, 6.17, 7.04, 8.02B, 13.12, 13.13, 13.14 and 13.18AA of the SISR.

All contributions accepted and benefits paid have been in accordance with the governing rules of the Fund and relevant provisions of the SISA and SISR taking into account contributions paid to other superannuation funds.

Appropriate Risk Management Statements have been prepared in accordance with the Guidelines set out in the APRA Circular on Risk Management Statements for Superannuation Entities investing in Derivatives.

There have been no irregularities involving the Trustee or any of the Trustee's management that could have a material effect on the financial statements.

We confirm that we have distributed all required reports and other information to members in the form and including the minimum information as required by the SISA at the relevant times specified by the SISA. This information has been distributed within the timeframe set out in the SISA and SISR.

4. Investment strategy

The investment strategy has been determined and reviewed with due consideration to risk, return, liquidity, diversification and the insurance needs of Fund members, and that the Fund's investments are in line with this investment strategy.

5. Accounting policies

All the significant accounting policies of the Fund are adequately described in the financial report and the notes attached thereto. These policies are consistently applied unless specifically noted in the Financial Statements and Notes.

6. Fund books and records

All transactions have been recorded in the accounting records and are reflected in the financial report. We have made available to you all financial records and related data, other information, explanations and assistance necessary for the conduct of the audit; and minutes of all meetings of the trustees.

We have considered the risk of fraud and determined it is not likely to impact the reliability of the financial report.

All accounting records, statements and financial reports have been kept and maintained for at least 5 years.

Minutes, records of trustees' meetings, copies of all member or beneficiary reports, up to date record of all trustee or director of corporate trustee changes and trustee consents have been kept and retain for at least 10 years and trustee declarations in the approved form have been signed and kept for each trustee appointed after 30 June 2007.

There are no assets or liabilities of the Fund that have not been disclosed to you or the Fund Administration Manager. The Financial Statements accurately disclose the full extent of the assets and liabilities of the Fund.

7. Asset form and valuation

The assets of the Fund are being held in a form suitable for the benefit of the members of the Fund, and are in accordance with our investment strategy.

Investments are carried in the books at market value. Such amounts are considered reasonable in light of present circumstances.

We have no plans or intentions that may materially affect the carrying values, or classification, of assets and liabilities.

There are no commitments, fixed or contingent, for the purchase or sale of long-term investments that have not been disclosed in the financial report.

The Trustee has complied with all the investment standards and rules contained in the SISA and all investments held at 30 June 2023 and investment transactions for the year then ended were undertaken in accordance with the Fund's investment strategy.

8. Significant assumptions

We believe that significant assumptions used by us in making accounting estimates are reasonable.

9. Uncorrected misstatements

We believe the effects of those uncorrected financial report misstatements aggregated by the auditor during the audit are immaterial, both individually and in aggregate, to the financial report taken as a whole.

10. Ownership and pledging of assets

The Fund has satisfactory title to all assets appearing in the statement of financial position. All investments are registered in the name of the Fund, where possible, and are in the custody of the respective trustee.

There are no liens or encumbrances on any assets or benefits and no assets, benefits or interests in the Fund have been pledged or assigned to secure liabilities of others.

All assets of the Fund are held separately from the assets of the members, employers and the trustees. All assets are acquired, maintained and disposed of on an arm's length basis and appropriate action is taken to protect the assets of the Fund.

11. Related parties

Related party transactions and related amounts receivable have been properly recorded or disclosed in the financial report.

Acquisitions from, loans to, leasing of assets to and investments in related parties have not exceeded the in-house asset restrictions in the SISA at the time of the investment, acquisition or at year end.

The Fund has not made any loans or provided financial assistance to members of the Fund or their relatives.

12. Borrowings

The Fund has not borrowed money or maintained any borrowings during the period, with the exception of borrowings which were allowable under SISA.

13. Fraud, error and non-compliance

There has been no:

- a. Fraud, error or non-compliance with laws and regulations involving management who have a significant role in internal control;
- b. Fraud, error or non-compliance with laws and regulations that could have a material effect on the financial report; and
- c. Communications from regulatory agencies concerning non-compliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial report.

There are no violations or possible violations of laws or regulations whose effects should be considered for disclosure in the financial report or as a basis for recording an expense. There have been no communications from any regulatory body concerning a contravention of the SISA, SISR and or the Corporations Act 2001, which has occurred, is occurring, or is about to occur.

14. Internal controls

We acknowledge our responsibility for the design, implementation and maintenance of internal controls to prevent and detect fraud and error.

We have established and maintained an adequate internal control structure to facilitate the preparation of reliable financial reports, and adequate financial records have been maintained. There are no material transactions that have not been properly recorded in the accounting records underlying the financial report.

We confirm that we have adequate control in place in relation to internet transactions including online share trading. All transactions that have been recorded and occurred were for the benefit of all members of the Fund.

15. Significant events

We have not become aware of any event that would have a significant adverse effect on the financial position of the Fund or the members of the Fund.

16. Going concern assumption

We confirm that we have no knowledge of any events or conditions that would cast significant doubt on the fund's ability to continue as a going concern.

17. Subsequent events

No events or transactions have occurred since the date of the financial report, or are pending, which would have a significant adverse effect on the Fund's financial position at that date, or which are of such

significance in relation to the Fund as to require mention in the notes to the financial statements in order to ensure they are not misleading as to the financial position of the Fund or its operations.

18. Outstanding legal action

The trustees confirm that there is no outstanding legal action or claims against the Fund.

There have been no communications from the ATO concerning a contravention of SISA or SISR which has occurred, is occurring, or is about to occur.

We understand that your examination was made in accordance with Australian Auditing Standards and applicable Standards on Assurance Engagements and was, therefore, designed primarily for the purpose of expressing an opinion on the financial report of the Fund taken as a whole, and on the compliance of the Fund with specified requirements of SISA and SISR, and that your tests of the financial and compliance records and other auditing procedures were limited to those which you considered necessary for that purpose.

Yours faithfully

.....
Mr Ralph Burch
Director - Gringo (QLD) Pty Ltd
Date: 6 February 2024

Anthony Boys
702 / 20 Hindmarsh Square
ADELAIDE, 5000
Telephone 0410 712 708

Member Representation Letter

Dear Sir,

I *Ralph Burch* provide the following answers and representations in connection with your audit of the Aqua Superannuation Fund ("the fund") for the year ended 30 June 2023 ("the year").

A. Questionnaire

Subject	Description	Yes/No
Contributions	Contributions were paid to the fund by me or for me during the year. <i>(If <u>yes</u> please complete Schedule 1 below)</i>	YES
Withdrawals	I withdrew benefits from the fund during the year. <i>(If <u>yes</u> please complete Schedule 2 below)</i>	YES
Trustee Status	I am an individual trustee of the fund and have been throughout the year.	NO
	I am a director of the fund's trustee company and have been throughout the year.	YES
	The fund's trustee structure was changed during the year.	NO
Investment Strategy	I have reviewed the fund's investment strategy and believe it to be appropriate for the needs of the members at the present time.	YES
Deed	The trust deed of the fund has been amended during the year.	NO

B. Trustee Role

I confirm that I have been involved in all decisions made by the trustee/s of the fund in the course of administering the fund including investing the fund's money, safeguarding and accounting for the fund's assets, payment of benefits to members, engagement of service providers including accountants, auditors, investment managers and portfolio services, acceptance of contributions, payment of expenses, assessing life insurance products, allocation of benefits to member accounts and all other matters normally required of a trustee of a self managed superannuation fund.

C. Compliance with the Act and Regulations

I acknowledge that as a trustee/trustee director of the fund I am responsible for ensuring that the fund has complied with all sections of the Superannuation Industry (Supervision) Act 1993 ("the Act") and the Superannuation Industry (Supervision) Regulations 1993 ("the Regulations").

D. Audit Scope

It is acknowledged that the purpose of your audit is to establish the following :-

- (i) whether the fund's financial report presents fairly in all material respects the financial position of the fund at year end and the results of its operations for the year then ended
and
- (ii) whether the trustees have complied with those provisions of the Superannuation Industry (Supervision) Act 1993 ("the Act") and the Superannuation Industry (Supervision) Regulations 1993 ("the Regulations") as specified in Part B of your audit report.

Yours faithfully,

.....
Ralph Burch

Date :

Schedule 1 - Contributions

(a) Contributions paid to the fund during the year comprise :-

Type	\$
(i) Employer	
Concessional	\$0.00
Non Concessional	\$0.00
(ii) Member :-	
Concessional	\$27,500.00
Non Concessional	\$0.00
(iii) Other	\$0.00
<i>NB – If you were over 65 at the time of making the contributions please complete part (b) below</i>	
Total	\$27,500.00

(b) Non Mandated Contributions - Work Test

I confirm (i) that I was aged between 65 and 75 at the time the contributions noted above were paid to the fund and (ii) that I have complied with Reg 7.04 of the SIS regulations by working 40 hours in a consecutive 30 day period as detailed below.

