

JAMES' MOST AWESOME HIGH YIELD SMSF

FINANCIAL STATEMENTS

AND REPORTS

FOR THE PERIOD 1 JULY 2018 TO 30 JUNE 2019

Herron Accountants
P O Box 504
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JAMES' MOST AWESOME HIGH YIELD SMSF FINANCIAL STATEMENTS INDEX

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JAMES' MOST AWESOME HIGH YIELD SMSF
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

	2019	2018
	\$	\$
Investments		
Shares in Listed Companies (Australian)	62,881.80	126,555.76
Units in Listed Unit Trusts (Australian)	14,688.00	12,336.00
	<u>77,569.80</u>	<u>138,891.76</u>
Other Assets		
CBA Direct Investment Account	4,318.86	2,823.66
Distributions Receivable	232.80	232.80
Income Tax Refundable (Note 7)	676.07	359.45
	<u>5,227.73</u>	<u>3,415.91</u>
Total Assets	<u>82,797.53</u>	<u>142,307.67</u>
Less:		
Liabilities		
PAYG Payable	185.00	196.00
	<u>185.00</u>	<u>196.00</u>
Net Assets Available to Pay Benefits	<u>82,612.53</u>	<u>142,111.67</u>
Represented by:		
Liability for Accrued Benefits (Notes 2, 3, 4)		
Pekar, James Dean	82,612.53	142,111.67
	<u>82,612.53</u>	<u>142,111.67</u>

The accompanying notes form part of these financial statements

JAMES' MOST AWESOME HIGH YIELD SMSF
DETAILED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

	2019	2018
	\$	\$
Investments		
Shares in Listed Companies (Australian)		
Neometals Ltd	21,000.00	30,000.00
Altura Mining Limited	11,500.00	32,500.00
Argosy Minerals Limited	12,991.80	41,573.76
American Pacific FPO	12,000.00	7,250.00
Tawana Resources NL	-	14,700.00
Cohiba Minerals Limited	-	532.00
Alliance Mineral Assets Ltd	5,390.00	-
	<u>62,881.80</u>	<u>126,555.76</u>
Units in Listed Unit Trusts (Australian)		
Centuria Industrial REIT	14,688.00	12,336.00
	<u>14,688.00</u>	<u>12,336.00</u>
	<u>77,569.80</u>	<u>138,891.76</u>
Other Assets		
CBA Direct Investment Account	4,318.86	2,823.66
	<u>4,318.86</u>	<u>2,823.66</u>
Distributions Receivable		
Centuria Industrial REIT	232.80	232.80
	<u>232.80</u>	<u>232.80</u>
Income Tax Refundable (Note 7)	676.07	359.45
	<u>676.07</u>	<u>359.45</u>
	<u>5,227.73</u>	<u>3,415.91</u>
Total Assets	<u>82,797.53</u>	<u>142,307.67</u>
Less:		
Liabilities		
PAYG Payable	185.00	196.00
	<u>185.00</u>	<u>196.00</u>
	<u>185.00</u>	<u>196.00</u>
Net Assets Available to Pay Benefits	<u>82,612.53</u>	<u>142,111.67</u>
Represented by:		
Liability for Accrued Benefits (Notes 2, 3, 4)		
Pekar, James Dean	82,612.53	142,111.67
	<u>82,612.53</u>	<u>142,111.67</u>
	<u>82,612.53</u>	<u>142,111.67</u>

The accompanying notes form part of these financial statements

**JAMES' MOST AWESOME HIGH YIELD SMSF
OPERATING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

	2019	2018
	\$	\$
Income		
Capital Gains/(Losses) - Taxable	100.07	(4,484.77)
Capital Gains/(Losses) - Non Taxable	50.03	-
Distributions Received	895.20	931.20
Dividends Received	2,000.00	1,000.00
Employer Contributions - Concessional	5,602.35	5,468.63
Increase in Market Value of Investments (Note 5)	-	65,030.34
	8,647.65	67,945.40
Expenses		
Accountancy Fees	1,430.00	1,265.00
ATO Supervisory Levy	259.00	518.00
Auditor's Remuneration	330.00	385.00
Decrease in Market Value of Investments (Note 5)	65,594.86	-
	67,613.86	2,168.00
Benefits Accrued as a Result of Operations before Income Tax	(58,966.21)	65,777.40
Income Tax (Note 7)		
Income Tax Expense	532.93	698.55
	532.93	698.55
Benefits Accrued as a Result of Operations	(59,499.14)	65,078.85

