Date: 13 November 2025

The Trustees

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Dear Trustees,

dfdfgdf Audit for the Year ended 13/11/2025

We are writing to inform you that I have completed the audit of the **dfdfgdf**.

We remind you that the responsibility for the preparation of the financial report, including adequate disclosure, and compliance with the Superannuation Industry (Supervision) Act 1993 ("SISA") and Regulations is that of the Trustee(s) of the superannuation fund. This includes the maintenance of adequate accounting records and internal control structure, the selection and application of accounting policies, and the safeguarding of the assets of the superannuation fund.

Internal Controls

Our audit procedures are designed primarily to assess, on a selection basis, whether the financial report is fairly stated in accordance with the fund's accounting policies, accompanying notes, and relevant requirements of the Superannuation Industry (Supervision) Act 1993 and Regulations.

Due to inherent limitations in any audit and internal controls, not all fraud, errors, or weaknesses may be detected. It remains the Trustees' responsibility to maintain appropriate internal controls as the first line of defence against irregularities or non-compliance.

Our audit provides reasonable assurance that the financial statements are free from material misstatement, but this does not remove your obligations as Trustee(s). Where internal controls are weak, there is a greater risk of unauthorised transactions. Trustee(s) must ensure fund assets are used solely for members' retirement and should play an active role in fund administration. We recommend implementing procedures so that all Trustee(s) authorise and are aware of fund transactions, and that decisions are properly documented.

Proposed Division 296 Tax

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We note the Federal Government's proposal to introduce Division 296 of the Income Tax Assessment Act 1997, which would impose an additional 15% tax on earnings attributed to individual superannuation balances exceeding $3 million. At the time of this letter, this measure is proposed to take effect from 1 July 2025 and has not yet been enacted into law.

While this proposed tax is assessed at the individual member level (rather than at the fund level), Trustee(s) should be aware that:

- The ATO may issue tax assessments directly to affected members.
- Members may choose to pay the tax personally or request a release of funds from the SMSF, subject to ATO approval.
- Accurate and timely valuation of fund assets will be increasingly important to support future reporting and tax obligations, in accordance with the Trustee(s) obligations under SIS Regulation 8.02B.

We recommend that Trustee(s) monitor legislative developments and seek professional advice where applicable, especially where member balances may approach or exceed the $3 million threshold. Proactive planning may assist in managing any future tax implications and ensuring compliance with the governing legislation.

Auditor's responsibility under Section 129

Under Section 129 of SISA, we are required to bring to your attention any matters that require remedial action and request that you take such action. Where remedial action is not carried out by the Trustee(s), we are legally bound to advise the Australian Taxation Office that these matters have not been adequately addressed.

PRELIMINARY

PLM-1 New Fund Test

In the case of newly established self-managed super funds, the ATO places a higher compliance burden on the Trustees to meet their duties and obligations under SIS.

As such, the ATO directs SMSF auditors to apply the *New Fund Test*, which states:

"As at the end of the financial year, if the SMSF is less than 15 months old and there are contraventions, you need to identify if any single contravention has exceeded $2,000. If this is the case, you report all contraventions of the sections and regulations listed in tables 1A and 1B of the financial thresholds. You apply no further tests.

Table 1A: List of Reportable Sections, including:

- *17A SMSF definition.*
- *35C (2) Trustee to provide documents to the auditor.*
- *62 Sole Purpose Test*

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- *65 Lending or providing financial assistance to members or relatives.*
- *66 Acquisition of assets from related parties.*
- *67 Borrowing by the fund.*
- *82 In-house assets exceeding the in-house assets ratio.*
- *83 In-house assets prohibition on further acquisition.*
- *84 In-house asset rules must be complied with.*
- *85 In-house asset prohibition of avoidance schemes.*
- *103 Minutes and records.*
- *104A Trustee declaration.*
- *109 Investments to be maintained on an arm's-length basis.*
- *126K Disqualified persons not to be trustees.*

Table 1B: List of Reportable Regulations, including:

- *4.09 Investment strategy.*
- *4.09A Separation of assets.*
- *5.08 Minimum benefits.*
- *6.17 Restriction on payment of benefits.*
- *7.04 Acceptance of contributions.*
- *8.02B Valuation of assets.*
- *13.14 Charge over assets of the fund.*
- *13.18AA Investment in collectables and personal use assets.*

If the above is not the case, apply Test 3, which states:

"You must report a contravention where the Trustees have previously received advice of a contravention and after receiving this advice, they breached the same section or regulation, even if it does not meet the reporting threshold…"

Please note the 15 months is measured from the establishment date of the fund. In the case of the , the 15-month period applies to the period Establishment Date to (Establishment Date + 15 Months).

PLM-2 Fund Overview

During my audit, I noted the following about the Fund:

• Established Establishment Date.

• The corporate trustee is (A.C.N:).

• On, the fund members are:

1. (DOB: _____, ___ years) – joined the fund on _____.
2. (DOB: _____, ___ years) – joined the fund on _____.

• and are both directors of .

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• I have sighted signed ATO Trustee Declarations for each trustee and, dated _____.

• I have sighted an Investment Strategy signed and dated _____.

• ’s member balances are represented as follows:

	30 June YYYY	30 June YYYY
Accumulation Account	**$**	**$**
Market Linked Pens	**$**	**$**
Account Based Pens	**$**	**$**
	$	**$**

• ’s member balances are represented as follows:

	30 June YYYY	30 June YYYY
Accumulation Account	**$**	**$**
Market Linked Pens	**$**	**$**
Account Based Pens	**$**	**$**
	$	**$**

• The fund’s Total Assets were represented as follows:

	30 June YYYY	30 June YYYY
Cash at Bank	**$**	**$**
Listed Australian Shares	**$**	**$**
Managed Investments	**$**	**$**
Direct Property	**$**	
Units in Unlisted Trusts	**$**	**$**
Loan to _____	**$**	**$**
Total Fund Assets	**$**	**$**

To conclude the audit, I require payment of the enclosed tax invoice for the audit fee of $XXX.

Should you have any queries, please contact me.

Yours faithfully,



Saul SMSF
David Geoffrey Saul CA
Director

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