

GRAHAM WELCH SUPERANNUATION FUND
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2013

	2013	2012
	\$	\$
Investments		
Fixed Interest Securities (Australian)	-	120,915.90
Shares in Listed Companies (Australian)	985,373.56	664,736.26
	<u>985,373.56</u>	<u>785,652.16</u>
Other Assets		
Cash at Bank - St George 491042175	265.84	1,126.21
Cash at Bank - St George 410238273	214,842.70	9,201.84
Income Tax Refundable (Note 5)	14,174.90	14,649.46
	<u>229,283.44</u>	<u>24,977.51</u>
Total Assets	<u>1,214,657.00</u>	<u>810,629.67</u>
Represented by:		
Liability for Accrued Benefits (Notes 2, 3)		
Welch, Graham	1,214,657.00	810,629.67
	<u>1,214,657.00</u>	<u>810,629.67</u>

The accompanying notes form part of these financial statements

GRAHAM WELCH SUPERANNUATION FUND
OPERATING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2013

	2013	2012
	\$	\$
Income		
Realised Gains/(Losses)	36,883.51	-
Dividends Received	63,176.63	52,455.06
Increase in Market Value of Investments (Note 4)	156,407.33	-
Interest Received	11,924.96	7,846.30
Member/Personal Contributions - Concessional (Taxable)	25,000.00	-
Member/Personal Contributions - Non Concessional (Undeducted)	149,000.00	90,000.00
Transfers In - Unrestricted Non Preserved/Tax Free	-	40,074.81
	442,392.43	190,376.17
Expenses		
Accountancy Fees	720.50	627.00
Administration Costs	-	180.00
ATO Supervisory Levy	200.00	-
Auditor's Remuneration	572.00	572.00
Bank Charges	94.50	64.00
Decrease in Market Value of Investments (Note 4)	-	26,476.33
Pensions Paid - Unrestricted Non Preserved - Tax Free	20,924.00	19,615.15
Pensions Paid - Unrestricted Non Preserved - Taxable	11,076.00	10,384.85
	33,587.00	57,919.33
Benefits Accrued as a Result of Operations before Income Tax	408,805.43	132,456.84
Income Tax (Note 5)		
Income Tax Expense	4,778.10	1,087.05
	4,778.10	1,087.05
Benefits Accrued as a Result of Operations	404,027.33	131,369.79

The accompanying notes form part of these financial statements

GRAHAM WELCH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

1. Summary of Significant Accounting Policies

The trustees have prepared the financial statements on the basis that the superannuation fund is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Superannuation Industry (Supervision) Act 1993 and accompanying Regulations, the trust deed of the fund and the needs of members.

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

The following significant accounting policies, which are consistent with the policies applied in the previous period unless otherwise stated, have been adopted in the preparation of the financial statements.

a. Measurement of Investments

The fund initially recognises:

- i. an investment when it controls the future economic benefits expected to flow from the asset. For financial assets, the trade date is considered the date on which control of the future economic benefits attributable to the asset passes to the Fund; and
- ii. a financial liability on the date it becomes a party to the contractual provisions of the instrument.

Investments of the fund have been measured at their market values, which is 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:

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

Market values have been determined as follows:

- i. shares and other securities listed on the Australian Securities Exchange by reference to the relevant market quotations at the end of the reporting period;
- ii. units in managed funds by reference to the unit redemption price at the end of the reporting period;
- iii. fixed-interest securities by reference to the redemption price at the end of the reporting period;
- iv. unlisted investments are stated at trustees' assessment based on estimated market value at balance date or where necessary, an external valuer's opinion; and
- v. investment properties at trustees' assessment of market value or where necessary a qualified independent valuer's opinion at the end of reporting period.

Financial liabilities, such as trade creditors and other payables, are measured at the gross value of the outstanding balance at the reporting date. The trustees have determined that the gross values of the fund's financial liabilities are equivalent to their market values. Any remeasurement changes in the gross values of non-current financial liabilities (including liabilities for members' accrued benefits) are recognised in the operating statement in the periods in which they occur.

GRAHAM WELCH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

b. Cash and Cash Equivalents

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

c. Revenue

Revenue is recognised at the fair value of the consideration received or receivable.

Interest revenue

Interest revenue is recognised in respect of fixed-interest securities, and cash and cash equivalent balances. Interest revenue is recognised upon receipt.

Dividend revenue

Dividend revenue is recognised when the dividend has been paid or, in the case of dividend reinvestment schemes, when the dividend is credited to the benefit of the fund.

Rental Revenue

Rental revenue arising from operating leases on investment properties is recognised upon receipt.

Distribution revenue

Distributions from unit trusts and managed funds are recognised as at the date the unit value is quoted ex-distribution and if not received at the end of the reporting period, are reflected in the statement of financial position as a receivable at market value.

Remeasurement changes in market values

Remeasurement changes in the market values of assets are recognised as income and are determined as the difference between the market value at year-end or consideration received (if sold during the year) and the market value as at the prior year-end or cost (if the investment was acquired during the period).

d. Liability for Accrued Benefits

The liability for accrued benefits represents the fund's present obligation to pay benefits to members and beneficiaries and has been calculated as the difference between the carrying amount of the assets and the carrying amount of the other payables and income tax liabilities as at the end of the reporting period.

GRAHAM WELCH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

e. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount GST incurred is not recoverable from the Australia Tax Office (ATO).

The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or other payables in the statement of financial position.

f. Critical 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. 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.

2. Liability for Accrued Benefits

Changes in the Liability for Accrued Benefits are as follows:

	2013	2012
	\$	\$
Liability for Accrued Benefits at beginning of period	810,629.67	679,259.88
Add:		
Benefits Accrued as a Result of Operations	404,027.33	131,369.79
- Adjustment of Deferred Tax Liability /Deferred Tax Asset	-	-
	<hr/>	<hr/>
Liability for Accrued Benefits at end of period	<u>1,214,657.00</u>	<u>810,629.67</u>

3. Guaranteed Benefits

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

4. Changes in Market Values

Investments and other assets of the fund are valued at the end of the reporting period as described in Note 1 - Summary of Significant Accounting Policies. A detailed schedule of investments is attached to these financial statements. A summary of the change in Market Values is as follows:

	2013	2012
	\$	\$
Shares in Listed Companies (Australian)	156,407.33	(26,476.33)
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GRAHAM WELCH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

