

THE RP & CC HAWES SUPERANNUATION FUND
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2007

June
2007
\$

Other Assets

ANZ Term Deposit

169,222

\$169,222

Total Assets

\$169,222

Represented by:

Liability for Accrued Benefits (Notes 2, 3, 4)

Members Accrued Benefits

169,222

\$169,222

The accompanying notes form part of these financial statements

**THE RP & CC HAWES SUPERANNUATION FUND
OPERATING STATEMENT
FOR THE PERIOD 10 JUNE 2007 TO 30 JUNE 2007**

	June 2007 \$	
Contributions Revenue (Note 6)		
Transfers In - Preserved/Taxable	169,222	
	<hr/>	
	169,222	
	<hr/>	
Benefits Accrued as a Result of Operations before Income Tax	169,222	-
Income Tax (Note 7)		
	<hr/>	
Benefits Accrued as a Result of Operations	\$169,222	-
	<hr/>	

The accompanying notes form part of these financial statements

THE RP & CC HAWES SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 10 JUNE 2007 TO 30 JUNE 2007

1. Statement of Significant Accounting Policies

These financial statements are a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board, the fund's trust deed and relevant legislative requirements.

The following is a summary of the material accounting policies adopted by the fund in the preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

a. Measurement of Assets and Liabilities

Assets of the fund have been measured at net market values after allowing for costs of realisation. Changes in the net market value of assets are brought to account in the operating statement in the periods in which they occur.

Net market values have been determined as follows:

- i. shares in listed companies, government securities and other fixed interest securities by reference to the relevant market quotations at the reporting date;
- ii. mortgage loans by reference to the outstanding principal of the loans;
- iii. units in managed funds by reference to the unit redemption price at the reporting date;
- iv. insurance policies by reference to an actuarial assessment of the amount receivable from the insurer in respect of the policy; and
- v. property, plant and equipment at trustees' assessment of their realisable value.

Financial liabilities, which are all current in nature, are measured at the gross value of the outstanding balance at year-end.

b. Liability for Accrued Benefits

The liability for accrued benefits is the fund's present obligation to pay benefits to members and beneficiaries and has been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the sundry liabilities and income tax liabilities as at reporting date.

c. Vested Benefits

Vested benefits are benefits which are not conditional upon continued membership of the fund and include benefits which members are entitled to receive had they terminated their membership of the fund at the reporting date.

d. Income Tax Expense

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of

THE RP & CC HAWES SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 10 JUNE 2007 TO 30 JUNE 2007

June
2007
\$

an asset or liability, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised. The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the superannuation fund will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

e. Superannuation Contributions Surcharge

The superannuation fund recognises as an expense and a liability the superannuation contributions surcharge in respect of surchargeable contributions. The amount of the liability brought to account at balance date has been based on the prior year assessments being a reliable measure of the current years liability. The cost of the surcharge is charged to the relevant members' account. The superannuation contributions surcharge does not apply to any superannuation contributions made on or after 1 July 2005 as this surcharge has been repealed.

f. Cash and Cash Equivalents

For the purposes of the statement of cash flows, cash and cash equivalents includes 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 changes in value.

g. Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets. Dividend revenue is recognised when the fund has established that it has a right to receive a dividend. All revenue received arises from the operating activities of the fund.

h. Contributions

Member and employer contributions are recognised on an accrual basis.

i. 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 Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

THE RP & CC HAWES SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 10 JUNE 2007 TO 30 JUNE 2007

June
2007
\$

2. Liability for Accrued Benefits

The liability for accrued benefits is the fund's present obligation to pay benefits to members and beneficiaries and has been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the sundry liabilities and income tax liabilities as at the reporting date. Changes in the Liability for Accrued Benefits are as follows:

Liability for Accrued Benefits at beginning of period

Add:

- Increase in Accrued Benefits

169,222

Liability for Accrued Benefits at end of period

169,222

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.

