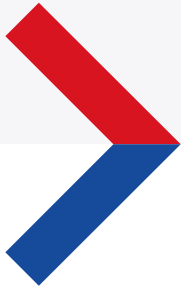


Ultimate Superannuation Fund

2024 Annual financial report



Investments

ABN: 97 900 294 767

Trustee of the Fund:
Avanteos Investments Limited
ABN: 20 096 259 979
RSE Licence No: L0002691



Your Annual Financial Report

I am pleased to present the reports for the financial year ended 30 June 2024 for the Ultimate Superannuation Fund.

This statement is the final component of the reporting information for the 2023–2024 financial year.

If you have any questions about the Annual Financial Report please call Investor Services on 13 13 36 Monday to Friday, 8:30am – 6pm, Sydney time.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'K Power', with a long horizontal flourish extending to the right.

Kelly Power
Chief Executive Officer of CFS Superannuation

**ULTIMATE
SUPERANNUATION FUND**

ABN 97 900 294 767

**FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

TRUSTEE OF THE FUND:

**AVANTEOS
INVESTMENTS LIMITED**

**ABN 20 096 259 979
RSE Licence No L0002691**

Level 15, 400 George Street
Sydney, NSW 2000

ULTIMATE SUPERANNUATION FUND

INDEX

	Page
Statutory Information	
Directors' Report	1 - 7
Auditor's Independence Declaration	8
Statement of financial position	9
Income statement	10
Statement of changes in member benefits	11
Statement of changes in equity	12
Statement of cash flows	13
Notes to the financial statements	14 - 29
Trustees' declaration	30
Independent auditor's report to the Trustee and members	31 - 33

Ultimate Superannuation Fund

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2024

The directors of Avanteos Investments Limited, the Trustee of Ultimate Superannuation Fund (the "Fund"), present their report together with the financial report of the Fund for the reporting period as stated below.

Reporting Period

The current reporting period for the financial report is from 1 July 2023 to 30 June 2024. The comparative reporting period is from 1 July 2022 to 30 June 2023.

Trustee and Directors

The Trustee of the Fund is Avanteos Investments Limited (the "Trustee" or "AIL").

The directors of the Trustee in office during the period and up to the date of this report are:

Name of Director	Date of Appointment or Resignation
Gregory Cooper	Appointed 12 November 2019.
Benjamin Heap	Appointed 1 January 2019.
David Lane	Appointed 2 September 2024.
Jo-Anne Bloch	Appointed 1 October 2021.
John Brogden	Resigned 21 August 2024
Kelly Ghaleb	Appointed 17 September 2021.

The Trustee is incorporated and domiciled in Australia and has its registered office at Level 15, 400 George Street, Sydney, New South Wales, 2000.

Principal Activities

The principal activities of the Fund consisted of providing superannuation and retirement benefits to its members. The Fund is a defined contribution fund. Members have voluntarily selected the Fund.

There were no significant changes in the nature of the Fund's activities during the year.

Rounding of amounts to the nearest thousand dollars

Amounts in the Directors' Report have been rounded to the nearest thousand dollars in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, unless otherwise indicated.

Comparatives

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures and presentation in the current reporting period.

Review and results of operations

During the year, the Fund's assets were invested in accordance with the investment objectives and guidelines as set out in the governing documents of the Fund and in accordance with the provisions of the Fund's Trust Deed.

The results of the operations of the Fund for the current and previous reporting periods are tabled below:

	1/07/2023 - 30/06/2024 \$'000	1/07/2022 - 30/06/2023 \$'000
Operating result before income tax	12,582	14,057
Income tax benefit/(expense)	419	486
Operating result after income tax	13,001	14,543

Ultimate Superannuation Fund

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2024

Significant Changes in the State of Affairs

In June 2023, the Trustee of the Fund approved the transfer of the Fund through a Successor Fund Transfer ("SFT") to CFS Edge Super and Pension, part of the Avanteos Superannuation Trust.

There were no other significant changes in the state of affairs of the Fund that occurred during the reporting period.

Matters Subsequent to the End of the Reporting Period

The SFT occurred on 10 August 2024, whereby existing members automatically transferred to CFS Edge. The associated assets and liabilities of the Fund transferred to CFS Edge.

No other matters or circumstances have arisen since the end of the current reporting period that have significantly affected, or may significantly affect:

- (i) the operations of the Fund in future financial periods, or
- (ii) the results of those operations in future financial periods, or
- (iii) the state of affairs of the Fund in future financial periods.

Likely Developments and Expected Results of Operations

The Fund will continue to be managed in accordance with the investment objectives and guidelines as set out in the Product Disclosure Statements and the provisions of the Trust Deed.

The results of the Fund's operations will be affected by a number of factors, including the performance of investment markets in which the Fund invests. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

At the time of preparing this report the Trustee is not aware of any likely developments which would impact upon the future operations of the Fund.

Fees Paid to and Received by the Trustee or its Associates

The Fund has incurred administration fees of \$924,000 (2023: \$1,083,000) which are paid directly by the Fund to the Trustee. These fees are disclosed in the income statement as administration expenses.

No amounts were paid by the Fund directly to the directors of the Trustee during the reporting period.

Interests in the Funds

There are no interests in the Fund held by the Trustee or its associates at the end of the reporting period.

Environmental Regulation

The Fund's operations are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law. There have been no known significant breaches of any other environmental requirements applicable to the Fund.

Ultimate Superannuation Fund

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2024

Non-Audit Services

Amounts received by KPMG or is due to receive for the provision of non-audit services for the reporting period is \$0.

Auditors' Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the *Corporations Act 2001* is set out on Page 8.

ULTIMATE SUPERANNUATION FUND

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2024

REMUNERATION REPORT (AUDITED)

1. Remuneration report overview

The directors of the Trustee present the Remuneration Report for the year ended 30 June 2024. The Remuneration Report forms part of the Directors' Report and has been audited in accordance with section 308(3C) of the Corporations Act 2001. The Remuneration Report details the remuneration arrangements for the Key Management Personnel (KMP) of the Fund which include those persons who, directly or indirectly, have authority and responsibility for planning, directing, and controlling the major activities of the Fund. For the Trustee this includes:

- directors of Avanteos Investments Limited ("AIL"), the Trustee of the Fund.
- certain senior executives of Avanteos Investments Limited who meet the definition of KMP above (collectively the Executive KMP).

