

---

Financial statements and reports for the year ended  
30 June 2022

CHARLETT FAMILY SMSF

---

Prepared for: Charlett Family Smsf Pty Limited

## Statement of Financial Position

As at 30 June 2022

	Note	2022 \$	2021 \$
<b>Assets</b>			
<b>Investments</b>			
Cryptocurrency	2	593,016.65	709,417.98
<b>Total Investments</b>		<u>593,016.65</u>	<u>709,417.98</u>
<b>Other Assets</b>			
Formation Expenses		990.00	1,320.00
ANZ #4072		3,973.14	4,200.35
Coinspot Account		14,205.02	0.00
Deferred Tax Asset		30,486.88	0.00
<b>Total Other Assets</b>		<u>49,655.04</u>	<u>5,520.35</u>
<b>Total Assets</b>		<u>642,671.69</u>	<u>714,938.33</u>
Less:			
<b>Liabilities</b>			
Income Tax Payable		42,248.70	34,290.00
Deferred Tax Liability		0.00	16,609.85
<b>Total Liabilities</b>		<u>42,248.70</u>	<u>50,899.85</u>
<b>Net assets available to pay benefits</b>		<u>600,422.99</u>	<u>664,038.48</u>
Represented by:			
<b>Liability for accrued benefits allocated to members' accounts</b>	4, 5		
Charlett, Martyn Neilson - Accumulation		296,494.61	322,907.55
Charlett, Amie Louise - Accumulation		303,928.38	341,130.93
<b>Total Liability for accrued benefits allocated to members' accounts</b>		<u>600,422.99</u>	<u>664,038.48</u>

**CHARLETT FAMILY SMSF**  
**Operating Statement**  
For the year ended 30 June 2022

	Note	2022 \$	2021 \$
<b>Income</b>			
<b>Investment Income</b>			
Trust Distributions	7	379,905.02	0.00
Interest Received		4,192.96	291.49
Other Investment Income		844.58	0.00
<b>Contribution Income</b>			
Employer Contributions		20,817.21	16,912.59
Personal Non Concessional		0.00	1,859.00
Other Contributions		68.05	0.00
Transfers In		0.00	319,259.77
<b>Total Income</b>		<u>405,827.82</u>	<u>338,322.85</u>
<b>Expenses</b>			
Accountancy Fees		2,200.00	979.00
ATO Supervisory Levy		518.00	0.00
ASIC Fees		276.00	0.00
General Expenses		330.00	330.00
Formation Costs Written Off		0.00	880.00
		<u>3,324.00</u>	<u>2,189.00</u>
<b>Investment Losses</b>			
Changes in Market Values	8	470,967.34	(378,804.48)
<b>Total Expenses</b>		<u>474,291.34</u>	<u>(376,615.48)</u>
<b>Benefits accrued as a result of operations before income tax</b>		<u>(68,463.52)</u>	<u>714,938.33</u>
Income Tax Expense	9	(4,848.03)	50,899.85
<b>Benefits accrued as a result of operations</b>		<u>(63,615.49)</u>	<u>664,038.48</u>

# Notes to the Financial Statements

For the year ended 30 June 2022

---

## Note 1: Summary of Significant Accounting Policies

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 associated Regulations, the trust deed of the Fund and the needs of members.

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

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.

The financial statements were authorised for issue by the Director(s).

### 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 to be 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 market value, which refers to the amount that a willing buyer could reasonably be expected to pay to acquire an 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 value has 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 the trustees' assessment of the 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 end of the reporting period. The trustees have determined that the gross values of the Fund's financial liabilities is 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.

### 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 subject to an insignificant risk of change in value.

### c. Revenue

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

# Notes to the Financial Statements

For the year ended 30 June 2022

---

## 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 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 acquired during the period).

## Contributions

Contributions and transfers 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.

## 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.

## e. Income Tax

The income tax expense (income) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current tax expense charged to profit or loss is the tax payable on taxable income. 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 unused tax losses.

No deferred income tax is recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, and their measurement also reflects the manner in which the trustees expect to recover or settle the carrying amount of the related asset or liability.

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 asset can be utilised.

## f. Goods and Services Tax (GST)

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

# Notes to the Financial Statements

For the year ended 30 June 2022

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.

## g. Critical Accounting Estimates and Judgements

The preparation of financial statements requires the trustees to make judgements, 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.

### Note 2: Cryptocurrency

	2022 \$	2021 \$
Crypto Coins	593,016.65	709,417.98
	<hr/> 593,016.65	<hr/> 709,417.98

### Note 3: Banks and Term Deposits

	2022 \$	2021 \$
<b>Banks</b>		
ANZ #4072	3,973.14	4,200.35
Coinspot Account	14,205.02	0.00
	<hr/> 18,178.16	<hr/> 4,200.35

### Note 4: Liability for Accrued Benefits

	2022 \$	2021 \$
Liability for accrued benefits at beginning of year	664,038.48	0.00
Benefits accrued as a result of operations	(63,615.49)	664,038.48
Current year member movements	0.00	0.00
	<hr/> 600,422.99	<hr/> 664,038.48
Liability for accrued benefits at end of year	600,422.99	664,038.48

### Note 5: Vested Benefits

Vested benefits are benefits that 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 end of the reporting period.