Vested Benefits

169,222

4. Guaranteed Benefits

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

5. Changes in Net 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 Net Market Values is as follows:

Change in Net Market Value

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:

Employer

Members

THE RP & CC HAWES SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 10 JUNE 2007 TO 30 JUNE 2007

June

2007

\$

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. Additional Income Tax may be payable by the Fund where the "adjusted taxable income" of Fund members exceeds the levels prescribed by the Superannuation Contributions Surcharge Assessment and Collection Act 1997. This additional Contributions Tax (Surcharge) is brought to account in the year that it is paid. The Income Tax payable by the superannuation fund has been calculated as follows:

Benefits accrued as a result of operations before income tax	169,222
	<hr/>
Prima facie income tax on accrued benefits	25,383
Add/(Less) Permanent Differences	
Transfers In - Preserved/Taxable	(25,383)
	<hr/>
	(25,383)
	<hr/>
Income Tax Expense	

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

Benefits accrued from operations after income tax	169,222
Add/(Less) non cash amounts included in benefits accrued from operations	
	<hr/>
	<hr/>
Net cash provided by operating activities	169,222
	<hr/>

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:

Cash

THE RP & CC HAWES SUPERANNUATION FUND

TRUSTEES DECLARATION

In the opinion of the trustees of

THE RP & CC HAWES SUPERANNUATION FUND:

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2007 present fairly the financial position of the Superannuation Fund at 30 June 2007 and the results of its operations for the year then ended in accordance with Australian Accounting Standards and other mandatory professional reporting requirements;
- (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 during the year ended 30 June 2007.

Signed in accordance with a resolution of the trustees by:

Robert Philip Hawes
Trustee

Caroline Constance Hawes
Trustee

DATED: / /

**THE RP & CC HAWES SUPERANNUATION FUND
SELF MANAGED SUPERANNUATION FUND
INDEPENDENT AUDITOR'S REPORT**

Auditor details

Name Carter, Lindsay Raymond

Postal address 41 Hausen Court
Banjup WA 6164

Business name _____

Business Postal address 41 Hausen Court
Banjup WA 6164

Professional organisation CPA Australia

Professional membership or registration number _____

Self managed superannuation fund details

Self managed superannuation fund (SMSF) name THE RP & CC HAWES SUPERANNUATION FUND

Australian business number or tax file number 48542326085

Address 230 Ocean Drive
Quinns Rocks WA 6030

Year of income being audited 2007

To the trustees

To the trustees of THE RP & CC HAWES SUPERANNUATION FUND

THE RP & CC HAWES 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, Operating Statement and a summary of significant accounting policies and other explanatory notes of the superannuation fund for the year ended 30 June 2007.

Trustees' Responsibility for the financial report

The trustees are responsible for the preparation and fair presentation of the financial report and has determined that the accounting policies used are consistent with the financial reporting requirements of the superannuation fund's governing rules, comply with the requirements of the Superannuation Industry (Supervision) Act 1993 (SIS Act) and the Superannuation Industry (Supervision) Regulations (SIS Regulations) and are appropriate to meet the needs of the members. The trustee's responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 them to the trustees. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial report has been prepared for distribution to the members for the purpose of fulfilling the trustees' financial reporting requirements under the superannuation fund's governing rules and regulatory requirements.

I disclaim any assumption of responsibility for any reliance on this report, or on the financial statements to which it relates, to any person other than the members, or for any purpose other than that for which it was prepared.

My audit has been conducted in accordance with Australian Auditing Standards. These auditing standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance 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 judgement, 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 control 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 control. 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.

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 in the financial position of the fund at 30 June 2007 and the results of its operations for the year then ended.

PART B - COMPLIANCE

Trustees' responsibility for compliance

The trustees are responsible for complying with the requirements of the SIS Act and the SIS Regulations.

Auditor's responsibility

My responsibility is to express an opinion on compliance based on the audit. I have conducted tests in accordance with Australian Auditing Standards as necessary to provide reasonable assurance whether the trustees of the fund has complied, in all material respects, with the relevant requirements of the following provisions (to the extent applicable) of the SIS Act and the SIS Regulations.