	156,407.33	(26,476.33)
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5. Income Tax		
Income Tax is payable by the superannuation fund at the rate of 15% on the contributions received and the income of the fund. There has been no change in the Income Tax rate during the year.		
The Income Tax payable by the superannuation fund has been calculated as follows:		
	2013	2012
	\$	\$
Benefits accrued as a result of operations before income tax	408,805.43	132,456.84
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Prima facie income tax on accrued benefits	61,320.81	19,868.53
Add/(Less) Tax Effect of:		
Increase in Market Value of Investments	(23,461.10)	-
Member/Personal Contributions - Non Concessional (Undeducted)	(22,350.00)	(13,500.00)
Transfers In - Unrestricted Non Preserved/Tax Free	-	(6,011.22)
Accountancy Fees	100.54	82.47
Administration Costs	-	23.68
Auditor's Remuneration	79.82	75.24
Bank Charges	13.18	8.41
Decrease in Market Value of Investments	-	3,971.45
Pensions Paid - Unrestricted Non Preserved - Tax Free	3,138.60	2,942.27
Pensions Paid - Unrestricted Non Preserved - Taxable	1,661.40	1,557.73
Exempt Pension Income	(14,315.70)	(7,931.70)
Accounting (Profits)/Losses on Sale of Investments	(5,532.53)	-
Taxable Capital Gains	4,123.05	-
Other	.03	.19
	<hr/>	<hr/>
	(56,542.71)	(18,781.48)
	<hr/>	<hr/>
Income Tax Expense	4,778.10	1,087.05
	<hr/>	<hr/>
Income tax expense comprises:		
Income Tax Payable/(Refundable)	(14,174.90)	(14,649.46)
Imputed Credits	18,953.00	15,736.51
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	4,778.10	1,087.05
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GRAHAM WELCH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

**6. Reconciliation of Net Cash provided by
Operating Activities to Benefits Accrued from Operations
after Income Tax**

	2013	2012
	\$	\$
Benefits accrued from operations after income tax	404,027.33	131,369.79
Add/(Less) non cash amounts included in benefits accrued from operations		
Capital Gains/(Losses) - Taxable	(27,486.76)	-
Capital Gains/(Losses) - Non Taxable	(9,396.75)	-
Increase in Market Value of Investments	(156,407.33)	-
Decrease in Market Value of Investments	-	26,476.33
Income Tax Expense	4,778.10	1,087.05
Other non cash items	(4,303.54)	(2,197.82)
	<u>(192,816.28)</u>	<u>25,365.56</u>
Net cash provided by operating activities	<u>211,211.05</u>	<u>156,735.35</u>

GRAHAM WELCH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

7. Reconciliation of Cash

For the purpose of the statement of cash flows, cash includes cash on hand and in banks. Cash at the end of the reporting period as shown in the statement of cash flows is reconciled to the related item in the Statement of Financial Position or Statement of Net Assets as follows:

	2013	2012
	\$	\$
Cash	<u>215,108.54</u>	<u>10,328.05</u>

GRAHAM WELCH SUPERANNUATION FUND

MEMBER'S SUMMARY REPORT AT 30 JUNE 2013

Member's Details	O/B	Increases				Decreases							C/B
		Contrib	Tra In	Profit	Ins Pol	Tax	Exp	Ins Pol	Tra Out	Ben Pd	Excess Tax	Refund Con	
WELCH, GRAHAM Member Mode: Pension A/C Description: Pension 17 Kriedeman Road Upper Coomera QLD 4209	677,671		232,959	249,256						32,000			1,127,885
WELCH, GRAHAM Member Mode: Accumulation A/C Description: Accumulated 17 Kriedeman Road Upper Coomera QLD 4209	132,959	174,000		17,550		4,778			232,959				86,772
	810,630	174,000	232,959	266,805		4,778			232,959	32,000			1,214,657

GRAHAM WELCH SUPERANNUATION FUND
INVESTMENT SUMMARY REPORT (WITH YIELDS) AT 30 JUNE 2013

Investment	Units	Cost		Market		Income	Yield	
		Per unit	Total	Per unit	Total		Cost	Market
Cash/Bank Accounts								
Cash at Bank - St George 410238273			214,842.70		214,842.70	8,379.35	3.90%	3.90%
Cash at Bank - St George 491042175			265.84		265.84			
			<u>215,108.54</u>		<u>215,108.54</u>	<u>8,379.35</u>		
Fixed Interest Securities (Australian)								
Term Deposit - St George						3,545.61		
						<u>3,545.61</u>		
Shares in Listed Companies (Australian)								
Australia and New Zealand Banking Group Limited - Ordinary Fully Paid	1,142.0000	14.58	16,654.29	28.58	32,638.36	2,365.57	14.20%	7.25%
Bank of Queensland Limited. - Ordinary Fully Paid						1,225.71		
Bhp Billiton Limited - Ordinary Fully Paid	2,900.0000	34.14	99,017.65	31.37	90,973.00	4,584.09	4.63%	5.04%
Commonwealth Bank of Australia. - Ordinary Fully Paid	5,040.0000	53.85	271,424.13	69.18	348,667.20	18,514.15	6.82%	5.31%
David Jones Limited - Ordinary Fully Paid						250.00		
National Australia Bank Limited - Ordinary Fully Paid	2,450.0000	25.85	63,321.45	29.68	72,716.00	6,300.00	9.95%	8.66%
Telstra Corporation Limited. - Ordinary Fully Paid	19,000.0000	3.26	61,981.75	4.77	90,630.00	7,600.00	12.26%	8.39%
Wesfarmers Limited - Ordinary Fully Paid	2,000.0000	21.76	43,525.22	39.60	79,200.00	5,774.29	13.27%	7.29%
Westpac Banking Corporation - Ordinary Fully Paid	8,800.0000	23.99	211,084.77	28.88	254,144.00	15,540.00	7.36%	6.11%
Woolworths Limited - Ordinary Fully Paid	500.0000	26.35	13,172.51	32.81	16,405.00	1,022.82	7.76%	6.23%
			<u>780,181.77</u>		<u>985,373.56</u>	<u>63,176.63</u>		
			<u>995,290.31</u>		<u>1,200,482.10</u>	<u>75,101.59</u>		

