

Chesterman UDC Pension Fund
Statement of Financial Position
as at 30 June 2023

	Note	2023 \$	2022 \$
Assets			
Investments			
Managed Investments	6A	331,259	203,462
Shares in Listed Companies	6B	289,879	345,291
Shares in Listed Companies - Foreign	6C	491,332	398,824
Stapled Securities	6D	48,507	48,950
Units In Listed Unit Trusts	6E	182,813	165,440
Other Assets			
Cash At Bank		91,424	255,510
Foreign Cash At Bank		7,452	3,351
Receivables		14,603	9,629
Current Tax Assets		1,436	2,916
Fund Suspense		274	-
Total Assets		1,458,978	1,433,373
Liabilities			
Other Creditors and Accruals		262	643
Total Liabilities		262	643
Net Assets Available to Pay Benefits		1,458,717	1,432,730
<i>Represented by:</i>			
Liability for Accrued Benefits	2		
Mr John Chesterman		1,458,717	1,432,730
Total Liability for Accrued Benefits		1,458,717	1,432,730

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

Chesterman UDC Pension Fund
Operating Statement
For the period 1 July 2022 to 30 June 2023

	Note	2023 \$	2022 \$
Income			
Investment Gains			
Realised Capital Gains	8A	2,934	-
Forex Unrealised Gains	8B	178	143
Increase in Market Value	8C	134,854	(230,364)
Investment Income			
Distributions	7A	24,327	18,052
Dividends	7B	22,070	17,851
Foreign Income	7C	6,147	5,327
Interest	7D	2,477	82
Investment Fee Rebate	7E	157	298
		<u>193,144</u>	<u>(188,611)</u>
Expenses			
Member Payments			
Lump Sums Paid		145,932	91,200
Other Expenses			
Accountancy Fee		5,775	4,950
Adviser Fee		8,250	9,050
Auditor Fee		275	275
Bank Fees		-	-
Establishment Fee		59	-
Fund Administration Fee		-	275
Regulatory Fees		-	56
SMSF Supervisory Levy		259	259
		<u>160,550</u>	<u>106,065</u>
Benefits Accrued as a Result of Operations before Income Tax		32,595	(294,676)
Income Tax			
Income Tax Expense		6,608	3,552
		<u>6,608</u>	<u>3,552</u>
Benefits Accrued as a Result of Operations		<u>25,986</u>	<u>(298,228)</u>

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

Chesterman UDC Pension 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.

Market value as defined in s10 of *S/SA 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.

Chesterman UDC Pension Fund

Notes to the Financial Statements

As at 30 June 2023

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.

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.

This report should be read in conjunction with the accompanying compilation report.

Chesterman UDC Pension Fund
Notes to the Financial Statements
As at 30 June 2023

The financial report was authorised for issue on 22 October 2023 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	1,432,730	1,730,958
Benefits Accrued during the period	171,918	(207,028)
Benefits Paid during the period	(145,932)	(91,200)
Liability for Accrued Benefits at end of period	1,458,717	1,432,730

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.

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	1,432,730	1,730,958
Benefits Accrued during the period	171,918	(207,028)
Benefits Paid during the period	(145,932)	(91,200)
Vested Benefits at end of period	1,458,717	1,432,730

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 – Managed Investments

	Current	Previous
At market value:		
Capital Group New Perspective Fund (AU)	109,270	92,271
Janus Henderson Tactical Income Fund	51,826	0
Ophir Global High Conviction Fund	37,235	33,522
Partners Group Global Value Fund (AUD) - Wholesale Units	46,639	42,384
PIMCO Global Bond W	48,997	0
UBS Microcap Fund	37,291	35,285
	331,259	203,462

Chesterman UDC Pension Fund
Notes to the Financial Statements
As at 30 June 2023

Note 6B – Shares in Listed Companies

	Current	Previous
At market value:		
Adelaide Brighton Limited	11,651	11,798
Ancor Limited	35,307	42,863
Commonwealth Bank of Australia	62,268	56,126
Endeavour Group Limited	0	5,942
Harvey Norman Holdings Limited	27,342	29,149
Insurance Australia Group Limited - Cap Note 3-Bbsw+4.70% Perp Non-Cum Red T-06-23	0	51,000
National Australia Bank Limited	42,719	44,372
National Australia Bank Limited - Capital Notes Deferred Settlement	43,658	43,432
Westpac Banking Corporation	35,745	32,663
Woolworths Limited	31,188	27,946
	289,879	345,291