The table below lists the KMP and their movements during the year ended 30 June 2024:

Name	Position	Term as KMP
Non-Executive Directors		
Gregory Cooper	Independent Chair	Full financial year
Benjamin Heap	Independent Director	Full financial year
Jo-Anne Bloch	Independent Director	Full financial year
John Brogden	Independent Director	Full financial year
Executive Director		
Kelly Ghaleb	Director and Chief Executive Officer, Superannuation and Investments	Full financial year
Executive KMP		
Darryl Burke	Chief Risk Officer	Appointed 8 June 2024
Karin Rathbone	Chief Risk Officer	Resigned 8 June 2024

Elements of Remuneration

Non-executive director remuneration

Avanteos Investments Limited has independently appointed directors. The independent director's fees are based on comparable financial services positions and recognise their contribution to the work of the Board and the associated Committees they serve. The fees payable to individual directors may be delivered as a combination of cash and superannuation at the director's discretion (subject to minimum Superannuation Guarantee requirements).

The directors' fees are recommended by the People, Remuneration and Nomination Committee (PRNC) and approved by Superannuation and Investments HoldCo Pty Limited. Fees are paid by Superannuation and Investments Management Pty Limited a related party to the Trustee and are governed by the Superannuation and Investments HoldCo Pty Limited Remuneration Policy.

Directors do not receive performance-related incentives, long service leave, retirement, or termination benefits.

Executive director and KMP remuneration

All remuneration disclosures have been time-based apportioned to reflect the work performed by the relevant Key Management Personnel for AIL as a Registrable Superannuation Entity (RSE) Licensee for the reporting period. The disclosures are further apportioned to the RSE based on fund size.

The structure of remuneration arrangements for Executive KMP consists of the following components:

- Fixed Remuneration
- Short-Term Variable Remuneration (STVR)
- Participation in the Management Equity Plan (MEP)

ULTIMATE SUPERANNUATION FUND

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2024

REMUNERATION REPORT (AUDITED) (continued)

2. Overview of director and executive remuneration (continued)

Fixed Remuneration

Fixed remuneration comprises base remuneration and superannuation. Base remuneration includes cash salary and any salary-sacrificed items. Fixed remuneration is reviewed annually with reference to external market benchmarks, taking into consideration the executives' role scope, skills and experience.

Short-Term Variable Remuneration

The STVR component is based on performance against key financial and non-financial measures across certain performance categories, Colonial First State ("CFS") values and risk outcomes. The eligibility to be assessed for STVR is initially CFS meeting its annual EBITDA plan, and then being assessed against an agreed scoreboard, finally modified by an assessment of the executive living the CFS Values and Risk management.

Ultimately STVR awards are at the discretion of the Board. Subject to company performance and individual performance, executives can earn up to 1.5 times their STVR Target.

Depending on the level of STVR awarded to an executive, a portion of this will be deferred in accordance with APRA Prudential Standard CPS 511 – Remuneration. Any deferral will be notionally invested in a CFS investment fund and will be subject to malus between award and vest, and clawback for a further two years from vest.

Management Equity Plan (MEP)

The MEP incentivises eligible individuals by aligning their interests to the interests of Superannuation and Investments HoldCo Pty Ltd and its shareholders. Under the plan, individuals receive an interest free, limited recourse loan to purchase P class (Performance based) and T class (Time based) shares. P class shares may vest subject to the KKR Investor Group achieving a minimum internal rate of return. To the extent that this hurdle is met, the proportion of P class shares that may vest depends on the total return on investment realised by the KKR Investor Group (as a multiple of invested capital). Again, subject to the internal rate of return hurdle, the proportion of T class shares that may vest depends on the period of time that the T class shares are held.

Statutory Remuneration

KMP	Year	Short-term benefits				Post-employment benefits		Long-term benefits	Share-based payments ⁴	Termination payments	Total remuneration
		Salary & fees	Cash STVR ¹	Non-monetary ²	Other	Superannuation	Other	Cash STVR ³	MEP shares ⁵		
		\$	\$	\$	\$		\$	\$	\$		
G. Cooper	2024	507	-	-	-	-	-	-	-	-	507
J. Brogdon	2024	184	-	-	-	20	-	-	-	-	204
J. Bloch	2024	222	-	-	-	24	-	-	-	-	246
B. Heap	2024	258	-	-	-	28	-	-	-	-	286
K. Ghaleb ⁶	2024	258	108	6	-	13	-	163	71	-	619
K. Rathbone ⁷	2024	180	24	-	-	13	-	-	3	-	220
D. Burke ⁸	2024	11	-	-	-	1	-	-	-	-	12
Total	2024	1,620	132	6	-	99	-	163	74	-	2,094

Notes

1. Cash STVR granted and paid in September 2024 relates to the FY24 performance year
2. Non-monetary includes company provided parking (including associated Fringe Benefits Tax)
3. This includes the portion of the FY24 Cash STVR that is deferred per CPS 511 requirements
4. The issuing entity of the Management Equity Plan (MEP) shares is Superannuation and Investments HoldCo Pty Limited
5. This is the fair value accounting expense incurred in the year for the Management Equity Plan (MEP) shares
6. STVR target of \$252 with a range of \$0 (minimum) to \$378 (maximum)
7. STVR target of \$48 with a range of \$0 (minimum) to \$72 (maximum)
8. Not eligible to be considered for STVR in FY24

ULTIMATE SUPERANNUATION FUND

**DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

REMUNERATION REPORT (AUDITED) (continued)

2. Overview of director and executive remuneration (continued)

Statutory Remuneration (continued)

No key management personnel appointed during the period received a payment as part of his or her consideration for agreeing to hold the position.

END OF REMUNERATION REPORT (AUDITED)

ULTIMATE SUPERANNUATION FUND

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2024

This directors' report is signed in accordance with a resolution of the Board of Directors of Avanteos Investments Limited as Trustee for Ultimate Superannuation Fund.