# Notes to the Financial Statements

For the year ended 30 June 2022

	2022 \$	2021 \$
Vested Benefits	600,422.99	664,038.48

## Note 6: Guaranteed Benefits

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

## Note 7: Trust Distributions

	2022 \$	2021 \$
Crypto Coins	379,905.02	0.00
	379,905.02	0.00

## Note 8: Changes in Market Values

### Unrealised Movements in Market Value

	2022 \$	2021 \$
<b>Cryptocurrency</b>		
Crypto Coins	(470,967.34)	166,098.51
	(470,967.34)	166,098.51
<b>Total Unrealised Movement</b>	(470,967.34)	166,098.51

### Realised Movements in Market Value

	2022 \$	2021 \$
<b>Shares in Listed Companies (Australian)</b>		
Leigh Creek Energy Ltd	0.00	1,436.51
	0.00	1,436.51
<b>Total Realised Movement</b>	0.00	1,436.51
<b>Changes in Market Values</b>	(470,967.34)	167,535.02

## Note 9: Income Tax Expense

	2022 \$	2021 \$
The components of tax expense comprise		
Current Tax	42,248.70	50,899.85
Deferred Tax Liability/Asset	(47,096.73)	0.00

**Notes to the Financial Statements**

For the year ended 30 June 2022

Income Tax Expense

(4,848.03)

50,899.85

The prima facie tax on benefits accrued before income tax is reconciled to the income tax as follows:

Prima facie tax payable on benefits accrued before income tax at 15%

(10,269.53)

107,240.70

Less:

Tax effect of:

Non Taxable Contributions

10.21

278.85

Non Taxable Transfer In

0.00

47,889.00

Increase in MV of Investments

0.00

24,914.85

Realised Accounting Capital Gains

0.00

31,905.90

Accounting Trust Distributions

56,985.75

0.00

Tax Adjustment – Investment Expenses (I1)

0.00

0.00

Other Non-Taxable Income

0.00

(0.15)

Add:

Tax effect of:

Other Non-Deductible Expenses

0.00

132.00

Decrease in MV of Investments

70,645.10

0.00

Net Capital Gains

38,869.35

31,905.75

Rounding

(0.26)

0.00

Income Tax on Taxable Income or Loss

42,248.70

34,290.00

Less credits:

Current Tax or Refund

42,248.70

50,899.85

**Note 10: Subsequent Event - COVID-19**

The Coronavirus (Covid-19) pandemic is expected to cause material decline in the market value of the fund investments. The trustees are aware of the uncertainty surrounding the global markets during this time and the effects it will have on the value of the fund investments after the reporting date.



**CHARLETT FAMILY SMSF**  
**Trustees Declaration**

Charlett Family Smsf Pty Limited ACN: 642644504

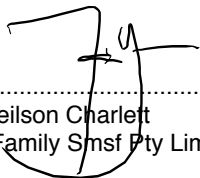
---

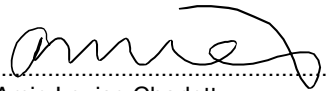
The directors of the trustee company have determined that the Fund is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The directors of the trustee company declare that:

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2022 present fairly, in all material respects, the financial position of the Superannuation Fund at 30 June 2022 and the results of its operations for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
- (ii) the financial statements and notes to the financial statements have been prepared in accordance with the requirements of the trust deed; and
- (iii) the operation of the superannuation fund has been carried out in accordance with its trust deed and in compliance with the requirements of the Superannuation Industry (Supervision) Act 1993 and associated Regulations during the year ended 30 June 2022.

Signed in accordance with a resolution of the directors of the trustee company by:

  
.....  
Martyn Neilson Charlett  
Charlett Family Smsf Pty Limited  
Director

  
.....  
Amie Louise Charlett  
Charlett Family Smsf Pty Limited  
Director

19 April 2023

CHARLETT FAMILY SMSF

# Statement of Taxable Income

For the year ended 30 June 2022

	2022
	\$
Benefits accrued as a result of operations	(68,463.52)
<b>Less</b>	
Accounting Trust Distributions	379,905.02
Non Taxable Contributions	68.05
	<u>379,973.07</u>
<b>Add</b>	
Decrease in MV of investments	470,967.34
Net Capital Gains	259,129.00
	<u>730,096.34</u>
SMSF Annual Return Rounding	(1.75)
<b>Taxable Income or Loss</b>	<u>281,658.00</u>
Income Tax on Taxable Income or Loss	42,248.70
<b>CURRENT TAX OR REFUND</b>	<u>42,248.70</u>
Supervisory Levy	259.00
<b>AMOUNT DUE OR REFUNDABLE</b>	<u>42,507.70</u>