30 Day period	
Employer	
Job Description	
Remuneration	

Schedule 2 - Withdrawals**(a) Details of benefits paid to me during the year are :-**

	\$
Pension	\$37,980.00
Lump Sum	\$11,904.00

(b) Condition of Release

In order to access my benefits I have satisfied one of the following conditions of release (*please indicate with a yes answer*):-

Condition of Release	Applicable
(i) I am over 65	
(ii) I am aged between 55 and 60 and (a) I have ended an arrangement under which I was gainfully employed, and (b) I never intend to be gainfully employed for more than 10 hours a week again.	
(iii) I am aged between 60 and 65 and (a) I have ended an arrangement under which I was gainfully employed or (b) I never intend to be gainfully employed for more than 10 hours a week again.	YES
(iv) I have reached my preservation age and I am receiving a transition to retirement pension.	
(v) I am temporarily incapacitated due to ill health and I am receiving a non - commutable income stream for the period of the incapacity.	
(vi) I am permanently incapacitated due to ill health.	
(vii) I have a terminal medical condition which has been certified in accordance with the Regulations.	
(viii) I am suffering severe financial hardship as defined by the Act.	
(ix) I have received permission to withdraw benefits on compassionate grounds.	
(x) I have received a release authority from the Deputy Commissioner of Taxation.	



**COMMUTATIONS
AND/OR
LUMP SUM
DOCUMENTS**

26 June 2023

Aqua Superannuation Fund
C/- Mr Ralph Nicholas Burch
290 Bingil Bay Road
Bingil Bay, QLD 4852

Dear Ralph

**Aqua Superannuation Fund
Lump Sum Withdrawal**

I wish to make a Lump Sum withdrawal of \$11,904.00 from my accumulation account.

I confirm that I have met the Condition of Release of Retirement.

I understand that the current balance of my accumulation account is approximately \$684,334.16. The lump sum is comprised of the following components:

Taxable – Taxed Element:	\$8,223.46
Tax Free	\$3,680.54

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

Yours sincerely

Mr Ralph Burch
290 Bingil Bay Road
Bingil Bay, QLD 4852

**MINUTES OF THE MEETING OF THE DIRECTOR(S) OF THE CORPORATE TRUSTEE
GRINGO (QLD) PTY LTD ATF
AQUA SUPERANNUATION FUND
HELD ON 26 JUNE 2023 AT
290 BINGIL BAY ROAD, BINGIL BAY QLD**

PRESENT: Ralph Burch

LUMP SUM WITHDRAWAL: The Fund acknowledges the receipt from Mr Ralph Burch requesting the payment of a Lump Sum of \$11,904.00 from the accumulation balance, which consisted of the following components:

Taxable – Taxed Element:	\$8,223.46
Tax Free	\$3,680.54

CONDITION OF RELEASE: IT WAS RESOLVED that the member has satisfied the Condition of Release of Retirement and the benefits as requested be paid forthwith.

REVIEW OF TRUST DEED: IT WAS RESOLVED that the payment of benefits a lump sum was allowed under the fund's trust deed.

PAPERWORK: IT WAS RESOLVED to request the fund's administrator to attend to the completion of the following paperwork where required to give effect to the lump sum payment:

- ☐ Register the fund for PAYG withholding tax for the purpose of withholding any relevant amounts from the lump sum if required; and
- ☐ A PAYG Payment Summary – superannuation lump sum form will be completed and forwarded to the member.

CLOSURE: There being no further business the meeting was closed.

..... Dated:/...../.....
Ralph Burch
Chairperson

26 June 2023

Mr Ralph Burch
290 Bingil Bay Road
Bingil Bay, QLD 4852

Dear Ralph

**Aqua Superannuation Fund
Lump Sum Payment**

We confirm that your request for a Lump Sum payment has been completed.

An amount of \$11,904.00 has been paid as per your release instructions. This is comprised of the following components:

Taxable – Taxed Element:	\$8,223.46
Tax Free	\$3,680.54

An interim Member Statement is attached to confirm the balance of your account after this transaction.

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

Yours sincerely

Mr Ralph Nicholas Burch
290 Bingil Bay Road
Bingil Bay, QLD 4852



22 & 23 Activity Statement



Agent CONNECTUS ACCOUNTANTS
Client AQUA SUPERANNUATION FUND
ABN 34 290 564 954

Print activity statement

Account	Period	Document ID	GST accounting method
Activity statement – 001 – AQUA SUPERANNUATION FUND	Apr 2022 – Jun 2022	53209327448	Cash

Payment due date 25 August 2022

Statement summary

Description	Reported Value	Owed to ATO	Owed by ATO
Goods and services tax (GST)			
1A Owed to ATO		\$0.00	
1B Owed by ATO			\$1,624.00
G1 Total sales	\$121.00		
Does this include GST?	Yes		
PAYG tax withheld			
4 Income tax withheld amount		\$0.00	
W1 Total salary, wages and other payments	\$0.00		
W2 Amount withheld from total salary, wages and other payments	\$0.00		
W3 Other amounts withheld	\$0.00		
W4 Amount withheld where ABN not quoted	\$0.00		

Refund amount

\$1,624.00

This amount is refundable (it may be offset against any other tax debt).

Declaration

- > I AQUA SUPERANNUATION FUND authorise CONNECTUS ACCOUNTANTS to give the Apr 2022 – Jun 2022 activity statement to the Commissioner of Taxation for 001 – AQUA SUPERANNUATION FUND.
- > I declare that the information provided for the preparation of this activity statement is true and correct.
- > I am authorised to make this declaration.

Signed: _____

Date: _____



Agent CONNECTUS ACCOUNTANTS
Client AQUA SUPERANNUATION FUND
ABN 34 290 564 954

Print activity statement

Account	Period	Document ID	GST accounting method
Activity statement – 001 – AQUA SUPERANNUATION FUND	Apr 2023 – Jun 2023	53209326384	Cash

Payment due date 25 August 2023

Statement summary

Description	Reported Value	Owed to ATO	Owed by ATO
Goods and services tax (GST)			
1A Owed to ATO		\$0.00	
1B Owed by ATO			\$1,848.00
G1 Total sales	\$2,457.00		
Does this include GST?	Yes		

Refund amount

\$1,848.00

This amount is refundable (it may be offset against any other tax debt).

Declaration

- > I AQUA SUPERANNUATION FUND authorise CONNECTUS ACCOUNTANTS to give the Apr 2023 – Jun 2023 activity statement to the Commissioner of Taxation for 001 – AQUA SUPERANNUATION FUND.
- > I declare that the information provided for the preparation of this activity statement is true and correct.
- > I am authorised to make this declaration.

Signed: _____

Date: _____



23 & 24 Investment Strategy



AQUA SUPERANNUATION FUND 2022-2023 FINANCIAL YEAR

INVESTMENT STRATEGY

Disclaimer and copyright notice

This document has been obtained from, and contains proprietary information that is owned by or licensed to, NowInfinity Pty Ltd ACN 154 927 376 (**we, us** and **our**). This document is protected by applicable intellectual property and other laws, including but not limited to copyright. You must not remove, alter or obscure any disclaimers or identification, copyright, trademark or other proprietary notices, labels or marks on this document.

We do not offer and this document does not constitute or contain personal or general advice for the purpose of the Corporations Act 2001 (Cth). We do not offer and have not provided any legal, accounting or other professional advice or services in connection with the provision of this document.

This document has not been prepared with regard to the particular circumstances of any person. You must satisfy yourself as to the content and appropriateness of this document for your purposes, and we make no warranty as to the form, content and appropriateness of this document for any particular person. You should obtain your own advice and rely on such advice when using this document.

If you are our direct client, your use of this document is subject to our Terms and Conditions available at www.nowinfinity.com.au/terms-and-conditions. Otherwise, if you are a permitted recipient of this document, you may only use it for your own internal business purposes and may not sublicense such rights to any other person.

Table of Contents

1	Introduction	1
2	Investment Strategy Guideline – The Commissioners View	1
3	Investment Restrictions for SMSF trustees.....	2
4	The fund’s Investment Guidelines	3
5	The Fund’s Valuation Requirements	6
6	Insurances in the Fund	6
7	Investment Policy Statement	6
	Resolution of the Trustee of The Aqua Superannuation Fund.....	12

1 Introduction

The crucial area of responsibility for a Trustee of a Self-Managed Superannuation fund (“SMSFs”) is investment management of the fund. Under the Superannuation Laws (the *Superannuation Industry Supervision Act 1993* - SISA) the Trustee of every SMSF is required to set an investment objective and in addition prepare and implement an investment strategy for the fund. The investment objective and strategy must reflect the purpose and circumstances of the particular super fund and have particular regard to:

- Investing in such a way as to maximise investment returns for retirement purposes for all members of the SMSF and in that regard consider the risk associated in holding the investment.
- Ensuring that there is appropriate diversification in investments and consideration of the benefits of investing across a number of different asset classes (for example shares, property, fixed interest, cash, etc);
- The ability of the super fund to pay benefits as well as other costs of the superannuation fund as they become due and payable which may include the repayment of principal and interest where the Trustee of the fund undertakes Limited Recourse Borrowing Arrangement.
- The necessity of the Trustee to consider the insurance needs and requirements of all members of the SMSF.

