

CENTRIC SUPER FUND
ABN 91 593 544 166

FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 JUNE 2023

CENTRIC SUPER FUND **CONTENTS**

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CENTRIC SUPER FUND
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023

	Note	2023 \$'000	2022 \$'000
Assets			
Cash			
Cash and cash equivalents	10(a)	81,916	58,114
Receivables			
Distributions and dividends receivable		5,206	2,090
Due from brokers		5,761	2,620
GST receivable		128	118
Other receivable		-	1
Investments			
Investments held at fair value	15	499,268	341,930
Other assets			
Deferred tax assets	9	556	1,256
Total assets		592,835	406,129
Liabilities			
Accounts payable		1,779	486
Current tax liabilities	9	987	467
Total liabilities (excluding member benefits)		2,766	953
Net assets available for member benefits		590,069	405,176
Member benefits			
Defined contribution member liabilities	6(b)	586,286	401,970
Total member liabilities		586,286	401,970
Total net assets		3,783	3,206
Equity			
Operational risk reserve	7(a)	181	56
General reserve	7(b)	57	20
Unallocated surplus	7(c)	3,545	3,130
Total equity		3,783	3,206

The Statement of Financial Position is to be read in conjunction with the accompanying Notes to the Financial Statements.

CENTRIC SUPER FUND
INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2023

	Note	<u>2023</u> \$'000	<u>2022</u> \$'000
Superannuation Activities			
Revenue			
Changes in fair value of investments	5	20,038	(34,737)
Distribution income		18,352	5,070
Dividend income		1,384	1,678
Interest		1,840	74
Other operating income		144	118
Total revenue / (loss)		<u>41,758</u>	<u>(27,797)</u>
Expenses			
Investment expenses		(208)	(114)
General administration and operating expenses	4	(6,798)	(3,094)
Total expenses		<u>(7,006)</u>	<u>(3,208)</u>
Operating result before income tax expense		<u>34,752</u>	<u>(31,005)</u>
Income tax (expense)/benefit	8(a)	(421)	1,439
Operating result after income tax expense		<u>34,331</u>	<u>(29,566)</u>
Net benefits allocated to defined contribution member accounts		(34,789)	28,847
Operating result		<u>(458)</u>	<u>(719)</u>

The Income Statement is to be read in conjunction with the accompanying Notes to the Financial Statements.

CENTRIC SUPER FUND
STATEMENT OF CHANGES IN MEMBER BENEFITS
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$'000	2022 \$'000
Opening balance of Member Benefits as at 1 July		401,970	117,529
Contributions:			
- Employer contributions		2,365	1,399
- Member contributions		46,512	35,082
Transfers from other superannuation entities		137,816	297,131
Income tax on contributions	8(c)	(847)	(603)
Net after tax contributions		185,846	333,009
Benefits to members		(36,321)	(19,721)
Reserve transfers to member accounts		2	-
Net benefits allocated, comprising:			
- Net investment income/(loss)		41,587	(25,753)
- Net administration fees		(6,798)	(3,094)
Closing balance of Member Benefits as at 30 June	6	586,286	401,970

The Statement of Changes in Member Benefits is to be read in conjunction with the accompanying Notes to the Financial Statements.

CENTRIC SUPER FUND
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2023

	Operational risk reserve \$'000	General reserve \$'000	Unallocated surplus \$'000	Total equity/ reserves \$'000
Opening balance as at 1 July 2022	56	20	3,130	3,206
Transfers to reserves	-	-	1,037	1,037
Transfers to member accounts	-	-	(2)	(2)
Operating result	125	37	(620)	(458)
Closing balance as at 30 June 2023	181	57	3,545	3,783

	Operational risk reserve \$'000	General reserve \$'000	Unallocated surplus \$'000	Total equity/ reserves \$'000
Opening balance as at 1 July 2021	-	3	597	600
Transfers to reserves	-	-	-	-
Transfers to member accounts	-	-	-	-
Unallocated contribution	-	-	3,325	3,325
Operating result	56	17	(792)	(719)
Closing balance as at 30 June 2022	56	20	3,130	3,206

The Statement of Changes in Equity is to be read in conjunction with the accompanying Notes to the Financial Statements.