Note 6C – Shares in Listed Companies - Foreign

	Current	Previous
At market value:		
Alphabet Inc	108,982	95,051
Apple Inc	209,697	142,582
eBay Inc	40,932	36,817
Home Depot Inc	60,635	51,644
Johnson & Johnson	38,522	39,852
PayPal Holdings Inc	32,563	32,877
	491,332	398,824

Note 6D – Stapled Securities

	Current	Previous
At market value:		
Transurban Group	48,507	48,950
	48,507	48,950

Note 6E – Units In Listed Unit Trusts

	Current	Previous
At market value:		
Magellan Global Fund (Open Class) (Managed Fund) - Magellan Global Fund (Open Class) (Managed Fund)	90,044	78,019
Ophir High Conviction Fund - Ordinary Units Fully Paid	23,159	22,968
Qualitas Real Estate Income Fund - Ordinary Units Fully Paid	69,609	64,453
	182,813	165,440

Note 7A – Distributions

	Current	Previous
Capital Group New Perspective Fund (AU)	7,391	3,332
Janus Henderson Tactical Income Fund	1,296	0
Partners Group Global Value Fund (AUD) - Wholesale Units	1,242	409
PIMCO Global Bond W	588	0
UBS Microcap Fund	1,302	1,925
Insurance Australia Group Limited - Cap Note 3-Bbsw+4.70% Perp Non-Cum Red T-06-23	0	2,382
Transurban Group	1,942	1,330
Magellan Global Fund (Open Class) (Managed Fund) - Magellan Global Fund (Open Class) (Managed Fund)	3,593	3,578
Ophir High Conviction Fund - Ordinary Units Fully Paid	1,208	1,542
Qualitas Real Estate Income Fund - Ordinary Units Fully Paid	5,765	3,554
	24,327	18,052

This report should be read in conjunction with the accompanying compilation report.

Chesterman UDC Pension Fund
Notes to the Financial Statements
As at 30 June 2023

Note 7B – Dividends

	Current	Previous
Adelaide Brighton Limited	348	871
Anz Institutional & Broker Firm Offer - March 2014	0	866
Commonwealth Bank of Australia	3,726	3,327
Endeavour Group Limited	0	219
Harvey Norman Holdings Limited	3,423	3,929
Insurance Australia Group Limited - Cap Note 3-Bbsw+4.70% Perp Non-Cum Red T-06-23	3,760	0
National Australia Bank Limited	3,495	2,939
National Australia Bank Limited - Capital Notes Deferred Settlement	2,904	1,708
Westpac Banking Corporation	3,206	2,895
Woolworths Limited	1,110	1,054
Transurban Group	97	44
	22,070	17,851

Note 7C – Foreign Income

	Current	Previous
Ancor Limited	1,721	1,556
Apple Inc	992	892
eBay Inc	846	679
Home Depot Inc	1,533	1,282
Johnson & Johnson	1,054	919
	6,147	5,327

Note 7D – Interest

	Current	Previous
Chesterman UDC Crestone Account	2,316	80
Chesterman UDC USD account	161	2
	2,477	82

Note 7E – Investment Fee Rebate

	Current	Previous
Capital Group New Perspective Fund (AU)	120	298
Janus Henderson Tactical Income Fund	37	0
	157	298

Note 8A – Realised Capital Gains

	Current	Previous
Shares in Listed Companies		
Endeavour Group Limited	2,934	0
	2,934	0

Note 8B – Forex Unrealised Gains

	Current	Previous
Foreign Cash At Bank		
Chesterman UDC USD account	178	143
	178	143