GRAHAM WELCH SUPERANNUATION FUND

INVESTMENT INCOME REPORT AT 30 JUNE 2013

Investment	Add				Less						Taxable	Indexed	Discounted	Other	Taxable
	Total Income	Franking Credits	Foreign Credits	TFN Credits	Tax Free	Tax Exempt	Tax Deferred	Expenses	Capital Gains Discount*	GST	Income (incl Cap Gains)	Capital Gains	Capital Gains*	Capital Gains*	Capital Gains
Cash/Bank Accounts															
Cash at Bank - St George 410238273	8,379.35										8,379.35				
	8,379.35										8,379.35				
Fixed Interest Securities (Australian)															
Term Deposit - St George	3,545.61										3,545.61				
	3,545.61										3,545.61				
Shares in Listed Companies (Australian)															
Australia and New Zealand Banking Group Limited - Ordinary Fully Paid	1,655.90	709.67									2,365.57				
Bank of Queensland Limited. - Ordinary Fully Paid	858.00	367.71									1,225.71				
Bhp Billiton Limited - Ordinary Fully Paid	3,208.86	1,375.23									4,584.09				
Commonwealth Bank of Australia. - Ordinary Fully Paid	12,959.90	5,554.25									18,514.15				
David Jones Limited - Ordinary Fully Paid	175.00	75.00									250.00				
National	4,410.00	1,890.00									6,300.00				
<i>* Includes Foreign Capital Gains</i>															

GRAHAM WELCH SUPERANNUATION FUND
INVESTMENT INCOME REPORT AT 30 JUNE 2013

Investment	Add			Less						Taxable Income (incl Cap Gains)	Indexed Capital Gains	Discounted Capital Gains*	Other Capital Gains*	Taxable Capital Gains
	Total Income	Franking Credits	Foreign Credits	TFN Credits	Tax Free	Tax Exempt	Tax Deferred	Expenses	Capital Gains Discount*					
Australia Bank Limited - Ordinary Fully Paid														
Telstra Corporation Limited. - Ordinary Fully Paid	5,320.00	2,280.00								7,600.00				
Wesfarmers Limited - Ordinary Fully Paid	4,042.00	1,732.29								5,774.29				
Westpac Banking Corporation - Ordinary Fully Paid	10,878.00	4,662.00								15,540.00				
Woolworths Limited - Ordinary Fully Paid	715.97	306.85								1,022.82				
	44,223.63	18,953.00								63,176.63				
	56,148.59	18,953.00								75,101.59				

* Includes Foreign Capital Gains

GRAHAM WELCH SUPERANNUATION FUND
INVESTMENT DISPOSALS REPORT AT 30 JUNE 2013

Investment	Disposal Method	Units Sold	Purchase Cost	Cost Base Adjustments	Adjusted Cost Base	Consideration	Total Prof/(Loss)	Taxable Prof/(Loss)	Non Taxable Prof/(Loss)	Accounting Prof/(Loss)
Shares in Listed Companies (Australian)										
Bank of Queensland Limited. - Ordinary Fully Paid	Multiple	3,300.0000	26,243.02		26,243.02	31,287.64	5,044.62	4,191.56	853.06	5,044.62
Commonwealth Bank of Australia. - Ordinary Fully Paid	Discounted	1,000.0000	53,892.95		53,892.95	65,817.78	11,924.83	7,949.89	3,974.94	11,924.83
David Jones Limited - Ordinary Fully Paid	Discounted	2,500.0000	7,532.95		7,532.95	7,630.05	97.10	64.73	32.37	97.10
National Australia Bank Limited - Ordinary Fully Paid	Discounted	1,000.0000	23,595.93		23,595.93	29,981.98	6,386.05	4,257.37	2,128.68	6,386.05
Shopping Centres Australasia Property Group - Units Fully Paid Stapled Securitie	Other	100.0000	143.96		143.96	163.47	19.51	19.51		19.51
Wesfarmers Limited - Partially Protected Ordinary Shares Fully Paid	Other	350.0000	10,334.45		10,334.45	14,486.17	4,151.72	4,151.72		4,151.72
Westpac Banking Corporation - Ordinary Fully Paid	Multiple	2,000.0000	51,157.78		51,157.78	60,417.46	9,259.68	6,851.98	2,407.70	9,259.68
			172,901.04		172,901.04	209,784.55	36,883.51	27,486.76	9,396.75	36,883.51
			172,901.04		172,901.04	209,784.55	36,883.51	27,486.76	9,396.75	36,883.51

GRAHAM WELCH SUPERANNUATION FUND

TRUSTEES DECLARATION

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

In the opinion of the trustees:

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2013 present fairly, in all material respects, the financial position of the superannuation fund at 30 June 2013 and the results of its operations for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements;
- (ii) the financial statements and notes to the financial statements have been prepared in accordance with the requirements of the trust deed; and
- (iii) the operation of the superannuation fund has been carried out in accordance with its trust deed and in compliance with the requirements of the Superannuation Industry (Supervision) Act 1993 and associated Regulations during the year ended 30 June 2013.

Signed in accordance with a resolution of the trustees by:

Graham Welch
Trustee

Elizabeth Welch
Trustee

DATED: 13/11/2013

**GRAHAM WELCH SUPERANNUATION FUND
SELF-MANAGED SUPERANNUATION FUND
INDEPENDENT AUDITOR'S REPORT**

Approved SMSF auditor details

Name	Leasa Arnett
Postal address	Po Box 357
	Mermaid Beach QLD 4218
Business name	
Business Postal address	Po Box 357
	Mermaid Beach QLD 4218
SMSF auditor number (SAN)	100042484
Professional organisation	The Institute of Chartered Accountants in Australia
Professional membership or registration number	92745

Self-managed superannuation fund details

Self-managed superannuation fund (SMSF) name	Graham Welch Superannuation Fund
Australian business number (ABN) or tax file number (TFN)	66569035452
Address	17 Kriedeman Road
	Upper Coomera QLD 4209
Year of income being audited	2013

To the SMSF trustees

To the SMSF trustees of	Graham Welch Superannuation Fund
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**GRAHAM WELCH SUPERANNUATION FUND
SELF-MANAGED SUPERANNUATION FUND
INDEPENDENT AUDITOR'S REPORT**

PART A - FINANCIAL REPORT

I have audited the special purpose financial report comprising the Statement of Financial Position as at 30 June 2013, and the Operating Statement for the year then ended, a summary of significant accounting policies and other explanatory notes of the Graham Welch Superannuation Fund for the year ended 30 June 2013.

SMSF trustees' responsibility for the financial report

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

Approved SMSF auditor's responsibility

My responsibility is to express an opinion on the financial report based on the audit. I have conducted an independent audit of the financial report in order to express an opinion on it to the trustees. I have complied with the auditor independence requirements prescribed by the SISR and the competency standards set by ASIC.

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

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

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

Approved SMSF auditor's opinion

In my opinion, the financial report presents fairly, in all material respects, in accordance with the accounting policies described in the notes to the financial statements, the financial position of the fund at 30 June 2013 and the results of its operations for the year then ended.

