

REI SUPERANNUATION FUND PTY LTD
ABN 68 056 044 770

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

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DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

The Directors submit their report for the Company for the year ended 30 June 2020.

Directors

The Directors of REI Superannuation Fund Pty Ltd ("the Company") at any time during or since the end of the financial year are:

Claire Higgins (Independent Director and Chair)
Michelle Beveridge (Independent Director)
Emery Feyzeny (Independent Director)
Ian Armstrong
John Bailey (resigned 30 September 2019)
Jonathan Blocksidge
Dianne Helmich
Greg Paterson
Neville Pozzi
Richard Simpson (appointed 1 October 2019)
Elizabeth Stratfold (resigned 30 September 2019)

Principal Activity

The principal activity of the Company during the year was to act as trustee of REI Super ("Fund").

State of Affairs

There were no significant changes in the activities of the Company during the year.

Results

The results of the Company after providing for income tax was a \$144 loss (2019: loss of \$144).

Dividends Paid or Recommended Since the End of the Financial Year

No dividend has been paid or recommended to be paid during the financial year under review.

Review of Operations

During the year the Company acted as trustee of REI Super.

Particulars of Directors

Claire Higgins (Independent Director and Chair)

Claire is a professional director with extensive executive experience with ASX listed corporates. She has held numerous Board Directorships, including as Chair, in various industries such as health services, aged and disability care, infrastructure, government, private and NZX listed organisations.

Michelle Beveridge (Independent Director)

Michelle has held numerous Board Directorships and during the year ended 30 June 2020 was COO and CIO for Intrepid Group and a non-executive Director of Vernet Pty Limited

Emery Feyzeny (Independent Director)

Emery is a former Director and Partner of KPMG and currently a Director of NobleOak Life Limited and NobleOak Services Limited

Ian Armstrong

Ian is principal of Whitehorse Real Estate Pty Ltd

Jonathan Blocksidge

Jonathan is Managing Director of Blocksidge & Ferguson Pty Ltd

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

Dianne Helmich

Dianne is Office Manager at Forsyth Real Estate

Greg Paterson

Greg is principal of Real Estate Employment Consultancy Services

Neville Pozzi

Neville is the Chief Executive Officer for the Real Estate Institute of WA

Richard Simpson

Richard is a Partner and Licensed Estate Agent at W.B. Simpson & Son

Directors' Meetings

The number of Directors' meetings and Finance, Audit and Compliance Committee meetings held in the period each Director held office during the financial year and the number of meetings attended by each Director is:

	Directors Meetings		Finance, Audit & Compliance Committee Meetings	
	No of Meeting Eligible to Attend	No of Meetings Attended	No of Meeting Eligible to Attend	No of Meetings Attended
Claire Higgins	5	5	4	4
Michelle Beveridge	5	5	4	4
Emery Feyzeny	5	5	-	-
Ian Armstrong	5	5	-	-
John Bailey	1	1	1	1
Jonathan Blocksidge	5	5	-	-
Dianne Helmich	5	4	-	-
Greg Paterson	5	4	-	-
Neville Pozzi	5	5	4	4
Richard Simpson	4	4	3	3
Elizabeth Stratfold	1	1	-	-

At the date of this report the Trustee also had governance remuneration and nomination, investment, membership and business development, risk and claims committees. These committees either meet immediately prior to the board meeting, with Directors eligible to attend as members or observers, or alternatively between quarterly board meetings, where participants attend as committee members.

Events Subsequent to Balance Date

Since the end of the financial year, the Directors are not aware of any matter or circumstance not otherwise dealt with in the report or accounts that has significantly or may significantly affect the operations of the company, the results of those operations or the state of affairs of the Company in subsequent financial years.

Likely Developments

At the date of this report, the Directors are not aware of any developments likely to have a significant effect upon the Company's operations.

