

**The ARA Retirement Fund  
Sub Plan of the Aracon Superannuation Fund**

ABN 40 586 548 205  
RSE Registration Number R1001020

**Annual Report**

**30 June 2020**

Issued by Aracon Superannuation Pty Ltd  
ABN 13 133 547 396  
AFS Licence Number 507184  
RSE Licence Number L0003384

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## Contact Details

If you have any questions or would like more information about The ARA Retirement Fund Sub Plan (the “**ARARF Sub Plan**”) of The Aracon Superannuation Fund (the “**Fund**”), please contact the Trustee as follows, or the promoter of the ARARF Sub Plan, ARA Consultants Limited, as detailed on Page 8:

Aracon Superannuation Pty Ltd  
ABN 13 133 547 396 RSE Licence Number L0003384  
AFS Licence Number 507184

Address: Level 12, 500 Collins Street, Melbourne Vic 3000  
Postal: PO Box 482 Collins Street West Vic 8007  
Telephone: 1300 669 891  
Facsimile: 03 9629 2550  
Email: [info@araconsuper.com.au](mailto:info@araconsuper.com.au)

## Important Information

This annual report has been prepared to provide members with information that the Trustee reasonably believes is needed for the purpose of understanding the management, financial condition and investment performance of the Fund. It has been prepared by the Trustee and should be read in conjunction with your annual member statement.

Information is available for the purposes of understanding any of your benefit entitlements; the main features of the Fund; or to assist you make an informed judgement about the investments, the investment performance, the management or the financial condition of the Fund and its various divisions or investment options. This may include copies of the Fund’s Trust Deed, the Product Disclosure Statement (“**PDS**”) for the ARARF Sub Plan, and previous editions of the Annual Report, or other more specific information about your membership account. These are available to you at no cost by contacting the Trustee and requesting a copy.

The information contained in this report is of a general nature only and has been prepared without taking into account your personal investment objectives, financial situation or needs. Before making any decision concerning your investment in the Fund, you should consider seeking professional advice from a licensed or authorised advisor. You should also consider the information contained in the PDS for the ARARF Sub Plan.

The Trustee or any of its service providers do not guarantee the investment performance or the repayment of capital in the Fund. Investments in the Fund are subject to risk, including the loss of income and capital invested. The Trustee believes the information contained in this report is accurate and reliable at the date of issue of 16 December 2020. Whilst all due care has been taken in its preparation, the Trustee reserves the right to correct any errors or omissions.

A printed copy of this Annual Report can be requested free of charge from the Trustee or Promoter, ARA Consultants Limited, as detailed on Page 7.

## About The Aracon Superannuation Fund

The Fund is a boutique public offer superannuation fund master trust that has been designed for employees, their employer sponsors, self-employed persons, retirees and other eligible individuals who wish to take advantage of the favourable taxation concessions available to superannuation funds as part of their retirement savings strategy.

The Fund is a member directed Fund, generally only available to members who have appointed a financial adviser, however the Fund allows direct to consumer members to join particular sub plans where those members exercise investment by directing the Trustee in relation to investment strategies and options.

The Fund is comprised of a number of discrete sub-plans, each with distinct fund promoters, business and investment strategies and investment managers. This report covers the ARARF Sub Plan only.

The Trustee of the Fund is Aracon Superannuation Pty Ltd ("**Aracon**"), a wholly owned subsidiary of Xplore Wealth Limited ("**Xplore**"), an ASX listed Financial Services Company.

Disclosures about the Trustee, including remuneration information and other documents about the Fund can be located at [www.araconsuper.com.au](http://www.araconsuper.com.au)

## Management of the Fund

### The Trustee

Aracon Superannuation Pty Ltd  
ABN 13 133 547 396 RSE Licence Number L0003384  
AFS Licence Number 507184  
Level 12, 500 Collins Street  
Melbourne Vic 3000

The Trustee holds appropriate indemnity insurance as protection against certain claims that are subject to the terms of that policy. The Trustee has not been issued any penalties under the Superannuation Industry (Supervision) Act 1993, the Corporations Act 2001 or any other applicable legislation.

The Directors of Aracon have consented to the issue of this Annual Report for the ARARF Sub Plan.

Details of the Fund's Service Providers, as relevant to the ARARF Sub Plan, are set out on Page 7 of this Annual Report.

## Payment of Unclaimed Monies to the ATO

The ATO has established a lost member and unclaimed money register, containing details of the superannuation accounts for members that funds cannot locate and certain members for whom contributions have ceased. All superannuation funds must provide details of lost members and transfer their accounts to the ATO twice a year.

