

Audit Report Explained

Part A – Financial Audit

This is included in the funds tax return for ATO information purposes (i.e. statistics) and is required for account balances i.e. opening, misstatements, market values etc.

Part A: Financial audit

Approved SMSF auditor's Qualified Opinion "Qualified" included in this heading if qualified.

I have audited the special purpose financial report of the XX Super Fund comprising the statement of financial position, operating statement and a summary of significant accounting policies and other explanatory notes for the year ended 30 June 2023.

In my opinion, *except for the effects on the financial report of the matter/s referred to in the Basis of Qualified Opinion section of my report below*, the financial report presents fairly in all material respects, in accordance with the accounting policies described in the notes to the financial report, the financial position of the fund at 30 June 2023 and the results of its operations for the year then ended.

Basis for Qualified Opinion

The following are reasons for my inability to obtain sufficient appropriate audit evidence:

As audited prior period financial statements etc. as per ASA 510 I am not able to obtain sufficient appropriate audit evidence that the opening balances do not contain material misstatements. I am unable to satisfy myself about the accuracy and classification of opening balances are stated fairly and there could be material misstatements in assets and liabilities of the fund including member balances. The impact of opening balances on the current period financial performance is not as material and pervasive as to require an adverse opinion or a disclaimer of opinion on the financial report taken as a whole.

Reason for qualification/s

My audit has been conducted in accordance with Australian Auditing Standards (issued by the Auditing and Assurance Standards Board). My responsibilities under those standards are further described in the *Approved SMSF Auditor's Responsibilities for the Audit of the Financial Report* section of this report. I am independent of the SMSF in accordance with the auditor

**** PLEASE CHECK PART A & B HEADINGS OF THE AUDIT REPORT & UPDATE THE FUNDS TAX RETURN PRIOR TO LODGEMENT ****

Part B – Compliance Engagement

This is included in the funds tax return to advise the ATO of material misstatements or breaches in which the ATO deems significant (usually notarized on the last page of each audit report) and can result in the ATO sending a letter to the trustees and / or penalties.

Part B: Compliance Engagement

Qualified Opinion “Qualified” included in this heading if qualified.

I have undertaken a reasonable assurance engagement on Super Fund Superannuation Fund 's compliance, in all material respects, with the applicable provisions of the SISA and the SISR as listed below (“the listed provisions”) for the year ended 30 June 2021.

Sections: 17A, 35AE, 35B, 35C(2), 62, 65, 66, 67,67A, 67B, 82-85, 103, 104, 104A, 105, 109, 126K

Regulations: 1.06(9A), 4.09, 4.09A, 5.03, 5.08, 6.17, 7.04, 8.02B, 13.12, 13.13, 13.14, 13.18AA

In my opinion, except for the matters below, each trustee of Super Fund Superannuation Fund has complied in all material respects, with the listed provisions, for the year ended 30 June 2021.

Basis for Qualified Opinion

The super fund has borrowed money from the members, but a compliant LRBA has not been setup. This is a breach of s.67A of the SISA.

- The fund must comply with the limited recourse borrowing arrangement rules when borrowing to purchase single acquirable asset or replacement assets (not listed as an exception to the borrowing rules).

Reason for qualification/s

I have conducted my engagement in accordance with Standard on Assurance Engagements ASAE 3100 Compliance Engagements issued by the Auditing and Assurance Standards Board.

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