CENTRIC SUPER FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$'000	2022 \$'000
Cash flows from operating activities			
Interest received		1,840	73
Distributions and dividend received		16,620	6,374
Other income received		145	118
General administration and operating expenses paid		(5,515)	(2,877)
Investment expenses paid		(208)	(112)
Income tax paid		(48)	(215)
Net cash inflows from operating activities	10(b)	12,834	3,361
Cash flows from investing activities			
Proceeds from sale of investments		133,717	50,297
Payments for purchase of investments		(276,156)	(349,146)
Net cash outflows from investing activities		(142,439)	(298,849)
Cash flows from financing activities			
Employer contributions		2,365	1,399
Member contributions		46,512	35,082
Unallocated contributions		3,035	-
Transfers from other funds		137,816	300,302
Benefits paid to members		(28,153)	(19,721)
Transfers to other funds		(8,168)	-
Net cash inflows from financing activities		153,407	317,062
Net increase in cash held		23,802	21,574
Cash at the beginning of the financial year		58,114	36,540
Cash at the end of the financial year	10(a)	81,916	58,114

The Statement of Cash Flows is to be read in conjunction with the accompanying Notes to the Financial Statements.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

1. GENERAL INFORMATION

Centric Super Fund (the 'Fund') is a defined contribution superannuation fund domiciled in Australia. The purpose of the Fund is to provide retirement benefits to its members. The Fund is constituted by a Trust Deed dated 1 September 2020.

In accordance with amendments to the *Superannuation Industry (Supervision) Act 1993*, the Fund is registered with the Australian Prudential Regulation Authority ("APRA") as a Registrable Superannuation Entity ("RSE"), registration number R1078619.

The Trustee of the Fund is Equity Trustees Superannuation Limited (the "Trustee") (ABN 50 055 641 757, AFSL 229757, RSE L0001458), domiciled in Australia and registered with APRA. The address of the Fund's registered office is Level 1, 575 Bourke Street, Melbourne, Victoria 3000.

The Promoter and Sponsor of the Fund is Specialised Private Capital Ltd (ABN 87 095 773 390, AFSL 246 744), trading as Centric Capital ('Centric Capital'), located at Level 15, 1 O'Connell Street, Sydney NSW 2000.

The Administrator of the Fund is FNZ (Australia) Pty Limited (ABN 67 138 819 119) located at Level 1, 99 Elizabeth Street, Sydney, NSW, 2000.

The Custodian of the Fund is FNZ Custodian (Australia) Pty Ltd (ABN 88 624 689 694), AFS Licence 507452, located at Level 1, 99 Elizabeth Street, Sydney, NSW, 2000.

The Asset Consultant to the Fund is Specialised Private Capital Ltd (ABN 87 095 773 390, AFSL 246 744), trading as Centric Capital ('Centric Capital'), located at Level 15, 1 O'Connell Street, Sydney NSW 2000.

2. BASIS OF PREPARATION

(a) Statement of Compliance

The Financial Statements are a general purpose financial report which has been prepared in accordance with Australian Accounting Standards, Interpretations, the *Superannuation Industry (Supervision) Act 1993* and provisions of the Trust Deed.

The Financial Statements were authorised and issued by the board and directors of the Trustee on 1st November 2023. For the purposes of preparing the financial statements, the Fund is for-profit entity.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

2. BASIS OF PREPARATION (CONTINUED)

(b) Use of Estimates and Judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

The Fund makes estimates, assumptions and judgements that affect the reported amounts of assets and liabilities.

Estimates are evaluated and are 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 over-the-counter derivatives or other unquoted financial instruments, are fair valued using valuation techniques. Where valuation techniques (for example, pricing models or market prices) are used to determine fair values, they are validated and periodically reviewed by experienced personnel. Please see Note 15 for details.

(c) New Standards and Interpretations adopted during the year

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2022 that have a material impact on the amounts recognised in the prior periods or will affect the current or future periods.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

2. BASIS OF PREPARATION (CONTINUED)

(d) Accounting Standards and Interpretations issued, but not yet effective

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2023 and have not been early adopted in preparing these financial statements.

None of these are expected to have a material effect on the financial statements of the Fund.

