

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
A.B.N. 14 008 650 628**

**FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2013**

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**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
DIRECTORS' REPORT
AS AT 30 JUNE 2013**

We herein present our report on the state of affairs of the Motor Trades Association of Australia Superannuation Fund Pty Limited (the Company) at 30 June 2013, and on the results for the year then ended.

Principal Activity

The principal activity of the Company during the course of the year was to act as Trustee for the MTAA Superannuation Fund (the Fund).

Operating Result

In its capacity as Trustee, the Company incurs certain expenditure for which it is fully reimbursed from the Fund.

Key management personnel disclosures

The following were key management personnel during all or part of the reporting period:

Independent Chairman

J. Brumby

Independent Directors

V. L. Allen

S. Dahn

Employer Nominated Directors

D. A. Rowland*

P. Perdikaris*

B. Hatcher*

Employee Nominated Directors

M. Georgiou*

A. Sachinidis*

D. Smith* (commenced 13 September 2012)

Executives

L. Turner* (Chief Executive Officer)

J. R. Jones* (Executive Manager, Member Services) (retired 1 July 2012)

P. Brown* (Executive Manager, Investments)

M. Sykes* (Executive Manager, Finance and Accounting)

C. Porter* (Executive Manager, Operations)

M. Irving* (Executive Manager, Marketing, Communications, Education & Advice)

T. Jarosz (Executive Manager, Governance)

* These persons are members of MTAA Superannuation Fund. Their membership terms and conditions are the same as those applied to other members of the Fund.

Compensation of Key Management Personnel

The Trustee's Directors are remunerated for their services to the Trustee and Fund. Directors (other than the independent Chairman) are paid a fixed annual base fee and an additional fee for each Board or Committee meeting (including meetings held by telephone conference) they attend. The Chairman is paid a fixed annual amount. There were no increases in the remuneration payable to Directors during 2012-13.

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
DIRECTORS' REPORT
AS AT 30 JUNE 2013**

Compensation of Key Management Personnel (continued)

Compensation of the Trustee's Directors and the executives as listed above was;

	30-Jun-2013	30-Jun-2012
	\$	\$
Short-term employee benefits	2,306,011	2,130,186
Other long-term employee benefits	21,699	63,975
	<u>2,327,710</u>	<u>2,194,161</u>

All key management personnel are also reimbursed for reasonable expenses incurred in carrying out their duties for the Trustee.

Since the end of the previous financial year, no director of the Company has received or become entitled to receive a benefit, other than a benefit included in the aggregate amount of emoluments received or due and receivable by Directors shown in the accounts or refund of expenses incurred while attending courses and meetings on behalf of the Fund or the fixed salary as a full time employee of the Company, or a related corporation, by reason of a contract made by the Company or a related corporation with the Director or with a firm of which he / she is a member, or with a Company in which he / she has a substantial interest.

Significant changes in state of affairs

During the financial year there was no significant change in the state of affairs of the entity other than that referred to in the Financial Report or notes thereto.

Events Subsequent to Balance Date

There has not been any matter or circumstance, other than that referred to in the financial statements or notes thereto, that has arisen since the end of the financial year, which has significantly affected, or may significantly affect, the operation of the Company, the result of those operations, or the state of affairs of the Company.

Future developments

Disclosure of information regarding likely developments in the operations of the entity in future financial years and the expected results of those operations is likely to result in unreasonable prejudice to the entity. Accordingly, this information has not been disclosed in this report.

Dividends

No amounts have been paid or are recommended to be paid by way of dividend during the financial year.

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
DIRECTORS' REPORT
AS AT 30 JUNE 2013**

Indemnification of officers and auditors

During the financial year, the MTAA Superannuation Fund ("Fund") paid a premium in respect of a contract insuring the Directors of the Company (as named above) and all executive officers of the Company against a liability incurred as such Director or executive officer to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

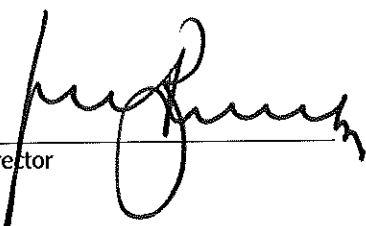
The Company has not otherwise, during or since the financial year, indemnified or agreed to indemnify an Officer or Auditor of the Company or of any related body corporate against a liability incurred as such by an Officer or Auditor.