Director
Sydney
24 September 2024



Director
Sydney
24 September 2024



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Avanteos Investments Limited as the Trustee for Ultimate Superannuation Fund

I declare that, to the best of my knowledge and belief, in relation to the audit of Ultimate Superannuation Fund for the financial year ended 30 June 2024 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to be 'KPMG' followed by a flourish.

KPMG

A handwritten signature in black ink, appearing to be 'David Kells' followed by a flourish.

David Kells
Partner
Sydney
24 September 2024

ULTIMATE SUPERANNUATION FUND

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	Notes	2024 \$'000	2023 \$'000
Assets			
Cash and cash equivalents	12	15,923	22,942
Receivables		3,293	4,835
Income tax receivable		47	-
Financial investments	4	106,146	147,586
Total assets		125,409	175,363
Liabilities			
Other payables		364	361
Income tax payable		-	227
Deferred tax liabilities	10	510	213
Total liabilities excluding member benefits		874	801
Net assets available for member benefits		124,535	174,562
Defined contribution member liabilities	7	124,532	174,559
Total net assets		3	3
Equity			
Reserve	9	3	3
Total equity		3	3

The above statement of financial position should be read in conjunction with the accompanying notes.

ULTIMATE SUPERANNUATION FUND

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2024

	Notes	2024 \$'000	2023 \$'000
Superannuation activities			
Interest income		1,851	1,339
Dividend income		1,312	1,632
Distribution income		3,709	3,103
Net changes in fair value of financial investments	5	7,653	10,465
Other income		1	86
Total income		14,526	16,625
Administration expenses		(924)	(1,083)
Adviser service fees		(1,006)	(1,472)
Other expenses	11	(14)	(13)
Total expenses		(1,944)	(2,568)
Results from superannuation activities before income tax expense		12,582	14,057
Income tax benefit/(expense)	10	419	486
Results from superannuation activities after income tax expense		13,001	14,543
Net benefits allocated to defined contribution members		(13,001)	(14,543)
Operating result after income tax		-	-

The above income statement should be read in conjunction with the accompanying notes.

ULTIMATE SUPERANNUATION FUND

STATEMENT OF CHANGES IN MEMBER BENEFITS FOR THE YEAR ENDED 30 JUNE 2024

	Notes	2024 \$'000	2023 \$'000
Opening balance of member benefits		174,559	211,153
Member contributions		7,728	7,256
Employer contributions		1,546	2,354
Transfers from other superannuation funds		2,915	10,548
Transfers to other superannuation funds		(53,489)	(48,628)
Income tax on contributions		(363)	(715)
Net after tax contributions	7	(41,663)	(29,185)
Benefits to members or beneficiaries		(21,315)	(21,911)
Insurance premiums charged to members' accounts		(50)	(41)
Net benefits allocated comprising:			
- Net investment income		14,945	17,111
- Net administration fees		(938)	(1,096)
- Adviser service fees		(1,006)	(1,472)
Closing balance of members' benefits	7	124,532	174,559

The above statement of changes in member benefits should be read in conjunction with the accompanying notes.

ULTIMATE SUPERANNUATION FUND

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2024

	Notes	Reserve \$'000	Total equity \$'000
Opening balance as at 1 July 2023		3	3
Net transfers to/from equity		-	-
Operating result after income tax		-	-
Closing balance as at 30 June 2024		3	3
Opening balance as at 1 July 2022		3	3
Net transfers to/from equity		-	-
Operating result after income tax		-	-
Closing balance as at 30 June 2023		3	3

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

ULTIMATE SUPERANNUATION FUND

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2024

	Notes	2024 \$'000	2023 \$'000
Cash flows from operating activities:			
Interest income received		1,785	1,279
Dividend income received		1,312	1,632
Distribution income received		2,617	6,088
Other income received		1	86
Income tax refund		737	1,036
Administration expenses paid		(1,834)	(2,633)
Insurance premiums paid to insurer		(50)	(41)
Net cash inflow / (outflow) from operating activities	13 (a)	4,568	7,447
Cash flows from investing activities:			
Proceeds from sales of financial investments		97,138	108,596
Payment for purchases of financial investments		(45,377)	(67,733)
Net cash inflow / (outflow) from investing activities		51,761	40,863
Cash flows from financing activities:			
Contributions received		12,114	19,984
Payment of member benefits		(74,804)	(69,411)
Tax paid on contributions		(658)	(840)
Net cash (outflow) / inflow from financing activities		(63,348)	(50,267)
Net increase / (decrease) in cash and cash equivalents		(7,019)	(1,957)
Cash and cash equivalents at the beginning of the financial year		22,942	24,899
Cash and cash equivalents at the end of the financial year	12	15,923	22,942

The above statement of cash flows should be read in conjunction with the accompanying notes.

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

1. GENERAL INFORMATION

Ultimate Superannuation Fund (the 'Fund') was created by a Trust Deed dated 21 February 2013. The purpose of the Fund is to provide retirement benefits to its members. For the purposes of the financial statements, the Fund is a for profit entity.

The Fund is a defined contribution fund. Members have voluntarily selected the Fund.

The Fund is managed by Avanteos Investments Limited (ABN 20 096 259 979) (the "Trustee" or "AIL") which is incorporated in Australia. The registered office of the Trustee is Level 15, 400 George Street, Sydney, NSW 2000. Both the Trustee and the Fund are domiciled in Australia and registered with the Australian Prudential Regulation Authority ("APRA").

These financial statements cover the Fund as an individual entity. The financial statements of the Fund were authorised for issue by the directors of the Trustee on 24 September 2024. The directors of the Trustee have the power to amend and re-issue these financial statements.

In June 2023, the Trustee of the Fund approved the transfer of the Fund through a Successor Fund Transfer ("SFT") to CFS Edge, part of the Avanteos Superannuation Trust.

The SFT occurred on 10 August 2024, whereby existing members automatically transferred to CFS Edge. The associated assets and liabilities of the Fund transferred to CFS Edge.