Chesterman UDC Pension Fund
Notes to the Financial Statements
As at 30 June 2023

Note 8C – Increase in Market Value

	Current	Previous
Managed Investments		
Capital Group New Perspective Fund (AU)	16,999	(19,984)
Janus Henderson Tactical Income Fund	1,826	0
Ophir Global High Conviction Fund	3,713	(27,079)
Partners Group Global Value Fund (AUD) - Wholesale Units	4,255	1,366
PIMCO Global Bond W	(1,003)	0
UBS Microcap Fund	2,005	(7,730)
Shares in Listed Companies		
Adelaide Brighton Limited	(146)	(5,119)
Arcor Limited	(7,556)	6,914
Anz Institutional & Broker Firm Offer - March 2014	0	(576)
Commonwealth Bank of Australia	6,142	(5,893)
Endeavour Group Limited	(2,911)	1,005
Harvey Norman Holdings Limited	(1,807)	(13,907)
Insurance Australia Group Limited - Cap Note 3-Bbsw+4.70% Perp Non-Cum Red T-06-23	(1,000)	(1,285)
National Australia Bank Limited	(1,652)	1,895
National Australia Bank Limited - Capital Notes Deferred Settlement	226	(1,882)
Westpac Banking Corporation	3,082	(10,569)
Woolworths Limited	3,242	(1,986)
Shares in Listed Companies - Foreign		
Alphabet Inc	13,931	(5,215)
Apple Inc	67,116	11,083
eBay Inc	4,115	(20,294)
Home Depot Inc	8,991	(3,638)
Johnson & Johnson	(1,330)	5,802
PayPal Holdings Inc	(313)	(93,448)
Stapled Securities		
Transurban Group	(443)	929
Units In Listed Unit Trusts		
Magellan Global Fund (Open Class) (Managed Fund) - Magellan Global Fund (Open Class) (Managed Fund)	12,025	(13,764)
Ophir High Conviction Fund - Ordinary Units Fully Paid	191	(15,503)
Qualitas Real Estate Income Fund - Ordinary Units Fully Paid	5,156	(11,484)
	134,854	(230,364)

Chesterman UDC Pension 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>								
Chesterman UDC Crestone Account				91,424	91,424			6%
				91,424	91,424			6%
<u>Bank - Foreign</u>								
Chesterman UDC USD account	4,963	1.4369	1.5015	7,132	7,452	320	4%	1%
				7,132	7,452	320	4%	1%
<u>Foreign Investment Assets</u>								
Apple Inc (NASDAQ:AAPL)	720	35.6255	291.2462	25,650	209,697	184,047	718%	15%
Alphabet Inc	600	34.4667	181.6366	20,680	108,982	88,302	427%	8%
eBay Inc (NASDAQ:EBAY)	610	28.4557	67.1021	17,358	40,932	23,574	136%	3%
Home Depot Inc (NYSE:HD)	130	89.1791	466.4265	11,593	60,635	49,042	423%	4%
Johnson & Johnson (NYSE:JNJ)	155	132.4182	248.5285	20,525	38,522	17,997	88%	3%
PayPal Holdings Inc (NASDAQ:PYPL)	325	41.1539	100.1952	13,375	32,563	19,188	143%	2%
				109,182	491,332	382,151	350%	34%