An appropriate investment strategy should set out the investment objectives of the super fund and detail the investment methods the Trustee of the fund may use to achieve those objectives. Trustees must ensure all investment decisions are made in accordance with the investment strategy and that they are in writing – *this is the law*. Trustee also needs to ensure that they prepare, implement and regularly review the SMSF’S investment strategy.

Investment Rules are one of the most important requirements of the SISA and breaches of this requirement can result in the Trustee being fined or sued for loss or damages. In addition, the super fund can lose its complying status.

Whilst Trustees are not prevented from engaging or authorising other persons to act on or to do certain things on their behalf (e.g. engaging the services of an investment adviser or financial planner), they are bound to retain control over the fund. Ultimate responsibility and accountability for running the fund in a prudent manner lies with the Trustees.

For more information go to the Australian Taxation Office (ATO) website.

2 Investment Strategy Guideline – The Commissioners View

The ATO has released important guidelines in relation to investment objectives and investment strategies for Trustees of an SMSF and their advisers. An investment strategy should set out the investment objectives of the fund and detail the investment methods the Trustees may adopt to achieve these objectives.

The key obligations raised by the ATO concerning the fund’s investment objectives and investment strategy are as follows:

- The Trustees of an SMSF are solely responsible and directly accountable for the prudential management of their member’s benefits. They can use an adviser but ultimately, it is the Trustee who retains responsibility;
- As part of this prudential responsibility, the Trustees of an SMSF are required to prepare and implement an investment strategy for the superannuation fund;
- The strategy must reflect the purpose and circumstances of the fund and have particular regard to the membership profile, benefit structure, tax position and liquidity requirements of the fund;

- An investment strategy should set out the investment objectives of the fund and detail the investment methods the Trustees may adopt to achieve those objectives;
- It is the Trustees duty to make, implement and document decisions about investing fund assets and to carefully monitor the performance of those assets;
- The Trustees must ensure all investment decisions are made in accordance with the investment strategy;
- The investment strategy must be regularly reviewed;
- Insurance must be considered for all members of the fund; and
- Breaches of the investment strategy requirement may result in the Trustees being fined or sued for loss or damages. In addition, the fund could lose its complying status.

WHY AN INVESTMENT STRATEGY IS IMPORTANT

Where the fund does not complete an investment strategy or the ATO is of the view that the purported investment strategy does not amount to an investment strategy at all then there may be a breach of SIS Reg 4.09.

The breach may result, as noted in the ATO guidelines, in the following:

- The Trustee being liable to a monetary fine; the Trustee being able to be sued for any loss or damage caused as a consequence of the Trustee making an investment not covered by an investment strategy;
- The Superannuation Laws provide a defence to Trustees against an action for loss or damage suffered as a result of the Trustee making an investment. This defence is available when the Trustee can show that the investment was made in accordance with an investment strategy formulated and implemented under the investment strategy rules. If there is no investment strategy then members of the fund may sue the Trustee for any loss or damage to their member benefits as a result of the Trustee making an investment not in accordance with the fund's investment strategy.
- The existence of a statutory defence allows Trustees to focus on the overall risks of the total investments, rather than the risk attached to each investment in isolation. This enables the Trustee to invest fund assets according to the investment strategy in what might, when considered in isolation, appear to represent a rather risky investment.

This emphasises the importance for Trustees to document their considerations and approaches to investment decision. An investment strategy must be reviewed regularly.

3 Investment Restrictions for SMSF trustees

SMSFs are restricted in the investments they can make. These restrictions aim to protect superannuation fund members from being overly exposed to risk and aim to ensure that the assets of the fund may be available to provide retirement income rather than providing current day support. In accordance with SISA the Trustees may not:

- Lend money or give other financial assistance to a member or a relative of a member of the fund. The use of superannuation assets by a member or members relative for no cost or on a guarantee to secure a personal loan would be in breach of the investment restrictions [SISA S65(1)].
- Intentionally acquire an asset from a member or a relative of a member of the fund (related party) unless it meets the following criteria: [SISA S66]
 - The asset is business real property, or a listed security; and
 - Is acquired at market value;
 - The asset is an "in-house asset" which, after being acquired by the Trustees would not result in the level of "in-house assets" of the fund exceeding more than 5% of the superannuation fund assets.

- Borrow any funds, other than to overcome cash flow problems in the payment of benefits or surcharge liabilities. Any borrowings may be restricted to a period not exceeding 90 days and may not exceed 10% of the market value of the fund's total assets. [SISA section 67]. However, the trustee of the fund may borrow pursuant to a limited recourse loan arrangement under SISA sections 67A and 67B to acquire a single acquirable asset that is allowed to be acquired by the Trustee of the fund.
- Acquire any fund assets for amounts other than arm's length consideration. Investments must be made and maintained on a strict commercial basis and any related party arrangement must not favour the related party although in certain conditions it may favour the Trustee of the SMSF. The purchase and sale price of super fund assets and the income from the assets should duly reflect a true market rate [SISA section 109].
- Trustees should consider the costs associated with the asset (i.e.: insurance costs particularly where there is an SMSF Borrowing). Also, where a fund acquires an asset which is utilised by the member at no cost, a breach of the Sole Purpose Test may have occurred.

4 The fund's Investment Guidelines

Trustees of SMSFs are responsible for determining investment strategies and selecting investments for each strategy consistent with the fund's investment objectives and more importantly the fund's purpose. The Trustee is responsible for monitoring on an ongoing basis whether investments remain consistent with investment strategies and remain appropriate for the fund. The Trustees are also responsible for periodically informing members of the fund's investment strategies and objectives. The Trustee of the fund may make and maintain an investment strategy for a single member of the fund or a specific superannuation interest in the fund such as a member's pension.

The governing rules of the fund allow the Trustee to invest in any or all (but not limited) to the following investment types:

Cash Management Trust

Prior to investing in any cash management trust, the Trustee should consider the rate of return and security of such investment against the expected rate of return offered by alternative investments to cash.

Debenture/Mortgage Funds

Prior to investing in any debenture/first or even second mortgage, the Trustee may consider the period of investment, the security offered, the accessibility of funds, the return, and likely interest rate movements. As there have been a number of failed debenture and mortgage funds in the past decade the Trustee should seek professional advice before investing in this type of asset class.

Unit Trusts

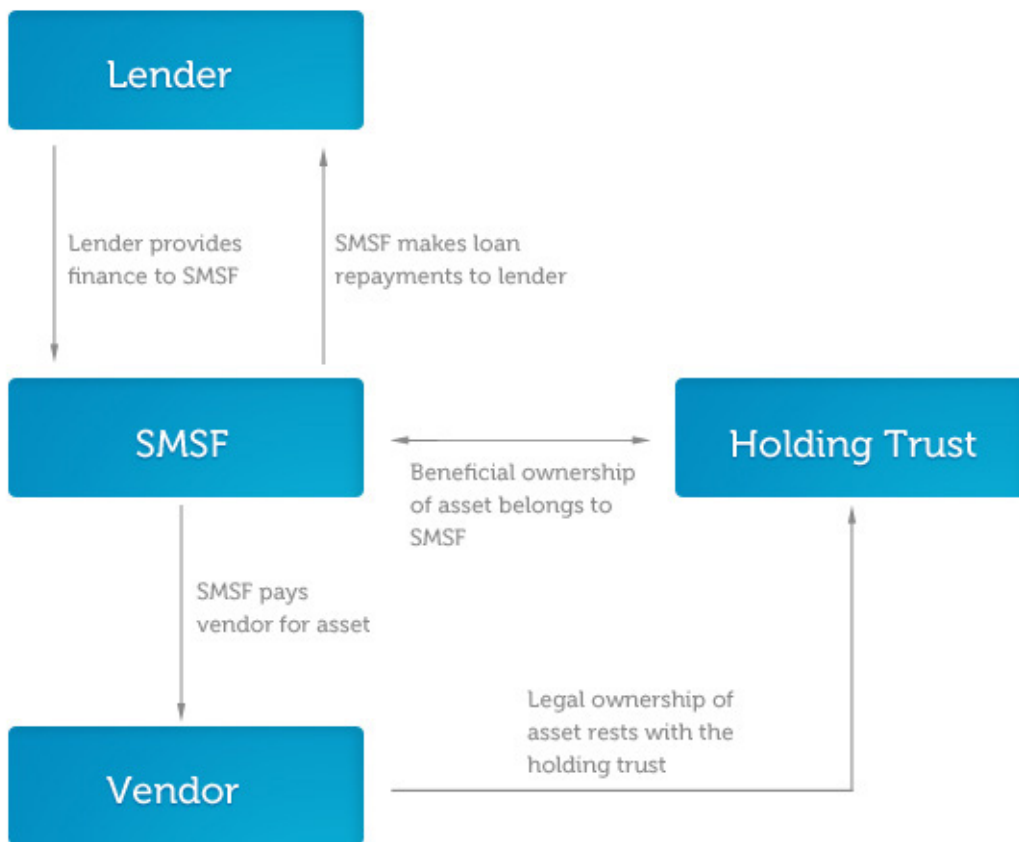
Prior to acquiring or disposing of any units in an unlisted unit trust the Trustee may:

- Obtain appropriate advice on whether the investment would constitute an impermissible in-house asset of the fund under SISA; and
- Obtain and consider valuations of all real and other property held by the unit trust to ensure the price of the units reflect true market value.