The accompanying notes form part of these financial statements

**JAMES' MOST AWESOME HIGH YIELD SMSF
DETAILED OPERATING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

	2019	2018
	\$	\$
Income		
Capital Gains/(Losses) - Taxable		
Atlas Iron Limited	-	(2,039.90)
Cohiba Minerals Limited	100.07	-
Nagambie Resources Limited	-	(2,444.87)
	<u>100.07</u>	<u>(4,484.77)</u>
Capital Gains/(Losses) - Non Taxable		
Cohiba Minerals Limited	50.03	-
	<u>50.03</u>	<u>-</u>
Distributions Received		
Centuria Industrial REIT	895.20	931.20
	<u>895.20</u>	<u>931.20</u>
Dividends Received		
Neometals Ltd	2,000.00	1,000.00
	<u>2,000.00</u>	<u>1,000.00</u>
Employer Contributions - Concessional		
Pekar, James Dean	5,602.35	5,468.63
	<u>5,602.35</u>	<u>5,468.63</u>
Revaluations		
Shares in Listed Companies (Australian)		
Alliance Mineral Assets Ltd	1,345.05	-
Altura Mining Limited	(21,000.00)	20,000.00
American Pacific FPO	(834.85)	(894.95)
Argosy Minerals Limited	(28,581.96)	27,889.06
Atlas Iron Limited	-	3,119.95
Cohiba Minerals Limited	779.95	(456.00)
Nagambie Resources Limited	-	4,017.28
Neometals Ltd	(9,000.00)	3,000.00
Tawana Resources NL	(10,655.05)	7,875.00
	<u>(67,946.86)</u>	<u>64,550.34</u>
Units in Listed Unit Trusts (Australian)		
Centuria Industrial REIT	2,352.00	480.00
	<u>2,352.00</u>	<u>480.00</u>
	<u>(65,594.86)</u>	<u>65,030.34</u>
	<u>(56,947.21)</u>	<u>67,945.40</u>

The accompanying notes form part of these financial statements

**JAMES' MOST AWESOME HIGH YIELD SMSF
DETAILED OPERATING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

	2019	2018
	\$	\$
Expenses		
Accountancy Fees	1,430.00	1,265.00
ATO Supervisory Levy	259.00	518.00
Auditor's Remuneration	330.00	385.00
	<u>2,019.00</u>	<u>2,168.00</u>
Benefits Accrued as a Result of Operations before Income Tax	<u>(58,966.21)</u>	<u>65,777.40</u>
Income Tax (Note 7)		
Income Tax Expense	532.93	698.55
	<u>532.93</u>	<u>698.55</u>
Benefits Accrued as a Result of Operations	<u><u>(59,499.14)</u></u>	<u><u>65,078.85</u></u>

The accompanying notes form part of these financial statements

JAMES' MOST AWESOME HIGH YIELD SMSF
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
Cash Flows from Operating Activities		
Contributions		
Employer	5,602.35	5,468.63
	<u>5,602.35</u>	<u>5,468.63</u>
Operating Income		
Distributions Received	895.20	931.20
Dividends Received	2,000.00	1,000.00
	<u>2,895.20</u>	<u>1,931.20</u>
Operating Expenses		
Accountancy Fees	(1,430.00)	(1,265.00)
ATO Supervisory Levy	-	(518.00)
Auditor's Remuneration	(330.00)	(385.00)
Tax Paid	(1,119.55)	(1,616.50)
	<u>(2,879.55)</u>	<u>(3,784.50)</u>
Net cash provided by (used in) operating activities (Note 8)	<u>5,618.00</u>	<u>3,615.33</u>
Cash Flows from Investing Activities		
Distributions Receivable	232.80	-
Shares in Listed Companies (Australian)	(9,629.80)	(8,144.95)
Proceeds from Disposal of Investments	5,507.00	6,290.77
Net cash provided by (used in) investing activities	<u>(3,890.00)</u>	<u>(1,854.18)</u>
Net Increase/(Decrease) in Cash Held	<u>1,728.00</u>	<u>1,761.15</u>
Cash at beginning of reporting period	2,823.66	1,062.51
Cash at end of reporting period (Note 9)	<u>4,551.66</u>	<u>2,823.66</u>