Auditor's Independence Declaration


The Auditor's Independence declaration is attached to the Financial Statements.

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

On behalf of the Directors



Director



Director

Melbourne, 28 October 2013



**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2013**

	Notes	30-Jun-13 \$	30-Jun-12 \$
CURRENT ASSETS			
Cash		140,287	11
Prepayments		242,135	0
Other receivables	4	118,832	299,171
Total current assets		<u>501,254</u>	<u>299,182</u>
TOTAL ASSETS		<u>501,254</u>	<u>299,182</u>
CURRENT LIABILITIES			
Other payables	5	501,243	299,171
Total current liabilities		<u>501,243</u>	<u>299,171</u>
TOTAL LIABILITIES		<u>501,243</u>	<u>299,171</u>
NET ASSETS		<u>11</u>	<u>11</u>
EQUITY			
Contributed equity	3	11	11
Retained earnings		0	0
TOTAL EQUITY		<u>11</u>	<u>11</u>

The accompanying notes form an integral part of these of financial statements.

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2013**

	30-Jun-13	30-Jun-12
	\$	\$
Revenue from Ordinary Activities - Reimbursement from MTAA Superannuation Fund	3,827,911	4,753,796
Less expenditure:		
Consulting	266,105	68,522
Directors' fees	789,446	812,486
Insurance	277,197	208,388
Legal	93,392	541,492
Marketing	2,016,138	2,683,288
Trustee expenses	385,633	439,620
PROFIT FOR THE FINANCIAL YEAR	0	0
Profit for the year attributable to:		
Motor Trades Association of Australia Ltd	0	0
Other comprehensive income	0	0
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR	0	0
Total comprehensive income for the year is attributable to:		
Motor Trades Association of Australia Ltd	0	0

The accompanying notes form an integral part of these of financial statements.

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2013**

	Notes	Contributed equity \$	Total \$
Balance at 30 June 2011		11	11
Other comprehensive income		0	0
Total comprehensive income		0	0
BALANCE AT 30 JUNE 2012		11	11
Other comprehensive income		0	0
Total comprehensive income		0	0
BALANCE AT 30 JUNE 2013		<u><u>11</u></u>	<u><u>11</u></u>

The accompanying notes form an integral part of these of financial statements

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2013**

	30-Jun-13	30-Jun-12
	\$	\$
Cash flows from operating activities		
Revenue for ordinary activities	4,310,818	4,726,078
Consulting	(267,522)	(68,522)
Directors' fees	(871,628)	(834,668)
Insurance	(522,940)	(208,388)
Legal	(93,889)	(541,492)
Marketing	(2,026,875)	(2,683,288)
Trustee expenses	(387,687)	(389,720)
Net cash inflow from operating activities	<u>140,276</u>	<u>0</u>
Net increase in cash held	<u>140,276</u>	<u>0</u>
Cash at the beginning of the financial year	11	11
CASH AT THE END OF THE FINANCIAL YEAR	<u><u>140,287</u></u>	<u><u>11</u></u>

The accompanying notes form an integral part of these of financial statements.

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

This is a special purpose financial report which has been prepared for the sole purpose of complying with the Corporations Act 2001 requirements to prepare and distribute a financial report to members and must not be used for any other purpose. The Directors have determined that the accounting policies are appropriate to meet the needs of the members.

The requirements of Accounting Standards and other professional reporting requirements in Australia do not have mandatory applicability to Motor Trades Association of Australia Superannuation Fund Pty Ltd (the Company) in relation to the year ended 30 June 2013 because it is not a "reporting entity". The Directors have, however, prepared the financial report in accordance with all Accounting Standards and other professional reporting requirements in Australia, with the following exceptions:

AASB 1: First Time Adoption of Australian Equivalents to International Financial Reporting Standards

AASB 8: Operating Segments

AASB 124: Related Party Disclosures

AASB 127: Consolidated and separate Financial Statements

AASB 132: Financial Instruments: Presentation

(b) Trustee Obligations

The Company in its capacity as Trustee incurs liabilities on behalf of MTAA Superannuation Fund. During the year, all liabilities incurred by the Company have been in accordance with the Trust Deed. In respect of the Trustee liabilities, the Company has a right to be indemnified out of the assets of the Fund.