The following type of accounts will be deemed lost or unclaimed and transferred to the ATO:

Under Federal Government legislation, there are a number of circumstances in which superannuation must be paid to the ATO as unclaimed money including inactive benefits of an uncontactable member who has reached age 65 and certain benefits of 'lost members'.

All accounts that have balances less than \$6,000 that the member has not interacted with (contributed to, switched investment options, nominated a binding beneficiary, purchased or changed insurance, etc.) in the past 16 months as of an unclaimed money day pursuant to the Superannuation (Unclaimed Money and Lost Members) Regulations must be reported to, and transferred to, the ATO by the next scheduled statement day, from 30 June 2020.

Additionally, the following accounts of 'lost' members must be paid to the ATO as unclaimed money:

- account balances of less than \$6,000 (or such other threshold determined by the Government from time to time); or

- accounts which have been inactive for a period of 12 months and there are insufficient records to ever identify the owner of the account.

A former temporary resident's superannuation benefit must also be paid to the ATO as unclaimed money where it has been at least six months since they have departed Australia and their visa has lapsed AND the ATO issues a notice to the Fund requesting the benefit be paid to the ATO.

If this happens, you have a right, under the Government's legislation, to claim your super money directly from the ATO (subject to the applicable tax rates).

**Further information about unclaimed money can be obtained from the ATO website ([www.ato.gov.au](http://www.ato.gov.au))**

### **Member Accounts**

Individual accounts are maintained for each member that records your personal details, transaction amounts, investment selections, insurance covers (if applicable) and other information required to manage and report on your superannuation. Your benefits are generally based on the sum of your account balance.

### **MySuper**

The Trustee has not sought approval for a MySuper product within the Fund and intends to utilise a MySuper product of another regulated superannuation fund for any accrued default amounts received. The Trustee does not accept default contributions into the Fund. Where default contributions are received, they will either be returned to the payee or re-directed to a suitable MySuper product.

### **Inquiries and Complaints Procedure**

If you have any inquiries about the Fund or your membership account, please contact the Trustee per the contact details are shown on page 1 of this Annual Report.

Where you are not satisfied with the response to your inquiry, please detail your concerns and requested outcome in writing and forward to The Complaints Manager at the Trustee who will classify your inquiry as a complaint and aim to resolve it within 45 days. The Trustee may contact you to request a meeting, which they will generally host in their office.

If you are not satisfied with the outcome of this process after the 90 day period, you may contact the Australian Financial Complaints Authority ("AFCA"). AFCA replaced the Superannuation Complaints Tribunal from 1<sup>st</sup> November 2018. They are an independent tribunal established to resolve complaints by way of conciliation between the parties.

Australian Financial Complaints Authority  
GPO Box 3  
MELBOURNE VIC 3001

**Phone:** 1800 931 678  
**Email:** [info@afca.org.au](mailto:info@afca.org.au)  
**Internet:** [www.afca.org.au](http://www.afca.org.au)

### **Labour Standards, Environmental, Social or Ethical Considerations**

The Trustee does not take into account labour standards or environmental, social or ethical considerations in the selection, retention or realisation of investments for the Fund. However, underlying fund managers may do so in their own right, although this is not on behalf of the Trustee.

### **Reserves - General**

The Trustee's policy is to allow any investment returns (less applicable fees, costs and taxes) to flow through to the relevant unit prices, where they are calculated, of each investment strategy. As a result, the Trustee does not intend to hold any investment reserves. A reserve may exist from time to time due to rounding of the relevant unit prices, timing delays in the allocation of transactions to member accounts; or reporting or timing differences associated with the taxation of the Fund's investments. The amounts for the past three years represented 0% of the Fund's net assets as follows:

30 June 2020	\$153,162
30 June 2019	\$121
30 June 2018	\$0

Reserves are generally retained in the Fund’s cash operating accounts until allocated to the relevant investment option in the subsequent period.

### Operational Risk Financial Requirement (“ORFR”)

From 1 July 2013, the Trustee has been required to hold, and have unfettered access to, financial resources in the form of operational risk reserves that can be used in the event of certain operational risk events. The amounts held as at 30 June 2020 were:

	Year Ended 30 June 2020	Year Ended 30 June 2019	Year Ended 30 June 2018
ORFR reserves maintained in The Aracon Superannuation Fund for	\$801,829	\$794,054	\$791,694
ORFR reserves maintained in The Aracon Superannuation Fund for the members of the ARARF Sub Plan	\$791,694	\$791,694	\$791,694
ORFR capital maintained by Aracon Superannuation Ltd for for the members of the ARARF Sub Plan	\$250,114	\$250,114	\$250,114
<b>Total ORFR resources</b>	<b>\$1,051,943</b>	<b>\$,1044,168</b>	<b>\$,1041,808</b>

The ORFR is invested in cash.