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2020

Directors' and Chairman Benefits

Since the end of the previous financial year, no Director of the Company has received or become entitled to receive a benefit by reason of a contract made by the Company or a related corporation with the Director or with a firm of which the Director is a member, or with an entity in which the Director has a substantial financial interest.

During the financial year, all Directors except Emery Feyzeny, Michelle Beveridge and Claire Higgins were members of REI Super and their membership is on the same terms and conditions as other members of the Fund.

Indemnification and Insurance of Officers and Auditors

During the financial year, the Fund paid premiums in respect of a contract insuring all the directors and officers of the Company against a liability incurred in their role as directors of the Company, except where:

- (a) The liability arises out of conduct involving a wilful breach of duty; or
- (b) There has been a contravention of Section 182 or 183 of the Corporations Act 2001 as permitted by Section 199B of the Corporations Act 2001.

There is no disclosure of the total amount of insurance cover provided by the trustee indemnity insurance policy as this is prohibited by the insurance contract.

Auditor's Independence Declaration

The Auditor's Independence declaration is included on page 15.

Signed in accordance with a resolution of the Directors made pursuant to s.298(2) of the Corporation Act 2001.



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Director

Signed at Melbourne this 28th day of September 2020.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2020

	Notes	2020 \$	2019 \$
Revenues from ordinary activities		-	-
Expenses from ordinary activities		(144)	(144)
Loss from ordinary activities before related income tax expense		(144)	(144)
Income tax benefit relating to ordinary activities		-	-
Profit/(loss) from ordinary activities after related income tax expense		(144)	(144)
Other comprehensive income		-	-
Total comprehensive profit/(loss) for the year		(144)	(144)

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2020

	Notes	2020 \$	2019 \$
<u>Equity Holders</u>			
Share Capital			
Balance at start of year		2	2
Issue of share capital		-	-
		<hr/>	<hr/>
Total Share Capital		2	2
		<hr/>	<hr/>
Retained Earnings			
Balance at start of year		1,020	1,164
Profit/(loss) for the year		(144)	(144)
		<hr/>	<hr/>
Retained Earnings at end of year		876	1,020
		<hr/>	<hr/>
Total Equity		878	1,022
		<hr/>	<hr/>

REI SUPERANNUATION FUND PTY LTD
ABN 68 056 044 770

BALANCE SHEET
AS AT 30 JUNE 2020

	Notes	2020	2019
		\$	\$
Current Assets			
Cash		878	1,022
		<hr/>	<hr/>
Total Assets		878	1,022
		<hr/>	<hr/>
Current Liabilities			
Current tax liabilities		-	-
		<hr/>	<hr/>
Total Liabilities		-	-
		<hr/>	<hr/>
Net Assets		878	1,022
		<hr/>	<hr/>
Equity			
Share capital	5	2	2
Retained profits		876	1,020
		<hr/>	<hr/>
Total Equity		878	1,022
		<hr/>	<hr/>

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2020

	Notes	2020 \$	2019 \$
Cash Flows from Operating Activities			
Cash receipts in the course of operations		-	-
Cash payments in the course of operations		(144)	(144)
		<hr/>	<hr/>
Net Cash flows from/(used in) Operating Activities	7(a)	(144)	(144)
		<hr/>	<hr/>
Cash Flows from Investing Activities			
Net Cash flows provided by Investing Activities		-	-
		<hr/>	<hr/>
Net increase/(decrease) in cash and cash equivalents		(144)	(144)
Cash and cash equivalents at 1 July		1,022	1,166
		<hr/>	<hr/>
Cash and cash equivalents at 30 June	7(b)	878	1,022
		<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

1. GENERAL INFORMATION

REI Superannuation Fund Pty Ltd (the Company) is a company domiciled in Australia. The address of the Company's registered office is:

Level 16, 385 Bourke Street
Melbourne VIC 3000

The Company is trustee of REI Super.