The accompanying notes form part of these financial statements

JAMES' MOST AWESOME HIGH YIELD SMSF

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2019

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 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 trustees/ directors of the trustee company.

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 values, 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 are 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. investment properties at the trustees' assessment of their realizable value.

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 value 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

JAMES' MOST AWESOME HIGH YIELD SMSF

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2019

reliably measured. 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 as it accrues.

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 trusts 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 net 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. 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).

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 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.

2. Liability for Accrued Benefits

Changes in the Liability for Accrued Benefits are as follows:

JAMES' MOST AWESOME HIGH YIELD SMSF
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
Liability for Accrued Benefits at beginning of period	142,111.67	77,032.82
Add:		
Benefits Accrued as a Result of Operations	(59,499.14)	65,078.85
- Adjustment of Deferred Tax Liability /Deferred Tax Asset	-	-
	<u>82,612.53</u>	<u>142,111.67</u>
Liability for Accrued Benefits at end of period		

3. Vested Benefits

Vested benefits are benefits which are not conditional upon continued membership of the fund (or any other factor other than resignation from the fund) and include benefits which members were entitled to receive had they terminated their fund membership as at the reporting date.

	2019	2018
	\$	\$
Vested Benefits	<u>82,612.53</u>	<u>142,111.67</u>

4. Guaranteed Benefits

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

5. 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:

	2019	2018
	\$	\$
Shares in Listed Companies (Australian)	(67,946.86)	64,550.34
Units in Listed Unit Trusts (Australian)	2,352.00	480.00
	<u>(65,594.86)</u>	<u>65,030.34</u>

6. Funding Arrangements

The employer and members contributed to the fund a percentage of the gross salaries of the employees who were members of the fund as follows:

2019	2018
\$	\$

JAMES' MOST AWESOME HIGH YIELD SMSF
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

Employer
Members

7. 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:

	2019 \$	2018 \$
Benefits accrued as a result of operations before income tax	(58,966.21)	65,777.40
Prima facie income tax on accrued benefits	(8,844.93)	9,866.61
Add/(Less) Tax Effect of:		
Distributions Received	(74.00)	(86.35)
Increase in Market Value of Investments	-	(9,754.55)
Decrease in Market Value of Investments	9,839.23	-
Imputed Credits	(364.28)	-
Distributed Capital Gains	(.55)	-
Accounting (Profits)/Losses on Sale of Investments	(22.51)	672.72
Other	(.02)	.12
	9,377.86	(9,168.06)
Income Tax Expense	532.93	698.55

Income tax expense comprises:

Income Tax Payable/(Refundable)	(676.07)	(359.45)
TFN Credits	470.00	470.00
Tax Instalments Paid	739.00	588.00
	532.93	698.55

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

	2019 \$	2018 \$
Benefits accrued from operations after income tax	(59,499.14)	65,078.85
Add/(Less) non cash amounts included in benefits accrued from operations		
Capital Gains/(Losses) - Taxable	(100.07)	4,484.77

JAMES' MOST AWESOME HIGH YIELD SMSF
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

Capital Gains/(Losses) - Non Taxable	(50.03)	-
Increase in Market Value of Investments	-	(65,030.34)
ATO Supervisory Levy	259.00	-
Decrease in Market Value of Investments	65,594.86	-
Income Tax Expense	532.93	698.55
Other non cash items	(1,119.55)	(1,616.50)
	<u>65,117.14</u>	<u>(61,463.52)</u>
Net cash provided by operating activities	<u>5,618.00</u>	<u>3,615.33</u>

9. 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:

	2019	2018
	\$	\$
Cash	<u>4,318.86</u>	<u>2,823.66</u>

JAMES' MOST AWESOME HIGH YIELD SMSF TRUSTEES DECLARATION

The trustees 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 trustees declare that:

- i. the financial statements and notes to the financial statements for the year ended 30 June 2019 present fairly, in all material respects, the financial position of the superannuation fund at 30 June 2019 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 2019.