There were no other significant changes in the nature of the Fund's activities during the reporting period.

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES

Unless covered in other notes to the financial statements, the principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated in the following text.

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board, *the Corporations Act 2001*, *the Corporations Regulations* and the provisions of the Fund's Trust Deed. The financial statements are presented in the Australian currency which is the Fund's functional currency.

The statement of financial position is presented on a non-going concern basis. Assets and liabilities are presented in decreasing order of liquidity and do not distinguish between current and non-current. All balances are expected to be recovered or settled within twelve months, except for financial investments and net assets available for member benefits.

The financial statements are prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(b) Financial investments

(i) Classification

The Fund's investments and liabilities are classified as fair value through profit or loss in accordance with AASB 1056 *Superannuation Entities*.

(ii) Recognition/derecognition

Financial assets and financial liabilities are recognised on the date the Fund becomes party to the contractual agreement (trade date) and changes in the fair value of the financial assets or financial liabilities are recognised from this date.

Investments are derecognised when the right to receive cash flows from the investments have expired or the Fund has transferred substantially all of the risks and rewards of ownership.

(iii) Measurement

At initial recognition, the Fund measures financial assets or financial liabilities at fair value. Transaction costs for financial assets and financial liabilities carried at fair value through profit or loss are expensed in the income statement.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through income statement are measured at fair value. Gains and losses are presented in the income statement in the period in which they arise as net changes in fair value of financial investments.

For further details on how the fair values of financial investments are determined refer to note 4.

(iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability at the same time.

(c) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less from the date of acquisition that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from investing activities, as movements in the fair value of these securities represent the Fund's main income generating activity.

The carrying amount of cash and cash equivalents is a reasonable approximation of fair value.

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(d) Revenue recognition

Interest income from financial instruments that are held at fair value is determined based on the contractual coupon interest rate and includes interest from cash and cash equivalents.

Dividend and distributions income are recognised in the income statement within dividend income and distribution income when the Fund's right to receive payment is established.

Other changes in fair value for financial investments are recorded in accordance with the policies described in note 2(b) to the financial statements.

(e) Foreign currency translation

The Fund transacts only in Australian currency.

(f) Income tax

Under the *Income Tax Assessment Act 1997*, the Fund is a complying superannuation fund. As such, a concessional tax rate of 15% is applied on net earnings with deductions allowable for administrative and operational expenses. Financial investments held for less than 12 months are taxed at the Fund's rate of 15%. For financial investments held for more than 12 months, the Fund is entitled to a further discount on the tax rate leading to an effective tax rate of 10% on any gains/ (losses) arising from the disposal of investments.

Current tax is the expected tax payable on the estimated taxable income for the current year based on the applicable tax rate adjusted for instalment payments made to the Australian Taxation Office ("ATO") during the year and by changes in deferred tax assets and liabilities attributable to temporary differences.

Deferred tax is recognised in respect of temporary differences between the carrying amount of assets and liabilities in the financial statements and the amounts used for taxation purposes. Deferred tax assets are recognised only if it is probable that future taxable amounts will be available to utilise temporary differences and losses. Deferred tax assets are reviewed at each reporting date and are reduced to the extent it is no longer probable that the related tax benefit will be realised. Deferred tax liabilities are recognised for taxable temporary difference which arises when the carrying amount of an asset exceeds its tax base.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(g) Goods and Services Tax ("GST")

Income, expenses and assets, with the exception of receivables and payables, are recognised net of the amount of GST to the extent that the GST is recoverable from the taxation authority. Where GST is not recoverable, it is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable.

Receivables and payables are stated inclusive of GST.

Reduced input tax credits ("RITC") recoverable by the Funds from the ATO are recognised as a receivable in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows, which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(h) Expense recognition

All expenses, including administration fees are recognised in profit or loss on an accruals basis.

(i) Due from/to brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by the end of the year. Trades are recorded on trade date. These amounts are recognised initially at fair value and subsequently measured at fair value.

(j) Receivables

Receivables may include amounts for dividends, interest and trust distributions and are measured at fair value. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of each reporting period from the time of last payment in accordance with the policy set out in note 2(d) above. Amounts are generally received within 30 days of being recorded as receivables.

(k) Payables

Payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period and are measured at fair value. These amounts are unsecured and are usually paid within 30 days of recognition.

(l) Benefits paid/payable and transfers to other funds

Benefits paid/payable are valued at the amounts due to members at reporting date. Benefits paid/payable comprise pensions accrued at balance date and lump sum benefits of members who are due a benefit but had not been paid at balance date and transfers to other funds.

(m) Contributions received and transfers from other funds

Contributions received and transfers from other funds are recognised in the statement of changes in member benefits when the control of the contribution or transfer has transferred to the Fund. They are recognised gross of any taxes.

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(n) Use of estimates

The Trustee makes estimates and assumptions that affect the reported amounts of assets and liabilities. Estimates are evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

For the majority of the Fund's financial instruments, quoted market prices are readily available. However, certain financial instruments, for example unquoted securities, are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel where applicable to the fair value measurement, the current changing market conditions are assessed and estimated. Actual results may differ from these estimates. Refer to note 4 for details of estimates with respect to fair value measurements of the Fund's financial assets and liabilities.

(o) New and Amended Standards adopted by the Fund

The Fund has adopted the following Australian Accounting Standards for the reporting period beginning 1 July 2023:

- (i) *AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies and Definition of Accounting Estimates* [AASB 7, AASB 101, AASB 108, AASB 134 & AASB Practice Statement 2]

AASB 2021-2 become effective for annual reporting periods beginning on or after 1 January 2023. The amendments require the disclosure of material accounting policies rather than significant accounting policies and clarify the distinction between accounting policies and accounting estimates. The amendments do not result in any changes to the accounting policies.

There are no other new accounting standards, amendments and interpretations that are effective for the first time for the reporting period beginning 1 July 2023 and have a material impact on the financial statements of the Fund.