New or revised requirement	Title	Effective Date (annual periods beginning on or after)	30 June 2023 year end applicability
AASB 17	Insurance Contracts	1 January 2023	Not applicable
AASB 2020-1	Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-Current and AASB 2020-6	1 July 2023	Optional
AASB 2020-6	Amendments to Australian Accounting Standards – Classification Liabilities as Current or Non-Current – Deferral of Effective Date	1 July 2023	Optional
AASB 2021-2	Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates	1 January 2023	Optional
AASB 2021-5	Amendments to Australian Accounting Standards – Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023	Optional

(e) Changes to financial reporting requirements

The Fund is a registrable superannuation entity that is subject to amendments made to the *Corporations Act 2001* by the *Treasury Laws Amendment (2002 Measures No.4) Act 2022*. These amendments are effective for financial years beginning on or after 1 July 2023 and bring registrable superannuation entities such as the Fund into the financial reporting provisions of the *Corporations Act 2001*.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

2. BASIS OF PREPARATION (CONTINUED)

(e) Changes to financial reporting requirements (continued)

Accordingly, for the Fund's income year ending 30 June 2024, the Fund will be required to prepare an annual report, consisting of a financial report (including financial statements, notes and a directors' declaration), a directors' report (including a remuneration report) and an attached auditor's report and auditor's independence declaration. There will be no impact to the recognition and measurement requirements utilised in the preparation of the financial report of the Fund as a result of these changes.

These reports must also be lodged with ASIC, who now take on an increased regulatory oversight role following the introduction of these amendments.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied in preparing the financial statements for the year ended 30 June 2023 and the comparative information presented in these financial statements for the year ended 30 June 2022.

(a) Cash and Cash Equivalents

Cash comprises cash on hand and on demand deposits.

Cash equivalents are short term, highly liquid investments with 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.

(b) Financial Instruments

(i) Classification

The Fund's investments are classified at fair value through profit or loss. They comprise financial instruments designated at fair value through profit or loss upon initial recognition. These include financial assets that are not held for trading purposes, and which may be sold. These are investments in market quoted investments, unlisted unit trusts, equity securities and commercial paper.

These investments are managed, and their performance is evaluated on a fair value basis in accordance with the Fund's investment strategy.

(ii) Recognition / derecognition

Financial assets and financial liabilities are recognised on the date the Fund becomes a party to the contract relating to the asset. Financial assets are recognised using the quoted price at the trade date. From this date, any gains and losses arising from changes in fair value are recorded.

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.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial Instruments (continued)

(iii) Measurement

At initial recognition, the Fund measures a financial asset or liability at fair value. Transaction costs are expensed in the Income Statement.

Subsequent to initial recognition, all financial assets and liabilities at fair value through profit or loss 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 instruments.

The fair values of underlying investments are net of any distributions.

For further details on how the fair values of financial instruments are determined refer to note 15.

(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) Accounts Payable

Accounts payable are recognised when the Fund becomes obliged to make future payments resulting from the purchase of goods and services and are recognised at their nominal value which is equivalent to fair value. These amounts are unsecured and are usually paid within 60 days of recognition.

(d) Benefits Payable

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

(e) Revenue Recognition

Revenue is measured at the fair value of consideration received or receivable. Revenue is recognised to the extent in which it is probable that economic benefits will flow to the Fund and the amount of revenue can be reliably measured.

The following recognition criteria relates to the different items of revenue the Fund receives:

(i) Interest revenue

Interest income is recognised in the Income Statement as it accrues, using the original effective interest rate of the instrument calculated at the acquisition or origination date. Interest income includes the amortisation of any discount or premium, transaction costs or other differences between the initial carrying amount of an interest-bearing instrument and its amount at maturity calculated on an effective interest rate basis.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(e) Revenue Recognition (continued)

(ii) Dividend income

Dividends are recognised on the date the shares are quoted ex-dividend and if not received at reporting date, are reflected in the Statement of Financial Position as a receivable at fair value.

Dividend income is recognised gross of withholding tax in the period in which the Fund's right to receive payment is established.

(iii) Distributions from investments

Distributions are recognised as at the date the unit value is quoted ex-distribution and if not received at reporting date, are reflected in the Statement of Financial Position as a receivable at fair value.

(iv) Movement in fair value of investments

Changes in the fair value of investments are recognised as income/(losses) and are determined as the difference between the fair value at year end or consideration received (if sold during the year) and the fair value as at the prior year end or cost (if the investment was acquired during the year).

(f) Contributions and Transfers from Other Funds

Contributions and transfers in are recognised when the control and the benefits from the revenue have transferred to the Fund and are recognised gross of any taxes.

(g) Income Tax

Income tax as a result of operations for the year comprises current and deferred tax. Income tax is recognised in the Income Statement except to the extent that it relates to items recognised directly in members' funds, in which case it is recognised directly in the Statement of Changes in Member Benefits.