The total ORFR reserves held as at 30 June 2020 includes the ORFR held on behalf of the FairVine Super and Elevate Super Sub Plans. The Trustee also holds Trustee Capital in addition to that maintained for the members of the ARARF Sub Plan.

### Derivatives

The Trustee does not directly invest in derivatives; however, underlying investment managers may invest in derivatives such as futures and options in order to gain exposure to investment markets and to manage the risks associated with market prices, interest rates and currency fluctuations. The Trustee will not use derivatives for gearing of investments or for speculative purposes.

The investment manager will from time to time employ investment strategies using options, primarily for the purpose of generating additional income and/or reducing the risk profile of the portfolio. Options will not be used to leverage or increase the risk profile of the portfolios.

### Allocation of Earnings

The dollar amount of net earnings disclosed in your account summary is calculated by reference to the change in value of the underlying units allocated to your account for each transaction processed. Unit prices are calculated for each of the Fund’s investment options on a regular basis, generally at the end of each week, and take into account any realised and unrealised investment gains as well as fees, costs and taxes of the Fund that are not already deducted from member accounts.

The actual rate of return of your account may be different to the Fund’s published returns for each investment option due to the timing and value of the transactions processed in your account.

### Trustee Board

Aracon has a non-executive Board and also specialist Board Committees focussing on Investment Governance, as well as Audit, Risk, Compliance and Complaints, and Remuneration. The Aracon Board combines strength of commercial business knowledge with an impressive depth of Trustee and superannuation expertise.

## **Geoff Peck**

### **Board Chair**

Geoff is an independent Non-Executive Director of Aracon Superannuation Pty Ltd, and the current Chair of the Aracon Board having been appointed on 6 December 2019. Geoff is also a member of the Aracon Investment, Audit, Risk, Compliance and Complaints and Remuneration Committees.

Geoff was the Head of Client Development at Chant West, a pre-eminent provider of research on the Australian superannuation industry.

Geoff has over 30 years' experience in the superannuation and insurance industries, including over 15 years in executive roles, and 4 years as a non-executive director and Chair of the Board Audit Committee with a major life insurer. His career has included senior positions at the BT Financial Group, Russell Investments, AIA Australia and CBA.

Geoff holds a Bachelor of Science, a Fellow of the Institute of Company Directors, a Fellow of ASFA and an Accredited Investment Fiduciary.

### **Alan Hayden**

Alan is a Non-Executive Director of Aracon Superannuation Pty Ltd and Chair of the Audit, Risk, Compliance and Complaints Committee and the Remuneration Committee. Alan is also a member of the Investment Committee.

Alan was appointed as a Director of Aracon Superannuation Pty Ltd on 30 March 2015 and served as the Chair of Aracon from 2015 until 31 October 2018.

Alan holds a Bachelor of Commerce; Bachelor of Accountancy; Higher Diploma in Company Law; RG146 Compliant; Chartered Accountant, Australia and has external compliance committee and responsible manager appointments, with a depth of experience in the funds management industry.

### **Christine Cameron**

Christine is an independent Non-Executive Director of Aracon Superannuation Pty Ltd having been appointed on 19 June 2020. Christine is the current Chair of the Aracon Investment Committee. Christine is also a member of the Audit, Risk, Compliance and Complaints Committee.

Christine has over 30 years' management and leadership experience with some of Australia's leading financial services brands and globally recognised institutions including AMP, MLC, Russell Investments and Maple-Brown Abbott.

Christine is currently a Director of Neuroscience Research Australia Foundation (NeuRA) and is a member of Maple-Brown Abbott's Asset Allocation Committee.

Christine holds a Bachelor of Arts (Hons-Econ) from Macquarie University, a Graduate Diploma in Applied Finance (ASIA), is a Trustee Associate from the Association of Superannuation Funds Australia (TAASFA) and a Graduate of the Australia Institute of Company Directors (GAICD).

### **Debra Comben**

Debra was a Non-Executive Director of Aracon Superannuation Pty Ltd having been appointed on 3 October 2008. Debra resigned as a Director on 31 July 2020.