Basis of accounting

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

PART B - COMPLIANCE REPORT

SMSF trustees' responsibility for compliance

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

**GRAHAM WELCH SUPERANNUATION FUND
SELF-MANAGED SUPERANNUATION FUND
INDEPENDENT AUDITOR'S REPORT**

Approved SMSF auditor's responsibility

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

I have complied with the auditor independence requirements prescribed by the SISR and the competency standards set by ASIC.

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

Sections: 17A, 35A, 35B, 35C(2), 52(2)(d), 52(2)(e), 62, 65, 66, 67, 67A, 67B, 69-71E, 73-75, 80-85, 103, 104A, 109, 126K

Regulations: 1.06(9A), 4.09, 4.09A¹, 5.03, 5.08, 6.17, 7.04, 8.02B², 13.12, 13.13, 13.14, 13.18AA³

My procedures included examination, on a test basis, of evidence supporting compliance with those requirements of the SISA and the SISR for the year ended 30 June 2013.

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

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

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

Approved SMSF auditor's conclusion

In my opinion, each trustee of Graham Welch Superannuation Fund has complied, in all material respects, with the requirements of the SISA or the SISR specified above, for the year ended 30 June 2013.

Signature of approved SMSF auditor :

Leasa Arnett

Date : 17/12/2013

¹ Reg 4.09A commenced 7/8/2012

² Reg 8.02B commenced 7/8/2012

³ An explanation of each of these sections and regulations is attached as an appendix to assist trustees. Please ensure that it is attached to the fund's audit report

**GRAHAM WELCH SUPERANNUATION FUND
SELF-MANAGED SUPERANNUATION FUND
INDEPENDENT AUDITOR'S REPORT**

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

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

Section or Regulation	Explanation
S17A	The fund must meet the definition of an SMSF
S35A	The trustees must keep and maintain accounting records for a minimum of five years
S35B	The trustees must prepare and maintain proper accounting records
S35C(2)	The trustees must provide the auditor with the necessary documents to complete the audit in a timely and professional manner; and within 14 days of a written request from the auditor
S52(2)(d) or Reg 4.09A ¹	The assets of the SMSF must be held separately from any assets held by the trustee personally or by a standard employer sponsor or an associate of the standard employer sponsor
S52 (2)(e)	The trustee must not enter into a contract that would prevent/hinder them from exercising the powers of a trustee
S62	The fund must be maintained for the sole purpose of providing benefits to any or all of the following: <ul style="list-style-type: none"> • fund members upon their retirement • fund members upon reaching a prescribed age • the dependants of a fund member in the case of the member's death before retirement
S65	The trustees must not loan monies or provide financial assistance to any member or relative at any time during the financial year
S66	The trustees must not acquire any assets (not listed as an exemption) from any member or related party of the fund
S67	The trustees of the fund must not borrow any money or maintain an existing borrowing (not listed as an exemption)
S67A-67B	Limited-recourse borrowing arrangements
S69-71E	Outline of the in-house asset rules that trustees must follow (these relate to transactions of any kind with a related party of the fund)
S73-75	Outline of the manner in which in-house assets must be valued by trustees (arms-length market value)

¹ Reg 4.09A commenced 7/8/2012

**GRAHAM WELCH SUPERANNUATION FUND
SELF-MANAGED SUPERANNUATION FUND
INDEPENDENT AUDITOR'S REPORT**

Appendix 1 (Continued)

S80-85	The trustees must comply with the in-house asset rules
S103	The trustees must keep minutes of all meetings and retain the minutes for a minimum of 10 years
S104A	Trustees who became a trustee on or after 1 July 2007 must sign and retain a trustee declaration
S109	All investment transactions must be made and maintained at arms- length – that is, purchase, sale price and income from an asset reflects a true market value/rate of return
S126K	A disqualified person cannot be a trustee, investment manager or custodian of a superannuation fund
Sub Reg 1.06 (9A)	Pension payments must be made at least annually, and must be at least the amount calculated under clause 2 of Schedule 7
Reg 4.09	Trustees must formulate, regularly review and give effect to an investment strategy for the fund
Reg 5.03	Investment returns must be allocated to members in a manner that is fair and reasonable
Reg 5.08	Member benefits must be maintained in the fund until transferred, rolled over, allotted (to the member's spouse) or cashed in a permitted fashion
Reg 6.17	Payments of member benefits must be made in accordance with Part 6 or Part 7A of the regulations and be permitted by the trust deed
Reg 7.04	Contributions can only be accepted in accordance with the applicable rules for the year being audited
Reg 8.02B ¹	When preparing accounts and statements required by subsection 35B(1) of the Act, an asset must be valued at its market value
Reg 13.12	Trustees must not recognise an assignment of a super interest of a member or beneficiary
Reg 13.13	Trustees must not recognise a charge over or in relation to a member's benefits
Reg 13.14	Trustees must not give a charge over, or in relation to, an asset of the fund
Reg 13.18AA	Investments in collectables and personal use assets must be maintained in accordance with prescribed rules

¹ Reg 8.02B commenced 7/8/2012


Self-managed superannuation fund annual return

2013


H HT Ü2013

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 2013* (NAT 71287).

 The *Self-managed superannuation fund annual return instructions 2013* (NAT 71606) (the instructions) can assist you to complete this annual return.


TO COMPLETE THIS ANNUAL RETURN

- Print clearly, using a BLACK pen only.
- Use BLOCK LETTERS.
- Print  in ALL applicable boxes.

Section A: Fund information

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

1 Tax file number (TFN)

 The Tax Office 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.

2 Name of self-managed superannuation fund (SMSF)

3 Australian business number (ABN) (if applicable)

4 Current postal address

Suburb/town

State/territory

Postcode

5 Annual return status

Is this an amendment to the SMSF's 2013 annual return?

No

Yes

6 SMSF auditor

Auditor's name

Title: Mr Mrs Miss Ms Other

Family name

First given name

Other given names

SMSF Auditor Number

Professional body
Code

Membership number

Auditor's phone number

Postal address

Suburb/town

State/territory

Postcode

Date audit was completed **A** Day / Month / Year

Was Part B of the audit report qualified? **B** No Yes

If the audit report was qualified, have the reported compliance issues been rectified? **C** No Yes

Sensitive (when completed)

Page 1

7 Electronic funds transfer (EFT)

Provide your fund's financial institution details.

Write the BSB number, fund's account number and account name below. (See relevant instructions.)

We do not issue refunds to a trustee's personal account.