(p) New accounting standards, amendments and interpretations effective after 1 July 2024 and have not been early adopted

A number of new accounting standards, amendments and interpretations have been published that are not mandatory for the 30 June 2024 reporting period and have not been early adopted in preparing these financial statements. Most of these are not expected to have a material impact on the financial statements of the Fund. However, management is still in the process of assessing the impact of the new standard AASB 18 *Presentation and Disclosure in Financial Statements* which was issued in June 2024 and replaces AASB 101 *Presentation of Financial Statements*.

(q) Rounding of amounts

The Fund is an entity referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* relating to the "rounding off" of amounts in the Directors' Report and the Financial Report. Amounts in the Directors' Report and the Financial Report have been rounded to the nearest thousands, as indicated.

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(r) Investment entity

The Trustee has determined that the Fund is an investment entity under the definition in AASB 10 *Consolidated Financial Statements* as it meets the following criteria:

- (i) the Fund has obtained funds from members for the purpose of providing them with investment management services;
- (ii) the Fund's business purpose, which it communicated directly to members, is investing solely for returns from capital appreciation and investment income; and
- (iii) the performance of investments made by the Fund is measured and evaluated on a fair value basis.

The Fund also meets all of the typical characteristics of an investment entity. As a result, the Fund does not consolidate its investments but accounts for them at fair value through the income statement.

(s) Operational Risk Financial Requirement

An operational risk financial requirement ("ORFR") is required under Australian Prudential Regulation Authority Standards to maintain adequate financial resources to address potential losses arising from operational risks.

The Trustee has chosen to hold the ORFR as Trustee capital, which is reflected in its Annual Financial Report. As a minimum, the Trustee aims to have a target amount equal to 25 basis points (2023: 25 basis points) of funds under management subject to a predetermined tolerance limit of 80 percent of the ORFR. The tolerance limit is set by the Trustee to reduce the need for small transfers to or from the ORFR and to ensure a sufficient amount of financial resources are maintained to address the operational risks whilst also allowing the Trustee to effectively manage the capital to support the ORFR. When the amount falls below the tolerance limit additional funds are transferred into the ORFR.

3. FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks: market risk (including price risk, foreign exchange risk, and interest rate risk), credit risk and liquidity risk.

The Fund has an investment governance framework ('IGF') established by the Trustee. The IGF sets out the Trustees policies and procedures for the selection, management and monitoring of investments for the Fund.

Different methods are used to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate and other price risk and credit ratings analysis for credit risk.

(a) Market risk

(i) Price risk

The Fund is exposed to price risk through its investments in listed Australian securities, managed investment schemes and unlisted investments. This arises from investments held by the Fund for which prices in the future are uncertain.

The Trustee mitigates price risk through diversification and a careful selection of securities and other financial instruments within specified limits and guidelines in accordance with the Product Disclosure Statement or Constitution. Compliance with the IGF and supporting investment guidelines are monitored by the Trustee on a regular basis.

At 30 June, the fair value of investments exposed to price risk were as follows:

	2024 \$'000	2023 \$'000	Note
Listed shares and securities	21,886	36,127	
Managed investment schemes	71,161	91,999	
Net exposure to price risk	93,047	128,126	6

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

3. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(ii) Foreign exchange risk

The Fund does not hold monetary or non-monetary assets denominated in currencies other than the Australian dollar and therefore is not exposed to foreign exchange risk.

The Fund's only exposure to foreign exchange risk is indirectly via the Fund's investment in managed investment schemes. This indirect risk affects the price of the Fund's holdings in the managed investment schemes. The responsibility for the management of foreign exchange risk within the managed investment schemes lies with the respective investment managers rather than the Trustee of the Fund.

(iii) Interest rate risk

The Fund is exposed to cash flow interest rate risk on financial instruments with variable interest rates. Financial instruments with fixed rates expose the Fund to fair value interest rate risk.

The table below summarises the Fund's direct exposure to interest rate risk.

	30 June 2024			
	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
Financial assets				
Cash and cash equivalents	15,923	-	-	15,923
Receivables	-	-	3,293	3,293
Financial investments	-	13,099	93,047	106,146
Financial liabilities				
Payables	-	-	(364)	(364)
Net exposure interest rate risk	15,923	13,099	95,976	124,998

	30 June 2023			
	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
Financial assets				
Cash and cash equivalents	22,942	-	-	22,942
Receivables	-	-	4,835	4,835
Financial investments	-	19,460	128,126	147,586
Financial liabilities				
Payables	-	-	(361)	(361)
Net exposure interest rate risk	22,942	19,460	132,600	175,002

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

3. FINANCIAL RISK MANAGEMENT (continued)

(b) Summarised sensitivity analysis

The following table summarises the sensitivity of the Fund's operating profit and net assets attributable to members to interest rate risk and price risk. The reasonably possible movements in the risk variables have been based on the Trustee's best estimate, having regard to a number of factors, including historical levels of changes in interest rates and market volatility. Actual movements in the risk variables may be greater or less than anticipated due to a number of factors. As a result, historic variations in risk variables should not be used to predict future variations in the risk variables.

	Price risk		Interest rate risk	
	Impact on operating profit/ Net assets available for member benefits			
	\$'000	\$'000	\$'000	\$'000
	-20%	20%	-100 bps	+50 bps
	(18,609)	18,609	(290)	145
2024	-20%	20%	-100 bps	+50 bps
	(25,625)	25,625	(424)	212
2023	-20%	20%	-100 bps	+50 bps
	(25,625)	25,625	(424)	212

(c) Credit risk

The Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when they fall due, causing a financial loss to the Fund.

The main concentration of credit risk, to which the Fund is exposed, arises from the Fund's holdings of cash and cash equivalents and interest-bearing securities held with CBA and other financial institutions which has a minimum Standard & Poor's credit rating of A- (2023: BBB+). The exposure to credit risk for cash and cash equivalents is low as all counterparties have a high credit rating. The Fund is also exposed to credit risk on other receivables. The Trustee monitors the Fund's credit risk exposure on a regular basis.

(d) Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations to members or counterparties in full as they fall due or can only do so on terms that are disadvantageous. The Fund is obligated to pay member benefits upon request or able to facilitate daily redemption requests.