2. BASIS OF PREPARATION

(a) Basis of Accounting

In the directors' opinion, the Company is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Corporations Act 2001 requirements to prepare and distribute financial statements to the owners of REI Superannuation Fund Pty Ltd. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the owners of REI Superannuation Fund Pty Ltd.

(b) Statement of Compliance

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for for-profit oriented entities.

The financial statements were approved by the Board of REI Superannuation Fund Pty Ltd, on 25th September 2020.

(c) Basis of Measurement

The financial report is prepared on a historic cost basis, except where stated. The directors have determined that the Company is not a reporting entity.

(d) Functional and Presentation Currency

The financial statement is presented in Australian dollars, which is the Company's functional currency.

(e) Use of Estimates and Judgements

The preparation of a financial report in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, 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 estimates are revised and in any future periods affected.

There are no critical accounting estimates and judgements contained in these financial statements other than those used to determine the deferred tax assets, which are not brought to account but disclosed by way of note.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Cash and cash equivalents

Cash and cash equivalents comprise cash balances, short term bills and call deposits. Cash and cash equivalents are carried at face value of the amounts deposited or drawn.

(b) Trade and other receivables

Trade and other receivables are stated at amortised cost less impairment losses which approximates fair value.

(c) Trade and other payables

Trade and other payables are stated at amortised cost.

(d) Revenue Recognition

Revenue is recognised as it accrues.

(e) Goods and Services Tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the Australian Taxation Office (ATO) is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(f) Income tax

Income tax expense comprises current and deferred tax. Income tax is recognised in profit and loss except to the extent that it relates to items recognised directly in equity, in which case it is recognised directly in equity or in other comprehensive income.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the reporting date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(g) New accounting standards issued but not yet adopted

The following new and revised Standards and Interpretations have been adopted in the financial statements. Their adoption has not had significant financial or disclosure impact on these financial statements.

AASB 16 removes the lease classification test for lessees and requires all leases (including operating leases) to be brought to account onto the balance sheet. The definition of a lease is also amended and is not the new on/off balance sheet test for lessees. There is no impact on the Company financial statements resulting from the application of AASB 16.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

There are no other standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2019 that have a material impact on the amounts recognised in the prior or current periods that will affect future periods.

(h) New Standards and Interpretations not yet Adopted

Certain new accounting standards, amendments to standards and interpretations have been published that are not mandatory for 30 June 2020 reporting periods and have not been early adopted by the Fund. These standards are not expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

4. TRUSTEE LIABILITIES AND RIGHT OF INDEMNITY

The Company acts solely as trustee for REI Super and the Company has incurred liabilities on behalf of the Fund in its capacity as trustee of that entity. The Directors believe that the assets of the Fund are both in a form appropriate and sufficient to meet the trustee's right of indemnity from the Fund for liabilities incurred on behalf of the Fund as and when they fall due.

The Fund's assets supporting the right of indemnity are not directly available to meet any liabilities incurred by the company in its own right. The book value of the assets of REI Super based on the Fund's accounting policies and as reflected in the Fund's Statement of Financial Position as at 30 June 2020 equal or exceed the liabilities of the Fund at that date.

	2020	2019
	\$	\$
LIABILITIES		
Creditors and accruals	2,320,573	1,813,800
Employee entitlements	164,371	197,929
Lease liability	1,489,835	-
Current tax liabilities	7,944,906	5,796,319
Deferred tax liabilities	4,860,790	18,473,529
Member benefits	1,611,431,684	1,671,998,012
	<hr/>	<hr/>
TOTAL LIABILITIES	1,628,212,159	1,698,279,589
	<hr/>	<hr/>
RIGHT OF INDEMNITY	1,628,212,159	1,698,279,589
	<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

5. CONTRIBUTED EQUITY

	2020	2019
	\$	\$
Issued and paid up share capital		
2 ordinary shares fully paid	2	2
	<hr/>	<hr/>

There were no movements in share capital during the year.

Ordinary shares

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholder meetings.