Current tax

Current tax is calculated by reference to the amount of income taxes payable or recoverable in respect of the taxable profit or tax loss for the year. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by reporting date. Current tax for current and prior periods is recognised as a liability (or asset) to the extent that it is unpaid (or refundable).

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(g) Income Tax (continued)

Deferred tax

Deferred tax is accounted for using the comprehensive balance sheet liability method in respect of temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax base of those items.

In principle, deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that sufficient taxable amounts will be available against which deductible temporary differences or unused tax losses and tax offsets can be utilised. However, deferred tax assets and liabilities are not recognised if the temporary differences giving rise to them arise from the initial recognition of assets and liabilities (other than as a result of a business combination) which affects neither taxable income nor accounting profit.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period(s) when the asset and liability giving rise to them are realised or settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by reporting date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Fund expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities can be offset when they relate to income taxes levied by the same taxation authority and the Fund intends to settle its current tax assets and liabilities on a net basis.

Income tax has been provided in the current year at the rate of 15%, as it is the expectation of the Trustee that the Fund will be treated as a complying superannuation fund. If the Fund is subsequently deemed to be a non-complying fund for the current year, then income tax will be payable at a rate of 45% on the Fund's taxable income.

In line with the expectation to be treated as a compliant superannuation fund, financial assets held for less than 12 months are provided to be taxed at the Fund's rate of 15%. For financial assets held for more than 12 months, the Fund is entitled to a capital gains tax discount on the normal tax rate leading to an effective tax rate of 10% on any gains arising from the disposal of investments.

(h) Goods and Services Tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST) recoverable from the Australian Taxation Office (ATO) as a reduced input tax credit (RITC), except;

- Where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of the asset or as part of an item of expense.
- For receivables and payables which are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the Statement of Financial Position.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(h) Goods and Services Tax (continued)

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST components of cash flows arising from investing and financing activities, which are recoverable from, or payable to the ATO, are classified as operating cash flows.

(i) Receivables

Receivables are carried at nominal amounts which approximate fair value. Nominal amounts refer to the actual amounts reasonably expected to be received or paid.

Collectability of receivables is reviewed regularly. Debts which are known to be uncollectable are written off by reducing the carrying amount.

(j) Amounts 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 period. Trades are recorded on the trade date. The amount disclosed on the financial statements is the net amount due from/to brokers. A provision for impairment is made when the Fund does not expect to collect all amounts due from the relevant broker.

(k) Member Liabilities

Refer to Note 6 Member Liabilities for the recognition and measurement of member liabilities.

(l) Functional and Presentation Currency

The financial statements are presented in Australian dollars which is the functional currency of the Fund and have been rounded to the nearest thousand unless otherwise stated.

All foreign currency transactions during the year are brought to account using the exchange rate in effect at the date of the transaction. Foreign currency monetary items at reporting date are translated at the exchange rate existing at reporting date. Exchange differences are recognised in the income statement in the period in which they arise.

(m) Comparative Amounts

Certain reclassifications have been made to the prior year's financial statements to enhance comparability with the current year's financial statements. Comparative figures have been adjusted to conform to the current year's presentation.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

4. GENERAL ADMINISTRATION AND OPERATING EXPENSES

	Year ended 30 June 2023	Year ended 30 June 2022
	\$'000	\$'000
Adviser fees	6,026	2,783
Administration fees	500	234
Trustee fees	73	40
APRA levies	-	11
Other operating expenses	199	26
	6,798	3,094

Audit fees and tax agent fees are paid/payable by the Promoter outside the Fund. Please see Notes 17 and 13(e) for further information.

5. CHANGES IN FAIR VALUE OF INVESTMENTS

	Year ended 30 June 2023	Year ended 30 June 2022
	\$'000	\$'000
Investments held at reporting date:		
Direct fixed income asset	3	-
Direct shares	1,360	(2,839)
Listed investment companies	102	-
Listed investment schemes	2,666	(1,657)
Unlisted investment schemes	22,252	(29,991)
	26,383	(34,487)
	Year ended 30 June 2023	Year ended 30 June 2022
	\$'000	\$'000
Investments realised during the reporting period:		
Direct fixed income asset	(1)	-
Direct shares	391	(70)
Listed investment schemes	(233)	55
Unlisted investment schemes	(6,502)	(235)
	(6,345)	(250)
Total changes in fair value	20,038	(34,737)

6. 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.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

6. MEMBER LIABILITIES (CONTINUED)

(a) Recognition and Measurement of Member Liabilities (continued)

Defined contribution member account balances are valued using unit prices relevant to the underlying investment options selected by members.