BSB number (must be six digits)

Fund account number

Fund account name (for example, J&Q Citizen ATF J&Q Family SF)

8 Status of SMSF	Australian superannuation fund	A No	Yes	Fund benefit structure	B	Code
	Does the fund trust deed allow acceptance of the Government's Super Co-contribution and Low Income Super Contribution?	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 an income stream 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** \$

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 ☐ 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.

Section B: Income

Do not complete this section if your fund was in **full** pension phase for the **entire year** and there was **no** other income that was assessable. 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 complete and attach a *Capital gains tax (CGT) schedule 2013*.

Have you applied an exemption or rollover?

M No Yes

Code

Net capital gain **A** \$

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

Gross interest **C** \$

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

Gross foreign income		Loss
D1 \$	Net foreign income D \$	

Australian franking credits from a New Zealand company **E** \$

Transfers from foreign funds **F** \$

Gross payments where ABN not quoted **H** \$

Gross distribution from partnerships **I** \$

*Unfranked dividend amount **J** \$

*Franked dividend amount **K** \$

*Dividend franking credit **L** \$

*Gross trust distributions **M** \$

Calculation of assessable contributions

Assessable employer contributions

R1 \$

plus Assessable personal contributions

R2 \$

plus *No-TFN quoted contributions

R3 \$

less Transfer of liability to life insurance company or PST

R6 \$

Assessable contributions
(**R1** plus **R2**
plus **R3** less **R6**) **R** \$

Calculation of non-arm's length income

*Net non-arm's length private company dividends

U1 \$

plus *Net non-arm's length trust distributions

U2 \$

plus *Net other non-arm's length income

U3 \$

*Other income **S** \$

*Assessable income due to changed tax status of fund **T** \$

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

*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** \$

Exempt current pension income **Y** \$

TOTAL ASSESSABLE INCOME
(**W** less **Y**) **V** \$



Place your attachments here.

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 \$		A2 \$
Interest expenses overseas	B1 \$		B2 \$
Capital works expenditure	D1 \$		D2 \$
Decline in value of depreciating assets	E1 \$		E2 \$
Insurance premiums – members	F1 \$		F2 \$
Death benefit increase	G1 \$		
SMSF auditor fee	H1 \$		H2 \$
Investment expenses	I1 \$		I2 \$
Management and administration expenses	J1 \$		J2 \$
Forestry managed investment scheme expense	U1 \$		U2 \$
Other amounts	L1 \$	Code	L2 \$
Tax losses deducted	M1 \$		
TOTAL DEDUCTIONS N \$ (Total A1 to M1)		TOTAL NON-DEDUCTIBLE EXPENSES Y \$ (Total A2 to L2)	
TAXABLE INCOME OR LOSS O \$ (TOTAL ASSESSABLE INCOME less TOTAL DEDUCTIONS)		TOTAL SMSF EXPENSES Z \$ (N plus Y)	

Section D: Income tax calculation statement

13 Calculation statement

Please refer to the *Self-managed superannuation fund annual return instructions 2013* on how to complete the calculation statement.

Taxable income **A** \$
 Tax on taxable income **T1** \$
 Tax on no-TFN quoted contributions **J** \$
 Gross tax **B** \$

Foreign income tax offset
C1 \$

(**T1** plus **J**)

Rebates and tax offsets
C2 \$

Non-refundable non-carry forward tax offsets

C \$

(**C1** plus **C2**)

Complying fund's franking credits tax offset
E1 \$

SUBTOTAL

T2 \$

(**B** less **C** – cannot be less than zero)

No-TFN tax offset
E2 \$

National rental affordability scheme tax offset
E3 \$

Refundable tax offsets

E \$

(**E1** plus **E2** plus **E3** plus other refundable tax offset amounts)

TAX PAYABLE T5 \$

(**T2** less **E** – cannot be less than zero)

Credit for interest on early payments – amount of interest
H1 \$

Section 102AAM interest charge

G \$

Credit for tax withheld – foreign resident withholding
H2 \$

Eligible credits

H \$

(**H1** plus **H2** plus **H3** plus **H5** plus **H6**)

Credit for tax withheld – where ABN or TFN not quoted (non-individual)
H3 \$

Remainder of refundable tax offsets

I \$

(unused amount from label **E**)

Credit for TFN amounts withheld from payments from closely held trusts
H5 \$

PAYG instalments raised

K \$

Credit for interest on no-TFN tax offset
H6 \$

Supervisory levy

L \$

Supervisory levy adjustment for wound up funds

M \$

AMOUNT DUE OR REFUNDABLE S \$

A positive amount at **S** is what you owe, while a negative amount is refundable to you.

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

Section E: Losses

14 Losses

❗ If total loss is greater than \$100,000, or there is a foreign loss, complete and attach a *Losses schedule 2013*.

Tax losses carried forward to later income years **U** \$

Net capital losses carried forward to later income years **V** \$

Sensitive (when completed)

Section F: Member information

! In Section F report all current members in the fund at 30 June.
Use Section G to report any former members or deceased members who held an interest in the fund at any time during the income year.

MEMBER 1

Title: Mr Mrs Miss Ms Other

Family name

First given name

Other given names

Day / Month / Year

Member's TFN

Date of birth

Contributions

! Refer to instructions for completing these labels. For example, include contributions reported to you on a *Rollover benefits statement (RBS)* (NAT 70944).

OPENING ACCOUNT BALANCE \$

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** \$

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 Contributions) **M** \$

TOTAL CONTRIBUTIONS N \$

Other transactions

Allocated earnings or losses **O** \$

Loss

Inward amounts /less any rolled in contributions reported at **A – M** **P** \$

Loss

Outward amounts /less any rolled out contributions at item **15K** on RBS **Q** \$

Code

Lump Sum payment **R1** \$

Code

Income stream payment **R2** \$

CLOSING ACCOUNT BALANCE **S** \$

Section H: Assets and liabilities

15 ASSETS

15a Australian managed investments

Listed trusts **A** \$Unlisted trusts **B** \$Insurance policy **C** \$Other managed investments **D** \$

15b Australian direct investments

Cash and term deposits **E** \$

Limited recourse borrowing arrangements

Australian residential real property

J1 \$

Australian non-residential real property

J2 \$

Overseas real property

J3 \$

Australian shares

J4 \$

Overseas shares

J5 \$

Other

J6 \$Debt securities **F** \$Loans **G** \$Listed shares **H** \$Unlisted shares **I** \$Limited recourse borrowing arrangements **J** \$Non-residential real property **K** \$Residential real property **L** \$Collectables and personal use assets **M** \$Other assets **O** \$