The Trustee may also ascertain the intentions of the Trustee of the unit trust in relation to borrowings (if any) and the use of the property as security.

Limited Recourse Borrowing Arrangement – SMSF Borrowing

SMSFs can now borrow via a limited recourse loan arrangement pursuant to section 67A of SISA. This must be done with the following structure:



Prior to using a Holding Trust for the purposes of a limited recourse loan the Trustee of the fund is to secure appropriate borrowing from a bank, credit union or even a related party and at the same time ensure the arrangement meets the limited recourse lending rules under the Superannuation Laws, does not breach any other laws and that the underlying property to be acquired is one that can be acquired by the Trustee. It must be a single acquirable asset such as commercial property or residential property.

The trustee is to include the value of the attached liability for the purposes of this investment strategy either directly or as a net value of the single acquired asset subject to the limited recourse loan arrangement.

Shares – Public Company

Prior to acquiring (or disposing) of any shares in public companies, the Trustee may consider the portfolio profile of the fund and the diversification of shareholding across different market sectors (industrial, retail, banking, mining and other sectors) with a view to attempting to obtain a reasonable diversification within the available assets. The Trustee may also consider advice in relation to expected capital growth and dividend income from the shareholding.

Shares – Private Company

Prior to acquiring or disposing of any shares in non-associated proprietary companies, the Trustee may obtain a valuation to satisfy itself that the price of the shares reflects true market values and constitute a prudent investment/disposal.

The Trustee may also consider the saleability, security and dividend return of the shares and may ensure that the acquisition is not an in-house asset beyond acceptable limits.

Direct Property

Prior to acquiring or disposing of any property to be held directly by the fund both within and outside Australia, the Trustee may obtain and consider property and rental valuations to satisfy the Trustee that the price of the property reflects the true market value and constitutes a prudent investment/disposal on an arm's length basis.

In obtaining a tenant (if any) for any property held by the fund, the Trustee may only enter into a lease with a fund member-, employer sponsor or their SISA Part 8 Associates where to do so would not constitute an impermissible in-house asset of the fund under SISA and provided that a written lease agreement is made, and the transaction is entered into on an arm's length basis with regular rental reviews. The Trustee should seek legal advice where a lease to a related party is contemplated.

In determining the proportion of fund assets to be invested directly in property, the Trustee may consider the liability profile and liquidity requirements of the fund.

Agribusiness Investment

Prior to investing in Agribusiness, the Trustee should consider the profile of the fund and seek expert advice on the appropriateness of the investment. Trustees should consider the protection, performance, risk and return (capital growth, liquidity and potential income) before acquiring investments in agribusiness. The Trustee should also consider the costs associated with the asset such as ongoing rent and maintenance and insurance costs.

Derivatives

Prior to investing in derivatives, the Trustee should have in place appropriate policies for their use, adequate controls on the use of derivatives and adequate checks on compliance with those controls.

For a derivative transaction to be allowed on existing investments, the Trustee must have prepared a Derivatives Risk Statement and only be entering into such a transaction for the purposes of:

- hedging against risk, not for speculation and;
- ensuring that the fund is not exposed to an asset class outside the limits set out in the investment strategy.

In-House Assets and Acquisition Restrictions

An in-house asset is where the Trustee of the fund invests, lends money or otherwise permits a related party of the fund to use an asset of the fund. Although an in-house investment is not directly prohibited – excluding loans to members or their relatives, there is a 5% limit on the amount of in-house assets an SMSF can hold.

The Trustee must not acquire an asset contrary to the restrictions contained in SISA with respect to fund members, employer sponsors or their Part 8 associates under SISA.

If in any doubt about the validity of an investment decision, the Trustee should seek professional advice or contact the ATO for assistance.

5 The Fund's Valuation Requirements

SIS Regulation 8.02B requires that when preparing accounts and statements required by subsection 35B(1) of the SISA, an asset must be valued at its market value. The term 'market value' takes the same meaning as provided in subsection 10(1) of the SISA, that is, the amount that a willing buyer of an asset could reasonably be expected to pay to acquire the asset from a willing seller if the following assumptions were made:

- that the buyer and seller dealt 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 seller acted knowledgeably and prudentially in relation to the sale.

6 Insurances in the Fund

As noted previously the SISR has been changed to include a requirement for Trustees of the fund to investigate whether the trustees of the fund should hold a contract of insurance that provides insurance cover for one or more members of the fund. In that regard the Explanatory Memorandum to the Regulation changes provides that:

"Regulation 4.09 requires trustees to formulate, regularly review and give effect to an investment strategy having regard to the whole circumstances of the fund. One circumstance SMSF trustees must have regard to is whether the trustees should hold insurance for their members, such as life insurance.

The Super System Review panel noted that less than 13 percent of SMSFs have insurance and that SMSF members were more likely to hold appropriate levels of insurance, or be able to hold insurance outside their superannuation, than members of other superannuation funds. In making its recommendation, the panel wanted to ensure that trustees consider holding insurance for SMSF members.

Trustees of SMSFs are expected to be self-reliant in determining the type and level of insurance cover members might require whether within or outside their SMSF. In meeting this requirement, trustees should have regard to the personal circumstances of their members and other legislative requirements such as the sole purpose test in section 62 SISA. Trustees may evidence this requirement by documenting decisions in the fund's investment strategy or minutes of trustee meetings that are held during the income year."

7 Investment Policy Statement

The SISA places certain duties, responsibilities and restrictions on Trustees when making investment decisions. They aim to protect and increase the member benefits for retirement, transition to retirement income stream and estate planning purposes. All investments must be made in accordance with the investment strategy.

A. Details of the fund

- The Aqua Superannuation Fund
- The trustee of the fund is GRINGO (QLD) PTY LTD - ACN 141 761 337

The fund has been established to provide retirement benefits for the members of the fund. Membership of the fund is voluntary, and upon joining, members are required to provide certain minimum information to the Trustees. The fund is maintained as an SMSF under SISA and regulated by the ATO.

A.1 Member

The Member of The Aqua Superannuation Fund is:

Name of Member	Date of Birth
Ralph Burch	13/12/1960

A.2 Benefits

The current intention is to pay one or more benefits before or at retirement of the member provided the Superannuation Laws allow including the payment of:

- A lump sum
- An Accounts Based Pension
- A Transition to Retirement Income Stream, or
- Such other superannuation benefits as the Superannuation Laws allow.

The Trustee may invest fund assets having regard to the need to realise the investments at the members' dates of retirement, age preservation age, 60 (or such later date as the member nominates in accordance with the rules governing the payment of benefits from complying superannuation funds) or in the event of disability – whether permanent or temporary or upon the death of a member of the fund.

B. Investment Objective of the fund

The Trustees of the fund have the objective of maintaining the fund in line with the governing rules of the fund and SISA and through its investment strategy seeking to maximise the superannuation benefits of all members of the fund having regard to risk and reward.

C. Asset Management Strategy

In order to give effect to the investment objective of the fund, the Trustee may have regard to the investment principles outlined in the fund Rules in the implementation of its strategy and the actual making of its investments.

The Trustee must also satisfy that the proposed investment:

- Is permitted by the Trust Deed
- Complies with the law
- Is within the asset allocation of the adopted investment strategy

The Trustee may generally accept the following investments provided they comply with the investment strategy:

- Private or closely held unit trusts
- Private or unlisted companies
- Private business premises
- Domestic and international residential and commercial property
- Domestic companies listed on other exchanges
- Listed International securities
- Limited - Collectables, including art, coins, antiques
- Agribusiness investments
- Derivatives with limited investment risk

The Trustee may not accept these investments unless authorised by the Regulator:

- Family home
- Any mortgage where the family home is security
- Derivatives that have unlimited investment risk unless a Risk Management Strategy has been put in place by the Trustee
- In-house assets exceeding more than 5% of the superannuation fund's assets
- Assets not considered at arm's length or on a strictly commercial basis

D. Asset Class

It was resolved that the fund may also be permitted to invest in any or all of (but not limited to) the following investment types:

D.1 Investment Type

- Cash
- Property – both commercial and residential
- Australian Shares – both listed and unlisted shares
- International Shares – both listed and unlisted shares
- Australian Fixed Interest
- International Fixed Interest
- Mortgages
- Other

It was resolved that investments may be made directly or indirectly via unit trusts, instalment warrants, holding trusts or other vehicles as permitted under relevant statutes and regulations that may be deemed suitable by the Trustees.