(b) Defined Contribution Member Liabilities

Defined contribution members bear the investment risk relating to the underlying assets of the Fund. The Fund's management of the investment market risks is disclosed within Note 14.

Defined contribution members' liabilities are fully vested as at 30 June 2023 and 30 June 2022.

7. RESERVES AND UNALLOCATED SURPLUS

The Trustee maintains an Operational Risk Reserve (ORR), General Reserve (GR) and Unallocated Surplus.

(a) Operational Risk Reserve (ORR)

Under APRA Prudential Standard SPS114: Operational Risk Financial Requirement (ORFR), the Trustee determined it would maintain an ORFR Target Amount of 0.25% of the Fund's net assets.

The ORR is part of the financial management of the Fund and is operated in accordance with the ORFR Strategy. The ORR may be used in certain circumstances to address operational risk events or claims against the Fund arising from operational risk.

The Fund is expected to achieve its ORFR target amount via an operational risk reserve in the Fund and an additional amount held as Trustee Capital.

As at 30 June 2023, the ORFR Amount was \$1,681,000 which represents 0.28% of the Fund's Net Asset Value. This is above the target amount of 0.25% of the Fund's net asset value and within the tolerance range of the Trustee's ORFR Target Amount. The ORFR Amount is held via an operational risk reserve (ORR) in the Fund of \$181,000 and an additional amount of \$1,500,000 held as trustee capital (ORC).

(b) General Reserve (GR)

The GR is used to cover operating expenses of the Fund or any Trustee expenses related to the Fund in line with the Trustee's Reserve Policy.

(c) Unallocated Surplus

This reserve is utilised by the Fund to maintain the difference between the amounts allocated to members as at the end of the financial year and the net assets of the Fund. It may include, among other items, unallocated contribution, income receivable to be allocated to members on receipt, and tax credits arising from the completion of the tax position following the year end. This income or any tax credits will be allocated in accordance with applicable Funds' policies.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

8. INCOME TAX EXPENSE

(a) Recognised in the Income Statement:

	Year ended 30 June 2023 \$'000	Year ended 30 June 2022 \$'000
Current tax expense		
Current year	302	(92)
Prior years over provision	(581)	(39)
Deferred tax expense		
Movement in temporary differences	700	(1,308)
Income tax expense / (benefit)	421	(1,439)

(b) Numerical reconciliation between tax expense and operating result before income tax:

	Year ended 30 June 2023 \$'000	Year ended 30 June 2022 \$'000
Operating result before income tax expense	34,752	(31,005)
Tax at the complying superannuation fund tax rate of 15% (2022: 15%)	5,213	(4,651)
<i>Increase / (decrease) in income tax expense due to:</i>		
Capital Gains Discount Concession	-	628
Imputation credits & foreign income tax offsets	(396)	(253)
Non-deductible expenses	24	247
Other non-assessable income	(1,000)	269
Exempt current pension income	(2,839)	2,360
Adjustment for prior periods	(581)	(39)
Income tax expense / (benefit)	421	(1,439)

(c) Recognised in the Statement of Changes in Member Benefits:

	Year ended 30 June 2023 \$'000	Year ended 30 June 2022 \$'000
Contributions and transfers in recognised in the Statement of Changes in Member Benefits	186,693	333,612
Tax at the complying superannuation fund tax rate of 15% (2022: 15%)	28,004	50,042
<i>Decrease in income tax expense due to:</i>		
Member contributions	(6,484)	(5,002)
Transfer from other superannuation entities	(20,673)	(44,437)
Income tax on contributions	847	603

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

9. TAX ASSETS AND LIABILITIES

Current tax assets and liabilities

The current tax payable for the Fund of \$987,000 (30 June 2022: \$467,000) represents the amount of income taxes payable in respect of current and prior financial periods.