Chesterman UDC Pension 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 (%)
Listed Securities Market								
Adelaide Brighton Limited (ASX:ABC)	4,875	3.0074	2.3900	14,661	11,651	(3,010)	(21)%	1%
Amcor Limited (ASX:AMC)	2,376	10.5129	14.8600	24,979	35,307	10,329	41%	2%
Commonwealth Bank of Australia (ASX:CBA)	621	54.5517	100.2700	33,877	62,268	28,391	84%	4%
Harvey Norman Holdings Limited (ASX:HVN)	7,857	3.2929	3.4800	25,872	27,342	1,470	6%	2%
Magellan Global Fund (Open Class) (Managed Fund) - Magellan Global Fund (Open Class) (Managed Fund) (ASX:MGOC)	33,515	1.2883	2.6867	43,177	90,044	46,867	109%	6%
National Australia Bank Limited (ASX:NAB)	1,620	25.7088	26.3700	41,648	42,719	1,071	3%	3%
National Australia Bank Limited - Capital Notes Deferred Settlement (ASX:NABPF)	420	100.0000	103.9480	42,000	43,658	1,658	4%	3%
Ophir High Conviction Fund - Ordinary Units Fully Paid (ASX:OPH)	9,570	2.6123	2.4200	25,000	23,159	(1,841)	(7)%	2%
Qualitas Real Estate Income Fund - Ordinary Units Fully Paid (ASX:QRI)	46,875	1.6000	1.4850	75,000	69,609	(5,391)	(7)%	5%
Transurban Group (ASX:TCL)	3,404	7.2458	14.2500	24,665	48,507	23,842	97%	3%
Westpac Banking Corporation (ASX:WBC)	1,675	24.9546	21.3400	41,799	35,745	(6,054)	(14)%	2%
Woolworths Limited (ASX:WOW)	785	23.3490	39.7300	18,329	31,188	12,859	70%	2%
				411,006	521,198	110,192	27%	36%
Managed Funds Market								
PIMCO Global Bond W	56,010	0.8927	0.8748	50,000	48,997	(1,003)	(2)%	3%
Janus Henderson Tactical Income Fund	50,865	0.9830	1.0189	50,000	51,826	1,826	4%	4%
Capital Group New Perspective Fund (AU)	53,490	1.8695	2.0428	100,000	109,270	9,270	9%	8%
Partners Group Global Value Fund (AUD) - Wholesale Units	13,661	1.8300	3.4140	25,000	46,639	21,639	87%	3%
Ophir Global High Conviction Fund	32,975	1.5163	1.1292	50,000	37,235	(12,765)	(26)%	3%
UBS Microcap Fund	19,565	1.2778	1.9060	25,000	37,291	12,291	49%	3%
				300,000	331,259	31,259	10%	23%
				918,743	1,442,665	523,922	57%	100%

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.

Chesterman UDC Pension Fund

(ABN: 78 123 737 956)

Consolidated Member Benefit Totals

Period	Member Account Details
1 July 2022 - 30 June 2023	Residential Address: 19 Harris Street Paddington, NSW 2021
Member Number: CHESTJ0	Date of Birth: 19 February 1937
Mr John David Chesterman	Date Joined Fund: 22 May 2007
	Eligible Service Date: 22 May 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	602,210
Accumulation	1,432,730	Taxable - Taxed	856,506
Total as at 1 Jul 2022	1,432,730	Taxable - Untaxed	-
Withdrawal Benefit as at 30 Jun 2023		Your Preservation Components	
Accumulation	1,458,717	Preserved	-
Total as at 30 Jun 2023	1,458,717	Restricted Non Preserved	-
		Unrestricted Non Preserved	1,458,717
		Your Insurance Benefits	
		No insurance details have been recorded	
		Your Beneficiaries	
		No beneficiary details have been recorded	

For Enquiries:

phone 0292677655

mail Chesterman UDC Pension Fund, Level 10 Suite 1003 133 Castlereagh Street, Sydney NSW 2000

Chesterman UDC Pension Fund
(ABN: 78 123 737 956)

Member Benefit Statement

Period	Member Account Details
1 July 2022 - 30 June 2023	Residential Address: 19 Harris Street Paddington, NSW 2021
Member	Date of Birth: 19 February 1937
Number: CHESTJ0	Date Joined Fund: 22 May 2007
Mr John David Chesterman	Eligible Service Date: 22 May 2007
Accumulation Account	Tax File Number Held: Yes
Accumulation	Account Start Date: 22 May 2007

Your Account Summary

Withdrawal Benefit as at 1 Jul 2022	1,432,730
<i>Increases to your account:</i>	
Share Of Net Fund Income	178,527
<u>Total Increases</u>	<u>178,527</u>
<i>Decreases to your account:</i>	
Lump Sum Cash Payments	145,932
Tax on Net Fund Income	6,608
<u>Total Decreases</u>	<u>152,540</u>
Withdrawal Benefit as at 30 Jun 2023	1,458,717

Your Tax Components

Tax Free	41.2836 %	602,210
Taxable - Taxed		856,506
Taxable - Untaxed		-

Your Preservation Components

Preserved	-
Restricted Non Preserved	-
Unrestricted Non Preserved	1,458,717

Your Insurance Benefits

No insurance details have been recorded

Your Beneficiaries

No beneficiary details have been recorded

For Enquiries:
phone 0292677655

mail Chesterman UDC Pension Fund, Level 10 Suite 1003 133 Castlereagh Street, Sydney NSW 2000