Given the Trustees desire to maintain the flexibility of the fund, the Trustee has reserved the right to alter the investment mix of the fund at any time, in the manner they believe is the best at that time for the purpose of achieving the fund's objectives. The Trustees reserve the right to invest in any asset class not covered in the tables above.

D.2 Investment Risk and Return

It has been noted and accepted by the Trustees that growth assets such as Australian and International shares and property present greater potential risk and volatility than cash and fixed interest investments.

The Trustees recognise that the taxation benefits associated with the use of growth assets such as Australian and International shares and property may assist in achieving the fund's investment objectives. If the Trustee of the fund enters into a limited recourse loan or other borrowing arrangements in respect of the acquisition of a fund asset, then return may be enhanced however any market risk on the downside may be magnified. The Trustees of the fund are authorised to borrow and will take into account the benefits of leverage in their risk/return profile for the fund's investments.

E. Investment Management and Review

To monitor the success of the investment policy in achieving the investment objective, the Trustee may take the following action:

- a) compare the investment performance of the fund against a specific index;
- b) compare investment returns against cash rates available over a 12-month period.

The fund's investment strategy is to be reviewed at least annually to ensure that it remains appropriate to the objectives and circumstances of the fund and its member(s). The Trustee undertakes to communicate with the members should they feel that any change in strategy should be contemplated in order to better achieve the fund objective.

F. Investment Strategy

In order to achieve the investment objective of the fund, the Trustee wishes to adopt and pursue the strategy set out hereunder. The Trustee reserves the right to implement more than one strategy as it sees fit, and to offer separate strategies to members and even for member superannuation interests. The Trustee also reserves the right to implement separate and different action plans in the acquisition and disposal of assets pursuant to this strategy.

The Trustee may consider the implementation of this objective through a single asset strategy where it considers it to be appropriate, provided all other investment strategy criteria are met.

F.1 Detailed Investment Strategy

The investment strategy detailed below is a plan for making, holding and realising the assets of the fund to meet the specific objective of the Trustee of the fund as outlined above. It focuses on key parameters relating to making an investment in the fund with the purpose of maximising member's retirement balances or income streams.

F.2 Portfolio Allocation

In order to meet the investment objective of the fund the Trustee has determined The Aqua Superannuation Fund shall broadly be invested in the following asset classes and managed around the following ranges:

Asset Class	Asset Allocation Range (%)
Australian Shares	75-100
Property	0-20
Cash	0-25
Other(Other)	0-20

F.3 Portfolio Diversification

In considering the degree of diversification appropriate to the fund, the Trustee has taken into account the following:

- a) the existing assets of the fund;
- b) the existing assets of the family other than assets held in the fund;
- c) its access to expert investment advice;
- d) the existing and projected membership and assets of the fund; and
- e) the current and expected future liabilities, cash flows and liquidity requirements of the fund

The Trustee is satisfied that the likely return and the potential gains to members retirement benefits from any inadequate diversification of its investments, including any geographical concentration of investments, outweigh the risks associated with the lack of diversification

F.4 Liabilities

The fund will need to have adequate funds held in cash/fixed interest to meet short term liabilities including insurance premiums, pension payments, lumpsum payments, tax liabilities, annual return fees, accounting fees, audit fees and other operational expenses of the fund. Further monies may be retained from time to time in cash/fixed interest in order to take advantage of investment opportunities as they arise. The Trustees of the fund are of the opinion that the investment strategy is structured in such a manner that the fund is sufficiently liquid to discharge its current and future liabilities.

Where the Trustee of the fund has undertaken a limited recourse lending arrangement the Trustee will need to ensure that it maintains cash flow to cover any interest and principal repayments, insurance premiums and other expenses associated with the arrangement.

F.5 Cash Flow and Liquidity

Cash flow requirements for the fund depend on the payment of expenses, pensions, insurance premiums and any loan repayments and it is the Trustee's intention to hold enough cash on hand to ensure these and other cash payments are made.

F.6 Fund Demographics

The Trustee has implemented its strategy taking into account the dates of retirement of the members of the fund. It has also taken into account the expressed intention of the members to receive their benefits as a lump sum / account-based pensions upon retirement.

F.7 Performance Monitoring

To monitor the success of the investment strategy in achieving the investment objectives, the Trustee may take the following action:

- compare investment returns against cash rates and CPI available over a 12-month period or a specific investment index; and
- may review this strategy on an annual basis or on such other basis as it believes appropriate.

F.8 Benchmarks

The Trustee may measure its success criteria against certain benchmarks and indices although there is no requirement to do so. The nominated benchmarks for performance may be as follows:

- a) Australian shares - all ordinaries accumulation index;
- b) Liquid assets - average cash management trusts;
- c) Australian fixed trusts - commonwealth all series, all maturities and accumulation index;
- d) Property trusts - average of composite property accumulation index;
- e) Such loans as may not be prohibited by SIS, and whether or not the loan may also count as an in-house asset of the fund - average rate for comparable loans from major banks;
- f) Such leases of fund property as may be permitted by SISA, and whether or not the lease may also count as an in-house asset of the fund – at a commercial rate obtained by the Trustee from a qualified source;

- g) Such acquisitions of assets as may not be prohibited by SISA, and whether or not the acquisition may also count as an in-house asset of the fund - for a commercial price reflected in comparable markets.
- h) Moses/Myer index for Investment Grade Artwork
- i) A residential property index in the area where the Trustee invests.

F.9 Insurance

As was noted and emphasised earlier in this investment strategy – insurances play an important role in protecting the fund's and a member's superannuation benefits. Superannuation law requires trustees to formulate, regularly review and have regard to whether the trustees should hold insurance for their members, such as life insurance.

The Trustees of the fund have reviewed the member's superannuation benefits, their family and other circumstances and have decided to implement the following insurance strategy for the fund:

The Trustee of the fund has been made aware of the insurances of its members outside the fund and in some cases other superannuation funds and has decided not to hold any insurance on behalf of its members until circumstances change.

Resolution of the Trustee of The Aqua Superannuation Fund

Date:

Present: Ralph Nicholas Burch

Held: 290 Bingil Bay Road, Bingil Bay, QLD 4852

The Trustee of the above fund DO HEREBY RESOLVE as follows:

ADOPTION OF INVESTMENT POLICY STATEMENT, OBJECTIVE AND STRATEGY

It is noted that the Trustees have formulated investment objectives for the fund and an investment strategy to achieve those objectives, (the investment objectives and investment strategy together as attached) having regard to the whole of the circumstances of the fund, including:

- (i) the risk involved in making, holding and realising, and the likely return from the entity's investments having regard to its objectives and its expected cash flow requirements;
 - (ii) the composition of the entity's investments as a whole including the extent to which the investments are diverse or involve the entity in being exposed to risks from inadequate diversification;
 - (iii) the liquidity of the entity's investments having regard to its expected cash flow requirements;
- the ability of the entity to discharge its existing and prospective liabilities;
 - the fund profile;
 - anticipated future contributions;
 - past investment performance; and
 - the current investment portfolio and asset mix,

The Trustee resolved to adopt the investment objectives of the fund being "The Trustees of the fund have the objective of maintaining the fund in line with the governing rules of the fund and SISA and through its investment strategy seeking to maximise the superannuation benefits of all members of the fund having regard to risk and reward" and adopt and implement the investment strategy herein.

Executed by:

The Director

Signed by Ralph Nicholas Burch:

Ralph Nicholas Burch
Director

Dated: _____



AQUA SUPERANNUATION FUND 2023-2024 FINANCIAL YEAR

INVESTMENT STRATEGY

Disclaimer and copyright notice

This document has been obtained from, and contains proprietary information that is owned by or licensed to, NowInfinity Pty Ltd ACN 154 927 376 (**we, us** and **our**). This document is protected by applicable intellectual property and other laws, including but not limited to copyright. You must not remove, alter or obscure any disclaimers or identification, copyright, trademark or other proprietary notices, labels or marks on this document.

We do not offer and this document does not constitute or contain personal or general advice for the purpose of the Corporations Act 2001 (Cth). We do not offer and have not provided any legal, accounting or other professional advice or services in connection with the provision of this document.

This document has not been prepared with regard to the particular circumstances of any person. You must satisfy yourself as to the content and appropriateness of this document for your purposes, and we make no warranty as to the form, content and appropriateness of this document for any particular person. You should obtain your own advice and rely on such advice when using this document.

If you are our direct client, your use of this document is subject to our Terms and Conditions available at www.nowinfinity.com.au/terms-and-conditions. Otherwise, if you are a permitted recipient of this document, you may only use it for your own internal business purposes and may not sublicense such rights to any other person.