6. AUDITOR'S REMUNERATION

	2020	2019
	\$	\$
Amounts paid or due and payable to Ernst & Young for the following services:		
• Audit services	10,100	10,100
	<hr/>	<hr/>
TOTAL AUDITOR'S REMUNERATION	10,100	10,100
	<hr/>	<hr/>

REI Super pays all audit fees on behalf of the Company.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

7. CASH FLOW INFORMATION

	2020	2019
	\$	\$
<i>(a) Reconciliation of profit/(loss) after income tax to net cash flow from operating activities</i>		
Loss from ordinary activities after income tax	(144)	(144)
	<hr/>	<hr/>
NET CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES	(144)	(144)
	<hr/>	<hr/>

(b) Reconciliation of cash and cash equivalents

For the purposes of the statement of cash flow, cash includes cash on hand and at bank and short term deposits at call, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statements of financial position as follows:

Cash at bank	878	1,022
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8. DIRECTORS AND EXECUTIVE DISCLOSURES

Key management personnel include the Directors of the Trustee, the Chairman of the Board of Directors and the Fund's Chief Executive Officer.

The remuneration of directors and other key management personnel are reviewed on an annual basis and approved by the Board. Remuneration is reviewed and determined with regard to current market rates and is benchmarked against comparable industry data. In the case of directors, fees are either paid to the directors or to the employer of the director. Key management personnel compensation (including Directors) in relation to services to the Fund was as follows:

	2020	2019
	\$	\$
Short-term employee benefits	946,513	724,837
Post employment benefits	110,709	110,885
	<hr/>	<hr/>
	1,057,222	835,722
	<hr/>	<hr/>

All key management personnel were paid directly from the Fund.

The Directors have signed a declaration stating that:

1. They receive no income from the Fund other than that directly relating to their positions as a Director, including meeting attendance fees and reimbursement of travel, accommodation costs and out of pocket expenses.
2. Their membership terms and conditions, employer contributions and benefit entitlements are determined in accordance with the trust deed on the same terms and conditions as other members.

9. EVENTS SUBSEQUENT TO BALANCE DATE

There has not arisen in the interval between the end of the financial year and the date of this report any other item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the company, to affect significantly the operations of the company, the results of those operations, or the state of affairs of the Company, in future financial years.

DIRECTORS' DECLARATION

The Board of Directors of REI Superannuation Fund Pty Ltd (ABN: 68 056 044 770) state that the accompanying Financial Statements have been made out in accordance with applicable approved accounting standards and that in their opinion;

- (a) The accompanying Financial Statements are in compliance with International Financial Reporting Standards and Corporations Act 2001, as stated in note 1.
- (b) The accompanying Statement of Profit or Loss and Other Comprehensive Income and Statement of Changes in Equity are drawn up so as to present fairly the view of the result of the Company for the year ended 30 June 2020;
- (c) The accompanying Balance Sheet is drawn up so as to present fairly the state of affairs of the Company as at 30 June 2020;
- (d) The accompanying Statement of Cash Flows is drawn up so as to present fairly the cash flows of the Company for the year ended 30 June 2020; and
- (e) At the date of this statement, there are reasonable grounds to believe the Company will be able to pay its debts as and when they fall due; and
- (f) The entity is not a reporting entity and special purpose financial statements are appropriate for the users of the financial statements.

The Board of Directors also state that the Company, in respect of the financial year:

- (a) kept such accounting records as correctly explain transactions and the financial position of the Company;
- (b) kept accounting records in such a manner as would enable true and fair accounts of the Company to be prepared from time to time;
- (c) kept accounting records in such a manner as would enable the accounts of the Company to be conveniently and properly audited in accordance with the Corporations Act 2001; and
- (d) the accounts have been properly prepared by a competent person.

This declaration has been made in accordance with a resolution of Directors made pursuant to s.295(5) of the Corporations Act 2001.



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Director

Signed at Melbourne this 28th day of September 2020.