4. FAIR VALUE MEASUREMENT

(a) Fair value hierarchy

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level for the fair value measurement hierarchy:

The fair value hierarchy has the following levels:

- Level 1: quoted prices (unadjusted) in active markets for identical assets and liabilities. These inputs are readily available in the market and are normally obtainable from multiple sources. The fund holds investments in fixed interest securities which comprise of term deposits. The fair value of these investments are classified as Level 1.
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly. The Trustee values fixed interest securities held by the Fund using broker quotes, units in unit trusts using the unit price provided by the underlying fund manager. The fair value of these investments are classified as Level 2.
- Level 3: one or more of the significant inputs are not based on observable market data, examples include discount rates and other material unobservable inputs. The Trustee values units in unit trusts classified as level 3 using the unit price provided by the underlying fund manager. These unit trusts hold illiquid investments such as unlisted property and private equity.

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

4. FAIR VALUE MEASUREMENT (continued)

(a) Fair value hierarchy (continued)

Recognised fair value measurements

The table below sets out the Fund's financial assets at fair value according to the fair value hierarchy.

30/06/2024	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
Financial assets				
Cash and cash equivalents	15,923	15,923	-	-
Receivables	3,293	3,293	-	-
Listed shares and securities	21,886	21,886	-	-
Fixed interest securities	13,099	13,099	-	-
Managed investment schemes	71,161	-	71,109	52
Units in unlisted investments	-	-	-	-
Financial liabilities				
Paybles	(364)	(364)	-	-
Total investments	124,998	53,837	71,109	52

6/30/2023	Total \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
Financial assets				
Cash and cash equivalents	22,942	22,942	-	-
Receivables	4,835	4,835	-	-
Listed shares and securities	36,127	36,127	-	-
Fixed interest securities	19,460	19,460	-	-
Managed investment schemes	91,999	-	91,941	58
Units in unlisted investments	-	-	-	-
Financial liabilities				
Paybles	(361)	(361)	-	-
Total investments	175,002	83,003	91,941	58

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

4. FAIR VALUE MEASUREMENT (continued)

(a) Fair value hierarchy (continued)

Movement in Level 3 Instruments

The Fund's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

6/30/2024	Listed Shares and Securities \$'000	Managed Investment Schemes \$'000	Units in Unlisted Investments \$'000	Total \$'000
Balance at 1st July 2023	-	58	-	58
Purchase during the year	-	1	-	1
Sales during the year	-	(1)	-	(1)
Transfers from other funds	-	-	-	-
Transfers to other funds	-	-	-	-
Transfers into level 3	-	-	-	-
Transfers out of level 3	-	-	-	-
Total realised and unrealised gains/(losses)	-	(6)	-	(6)
Closing balance	-	52	-	52

6/30/2023	Listed Shares and Securities \$'000	Managed Investment Schemes \$'000	Units in Unlisted Investments \$'000	Total \$'000
Balance at 1st July 2022	-	91	35	126
Purchase during the year	-	36	-	36
Sales during the year	-	(61)	-	(61)
Transfers from other funds	-	-	-	-
Transfers to other funds	-	-	-	-
Transfers into level 3	-	-	-	-
Transfers out of level 3	-	-	-	-
Total realised and unrealised gains/(losses)	-	(8)	(35)	(43)
Closing balance	-	58	-	58

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

5. NET CHANGES IN FAIR VALUE OF FINANCIAL INVESTMENTS

Net changes in financial assets and liabilities measured at fair value:

	2024 \$'000	2023 \$'000
Fair value through profit or loss		
Listed shares and securities	2,963	3,890
Managed investment schemes	4,690	6,610
Units in unlisted investments	-	(35)
Total	7,653	10,465

6. STRUCTURED ENTITIES

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, and the relevant activities are directed by means of contractual arrangements.

The Fund considers all investments in managed investment schemes ('MIS') to be structured entities. The Fund invests in underlying managed funds for the purpose of capital appreciation and/or earning investment income.

The objectives of the investee MIS are to achieve medium to long term capital growth. The investee MIS invest in a number of different financial instruments, including equities and debt instruments. The investee MIS finance their operations by issuing either redeemable units which are puttable at the holder's option or units which are redeemable only at the discretion of the issuer. These units entitle the holder to a proportional stake in the respective MIS's net assets.

The Fund seeks to hold redeemable shares in each of the MIS it invests in wherever possible.

The fair value of managed investment schemes \$71,161,000 (2023: \$91,999,000) is included in financial investments at 30 June 2024 in the statement of financial position.

The Fund's maximum exposure to loss from its interests in investee funds is equal to the total fair value of its investments in the investee funds.

During the year ended 30 June 2024, net gains derived on investments in investee funds were \$4,690,000 (net gains 2023: \$6,610,000).

During the year the Fund earned fair value gains and distribution income as a result of its interests in other funds.

7. MEMBER LIABILITIES

(a) Recognition and measurement of member liabilities

The entitlements of members to benefit payments are recognised as liabilities. They are measured at the amount of the accrued benefits as at the reporting date, being the benefits that the Fund is presently obliged to transfer to members or their beneficiaries in the future as a result of the membership up to the end of the reporting period.

(b) Defined contribution member liabilities

The defined contribution members bear the investment risk relating to the underlying investment options. Investment prices used to measure defined contribution member liabilities are updated each day for movements in investment values.

Member liabilities vest 100% to members.

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

8. INSURANCE ARRANGEMENTS

The Fund provides death and disability benefits to its members. The Trustee has a group policy in place with AIA Australia Limited ("AIA") to insure these death and disability benefits for the members of the Fund.

The Fund collects premiums from members on behalf of the insurance company. Insurance claim amounts are recognised where the insurer has agreed to pay the claim. Therefore insurance premiums are not revenues or expenses of the superannuation entity and do not give rise to insurance contract liabilities or reinsurance assets. Insurance premiums charged to members accounts and reinsurance recoveries allocated are recognised in the statement of changes in member benefits.