These financial statements have been prepared for the Trustee Company and as such do not record the assets and liabilities of the Fund. At balance date, the assets of the Fund are sufficient to meet its liabilities. The assets of the Fund are not available to meet any liabilities of the Company in its own right.

(c) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances, rebates and amounts collected on behalf of third parties.

(d) Cash & cash equivalents

For statement of cash flows presentation purpose, cash and cash equivalents includes cash on hand, deposits held at call with financial institution, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Statement of Financial Position.

(e) Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade receivables are generally due for settlement no more than 30 days from the date issued.

(f) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

2. NATURE OF THE COMPANY

The Company is the Trustee of the MTA Superannuation Fund.

In its capacity as Trustee, the Company incurs certain expenditure for which it is fully reimbursed by the Fund.

3. CONTRIBUTED EQUITY

	30-Jun-13	30-Jun-12
	\$	\$
Ordinary shares - 11 shares of \$1 each, fully paid	11	11
Total issued equity	<u>11</u>	<u>11</u>

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held.

Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

4. OTHER RECEIVABLES

	30-Jun-13	30-Jun-12
	\$	\$
GST receivable	118,832	0
Trustee fees receivable	0	299,171
	<u>118,832</u>	<u>299,171</u>

5. OTHER PAYABLES

	30-Jun-13	30-Jun-12
	\$	\$
PAYG tax payable	48,867	126,217
GST payable	0	22,518
Director fees payable	140,276	95,546
Secretariat expenses payable	9,532	54,890
Creditor - MTA Superannuation Fund	302,568	0
	<u>501,243</u>	<u>299,171</u>

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

6. RELATED PARTIES

Key management personnel disclosures

The following were key management personnel during all or part of the year:

Non-executive directors

The following persons held the position of Director of the Trustee Company during the financial year:

Independent Chairman

J. Brumby

Independent Directors

V. L. Allen

S. Dahn

Employer Nominated Directors

D. A. Rowland*

P. Perdikaris*

B. Hatcher*

Employee Nominated Directors

M. Georgiou*

A. Sachinidis*

D. Smith* (commenced 13 September 2012)

Executives

L. Turner* (Chief Executive Officer)

J. R. Jones* (Executive Manager, Member Services) (retired 1 July 2012)

P. Brown* (Executive Manager, Investments)

M. Sykes* (Executive Manager, Finance and Accounting)

C. Porter* (Executive Manager, Operations)

M. Irving* (Executive Manager, Marketing, Communications, Education & Advice)

T. Jarosz (Executive Manager, Governance)

* These persons are members of MTAA Superannuation Fund. Their membership terms and conditions are the same as those applied to other members of the Fund.

Compensation of Key Management Personnel

The Trustee's Directors are remunerated for their services to the Trustee and Fund. Directors (other than the independent Chairman) are paid a fixed annual base fee and an additional fee for each Board or Committee meeting (including meetings held by telephone conference) they attend. The Chairman is paid a fixed annual amount. There were no increases in the remuneration payable to Directors during 2012-13.

Compensation of the Trustee's Directors and the executives as listed above was;

	30-Jun-2013	30-Jun-2012
	\$	\$
Short-term employee benefits	2,306,011	2,130,186
Other long-term employee benefits	21,699	63,975
	2,327,710	2,194,161

All key management personnel are also reimbursed for reasonable expenses incurred in carrying out their duties for the Trustee.

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

6. RELATED PARTIES (CONTINUED)

Compensation of Key Management Personnel (continued)

Details of the remuneration in bands for the Trustee's Directors are outlined in the table below.

Remuneration band	30-Jun-13	30-Jun-12
\$0-25,000	-	4
\$25,001-\$50,000	1	-
\$50,001-\$75,000	1	5
\$75,001-\$100,000	6	3
\$100,001-\$125,000	1	-
\$125,001-\$150,000	-	1
	<hr/> 9	<hr/> 13

Details of the remuneration in bands for the Fund's Executives are outlined in the table below.