Table of Contents

1	Introduction	1
2	Investment Strategy Guideline – The Commissioners View	1
3	Investment Restrictions for SMSF trustees.....	2
4	The fund’s Investment Guidelines	3
5	The Fund’s Valuation Requirements	6
6	Insurances in the Fund	6
7	Investment Policy Statement	6
	Resolution of the Trustee of The Aqua Superannuation Fund.....	12

1 Introduction

The crucial area of responsibility for a Trustee of a Self-Managed Superannuation fund (“SMSFs”) is investment management of the fund. Under the Superannuation Laws (the *Superannuation Industry Supervision Act 1993* - SISA) the Trustee of every SMSF is required to set an investment objective and in addition prepare and implement an investment strategy for the fund. The investment objective and strategy must reflect the purpose and circumstances of the particular super fund and have particular regard to:

- Investing in such a way as to maximise investment returns for retirement purposes for all members of the SMSF and in that regard consider the risk associated in holding the investment.
- Ensuring that there is appropriate diversification in investments and consideration of the benefits of investing across a number of different asset classes (for example shares, property, fixed interest, cash, etc);
- The ability of the super fund to pay benefits as well as other costs of the superannuation fund as they become due and payable which may include the repayment of principal and interest where the Trustee of the fund undertakes Limited Recourse Borrowing Arrangement.
- The necessity of the Trustee to consider the insurance needs and requirements of all members of the SMSF.

An appropriate investment strategy should set out the investment objectives of the super fund and detail the investment methods the Trustee of the fund may use to achieve those objectives. Trustees must ensure all investment decisions are made in accordance with the investment strategy and that they are in writing – *this is the law*. Trustee also needs to ensure that they prepare, implement and regularly review the SMSF’S investment strategy.

Investment Rules are one of the most important requirements of the SISA and breaches of this requirement can result in the Trustee being fined or sued for loss or damages. In addition, the super fund can lose its complying status.

Whilst Trustees are not prevented from engaging or authorising other persons to act on or to do certain things on their behalf (e.g. engaging the services of an investment adviser or financial planner), they are bound to retain control over the fund. Ultimate responsibility and accountability for running the fund in a prudent manner lies with the Trustees.

For more information go to the Australian Taxation Office (ATO) website.

2 Investment Strategy Guideline – The Commissioners View

The ATO has released important guidelines in relation to investment objectives and investment strategies for Trustees of an SMSF and their advisers. An investment strategy should set out the investment objectives of the fund and detail the investment methods the Trustees may adopt to achieve these objectives.

The key obligations raised by the ATO concerning the fund’s investment objectives and investment strategy are as follows:

- The Trustees of an SMSF are solely responsible and directly accountable for the prudential management of their member’s benefits. They can use an adviser but ultimately, it is the Trustee who retains responsibility;
- As part of this prudential responsibility, the Trustees of an SMSF are required to prepare and implement an investment strategy for the superannuation fund;
- The strategy must reflect the purpose and circumstances of the fund and have particular regard to the membership profile, benefit structure, tax position and liquidity requirements of the fund;

- An investment strategy should set out the investment objectives of the fund and detail the investment methods the Trustees may adopt to achieve those objectives;
- It is the Trustees duty to make, implement and document decisions about investing fund assets and to carefully monitor the performance of those assets;
- The Trustees must ensure all investment decisions are made in accordance with the investment strategy;
- The investment strategy must be regularly reviewed;
- Insurance must be considered for all members of the fund; and
- Breaches of the investment strategy requirement may result in the Trustees being fined or sued for loss or damages. In addition, the fund could lose its complying status.

WHY AN INVESTMENT STRATEGY IS IMPORTANT

Where the fund does not complete an investment strategy or the ATO is of the view that the purported investment strategy does not amount to an investment strategy at all then there may be a breach of SIS Reg 4.09.

The breach may result, as noted in the ATO guidelines, in the following:

- The Trustee being liable to a monetary fine; the Trustee being able to be sued for any loss or damage caused as a consequence of the Trustee making an investment not covered by an investment strategy;
- The Superannuation Laws provide a defence to Trustees against an action for loss or damage suffered as a result of the Trustee making an investment. This defence is available when the Trustee can show that the investment was made in accordance with an investment strategy formulated and implemented under the investment strategy rules. If there is no investment strategy then members of the fund may sue the Trustee for any loss or damage to their member benefits as a result of the Trustee making an investment not in accordance with the fund's investment strategy.
- The existence of a statutory defence allows Trustees to focus on the overall risks of the total investments, rather than the risk attached to each investment in isolation. This enables the Trustee to invest fund assets according to the investment strategy in what might, when considered in isolation, appear to represent a rather risky investment.

This emphasises the importance for Trustees to document their considerations and approaches to investment decision. An investment strategy must be reviewed regularly.

3 Investment Restrictions for SMSF trustees

SMSFs are restricted in the investments they can make. These restrictions aim to protect superannuation fund members from being overly exposed to risk and aim to ensure that the assets of the fund may be available to provide retirement income rather than providing current day support. In accordance with SISA the Trustees may not:

- Lend money or give other financial assistance to a member or a relative of a member of the fund. The use of superannuation assets by a member or members relative for no cost or on a guarantee to secure a personal loan would be in breach of the investment restrictions [SISA S65(1)].
- Intentionally acquire an asset from a member or a relative of a member of the fund (related party) unless it meets the following criteria: [SISA S66]
 - The asset is business real property, or a listed security; and
 - Is acquired at market value;
 - The asset is an "in-house asset" which, after being acquired by the Trustees would not result in the level of "in-house assets" of the fund exceeding more than 5% of the superannuation fund assets.

- Borrow any funds, other than to overcome cash flow problems in the payment of benefits or surcharge liabilities. Any borrowings may be restricted to a period not exceeding 90 days and may not exceed 10% of the market value of the fund's total assets. [SISA section 67]. However, the trustee of the fund may borrow pursuant to a limited recourse loan arrangement under SISA sections 67A and 67B to acquire a single acquirable asset that is allowed to be acquired by the Trustee of the fund.
- Acquire any fund assets for amounts other than arm's length consideration. Investments must be made and maintained on a strict commercial basis and any related party arrangement must not favour the related party although in certain conditions it may favour the Trustee of the SMSF. The purchase and sale price of super fund assets and the income from the assets should duly reflect a true market rate [SISA section 109].
- Trustees should consider the costs associated with the asset (i.e.: insurance costs particularly where there is an SMSF Borrowing). Also, where a fund acquires an asset which is utilised by the member at no cost, a breach of the Sole Purpose Test may have occurred.

4 The fund's Investment Guidelines

Trustees of SMSFs are responsible for determining investment strategies and selecting investments for each strategy consistent with the fund's investment objectives and more importantly the fund's purpose. The Trustee is responsible for monitoring on an ongoing basis whether investments remain consistent with investment strategies and remain appropriate for the fund. The Trustees are also responsible for periodically informing members of the fund's investment strategies and objectives. The Trustee of the fund may make and maintain an investment strategy for a single member of the fund or a specific superannuation interest in the fund such as a member's pension.

The governing rules of the fund allow the Trustee to invest in any or all (but not limited) to the following investment types:

Cash Management Trust

Prior to investing in any cash management trust, the Trustee should consider the rate of return and security of such investment against the expected rate of return offered by alternative investments to cash.

Debenture/Mortgage Funds

Prior to investing in any debenture/first or even second mortgage, the Trustee may consider the period of investment, the security offered, the accessibility of funds, the return, and likely interest rate movements. As there have been a number of failed debenture and mortgage funds in the past decade the Trustee should seek professional advice before investing in this type of asset class.