Debra is the General Manager – Business Operations at ARA Consultants Limited (ARA), a financial planning practice and Promoter of the ARA Retirement Fund Sub Plan of the Aracon Superannuation Fund. Debra played an integral part in the operation of the Fund until the transfer of ownership of the Trustee to Xplore Wealth Limited. Debra was the ARA Retirement Fund Secretary from 23 December 2017 until 31 October 2018.

Debra is responsible for the managing the overall workplace infrastructure and all outsourced arrangements of ARA, which is the Responsible Entity of the ARA Investment Fund.

Prior to joining ARA, Debra was a financial planner with a leading specialist financial planning and funds management organisation.

Debra holds a Diploma in Financial Planning.

### **Vincent Parrott**

Vincent was an independent Non-Executive Director of Aracon, and the Chair of the Aracon Investment Committee having been appointed on 18 December 2019. Vincent resigned as a director on 4 September 2020.

Vincent is currently a Senior Investment Consultant at Mercer Investments Australia, consulting to a number of superannuation and retail clients. Prior to Mercer, Vincent was the Head of Investments at OneVue and Select Asset Management.

Vincent has over 35 years' experience in the superannuation and investment industries, including 3 years as the Managing Director of Diversa Ltd, an ASX Listed company, prior to its takeover by OneVue in 2016.

Vincent was a Trustee Director at Diversa Trustees for 7 years and Chair of the Diversa Trustees Investment Committee. He also managed superannuation investments at Diversa Funds Management. Vincent's career has included senior positions at UAL Investment Bank (South Africa), AMP Investment Management, UBS Asset Management, BT Funds Management, Equitilink Australia, Aberdeen Asset Management and Souls Funds Management.

Vincent holds a Bachelor of Commerce, University of Witwatersrand, Johannesburg.

### **Peter Brook**

Resigned as a Director on 9 December 2019 having been appointed on 31 October 2018.

### **Pamela McAlister**

Resigned as a Director on 1 July 2019 having been appointed on 31 October 2018.

## **The ARA Retirement Fund Sub Plan**

The ARARF Sub Plan is a tailored sub-plan designed for the investment of assets of advised clients of ARA, the original sponsor of the Fund.

### **Service Providers**

#### ***Promoter and Investment Manager***

ARA Consultants Limited  
ABN 78 102 304 692 AFS Licence Number 224150

Address: Lakeland Place, Level 1, 17 Cotham Road Kew VIC 3101  
Postal: PO Box 2273, Kew, VIC 3011  
Telephone: (03) 9853 1688  
Facsimile: (03) 9853 1622  
Email: [info@araconsultants.com.au](mailto:info@araconsultants.com.au)  
Internet: [www.araconsultants.com.au](http://www.araconsultants.com.au)

ARA is the Promoter of The ARARF Sub Plan. It is also appointed as the asset consultant for the ARARF Sub Plan and the investment manager of The ARA Investment Fund, in which the Trustee currently invests the assets of the Sub Plan in.

#### ***Custodian***

National Australia Bank  
ABN 12 004 044 937

National Australia Bank is appointed as custodian for the assets of the ARARF Sub Plan.

#### ***Administrator***

DIY Master Pty Ltd  
ABN 41 123 035 245

DIY has been appointed as administrator for the Fund, including the ARARF Sub Plan.

#### ***Auditor***

William Buck  
ABN 59 116 151 136

The Trustee appointed William Buck as the Fund's auditor for the year ended 30 June 2020, including the ARARF Sub Plan.

#### ***Internal Auditor***

MVA Bennett  
ABN 48 647 105 185

The Trustee appointed MVA Bennett as the Fund's internal auditor for the year ended 30 June 2020.

### **Investment Strategy**

The ARARF Sub Plan offers a choice of three investment strategies, as detailed below.