CHARLETT FAMILY SMSF

# Deferred Tax Reconciliation

For The Period 01 July 2021 - 30 June 2022

Investment Code	Investment Name	Revaluation/Tax Deferred	Permanent Difference (Non- Assessable)	Temporary Difference (Assessable)	Temporary Difference (Accumulation Portion)
Revaluations					
CRYPTO	Crypto Coins	(470,967.34)	(156,989.11)	(313,978.23)	(313,978.23)
		(470,967.34)	(156,989.11)	(313,978.23)	(313,978.23)
Total		(470,967.34)	(156,989.11)	(313,978.23)	(313,978.23)
Deferred Tax Liability (Asset) Summary					
Opening Balance		16,609.85			
Current Year Transactions		(47,096.73)			
Total Capital Losses		0.00			
Total Tax Losses		0.00			
Deferred Tax WriteBacks/Adjustment		0.00			
Capital Loss carried forward recouped		0.00			
Tax Loss carried forward recouped		0.00			
Closing Balance		(30,486.88)			

CHARLETT FAMILY SMSF

Members Statement

Martyn Neilson Charlett  
33 Daintree Close  
Banora Point, New South Wales, 2486, Australia

Your Details

Date of Birth : Provided  
Age: 42  
Tax File Number: Provided  
Date Joined Fund: 15/07/2020  
Service Period Start Date:  
Date Left Fund:  
Member Code: CHAMAR00001A  
Account Start Date: 15/07/2020  
Account Phase: Accumulation Phase  
Account Description: Accumulation

Nominated Beneficiaries: N/A  
Nomination Type: N/A  
Vested Benefits: 296,494.61  
Total Death Benefit: 296,494.61  
Current Salary: 0.00  
Previous Salary: 0.00  
Disability Benefit: 0.00

Your Balance

Total Benefits 296,494.61

Preservation Components

Preserved 296,494.61  
Unrestricted Non Preserved  
Restricted Non Preserved

Tax Components

Tax Free 1,859.00  
Taxable 294,635.61

Your Detailed Account Summary

	This Year
Opening balance at 01/07/2021	322,907.55
<u>Increases to Member account during the period</u>	
Employer Contributions	15,761.48
Personal Contributions (Concessional)	
Personal Contributions (Non Concessional)	
Government Co-Contributions	
Other Contributions	
Proceeds of Insurance Policies	
Transfers In	
Net Earnings	(43,709.42)
Internal Transfer In	
<u>Decreases to Member account during the period</u>	
Pensions Paid	
Contributions Tax	2,364.23
Income Tax	(3,899.23)
No TFN Excess Contributions Tax	
Excess Contributions Tax	
Refund Excess Contributions	
Division 293 Tax	
Insurance Policy Premiums Paid	
Management Fees	
Member Expenses	
Benefits Paid/Transfers Out	
Superannuation Surcharge Tax	
Internal Transfer Out	
Closing balance at 30/06/2022	296,494.61

CHARLETT FAMILY SMSF

Members Statement

Amie Louise Charlett  
33 Daintree Close  
Banora Point, New South Wales, 2486, Australia

Your Details

Date of Birth :	Provided
Age:	37
Tax File Number:	Provided
Date Joined Fund:	08/09/2020
Service Period Start Date:	
Date Left Fund:	
Member Code:	CHAAMI00001A
Account Start Date:	08/09/2020
Account Phase:	Accumulation Phase
Account Description:	Accumulation

Nominated Beneficiaries:	N/A
Nomination Type:	N/A
Vested Benefits:	303,928.38
Total Death Benefit:	303,928.38
Current Salary:	0.00
Previous Salary:	0.00
Disability Benefit:	0.00

Your Balance

Total Benefits	303,928.38
<u>Preservation Components</u>	
Preserved	303,928.38
Unrestricted Non Preserved	
Restricted Non Preserved	
<u>Tax Components</u>	
Tax Free	3,004.01
Taxable	300,924.37

Your Detailed Account Summary

		This Year
Opening balance at	01/07/2021	341,130.93
<u>Increases to Member account during the period</u>		
Employer Contributions		5,055.73
Personal Contributions (Concessional)		
Personal Contributions (Non Concessional)		
Government Co-Contributions		
Other Contributions		68.05
Proceeds of Insurance Policies		
Transfers In		
Net Earnings		(45,639.36)
Internal Transfer In		
<u>Decreases to Member account during the period</u>		
Pensions Paid		
Contributions Tax		758.36
Income Tax		(4,071.39)
No TFN Excess Contributions Tax		
Excess Contributions Tax		
Refund Excess Contributions		
Division 293 Tax		
Insurance Policy Premiums Paid		
Management Fees		
Member Expenses		
Benefits Paid/Transfers Out		
Superannuation Surcharge Tax		
Internal Transfer Out		
Closing balance at	30/06/2022	303,928.38