Recognised deferred tax assets and liabilities

Deferred tax assets and liabilities are attributable to the following:

	Year ended 30 June 2023 \$'000	Year ended 30 June 2022 \$'000
<i>Deferred tax assets</i>		
Net capital loss on investments	556	1,256
Total deferred tax assets	556	1,256
<i>Deferred tax liabilities</i>		
Net capital gains on investments	-	-
Total deferred tax liabilities	-	-
Net deferred tax assets	556	1,256

Movement in deferred tax assets and liabilities during the year:

	Balance 1 July 2022 \$'000	Recognised in Income Statement \$'000	Balance 30 June 2023 \$'000
Deferred tax assets			
Net capital loss on investments	1,256	(700)	556
Total deferred tax assets	1,256	(700)	556
Deferred tax liabilities			
Net capital gains on investments	-	-	-
Total deferred tax liabilities	-	-	-
Net deferred tax assets / (liabilities)	1,256	(700)	556

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

9. TAX ASSETS AND LIABILITIES (continued)

Movement in deferred tax assets and liabilities during the year (continued):

	Balance 1 July 2021 \$'000	Recognised in Income Statement \$'000	Balance 30 June 2022 \$'000
Deferred tax assets			
Net capital loss on investments	-	1,256	1,256
Total deferred tax assets	-	1,256	1,256
Deferred tax liabilities			
Net capital gains on investments	(52)	52	-
Total deferred tax (liabilities)	(52)	52	-
Net deferred tax assets / (liabilities)	(52)	1,308	1,256

10. CASH FLOWS RECONCILIATION

(a) Reconciliation of cash and cash equivalents

	Year ended 30 June 2023 \$'000	Year ended 30 June 2022 \$'000
Cash at bank	42,231	40,941
Cash at bank – held under omnibus arrangement	39,685	17,173
Total cash and cash equivalents	81,916	58,114

(b) Reconciliation of cash flows from operating activities

	Year ended 30 June 2023 \$'000	Year ended 30 June 2022 \$'000
Operating result	(458)	(719)
Adjustments for:		
Allocation to members' accounts	34,789	(28,847)
(Increase)/decrease in assets measured at fair value	(20,038)	34,737
Increase in receivables	(3,115)	(305)
Increase in input tax credits receivable	(10)	(103)
Decrease/(Increase) in deferred tax assets	700	(1,256)
Increase in other payables	1,293	252
Decrease in income tax payable	(327)	(346)
Decrease in net deferred tax liabilities	-	(52)
Net cash inflows from operating activities	12,834	3,361

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

11. COMMITMENTS

There are no commitments the Trustee is aware of as of 30 June 2023 (30 June 2022: Nil).

12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There are no outstanding contingent assets or liabilities as at 30 June 2023 (30 June 2022: Nil).

13. RELATED PARTY DISCLOSURES

(a) Trustee

The Trustee of the Fund is Equity Trustees Superannuation Limited (ABN 50 055 641 757, RSE Licensee L0001458).

(b) Directors

Key management personnel include persons who were directors of Equity Trustees Superannuation Limited at any time during the reporting period, or since the end of the reporting period, as follows.

Name	Title	Appointed/Resigned
Mr Michael O'Brien	Managing Director and Executive Director	
Ms Susan Granville Everingham	Non-Executive Director	
Mr Paul Douglas Rogan	Non-Executive Director	
Ms Catherine Anne Robson	Non-Executive Director	Appointed on 16/08/2022
	Interim Chair	Appointed on 01/09/2022
Mr Steven Thomas Carew	Non-Executive Director	Appointed on 01/03/2023
Mr David Nicholas Coogan	Non-Executive Director	Appointed on 15/06/2023
Mr Jezy (George) Zielinski	Non-Executive Director	Resigned on 20/07/2022
Mr Anthony Jude Lally	Non-Executive Director and Chairman	Resigned on 31/08/2022
Mr Mark Blair	Executive Director	Resigned on 10/02/2023
Mr Ellis Varejes	Non-Executive Director	Resigned on 30/06/2023

None of the above directors of the Trustee are members of the Fund.

(c) Other key management personnel

Philip Gentry, Chief Financial Officer of Equity Trustees Limited and Andrew Godfrey, Executive General Manager of Equity Trustees Superannuation Limited are also key management personnel with responsibility for planning, directing and controlling the activities of the Fund, directly or indirectly during the reporting period.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

13. RELATED PARTY DISCLOSURES (CONTINUED)

(d) Remuneration of the Trustee

There have been no transactions between Equity Trustees Superannuation Limited (or its related parties) and the Fund other than the trustee fees disclosed in the Income Statement and the notes below.

	Year ended 30 June 2023	Year ended 30 June 2022
	\$	\$
Trustee Fees to Equity Trustees Superannuation Limited	72,523	40,272
	72,523	40,272

As at 30 June 2023, \$19,367 (30 June 2022: \$6,106) was payable to the Trustee and is included in the Statement of Financial Position.