15c Overseas direct investments

Overseas shares **P** \$Overseas non-residential real property **Q** \$Overseas residential real property **R** \$Overseas managed investments **S** \$Other overseas assets **T** \$
TOTAL AUSTRALIAN AND OVERSEAS ASSETS U \$
(Sum of labels **A** to **T**)

15d 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

▶

\$

16 LIABILITIESBorrowings **V** \$Total member closing account balances
(total of all **CLOSING ACCOUNT BALANCES** from Sections F and G) **W** \$Reserve accounts **X** \$Other liabilities **Y** \$**TOTAL LIABILITIES Z** \$**Section I: Taxation of financial arrangements****17 Taxation of financial arrangements (TOFA)**Did you make a gain, loss or transitional balancing adjustment
from a financial arrangement subject to the TOFA rules? **G** No YesTotal TOFA gains **H** \$Total TOFA losses **I** \$TOFA transitional balancing adjustment **J** \$

Loss

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 2012–13 income year, write **2013**). **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 2013*. **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 2013* for each election. **C**If revoking an interposed entity election, print **R**, and complete
and attach the *Interposed entity election or revocation 2013*. **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 are in doubt about any aspect of the annual return, place all the facts before the ATO.

TRUSTEE'S OR DIRECTOR'S DECLARATION:

I declare that current trustees and directors have authorised this annual return and it is documented as such in the SMSF's records. I have received the audit report and I am aware of any matters raised. I declare that the information on this annual return, including any attached schedules and additional documentation is true and correct. I also authorise the ATO to make any tax refunds to the nominated bank account (if applicable).

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

Date Day / Month / Year

Preferred trustee or director contact details:

Title: Mr Mrs Miss Ms Other

Family name

First given name

Other given names

Phone number

Email address

Non-individual trustee name (if applicable)

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 2013* 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

Date Day / Month / Year

Tax agent's contact details

Title: Mr Mrs Miss Ms Other

Family name

First given name

Other given names

Tax agent's practice

Tax agent's phone number

Reference number

Tax agent number



Postal address for annual returns: **Australian Taxation Office, GPO Box 9845, IN YOUR CAPITAL CITY**

PART A

Electronic Lodgement Declaration (Form P, T, C, F, SMSF or EX)

This declaration is to be completed where the tax return is to be lodged via the Tax Office's Electronic Lodgment Service (ELS). It is the responsibility of the taxpayer to retain this declaration for a period of five years after the declaration is made, penalties may apply for failure to do so.

Privacy

Your tax file number

It is not an offence not to quote your (or if applicable, the partner's or beneficiary's) tax file number (TFN). However, you cannot lodge your tax return electronically if you do not quote your TFN. The Tax Office is authorised by the *Income Tax Assessment Act 1936* and the *Income Tax Assessment Act 1997* to ask for information on this tax return.

The Australian Business Register

The Commissioner of Taxation, as Registrar of the Australian Business Register, may use the ABN and business details which you provide on this tax return to maintain the integrity of the register.

Please refer to the privacy statement on the Australian Business Register (ABR) website (www.abr.gov.au) for further information – it outlines our commitment to safeguarding your details.

Electronic funds transfer - direct debit

Where you have requested an EFT direct debit some of your details will be provided to your financial institution and the Tax Office's sponsor bank to facilitate the payment of your taxation liability from your nominated account.

Tax File Number	Name of Partnership, Trust, Fund or Entity	Year
-----------------	--	------

I authorise my tax agent to electronically transmit this tax return via the Electronic Lodgment Service.

Important

Before making this declaration please check to ensure that all income has been disclosed and the tax return is true and correct in every detail. If you are in doubt about any aspect of the tax return, place all the facts before the Tax Office. The tax law provides heavy penalties for false or misleading statements on tax returns.

Declaration: I declare that:

- the information provided to the agent for the preparation of this tax return, including any applicable schedules is true and correct; and
- the agent is authorised to lodge this tax return.

Signature of Partner, Trustee,
Director or Public Officer

Date

/ /

PART B

ELECTRONIC FUNDS TRANSFER CONSENT

This declaration is to be completed when an electronic funds transfer (EFT) of a refund is requested and the tax return is being lodged through the electronic lodgment service ELS.

This declaration must be signed by the partner, trustee, director or public officer prior to the EFT details being transmitted to the Tax Office. If you elect for an EFT, all details below must be completed.

Important: Care should be taken when completing EFT details as the payment of any refund will be made to the account specified.

Agent Ref No

Account name

I authorise the refund to be deposited directly to the specified account

Signature

Date

/ /

PART D

Tax Agent's Certificate (shared facilities only)

I declare that:

- I have prepared this tax return in accordance with the information supplied by the partner, trustee, director or public officer
- I have received a declaration made by the entity that the information provided to me for the preparation of this tax return is true and correct; and
- I am authorised by the partner, trustee, director or public officer to lodge this tax return, including any applicable schedules.

Agent's signature

Date

/ /

Contact name

7`YbhRefYfYbW

Agent's Phone No"

Agentfj RefYfYbW' No"



Capital gains tax (CGT) schedule

2013

€CHÓY GEFH

WHEN COMPLETING THIS FORM

- Print clearly, using a black or dark blue pen only.
- Use BLOCK LETTERS.
- 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 2013* 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)

Taxpayer's name

1 Current year capital gains and capital losses

	Capital gain	Capital loss
Shares in companies listed on an Australian securities exchange A \$		K \$
Other shares B \$		L \$
Units in unit trusts listed on an Australian securities exchange C \$		M \$
Other units D \$		N \$
Real estate situated in Australia E \$		O \$
Other real estate F \$		P \$
Amount of capital gains from a trust (including a managed fund) G \$		
Collectables H \$		Q \$
Other CGT assets and any other CGT events I \$		R \$
Total current year capital gains J \$		Add the amounts at labels K to R and write the total in item 2 label A – Total current year capital losses .

2 Capital losses

Total current year capital losses **A \$**

Total current year capital losses applied **B \$**

Total prior year net capital losses applied **C \$**

Total capital losses transferred in applied
(only for transfers involving a foreign bank branch or
permanent establishment of a foreign financial entity) **D \$**

Total capital losses applied **E \$**

Add 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 \$**

Other net capital losses carried forward to later income years **B \$**

Add 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 \$**

5 CGT concessions for small business

Small business active asset reduction **A \$**

Small business retirement exemption **B \$**

Small business rollover **C \$**

Total small business concessions applied **D \$**

6 Net capital gain

Net capital gain **A \$**

1J 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.