Unit Trusts

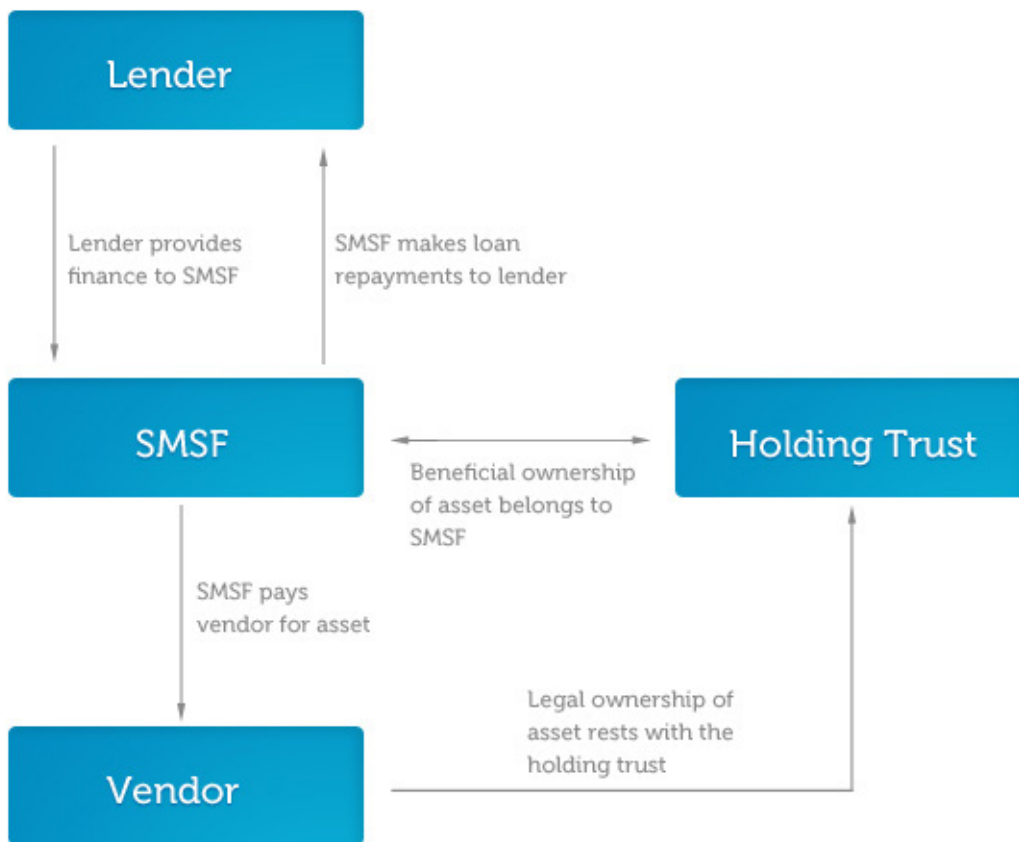
Prior to acquiring or disposing of any units in an unlisted unit trust the Trustee may:

- Obtain appropriate advice on whether the investment would constitute an impermissible in-house asset of the fund under SISA; and
- Obtain and consider valuations of all real and other property held by the unit trust to ensure the price of the units reflect true market value.

The Trustee may also ascertain the intentions of the Trustee of the unit trust in relation to borrowings (if any) and the use of the property as security.

Limited Recourse Borrowing Arrangement – SMSF Borrowing

SMSFs can now borrow via a limited recourse loan arrangement pursuant to section 67A of SISA. This must be done with the following structure:



Prior to using a Holding Trust for the purposes of a limited recourse loan the Trustee of the fund is to secure appropriate borrowing from a bank, credit union or even a related party and at the same time ensure the arrangement meets the limited recourse lending rules under the Superannuation Laws, does not breach any other laws and that the underlying property to be acquired is one that can be acquired by the Trustee. It must be a single acquirable asset such as commercial property or residential property.

The trustee is to include the value of the attached liability for the purposes of this investment strategy either directly or as a net value of the single acquired asset subject to the limited recourse loan arrangement.

Shares – Public Company

Prior to acquiring (or disposing) of any shares in public companies, the Trustee may consider the portfolio profile of the fund and the diversification of shareholding across different market sectors (industrial, retail, banking, mining and other sectors) with a view to attempting to obtain a reasonable diversification within the available assets. The Trustee may also consider advice in relation to expected capital growth and dividend income from the shareholding.

Shares – Private Company

Prior to acquiring or disposing of any shares in non-associated proprietary companies, the Trustee may obtain a valuation to satisfy itself that the price of the shares reflects true market values and constitute a prudent investment/disposal.

The Trustee may also consider the saleability, security and dividend return of the shares and may ensure that the acquisition is not an in-house asset beyond acceptable limits.

Direct Property

Prior to acquiring or disposing of any property to be held directly by the fund both within and outside Australia, the Trustee may obtain and consider property and rental valuations to satisfy the Trustee that the price of the property reflects the true market value and constitutes a prudent investment/disposal on an arm's length basis.

In obtaining a tenant (if any) for any property held by the fund, the Trustee may only enter into a lease with a fund member-, employer sponsor or their SISA Part 8 Associates where to do so would not constitute an impermissible in-house asset of the fund under SISA and provided that a written lease agreement is made, and the transaction is entered into on an arm's length basis with regular rental reviews. The Trustee should seek legal advice where a lease to a related party is contemplated.

In determining the proportion of fund assets to be invested directly in property, the Trustee may consider the liability profile and liquidity requirements of the fund.

Agribusiness Investment

Prior to investing in Agribusiness, the Trustee should consider the profile of the fund and seek expert advice on the appropriateness of the investment. Trustees should consider the protection, performance, risk and return (capital growth, liquidity and potential income) before acquiring investments in agribusiness. The Trustee should also consider the costs associated with the asset such as ongoing rent and maintenance and insurance costs.

Derivatives

Prior to investing in derivatives, the Trustee should have in place appropriate policies for their use, adequate controls on the use of derivatives and adequate checks on compliance with those controls.

For a derivative transaction to be allowed on existing investments, the Trustee must have prepared a Derivatives Risk Statement and only be entering into such a transaction for the purposes of:

- hedging against risk, not for speculation and;
- ensuring that the fund is not exposed to an asset class outside the limits set out in the investment strategy.

In-House Assets and Acquisition Restrictions

An in-house asset is where the Trustee of the fund invests, lends money or otherwise permits a related party of the fund to use an asset of the fund. Although an in-house investment is not directly prohibited – excluding loans to members or their relatives, there is a 5% limit on the amount of in-house assets an SMSF can hold.

The Trustee must not acquire an asset contrary to the restrictions contained in SISA with respect to fund members, employer sponsors or their Part 8 associates under SISA.

If in any doubt about the validity of an investment decision, the Trustee should seek professional advice or contact the ATO for assistance.

5 The Fund's Valuation Requirements

SIS Regulation 8.02B requires that when preparing accounts and statements required by subsection 35B(1) of the SISA, an asset must be valued at its market value. The term 'market value' takes the same meaning as provided in subsection 10(1) of the SISA, that is, the amount that a willing buyer of an asset could reasonably be expected to pay to acquire the asset from a willing seller if the following assumptions were made:

- that the buyer and seller dealt 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 seller acted knowledgeably and prudentially in relation to the sale.

6 Insurances in the Fund

As noted previously the SISR has been changed to include a requirement for Trustees of the fund to investigate whether the trustees of the fund should hold a contract of insurance that provides insurance cover for one or more members of the fund. In that regard the Explanatory Memorandum to the Regulation changes provides that:

"Regulation 4.09 requires trustees to formulate, regularly review and give effect to an investment strategy having regard to the whole circumstances of the fund. One circumstance SMSF trustees must have regard to is whether the trustees should hold insurance for their members, such as life insurance.

The Super System Review panel noted that less than 13 percent of SMSFs have insurance and that SMSF members were more likely to hold appropriate levels of insurance, or be able to hold insurance outside their superannuation, than members of other superannuation funds. In making its recommendation, the panel wanted to ensure that trustees consider holding insurance for SMSF members.

Trustees of SMSFs are expected to be self-reliant in determining the type and level of insurance cover members might require whether within or outside their SMSF. In meeting this requirement, trustees should have regard to the personal circumstances of their members and other legislative requirements such as the sole purpose test in section 62 SISA. Trustees may evidence this requirement by documenting decisions in the fund's investment strategy or minutes of trustee meetings that are held during the income year."

7 Investment Policy Statement

The SISA places certain duties, responsibilities and restrictions on Trustees when making investment decisions. They aim to protect and increase the member benefits for retirement, transition to retirement income stream and estate planning purposes. All investments must be made in accordance with the investment strategy.

A. Details of the fund

- The Aqua Superannuation Fund
- The trustee of the fund is GRINGO (QLD) PTY LTD - ACN 141 761 337

The fund has been established to provide retirement benefits for the members of the fund. Membership of the fund is voluntary, and upon joining, members are required to provide certain minimum information to the Trustees. The fund is maintained as an SMSF under SISA and regulated by the ATO.

A.1 Member

The Member of The Aqua Superannuation Fund is:

Name of Member	Date of Birth
Ralph Burch	13/12/1960

A.2 Benefits

The current intention is to pay one or more benefits before or at retirement of the member provided the Superannuation Laws allow including the payment of:

- A lump sum
- An Accounts Based Pension
- A Transition to Retirement Income Stream, or
- Such other superannuation benefits as the Superannuation Laws allow.

The Trustee may invest fund assets having regard to the need to realise the investments at the members' dates of retirement, age preservation age, 60 (or such later date as the member nominates in accordance with the rules governing the payment of benefits from complying superannuation funds) or in the event of disability – whether permanent or temporary or upon the death of a member of the fund.

B. Investment Objective of the fund

The Trustees of the fund have the objective of maintaining the fund in line with the governing rules of the fund and SISA and through its investment strategy seeking to maximise the superannuation benefits of all members of the fund having regard to risk and reward.