The Trustee determined that the Fund is not exposed to material insurance risk because:

- members (or their beneficiaries) will only receive insurance benefits if the external insurer pays the claim
- insurance premiums are only paid through the Fund for administrative reasons, and
- insurance premiums are effectively set directly by reference to premiums set by an external insurer.

9. RESERVES

The Trustee has established a Reserve Account in respect of the Fund to be used to fund members' requests for rollovers or transfers (whether partial or whole), pension payment, severe financial hardship and compassionate grounds benefits, terminal illness, permanent incapacity and other mandated payments outlined in the Suspended Investments Options Policy where the amount requested is attributable to a Suspended Investment Option of the Fund that cannot be redeemed at the time of request.

The Trustee has determined that the cash funding for all of the Reserve Accounts should not exceed a total of \$175,000 for the superannuation funds where the Trustee acts in the capacity of a trustee.

10. INCOME TAX

This note provides an analysis of the Fund's income tax expense and how the tax expense is affected by non-assessable and non-deductible items.

(a) Income tax expense

	2024 \$'000	2023 \$'000
<i>Current tax</i>		
Current tax on profits for the year	(400)	(405)
Adjustments for current tax of prior periods	(316)	(602)
Total current tax expense/(benefit)	(716)	(1,007)
<i>Deferred income tax</i>		
Increase/(Decrease) in deferred tax liabilities	297	213
(Increase)/Decrease in deferred tax assets	-	308
Income tax expense/(benefit)	(419)	(486)

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

10. INCOME TAX (continued)

(b) Numerical reconciliation of income tax expense to prima facie tax payable

	2024 \$'000	2023 \$'000
Results from superannuation activities before income tax expense	12,582	14,057
Tax at the Australian rate of 15% (2023 – 15%)	1,887	2,109
Difference between accounting gains and taxable gains	(813)	(1,049)
Non-deductible expenses	345	504
Other non-assessable income	(917)	(965)
Imputation credits and foreign tax credits	(605)	(483)
Adjustments for current tax of prior periods	(316)	(602)
Income tax expense/(benefit)	(419)	(486)

In addition to the above \$363,000 (2023: \$715,000) is recognised in the statement of changes in member benefits relating to tax on contributions deducted from member accounts.

(c) Deferred tax balances

The balance comprises temporary differences attributable to:

	2024 \$'000	2023 \$'000
Deferred tax liabilities		
Unrealised gains of financial assets at fair value through profit or loss	510	213
Net deferred tax liabilities	510	213

The movements in temporary differences during the year are:

	Beginning of year \$'000	Recognised in income \$'000	End of year \$'000
At 30 June 2024			
<i>Deferred tax liabilities</i>			
Unrealised gains of fair value of financial investment	213	297	510
Net deferred tax liabilities	213	297	510
At 30 June 2023			
<i>Deferred tax liabilities</i>			
Unrealised gains of fair value of financial investment	-	213	213
Net deferred tax liabilities	-	213	213

11. OTHER EXPENSES

	2024 \$'000	2023 \$'000
APRA levy	(14)	(13)
	(14)	(13)

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

12. CASH AND CASH EQUIVALENTS

	2024 \$'000	2023 \$'000
Cash at bank	15,923	22,942
	<u>15,923</u>	<u>22,942</u>

13. RECONCILIATION OF PROFIT/(LOSS) AFTER INCOME TAX TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

(a) Reconciliation of profit/(loss) after income tax to net cash inflow/(outflow) from operating activities

	2024 \$'000	2023 \$'000
Operating result after tax	-	-
Adjustments for:		
Net changes in fair value of financial investments	(7,653)	(10,465)
Net benefits allocated to defined contribution members	13,001	14,543
Change in operating assets and liabilities		
(Increase)/Decrease in receivables	(1,138)	2,913
Decrease/(Increase) in deferred tax asset	-	308
Increase/(Decrease) in payables	111	(23)
(Decrease)/Increase in provision for deferred tax liability	297	213
Reinvestment of dividend income	-	(1)
Death and disability proceeds received from insurer	-	-
Insurance premiums paid	(50)	(41)
Net cash inflow (outflow) from operating activities	<u>4,568</u>	<u>7,447</u>

(b) Non-cash operating, financing and investing activities

There was \$75,000 (2023: -\$1,142,000) net inspecie transactions during the year.

14. AUDITOR'S REMUNERATION

During the period/year the following fees were paid or payable, by the Trustee, for services provided by KPMG Australia (KPMG) and by KPMG's related network firms for the period 1 July 2023 to 30 June 2024 as 'the auditors of the fund for the period, and PricewaterhouseCoopers Australia (PwC) and by PwC's related network firms as the auditor of the Fund for the previous period.

	01/07/2023- 30/06/2024 \$	01/07/2022- 30/06/2023 \$
Audit of financial reports	9,376	14,544
Other regulatory assurance services:	5,681	12,269
Other services	-	10,200
Total services provided by KPMG (2023: PwC)	<u>15,057</u>	<u>37,013</u>

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

15. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There are no outstanding contingent assets or liabilities as at the current or prior reporting periods.

16. EVENTS OCCURRING AFTER THE REPORTING PERIOD

In June 2023, the Trustee of the Fund approved the transfer of the Fund through a Successor Fund Transfer ("SFT") to CFS Edge, part of the Avanteos Superannuation Trust.

The SFT occurred on 10 August 2024, whereby existing members automatically transferred to CFS Edge. The associated assets and liabilities of the Fund transferred to CFS Edge.

No other significant events have occurred since the end of the reporting period which would impact on the financial position of the Fund disclosed in the statement of financial position as at 30 June 2024 or on the results and cash flows of the Fund for the year ended on that date.

17. RELATED PARTY TRANSACTIONS

(a) Trustee

The Trustee of the Fund is Avanteos Investments Limited (the "Trustee" or "AIL"). The Trustee is incorporated and domiciled in Australia and has its registered office at Level 15, 400 George Street, Sydney, NSW 2000.