Specifically, the trustees declare that:

- in accordance with s 120 of the Superannuation Industry (Supervision) Act 1993, no individual trustee has been or is a disqualified person;
- the fund has satisfactory title to all assets, all assets are unencumbered and free from charge as prescribed by s 50 of the Superannuation (Supervision) Act 1993 and reg 13.14 of the Superannuation Industry (Supervision) Regulations 1994; and
- to the knowledge of the trustees, there have been no events or transactions subsequent to the balance date which could have a material impact on the fund. Where such events have occurred, the effect of such events has been accounted and noted in the fund's financial statements

Signed in accordance with a resolution of the trustees by:

James Dean Pekar
Trustee

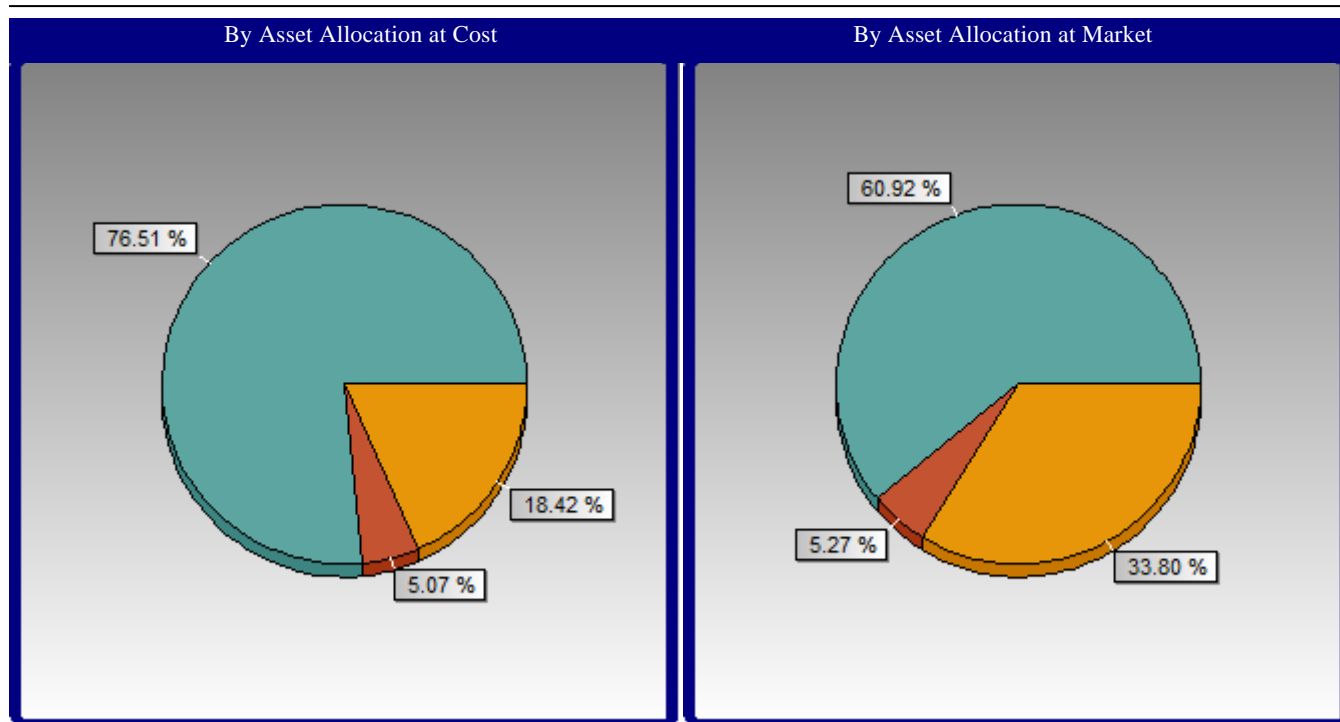
Annemarie Pekar
Trustee

DATED: 12/09/2019

JAMES' MOST AWESOME HIGH YIELD SMSF
INVESTMENT SUMMARY REPORT (WITH YIELDS) AT 30 JUNE 2019

Investment	Units	Cost		Market		Income	Yield	
		Per unit	Total	Per unit	Total		Cost	Market
Cash/Bank Accounts								
CBA Direct Investment Account			4,318.86		4,318.86			
			4,318.86		4,318.86			
Shares in Listed Companies (Australian)								
Alliance Mineral Assets Ltd	38,500.0000	0.11	4,044.95	0.14	5,390.00			
Altura Mining Limited	100,000.0000	0.12	12,289.90	0.12	11,500.00			
American Pacific FPO	60,000.0000	0.23	13,729.80	0.20	12,000.00			
Argosy Minerals Limited	173,224.0000	0.02	4,004.10	0.08	12,991.80			
Neometals Ltd	100,000.0000	0.35	35,079.80	0.21	21,000.00	2,000.00	5.70%	9.52%
			69,148.55		62,881.80	2,000.00		
Units in Listed Unit Trusts (Australian)								
Centuria Industrial REIT	4,800.0000	2.43	11,676.57	3.06	14,688.00	895.20	7.67%	6.09%
			11,676.57		14,688.00	895.20		
			85,143.98		81,888.66	2,895.20		

**JAMES' MOST AWESOME HIGH YIELD SMSF
INVESTMENT SUMMARY PIE CHARTS AT 30 JUNE 2019**



Asset Groups (by Asset Allocation)	Cost		Market	
	Amount	Percent	Amount	Percent
Australian Shares	65,144.45	76.51%	49,890.00	60.92%
Cash	4,318.86	5.07%	4,318.86	5.27%
Other	15,680.67	18.42%	27,679.80	33.80%
	85,143.98	100.00%	81,888.66	100.00%