C. Asset Management Strategy

In order to give effect to the investment objective of the fund, the Trustee may have regard to the investment principles outlined in the fund Rules in the implementation of its strategy and the actual making of its investments.

The Trustee must also satisfy that the proposed investment:

- Is permitted by the Trust Deed
- Complies with the law
- Is within the asset allocation of the adopted investment strategy

The Trustee may generally accept the following investments provided they comply with the investment strategy:

- Private or closely held unit trusts
- Private or unlisted companies
- Private business premises
- Domestic and international residential and commercial property
- Domestic companies listed on other exchanges
- Listed International securities
- Limited - Collectables, including art, coins, antiques
- Agribusiness investments
- Derivatives with limited investment risk

The Trustee may not accept these investments unless authorised by the Regulator:

- Family home
- Any mortgage where the family home is security
- Derivatives that have unlimited investment risk unless a Risk Management Strategy has been put in place by the Trustee
- In-house assets exceeding more than 5% of the superannuation fund's assets
- Assets not considered at arm's length or on a strictly commercial basis

D. Asset Class

It was resolved that the fund may also be permitted to invest in any or all of (but not limited to) the following investment types:

D.1 Investment Type

- Cash
- Property – both commercial and residential
- Australian Shares – both listed and unlisted shares
- International Shares – both listed and unlisted shares
- Australian Fixed Interest
- International Fixed Interest
- Mortgages
- Other

It was resolved that investments may be made directly or indirectly via unit trusts, instalment warrants, holding trusts or other vehicles as permitted under relevant statutes and regulations that may be deemed suitable by the Trustees.

Given the Trustees desire to maintain the flexibility of the fund, the Trustee has reserved the right to alter the investment mix of the fund at any time, in the manner they believe is the best at that time for the purpose of achieving the fund's objectives. The Trustees reserve the right to invest in any asset class not covered in the tables above.

D.2 Investment Risk and Return

It has been noted and accepted by the Trustees that growth assets such as Australian and International shares and property present greater potential risk and volatility than cash and fixed interest investments.

The Trustees recognise that the taxation benefits associated with the use of growth assets such as Australian and International shares and property may assist in achieving the fund's investment objectives. If the Trustee of the fund enters into a limited recourse loan or other borrowing arrangements in respect of the acquisition of a fund asset, then return may be enhanced however any market risk on the downside may be magnified. The Trustees of the fund are authorised to borrow and will take into account the benefits of leverage in their risk/return profile for the fund's investments.

E. Investment Management and Review

To monitor the success of the investment policy in achieving the investment objective, the Trustee may take the following action:

- a) compare the investment performance of the fund against a specific index;
- b) compare investment returns against cash rates available over a 12-month period.

The fund's investment strategy is to be reviewed at least annually to ensure that it remains appropriate to the objectives and circumstances of the fund and its member(s). The Trustee undertakes to communicate with the members should they feel that any change in strategy should be contemplated in order to better achieve the fund objective.

F. Investment Strategy

In order to achieve the investment objective of the fund, the Trustee wishes to adopt and pursue the strategy set out hereunder. The Trustee reserves the right to implement more than one strategy as it sees fit, and to offer separate strategies to members and even for member superannuation interests. The Trustee also reserves the right to implement separate and different action plans in the acquisition and disposal of assets pursuant to this strategy.

The Trustee may consider the implementation of this objective through a single asset strategy where it considers it to be appropriate, provided all other investment strategy criteria are met.

F.1 Detailed Investment Strategy

The investment strategy detailed below is a plan for making, holding and realising the assets of the fund to meet the specific objective of the Trustee of the fund as outlined above. It focuses on key parameters relating to making an investment in the fund with the purpose of maximising member's retirement balances or income streams.

F.2 Portfolio Allocation

In order to meet the investment objective of the fund the Trustee has determined The Aqua Superannuation Fund shall broadly be invested in the following asset classes and managed around the following ranges:

Asset Class	Asset Allocation Range (%)
Australian Shares	70-100
Property	0-25
Cash	0-25
Other(Other)	0-20

F.3 Portfolio Diversification

In considering the degree of diversification appropriate to the fund, the Trustee has taken into account the following:

- a) the existing assets of the fund;
- b) the existing assets of the family other than assets held in the fund;
- c) its access to expert investment advice;
- d) the existing and projected membership and assets of the fund; and
- e) the current and expected future liabilities, cash flows and liquidity requirements of the fund

The Trustee is satisfied that the likely return and the potential gains to members retirement benefits from any inadequate diversification of its investments, including any geographical concentration of investments, outweigh the risks associated with the lack of diversification

F.4 Liabilities

The fund will need to have adequate funds held in cash/fixed interest to meet short term liabilities including insurance premiums, pension payments, lumpsum payments, tax liabilities, annual return fees, accounting fees, audit fees and other operational expenses of the fund. Further monies may be retained from time to time in cash/fixed interest in order to take advantage of investment opportunities as they arise. The Trustees of the fund are of the opinion that the investment strategy is structured in such a manner that the fund is sufficiently liquid to discharge its current and future liabilities.

Where the Trustee of the fund has undertaken a limited recourse lending arrangement the Trustee will need to ensure that it maintains cash flow to cover any interest and principal repayments, insurance premiums and other expenses associated with the arrangement.

F.5 Cash Flow and Liquidity

Cash flow requirements for the fund depend on the payment of expenses, pensions, insurance premiums and any loan repayments and it is the Trustee's intention to hold enough cash on hand to ensure these and other cash payments are made.

F.6 Fund Demographics

The Trustee has implemented its strategy taking into account the dates of retirement of the members of the fund. It has also taken into account the expressed intention of the members to receive their benefits as a lump sum / account-based pensions upon retirement.

F.7 Performance Monitoring

To monitor the success of the investment strategy in achieving the investment objectives, the Trustee may take the following action:

- compare investment returns against cash rates and CPI available over a 12-month period or a specific investment index; and
- may review this strategy on an annual basis or on such other basis as it believes appropriate.

F.8 Benchmarks

The Trustee may measure its success criteria against certain benchmarks and indices although there is no requirement to do so. The nominated benchmarks for performance may be as follows:

- a) Australian shares - all ordinaries accumulation index;
- b) Liquid assets - average cash management trusts;
- c) Australian fixed trusts - commonwealth all series, all maturities and accumulation index;
- d) Property trusts - average of composite property accumulation index;
- e) Such loans as may not be prohibited by SIS, and whether or not the loan may also count as an in-house asset of the fund - average rate for comparable loans from major banks;
- f) Such leases of fund property as may be permitted by SISA, and whether or not the lease may also count as an in-house asset of the fund – at a commercial rate obtained by the Trustee from a qualified source;

- g) Such acquisitions of assets as may not be prohibited by SISA, and whether or not the acquisition may also count as an in-house asset of the fund - for a commercial price reflected in comparable markets.
- h) Moses/Myer index for Investment Grade Artwork
- i) A residential property index in the area where the Trustee invests.

F.9 Insurance

As was noted and emphasised earlier in this investment strategy – insurances play an important role in protecting the fund's and a member's superannuation benefits. Superannuation law requires trustees to formulate, regularly review and have regard to whether the trustees should hold insurance for their members, such as life insurance.

The Trustees of the fund have reviewed the member's superannuation benefits, their family and other circumstances and have decided to implement the following insurance strategy for the fund:

The Trustee of the fund has been made aware of the insurances of its members outside the fund and in some cases other superannuation funds and has decided not to hold any insurance on behalf of its members until circumstances change.

Resolution of the Trustee of The Aqua Superannuation Fund

Date:

Present: Ralph Nicholas Burch

Held: 290 Bingil Bay Road, Bingil Bay, QLD 4852

The Trustee of the above fund DO HEREBY RESOLVE as follows:

ADOPTION OF INVESTMENT POLICY STATEMENT, OBJECTIVE AND STRATEGY

It is noted that the Trustees have formulated investment objectives for the fund and an investment strategy to achieve those objectives, (the investment objectives and investment strategy together as attached) having regard to the whole of the circumstances of the fund, including:

- (i) the risk involved in making, holding and realising, and the likely return from the entity's investments having regard to its objectives and its expected cash flow requirements;
 - (ii) the composition of the entity's investments as a whole including the extent to which the investments are diverse or involve the entity in being exposed to risks from inadequate diversification;
 - (iii) the liquidity of the entity's investments having regard to its expected cash flow requirements;
- the ability of the entity to discharge its existing and prospective liabilities;
 - the fund profile;
 - anticipated future contributions;
 - past investment performance; and
 - the current investment portfolio and asset mix,

The Trustee resolved to adopt the investment objectives of the fund being "The Trustees of the fund have the objective of maintaining the fund in line with the governing rules of the fund and SISA and through its investment strategy seeking to maximise the superannuation benefits of all members of the fund having regard to risk and reward" and adopt and implement the investment strategy herein.

Executed by:

The Director

Signed by Ralph Nicholas Burch:

Ralph Nicholas Burch
Director

Dated: _____