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** \$

Amount of any capital gain or loss you made under your earnout arrangement in the income year. **E** \$ / LOSS

8 Other CGT information required (if applicable)

Small business 15 year exemption – exempt capital gains **A** \$ / CODE

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

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

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

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

Taxpayer's declaration

❗ If the schedule is not lodged with the income tax return you are required to sign and date the schedule.

Important

Before making this declaration check to ensure that all the information required has been provided on this form and any attachments to this form, and that the information provided is true and correct in every detail. If you are in doubt about any aspect of the tax return, place all the facts before the ATO. The income tax law imposes heavy penalties for false or misleading statements.

I declare that the information on this form is true and correct.

Signature

Date

Day

Month

Year

/ /

Contact name

Daytime contact number (include area code)

GRAHAM WELCH SUPERANNUATION FUND
STATEMENT OF TAXABLE INCOME
FOR THE YEAR ENDED 30 JUNE 2013

	2013
	\$
Benefits Accrued as a Result of Operations before Income Tax	408,805.00
Less:	
Increase in Market Value of Investments	(156,407.00)
Member/Personal Contributions - Non Concessional (Undeducted)	(149,000.00)
Accounting Capital Gains	(36,884.00)
Exempt Pension Income	(95,438.00)
Other Non Taxable Items	1.00
	<hr/> (437,728.00) <hr/>
	(28,923.00)
Add:	
Pensions Paid - Unrestricted Non Preserved - Tax Free	20,924.00
Pensions Paid - Unrestricted Non Preserved - Taxable	11,076.00
Taxable Capital Gains	27,487.00
Pension Member Non Deductible Expenses	1,290.00
	<hr/> 60,777.00 <hr/>
Taxable Income	<hr/> 31,854.00 <hr/>
Tax Payable on Taxable Income	4,778.10
Less:	
Imputed Credits	18,953.00
	<hr/> 18,953.00 <hr/>
Income Tax Payable/(Refund)	<hr/> (14,174.90) <hr/>
Add:	
Supervisory levy	321.00
Total Amount Due or Refundable	<hr/> (13,853.90) <hr/>

**GRAHAM AND ELIZABETH WELCH
ATF GRAHAM WELCH SUPERANNUATION FUND
MINUTES OF A MEETING OF THE TRUSTEE(S) HELD ON 17/12/2013
AT 17 KRIEDEMAN ROAD, UPPER COOMERA QLD 4209**

<u>PRESENT:</u>	Graham Welch Elizabeth Welch
<u>MINUTES:</u>	The Chair reported that the minutes of the previous meeting had been signed as a true record.
<u>FINANCIAL STATEMENTS OF SUPERANNUATION FUND:</u>	<p>It was resolved that the financial statements would be prepared as special purpose financial statements as, in the opinion of the trustee(s), the superannuation fund is a non-reporting entity and therefore is not required to comply with all Australian Accounting Standards.</p> <p>The Chair tabled the financial statements and notes to the financial statements of the superannuation fund in respect of the year ended 30 June 2013 and it was resolved that such statements be and are hereby adopted as tabled.</p>
<u>TRUSTEE'S DECLARATION:</u>	It was resolved that the trustee's declaration of the superannuation fund be signed.
<u>ANNUAL RETURN:</u>	Being satisfied that the fund had complied with the requirements of the Superannuation Industry (Supervision) Act 1993 (SISA) and Regulations during the year ended 30 June 2013, it was resolved that the annual return be approved, signed and lodged with the Australian Taxation Office.
<u>TRUST DEED:</u>	The Chair tabled advice received from the fund's legal adviser confirming that the fund's trust deed is consistent with all relevant superannuation and trust law.
<u>INVESTMENT STRATEGY:</u>	The allocation of the fund's assets and the fund's investment performance over the financial year were reviewed and found to be within acceptable ranges outlined in the investment strategy. After considering the risk, rate of return and liquidity of the investments and the ability of the fund to discharge its existing liabilities, it was resolved that the investment strategy continues to reflect the purposes and circumstances of the fund and its members. Accordingly, no changes in the investment strategy were required.
<u>INSURANCE COVER:</u>	The trustee(s) reviewed the current life and total and permanent disability insurance coverage on offer to the members and resolved that the current insurance arrangements were appropriate for the fund.
<u>ALLOCATION OF INCOME:</u>	It was resolved that the income of the fund would be allocated to the members based on their average daily balance (an alternative allocation basis may be percentage of opening balance).
<u>INVESTMENT ACQUISITIONS:</u>	It was resolved to ratify the investment acquisitions throughout the financial year ended 30 June 2013.

INVESTMENT DISPOSALS:

It was resolved to ratify the investment disposals throughout the financial year ended 30 June 2013.

AUDITORS

It was resolved that

Leasa Arnett

of

Po Box 357
Mermaid Beach QLD 4218

act as auditors of the Fund for the next financial year.

TAX AGENTS

It was resolved that

Simmons Partnership

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

TRUSTEE STATUS:

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

CONTRIBUTIONS RECEIVED:

It was resolved that the contributions during the year be allocated to members on the basis of the schedule provided by the principal Fund employer.

PAYMENT OF BENEFITS

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

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

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

CLOSURE:

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

There being no further business the meeting then closed.