**JAMES' MOST AWESOME HIGH YIELD SMSF
COMPILATION REPORT TO THE MEMBER(S) OF JAMES' MOST AWESOME HIGH YIELD SMSF**

We have compiled the accompanying special purpose financial statements of James' Most Awesome High Yield SMSF as at 30 June 2019 ("the Schedule") based on information you have provided.

The Responsibility of the Trustee(s)

The Trustee(s) of the James' Most Awesome High Yield SMSF is solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that the financial statements were prepared.

This Schedule and the reliability, accuracy and completeness of the information used to compile it are your responsibility.

Our Responsibility

On the basis of information provided by the Trustee(s) we have compiled the accompanying special purpose financial statements in accordance with the financial reporting framework described in Note 1 to the financial statements and APES 315 Compilation of Financial Information.

We have applied our professional expertise in accounting and financial reporting to assist management in the preparation and presentation of these financial statements on the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 Code of Ethics for Professional Accountants.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information you provided to us to compile the Schedule. Accordingly, we do not express an audit opinion or a review conclusion on whether the Schedule is prepared in accordance with the Financial Reporting Framework described in Note 1 to the financial statements.

As stated in Note 1, the Schedule is prepared and presented on the basis prescribed by the financial reporting framework, for the purpose of James' Most Awesome High Yield SMSF's compliance with the Superannuation Industry (Supervision) Act 1993. Accordingly, the Schedule is for use only in connection with that purpose and may not be suitable for any other purpose.

Our compilation report is intended solely for the use of James' Most Awesome High Yield SMSF and the approved regulator, and should not be distributed to parties other than James' Most Awesome High Yield SMSF or the approved regulator without our prior written consent.

Mark Herron
of
Herron Accountants
Unit 1
48 Flinders Parade
North Lakes QLD 4509

Dated: / /