Sections: 52(2)e, 52(2)d, 62, 65, 66, 67, 69-71E, 73-75, 80-85, 103, 106, 109, 111, 112, 113(1A), 121
Regulations: 4.09, 5.08, 6.17, 7.04, 13.12, 13.13, 13.14

THE RP & CC HAWES SUPERANNUATION FUND
SELF MANAGED SUPERANNUATION FUND
INDEPENDENT AUDITOR'S REPORT

My procedures included examination, on a test basis, of evidence supporting compliance with those requirements of the SIS Act and the SIS Regulations.

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 SIS Act and the SIS Regulations 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 has given consideration to risk, return, liquidity and diversification 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 opinion.

Auditor's opinion

In my opinion the trustees of the fund have complied in all material respects, with the requirements of the SIS Act and SIS Regulations specified above.

Lindsay Raymond Carter

Dated: / /

THE RP & CC HAWES SUPERANNUATION FUND
STATEMENT OF TAXABLE INCOME
FOR THE REPORTING PERIOD ENDED 30 JUNE 2007

	2007
	\$
Benefits Accrued as a Result of Operations before Income Tax	169,222.00
Less:	
Transfers In - Preserved/Taxable	(169,222.00)
	<u>(169,222.00)</u>
	0.00
	<u>0.00</u>
Taxable Income	<u>0.00</u>
Tax Payable on Taxable Income	0.00
Income Tax Payable/(Refund)	<u>0.00</u>

**MEMORANDUM OF RESOLUTIONS OF
ROBERT PHILIP HAWES
ATF THE RP & CC HAWES SUPERANNUATION FUND**

- 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.
- PURCHASES OF ASSETS: It was resolved that having regard to the composition of the fund's existing investments, the fund's investment strategy and its present liquidity, the purchase of the assets identified in the schedule hereto be confirmed.
- SALES OF ASSETS: It was resolved that having regard to the composition of the fund's existing investments, the fund's investment strategy and its present liquidity, the sales of the assets identified in the schedule hereto be confirmed.
- ALLOCATION OF NET INCOME: It was resolved that the net income of the fund be proportionally allocated to members based on the member's daily fund balance.
- REPORTS AND STATEMENTS: The Statement of Financial Position, Operating Statement, Statement of Cash Flows and Notes thereto, Trustee's Declaration, Auditor's Report, Members Statements, Income Tax and Regulatory Return for the period ended 30 June 2007 were tabled.
- It was resolved that:
- (a) The Statement of Financial Position, Operating Statement, Statement of Cash Flows and Notes thereto, Auditor's Report and Members Statements be adopted by the Trustee and the Trustee be authorised to sign the Trustee Declaration,
 - (b) The Income Tax and Regulatory Return be adopted and signed by a representative of the trustee, and
 - (c) The Trustee's Declaration be adopted and signed by the trustee.
- REVIEW OF INVESTMENT STRATEGY: It was resolved that the fund's existing investment strategy has been reviewed by the trustee who, after considering:
- (i) the risk involved in making, holding and realising, and the likely return from, the fund's investments having regard to its objectives and its expressed cash flow requirements,
 - (ii) the composition of the fund's investments as a whole including the extent to which the investments are diverse or involve the funds being exposed to risks from inadequate diversification,
 - (iii) the liquidity of the fund's investments having regard to its expected cash flow requirements, and
 - (iv) the ability of the fund to discharge its existing and prospective liabilities,
- is satisfied that the said investment strategy requires no further modification or adaptation at this time.
- 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 Section 121 of the SIS Act.
- AUDITORS It was resolved that
- Lindsay Raymond Carter
- of
- Unit 5
36 Hopetoun Street
South Perth WA 6151

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

CLOSURE:

Signed by the trustee(s) pursuant to the Fund Deed.

..... /...../.....
Robert Philip Hawes

**THE RP & CC HAWES SUPERANNUATION FUND
SCHEDULE OF PURCHASES AND SALES OF FUND ASSETS
FOR THE REPORTING PERIOD ENDED 30 JUNE 2007**

Details

No of Units

Member's Statement

THE RP & CC HAWES SUPERANNUATION FUND

ROBERT PHILIP HAWES
230 OCEAN DRIVE
QUINNS ROCKS WA 6030
TEN : Provided

The Trustee of the above named fund wish to advise you of the circumstances of your entitlement in the Fund at 30 June 2007 and for the reporting period 10 June 2007 to 30 June 2007.