Signed as a true record –

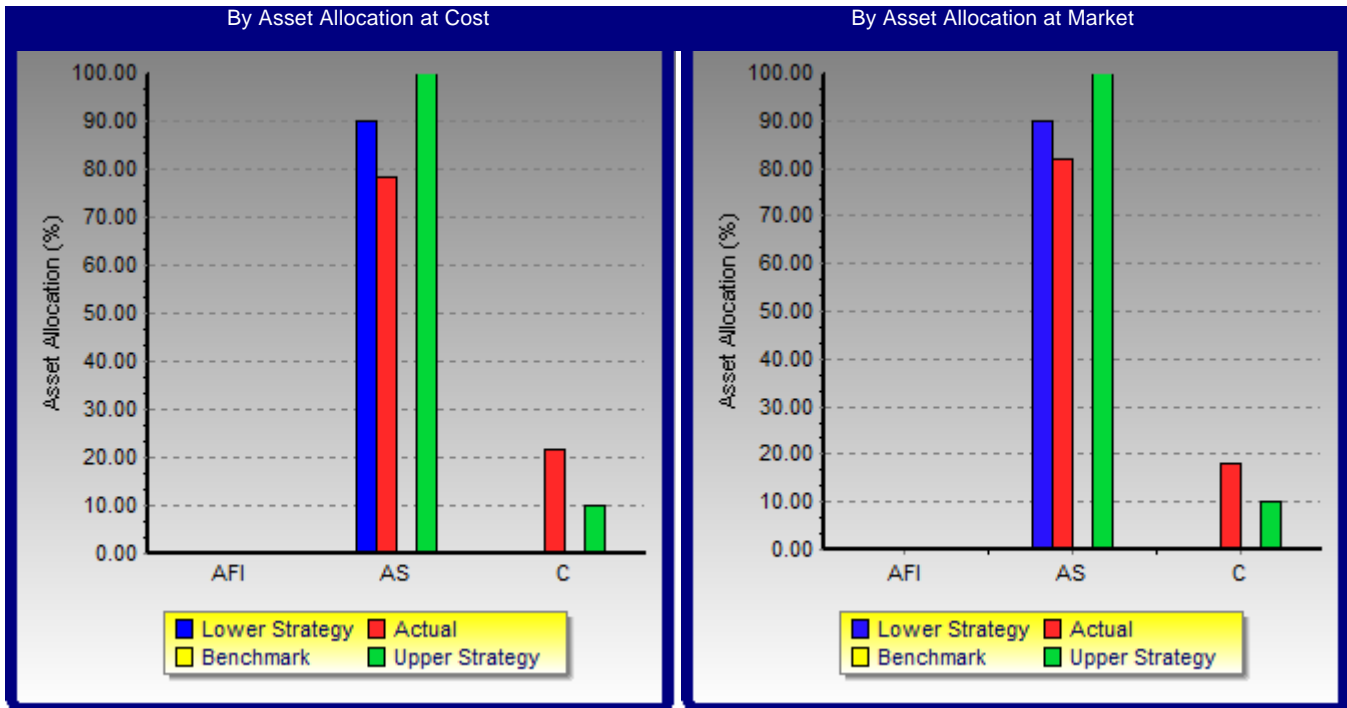
.....
Graham Welch
Chairperson

GRAHAM WELCH SUPERANNUATION FUND
SCHEDULE OF PURCHASES AND SALES OF FUND ASSETS
FOR THE REPORTING PERIOD ENDED 30 JUNE 2013

Details	No of Units
Purchases of Fund Assets	
<u>Shares in Listed Companies (Australian)</u>	
Westpac Banking Corporation - Ordinary Fully Paid	4,500
National Australia Bank Limited - Ordinary Fully Paid	1,000
Bhp Billiton Limited - Ordinary Fully Paid	500
Commonwealth Bank of Australia. - Ordinary Fully Paid	2,450
Shopping Centres Australasia Property Group - Units Fully Paid Stapled Securitie	100
Sales of Fund Assets	
<u>Fixed Interest Securities (Australian)</u>	
Term Deposit - St George	1
<u>Shares in Listed Companies (Australian)</u>	
Bank of Queensland Limited. - Ordinary Fully Paid	3,300
Westpac Banking Corporation - Ordinary Fully Paid	2,000
David Jones Limited - Ordinary Fully Paid	2,500
National Australia Bank Limited - Ordinary Fully Paid	1,000
Commonwealth Bank of Australia. - Ordinary Fully Paid	1,000
Wesfarmers Limited - Partially Protected Ordinary Shares Fully Paid	350
Shopping Centres Australasia Property Group - Units Fully Paid Stapled Securitie	100

GRAHAM WELCH SUPERANNUATION FUND

INVESTMENT STRATEGY COMPARISON CHART AT 30 JUNE 2013



Asset Groups (by Asset Allocation)	Investment Strategy Strategy %	Actual (Cost)		Actual (Market)		Benchmark %
		Amount	Percent	Amount	Percent	
Australian Fixed Interest	-			0	0.00%	
Australian Shares	90.00 - 100.00	780,182	78.39%	985,374	82.08%	
Cash	0.00 - 10.00	215,109	21.61%	215,109	17.92%	
		\$995,290	100.00%	\$1,200,482	100.00%	

Member's Statement
GRAHAM WELCH SUPERANNUATION FUND

DR GRAHAM WELCH
17 KRIEDEMAN ROAD
UPPER COOMERA QLD 4209

The Trustee of the above named fund wishes to advise you of the circumstances of your entitlement in the Fund at 30 June 2013 and for the reporting period 1 July 2012 to 30 June 2013.

Your Details		Your Balance	
Date of Birth	14 October 1939	Total Benefits	\$1,214,657.00
Tax File Number	Provided	Comprising:	
Date Joined Fund	3 February 2009	- Preserved	
Service Period Start Date	26 September 1974	- Restricted Non Preserved	
Date Left Fund		- Unrestricted Non Preserved	\$1,214,657.00
Member Mode	Accumulation/Pension	Including:	
Account Description	Consolidated	- Tax Free Component	\$682,661.76
Current Salary		- Taxable Component	\$531,995.24
Vested Amount	\$1,214,657.00		
Insured Death Benefit			
Total Death Benefit	\$1,214,657.00		
Disability Benefit			
Nominated Beneficiaries			
		Your Investment Earnings Rate:	50.43%

Your Detailed Account	Preserved	Restricted Non Preserved	Unrestricted Non Preserved	Total
Opening Balance at 1 July 2012			810,629.67	810,629.67
<u>Add: Increases to Member's Account During the Period</u>				
Concessional Contributions			25,000.00	25,000.00
Non-Concessional Contributions			149,000.00	149,000.00
Other Contributions				
Govt Co-Contributions				
Employer Contributions - No TFN				
Proceeds of Insurance Policies				
Share of Net Income/(Loss) for period			266,805.43	266,805.43
Transfers in and transfers from reserves			232,958.77	232,958.77
			673,764.20	673,764.20
			1,484,393.87	1,484,393.87
<u>Less: Decreases to Member's Account During the Period</u>				
Benefits/Pensions Paid			32,000.00	32,000.00
Contributions Tax			3,750.00	3,750.00
Income Tax			1,028.10	1,028.10
No TFN Excess Contributions Tax				
Excess Contributions Tax				
Refund Excess Contributions				
Insurance Policy Premiums Paid				
Management Fees				
Share of fund expenses				
Superannuation Surcharge Tax				
Transfers out and transfers to reserves			232,958.77	232,958.77
			269,736.87	269,736.87
Member's Account Balance at 30/06/2013			1,214,657.00	1,214,657.00

Availability of Other Fund Information

Other information about the Fund is available at your request from the Trustee. If you would like any further information, please contact the Trustee.

Trustee's Disclaimer

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

Signed by all the trustees of the fund

Graham Welch
Trustee

Elizabeth Welch
Trustee

Statement Date: 13 November 2013