Strategy Name	Defensive		Growth		Equities	
<b>Management Strategy</b>	Invests in a variety of assets designed to provide an attractive income yield, greater in aggregate than bank bills or term deposits, but still highly liquid.		Invests in growth assets, some listed on stock exchanges, some unlisted. These assets may include shares, property, interest bearing and unlisted securities.		Invests predominantly in growth assets, some listed on the stock exchanges and may also include unlisted, interest bearing and international securities.	
<b>Type of Investors for whom it is intended to be suitable for</b>	Designed for investors with a low tolerance to fluctuation in the value of their portfolio and who are content to accept a lower long term return as a consequence.		Designed for investors with a moderate to high tolerance to short-term fluctuation in the value of their portfolio, in the pursuit of a more attractive medium term return.		Designed for investors with a high tolerance to short-term fluctuation in the value of their portfolio, in the pursuit of a more attractive long term return.	
<b>Asset Classes</b>	<b>Allowable Range (%)</b>	<b>Current Strategic Benchmark (%)</b>	<b>Allowable Range (%)</b>	<b>Current Strategic Benchmark (%)</b>	<b>Allowable Range (%)</b>	<b>Current Strategic Benchmark (%)</b>
<b>Defensive Assets</b>	55-100	85	10-70	40	0-75	11
<b>Growth Assets</b>	0-50	15	10-100	60	25-100	89
<b>Investment Return Objectives</b>	To exceed the Reserve Bank of Australia Cash Rate by at least 1% per annum, before tax and after fees and expenses, over rolling three year periods.		To exceed the Reserve Bank of Australia Cash Rate by at least 3% per annum, before tax and after fees and expenses, over rolling five year periods.		To exceed the Reserve Bank of Australia Cash Rate by at least 4% per annum, before tax and after fees and expenses, over rolling five year periods.	
<b>Minimum suggested Time for Investment</b>	Up to 3 years		4-7 years plus		7 years plus	
<b>Standard Risk Measure*: Risk Band and Label</b>	Risk Band 3: Low to Medium		Risk Band 5: Medium to High		Risk Band 6: High	
<b>Estimated number of negative annual returns over any 20 year period</b>	2		4		6	

\* The Standard Risk Measure is based on industry guidance to allow members to compare investment options that are expected to deliver a similar number of negative annual returns over any 20-year period. The measure includes seven bands where 1 represents the least risk of negative returns and 7 represents the highest risk of negative returns. Note that this is not a complete assessment of all forms of investment risk, e.g. It does not take into account the size of a negative return or that positive returns may not be sufficient to meet your objectives, the impact of fees and tax on the likelihood of a negative return. Members should ensure they are comfortable with the risks and potential losses associated with their chosen investment strategy.

The Trustee regularly reviews and modifies its strategic asset allocations using its model of long-term return expectations. Specific investments held within the various investment strategies may frequently change as the ARARF Sub Plan is actively and continuously managed on behalf of its members. The Trustee, in conjunction with the Asset Consultant, may change how the investment strategies are designed and invested, including any underlying investment managers, allowable or strategic asset ranges, and the addition or removal of investment strategy options. Where these changes are considered material or significant to your investment, the Trustee undertakes to notify you or provide updated information which can be accessed at [www.araconsultants.com.au](http://www.araconsultants.com.au).

The Trustee does not take into account labour standards or environmental, social or ethical considerations in the selection, retention or realisation of investments for the ARARF Sub Plan. However, underlying investment managers may do so in their own right, although this is not on behalf of the Trustee.

## Investment Holdings

For the year ended 30 June 2020, all of the ARARF Sub Plan's investments were held in The ARA Investment Fund (ARAF).

The underlying holdings of the ARAIF as at 30 June 2020 are detailed below. This table includes investments approved and committed at 30 June 2020.

	Asset Class	Defensive	Growth	Equities
National Australia Bank at Call Deposits	<b>Cash &amp; Tier 1 Fixed Interest</b>	4.6%	9.0%	10.3%
National Australia Bank Term Deposits		24.9%	16.8%	0.0%
Challenger Life Guaranteed Annuities		16.6%	4.6%	0.0%
Coolabah Cash Plus Fund		5.0%	0.0%	0.0%
<b>Cash and Tier 1 Fixed Interest – total</b>		<b>51.1%</b>	<b>30.4%</b>	<b>10.3%</b>
Coolabah Active Credit	<b>Other Fixed Interest</b>	10.7%	0.0%	0.0%
GCI		6.2%	0.8%	0.0%
<b>Other Fixed Interest - total</b>		<b>16.9%</b>	<b>0.8%</b>	<b>0.0%</b>
River Capital Growth Fund	<b>Listed Securities</b>	2.5%	7.5%	6.6%
Sterling Equity		5.6%	8.3%	10.1%
Anacacia Wattle Fund		4.5%	11.0%	8.5%
Pentalpha Income for Life		4.0%	0.0%	0.0%
Betashares Aust Sustainable ETF		1.3%	2.4%	11.4%
Future Generation Global		0.0%	0.0%	4.2%
Vanguard World Ex-US ETF		2.6%	15.6%	17.4%
Vitalharvest Trust		0.0%	0.0%	1.9%
Physical Gold ETF		0.0%	0.0%	5.3%
<b>Listed Securities – total</b>		<b>20.5%</b>	<b>44.8%</b>	<b>65.3%</b>
Anacacia Capital	<b>Private (Unlisted) Equity</b>	2.2%	8.5%	10.1%
Infradebt		0.0%	1.4%	5.3%
Polaris Marine		2.3%	3.8%	2.5%
Hastings Utilities Trust		0.0%	4.6%	2.4%
Proserpine Capital Partners		7.0%	5.7%	4.1%
<b>Unlisted Investments - total</b>		<b>11.5%</b>	<b>24.0%</b>	<b>24.4%</b>
<b>Total</b>		<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