Remuneration band	30-Jun-13	30-Jun-12
\$0-\$75,000	1	3
\$175,001-\$225,000	5	2
\$225,001-\$275,000	-	2
\$275,001-\$325,000	-	1
\$325,001-\$400,000	1	-
\$475,001-\$525,000	-	-
	<hr/> 7	<hr/> 8

Related party transactions

Motor Trades Association of Australia Ltd ("MTAA Ltd") is an employer sponsor to the Fund and the shareholder of the Trustee. There were no services acquired from or payments to MTAA Ltd in the current reporting period (2012: Nil).

The Trustee is fully reimbursed from the Fund for all expenditure incurred on its behalf.

7. REMUNERATION OF AUDITORS

	30-Jun-2013	30-Jun-2012
	\$	\$
Remuneration for audit of the financial report of the Company:		
Auditor of the Company - Deloitte Touche Tohmatsu	3,375	3,245
Remuneration for audit of Australian Financial Service License and audit of Registrable Superannuation Entity License:		
Auditor of the Company - Deloitte Touche Tohmatsu	31,536	31,284
Total auditor remuneration	<hr/> 34,911	<hr/> 34,529

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

8. CONTINGENT ASSETS AND LIABILITIES

The Company did not have any contingent assets or contingent liabilities as at 30 June 2013 (2012:nil).

9. SUBSEQUENT EVENTS

There has not been any matter or circumstance, other than that referred to in the financial statements or notes thereto, that has arisen since the end of the financial year, which has significantly affected, or may significantly affect, the operation of the Company, the result of those operations, or the state of affairs of the Company.

10. ADDITIONAL COMPANY INFORMATION

Motor Trades Association of Australia Superannuation Fund Pty Limited is a company limited by shares, domiciled in Australia.

Its registered office and principal place of business is:

Motor Trades Association of Australia Superannuation Fund Pty Limited
39 Brisbane Avenue
BARTON ACT 2600

**MOTOR TRADES ASSOCIATION OF AUSTRALIA
SUPERANNUATION FUND PTY LIMITED
DIRECTORS DECLARATION
FOR THE YEAR ENDED 30 JUNE 2013**

As detailed in note 1(a) to the financial statements, the company is not a reporting entity because in the opinion of the directors there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy specially all of their information needs. Accordingly, this 'special purpose financial report' has been prepared to satisfy the directors' reporting requirements under the Corporations Act 2001.

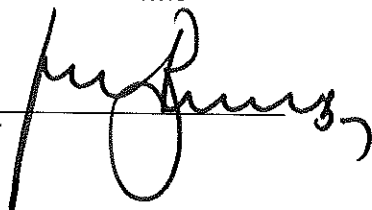
The directors declare that:

- (a) In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
- (b) In the directors' opinion, the attached financial statements and notes thereto are in accordance with the Corporations Act 2001, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the company.

Signed in accordance with a resolution of the directors made pursuant to s.295(5) of the Corporations Act 2001.

On behalf of the Directors

Director



Director



Melbourne, 28 October 2013



Independent Auditor's Report to the Members of Motor Trades Association of Australia Superannuation Fund Pty Limited

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Motor Trades Association of Australia Superannuation Fund Pty Limited, which comprises the statement of financial position as at 30 June 2013, the statement of comprehensive income, the statement of cash flows and the statement of changes in equity for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration as set out on pages 6 to 15.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the directors. The directors' responsibility also includes internal control, as the directors determine that it is necessary, to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Auditor's Independence Declaration

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Motor Trades Association of Australia Superannuation Fund Pty Limited would be in the same terms if given to the directors as at the time of this auditor's report.

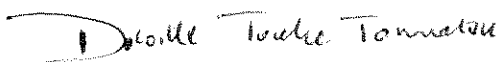
Opinion

In our opinion, the financial report of Motor Trades Association of Australia Superannuation Fund Pty Limited is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2013 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1, and the *Corporations Regulations 2001*.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.

 DeLoitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU



Frances Borg
Partner
Chartered Accountants

Sydney, 29 October 2013