Your Details		Your Balance	
Date of Birth	26 May 1938	Total Benefits	\$84,611
Date Joined Fund	10 June 2007	Comprising:	
Service Period Start Date		- Preserved	\$84,611
Date Left Fund		- Restricted Non Preserved	
Member Mode	Accumulation	- Unrestricted Non Preserved	
Account Description		Including:	
Current Salary		- CGT Exempt	\$84,611
Vested Amount	\$84,611	- Non qualifying	
Insured Death Benefit		- Concessional	
Total Death Benefit	\$84,611	- Undeducted Contributions	
Disability Benefit		- Government Co-Contributions	
Transitional RBL Pension		- Non Vested Contributions	
Transitional RBL Lump Sum		- Post June 1994 Invalidity	
Nominated Beneficiaries		- Pre Jul 1983	
		- Post June 1983 - Taxed	

Your Detailed Account	Preserved	Restricted Non Preserved	Unrestricted Non Preserved	Total
Opening Balance at 10 June 2007				
<u>Add: Increases to Member's Account During the Period</u>				
Employer Contributions				
Member Contributions				
Other Contributions				
Proceeds of Insurance Policies				
Share of Net Income/(Loss) for period				
Transfers in and transfers from reserves	84,611			84,611
	84,611			84,611
	84,611			84,611
<u>Less: Decreases to Member's Account During the Period</u>				
Benefits/Pensions Paid				
Contributions Tax				
Income Tax				
Insurance Policy Premiums Paid				
Management Fees				
Share of fund expenses				
Superannuation Surcharge Tax				
Transfers out and transfers to reserves				
Member's Account Balance at 30/06/2007	84,611			84,611

Reference: HAWES / 501

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

Robert Philip Hawes
Trustee

Caroline Constance Hawes
Trustee

Statement Date: / /

Member's Statement

THE RP & CC HAWES SUPERANNUATION FUND

CAROLINE CONSTANCE HAWES
230 OCEAN DRIVE
QUINNS ROCKS WA 6030
TEN : Provided

The Trustee of the above named fund wish to advise you of the circumstances of your entitlement in the Fund at 30 June 2007 and for the reporting period 10 June 2007 to 30 June 2007.

Your Details		Your Balance	
Date of Birth	18 April 1952	Total Benefits	\$84,611
Date Joined Fund	10 June 2007	Comprising:	
Service Period Start Date		- Preserved	\$84,611
Date Left Fund		- Restricted Non Preserved	
Member Mode	Accumulation	- Unrestricted Non Preserved	
Account Description		Including:	
Current Salary		- CGT Exempt	\$84,611
Vested Amount	\$84,611	- Non qualifying	
Insured Death Benefit		- Concessional	
Total Death Benefit	\$84,611	- Undeducted Contributions	
Disability Benefit		- Government Co-Contributions	
Transitional RBL Pension		- Non Vested Contributions	
Transitional RBL Lump Sum		- Post June 1994 Invalidity	
Nominated Beneficiaries		- Pre Jul 1983	
		- Post June 1983 - Taxed	

Your Detailed Account	Preserved	Restricted Non Preserved	Unrestricted Non Preserved	Total
Opening Balance at 10 June 2007				
<u>Add: Increases to Member's Account During the Period</u>				
Employer Contributions				
Member Contributions				
Other Contributions				
Proceeds of Insurance Policies				
Share of Net Income/(Loss) for period				
Transfers in and transfers from reserves	84,611			84,611
	84,611			84,611
	84,611			84,611
<u>Less: Decreases to Member's Account During the Period</u>				
Benefits/Pensions Paid				
Contributions Tax				
Income Tax				
Insurance Policy Premiums Paid				
Management Fees				
Share of fund expenses				
Superannuation Surcharge Tax				
Transfers out and transfers to reserves				
Member's Account Balance at 30/06/2007	84,611			84,611

Reference: HAWES / 502

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

Robert Philip Hawes
Trustee

Caroline Constance Hawes
Trustee

Statement Date: / /