(b) Details of Key Management Personnel

(i) Directors

The directors of Avanteos Investments Limited are considered to be Key Management Personnel. The directors of the Trustee during the reporting period and up to the date of the report are:

Name of director	Date of Appointment or Resignation
Gregory Cooper	Appointed 12 November 2019.
Benjamin Heap	Appointed 1 January 2019.
David Lane	Appointed 2 September 2024.
Jo-Anne Bloch	Appointed 1 October 2021.
John Brogden	Resigned 21 August 2024
Kelly Ghaleb	Appointed 17 September 2021.

(ii) Other Key Management Personnel

Other key management personnel during the reporting period were:

Name of Director	Position	Date of Appointment or Resignation
Darryl Burke	Chief Risk Officer	Appointed 8 June 2024
Karin Rathbone	Chief Risk Officer	Resigned 8 June 2024
Kelly Ghaleb	Director and Chief Executive Officer, Superannuation and Investments	Full financial year

(iii) Compensation of Key Management Personnel

The Fund receives management services from a related entity of CFS Group, Superannuation and Investments Services Pty Limited ("ServiceCo"), which includes the provision of Key Management Personnel compensation of \$2,094. No amounts are paid by the Fund directly to the Key Management Personnel, rather an overall service fee is paid to ServiceCo. The Fund has also not made, guaranteed or secured, directly or indirectly, any loans to the Key Management Personnel or their related entities at any time during the reporting period.

ULTIMATE SUPERANNUATION FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

17. RELATED PARTY TRANSACTIONS (continued)

(c) Transactions with Trustee

The Fund has incurred administration fees of \$924,000 (2023: \$1,083,000) and discloses these fees in the income statement as administration expenses. The amount of administration fees payable to the Trustee as at the end of the reporting period was \$110,000 (2023: \$79,000). The administration fees are calculated in accordance with the Product Disclosure Statements of the Fund.

The Fund has not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel or their related entities at any time during the reporting period.

The Trustee is responsible for paying certain expenses (such as APRA levies, audit fees and regulatory reform costs) for the Fund. The Trustee recovered some of these expenses from the Fund.

(d) Other related party transactions

The Fund may hold securities in related parties. These are bought and sold under regular business terms.

There have been no guarantees provided or received for any related party receivables.

During the period the Fund has invested in products of related parties. These transactions have been at arm's length, under normal terms and conditions and in accordance with the Trust Deed.

Investment Name	Units Held At Year End No.	Value of Investment At Year End \$'000	Asset % of the Fund At Year End %	Units Purchased During Year No.	Units Sold During Year No.	Distribution Received/ Reinvested \$'000
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Colonial First State Investments Limited Products

-	2024	463,425	1,103	0.88%	125,810	309,981	67
-	2023	647,596	1,173	0.67%	257,679	109,782	62

ULTIMATE SUPERANNUATION FUND

TRUSTEES' DECLARATION FOR THE YEAR ENDED 30 JUNE 2024

In the opinion of the directors of the Trustee of Ultimate Superannuation Fund ("the Fund"):

- (a) the accompanying financial statements and notes are in accordance with the *Corporations Act 2001*, including
 - (i) complying with Australian Accounting Standards and Interpretations and the *Corporations Regulations 2001*, and other mandatory professional reporting requirements, and
 - (ii) giving a true and fair view of the Fund's financial position as at 30 June 2024 and of performance for the financial year ended on that date.
- (b) there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Directors of Avanteos Investments Limited as Trustee for Ultimate Superannuation Fund.



Director
Sydney
24 September 2024



Director
Sydney
24 September 2024



Independent Auditor's Report

To the Trustee and Members of Ultimate Superannuation Fund (ABN 97 900 294 767)

Report on the audit of the Financial Report

Opinion

We have audited the **Financial Report** of Ultimate Superannuation Fund (the Fund).

In our opinion, the accompanying Financial Report of the Fund gives a true and fair view, including of the Fund's financial position as at 30 June 2024 and of its financial performance for the year then ended, in accordance with the *Corporations Act 2001*, in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The **Financial Report** comprises:

- Statement of financial position as at 30 June 2024;
- Income statement, Statement of changes in members benefits, Statement of changes in equity, and Statement of cash flows for the year then ended;
- Notes, including material accounting policies; and
- Trustee's Declaration.

Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report.

We are independent of the Fund in accordance with the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.

Emphasis of matter – Basis of preparation

We draw attention to Note 2(a) in the Financial Report, which describes the basis of preparation. The Financial Report has been prepared on a non-going concern basis because subsequent to successor fund transfer on 10 August 2024, the Fund's operations ceased. It is Avanteos Investments Limited's (the Trustee) intention to wind up the Fund within 12 months of the date of this report. Our opinion is not modified in respect of this matter.

Other Information

Other Information is financial and non-financial information in the Fund's annual report which is provided in addition to the Financial Report and the Auditor's Report. The Directors of the Trustee, are responsible for the Other Information.

The Other Information we obtained prior to the date of this Auditor's Report was the Directors' Report.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon, with the exception of the Remuneration Report and our related assurance opinion.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of the Directors for the Financial Report

The Directors of the Trustee are responsible for:

- preparing the Financial Report in accordance with the *Corporations Act 2001*, including giving a true and fair view of the financial position and performance of the Fund, and in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*;
- implementing necessary internal control to enable the preparation of a Financial Report in accordance with the *Corporations Act 2001*, including giving a true and fair view of the financial position and performance of the Fund, and that is free from material misstatement, whether due to fraud or error; and
- assessing the Fund's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- to obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error; and
- to issue an Auditor's Report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Financial Report.



A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at: http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf This description forms part of our Auditor's Report.

Report on the Remuneration Report

Opinion

In our opinion, the Remuneration Report of Ultimate Superannuation Fund for the year ended 30 June 2024, complies with *Section 300C* of the *Corporations Act 2001*.

KPMG

Directors' responsibilities

The Directors of the Trustee are responsible for the preparation and presentation of the Remuneration Report in accordance with *Section 300C* of the *Corporations Act 2001*.

Our responsibilities

We have audited the Remuneration Report included in pages 4 to 6 of the Directors' Report for the year ended 30 June 2024.

Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with *Australian Auditing Standards*.

David Kells
Partner
Sydney
24 September 2024

Enquiries

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