## Investment Performance

Period	Defensive		Growth		Equities	
	Accumulation	Pension	Accumulation	Pension	Accumulation	Pension
<b>Year ended 30 June 2020</b>	(0.11%)	0.19%	(0.78%)	(1.13%)	(1.42%)	(2.12%)
<b>Compound average annual rate of net earnings for 5 years ended 30 June 2020</b>	2.8%	3.2%	4.5%	5.0%	4.1%	4.6%
<b>Compound average annual rate of net earnings for 10 years ended 30 June 2020</b>	3.9%	4.3%	6.0%	6.7%	5.7%	Not Applicable
<b>Compound average annual rate of net earnings since inception to 30 June 2020</b>	3.7%	4.2%	5.0%	5.6%	5.4%	5.0%

All investment options shown in the above table commenced on 29 April 2005 except for the Equities – Pension investment option, which commenced on 1 October 2013. Past performance is not indicative of future performance.

The actual asset allocation may vary between the Accumulation and Pension divisions within the Fund due to the different taxation concessions and cash flow of each division's portfolio. This may result in different investment performance between the same investment options when comparing the two divisions.

You may alter your investment strategy selection at any time by notifying the Trustee via ARA in writing of your intention. This includes switching your current investment balance and/or any future contributions or other transactions. An investment switch will generally take effect after the close of business on the next unit price calculation date following the receipt of your request.

## Financial Information

The following is abridged financial information for the Fund, which has been extracted from the audited fund accounts. A copy of the audited fund accounts, including the auditor's report, is available at: <https://www.araconsuper.com.au>

## Statement of Financial Position as at 30 June 2020

	<b>2020</b>	<b>2019</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Assets</b>		
Cash and cash equivalents	10,309	6,920
Foreign cash	2,280	-
Investment income receivable	3,567	-
Other receivables	113	109
Investments held at fair market value	341,669	328,213
<b>Other assets</b>		
Current tax asset	79	-
Deferred tax assets	579	235
<b>TOTAL ASSETS</b>	<b>358,596</b>	<b>335,477</b>
<b>Liabilities</b>		
Benefits payable	890	606
Accounts payable and accrued expenses	205	44
Current tax liabilities	-	203
Deferred tax liabilities	-	12
<b>TOTAL LIABILITIES EXCLUDING MEMBER BENEFITS</b>	<b>1,095</b>	<b>865</b>
<b>NET ASSETS AVAILABLE FOR MEMBER BENEFITS</b>	<b>357,501</b>	<b>334,612</b>
Defined contribution member liabilities	356,546	333,818
<b>TOTAL NET ASSETS</b>	<b>955</b>	<b>794</b>
<b>Equity</b>		
Operational Risk Reserve	802	794
Expense Reserve	153	-
<b>TOTAL EQUITY</b>	<b>955</b>	<b>794</b>

## Statement of Changes in Member Benefits for the year ended 30 June 2020

	2020	2019
	\$'000	\$'000
<b>Opening balance of member benefits as at 1 July</b>	<b>333,818</b>	<b>328,798</b>
<b>Contributions</b>		
Employer contributions	3,108	2,591
Member contributions	8,141	5,478
Government contributions	18	-
Transfers in from other superannuation entities	50,957	15,355
Income tax on contributions	(466)	(389)
	<hr/>	<hr/>
<b>Net after tax contributions</b>	<b>61,758</b>	<b>23,035</b>
Benefits to members	(35,750)	(32,236)
Insurance premiums charged to members' accounts	(72)	(57)
<b>Net benefits allocated, comprising:</b>		
Net investment income (loss)	(4,311)	12,968
Net administration fees after rebates	911	1,391
Net adviser fees	(203)	-
Net tax credit	395	(81)
	<hr/>	<hr/>
<b>Closing balance of member benefits as at 30 June</b>	<b>356,546</b>	<b>333,818</b>
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