Trustee fees paid by the Promoter outside of the fund was \$432,250 (30 June 2022: \$122,236) for the year.

The director of the Trustee, and other key management personnel do not receive remuneration directly from the Fund.

(e) Expenses incurred by and reimbursed / (to be reimbursed) to the Trustee

The following expenses were incurred by and reimbursed (to be reimbursed) to the Trustee by the Fund Promoter.

	Year ended 30 June 2023	Year ended 30 June 2022
	\$	\$
External audit fee	62,358	58,327
Internal audit fees	8,236	6,721
Regulatory costs (ASIC & AFCA)	17,557	3,250
Regulatory project costs	7,569	83,000
	95,720	151,298

As at 30 June 2023, \$62,358 (2022: Nil) was payable to the trustee and is included in the Statement of Financial Position.

(f) Operational Risk Financial Requirement

In response to Prudential Standards SPS 114 Operational Risk Financial Requirement ("SPS 114"), the Trustee has approved an Operational Risk Financial Requirement ("ORFR") target to be held at the Trustee level. SPS 114 establishes a requirement for a Trustee to maintain adequate financial resources to address losses arising from operational risk events that may affect the Registrable Superannuation Entities within its business operations. Refer to Notes 7(a) and 14(c) for further details.

As at 30 June 2023 the ORFR was held via an operational risk reserve in the Fund and an additional amount held as trustee capital.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

14. FINANCIAL RISK MANAGEMENT

(a) Financial Instrument Management

The investments of the Fund (other than cash held for meeting daily administrative and benefit expenses), are managed on behalf of the Trustee by specialist fund managers in accordance with the investment strategy to achieve the Fund's investment objectives.

The Trustee has engaged Specialised Private Capital Ltd (ABN 87 095 773 390, AFSL 246 744), trading as Centric Capital ('Centric Capital'), an asset consultant, to monitor and provide regular reports on the Fund's investments to the Trustee. The Trustee may seek information from the manager of each collective investment (and may seek independent advice from other qualified persons) so as to determine the nature and extent of any risks, and the expected returns, associated with each investment prior to determining its suitability as an investment for the Fund.

FNZ Custodian (Australia) Pty Ltd (ABN 88 624 689 694) acts as a custodian and as such provides services including physical custody and safekeeping of assets, settlement of trades, collection of dividends and accounting for investment transactions.

The Fund's financial assets and liabilities adopted in the Statement of Financial Position are carried at their fair value.

(b) Significant Accounting Policies

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which revenues and expenses are recognised, in respect of each class of financial asset and financial liability are disclosed in Note 3 to the Financial Statements.

(c) Capital Risk Management

The Trustee has put in place operational risk trustee capital to provide funding for incidents where material losses may arise from an operational risk event (as opposed to investment risk) relating to the Fund. The level of reserve is determined by the Trustee based on an assessment of the risks faced by the Fund. The Trustee has an operational risk financial requirement (ORFR) strategy that sets out the Trustee's approach to determining, implementing, managing and maintaining the ORFR target amount. According to Superannuation Prudential Standard 114: Operational Risk Financial Requirement, (SPS 114) which became effective 1 July 2013, the financial resources held to meet the ORFR must be held either as:

- An operational risk reserve held within an RSE;
- Operational risk trustee capital held by the RSE licensee; or
- A combination of both an operational risk reserve held within an RSE and operational risk trustee capital held by the RSE licensee.

The target amount was met at the reporting date. The ORR is held via an operational risk reserve in the Fund of \$181,000 and an additional amount of \$1,500,000 is held as trustee capital.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

14. FINANCIAL RISK MANAGEMENT (CONTINUED)

(d) Financial Risk Management Objectives

The Fund is exposed to a variety of financial risks as a result of its activities. These risks include market risk (including currency risk, cash flow interest rate risk, fair value interest rate risk and price risk), credit risk and liquidity risk. The Fund's risk management and investment policies, approved by the Trustee, seek to minimise the potential adverse effects of these risks on the Fund's financial performance. These policies may include the use of certain financial derivative instruments.

It is ultimately the responsibility of the Trustee to ensure that there is an effective risk management control framework in place. Consistent with regulatory requirements the Trustee has the function of overseeing the establishment and maintenance of risk-based systems and controls for the Fund. The Trustee has developed, implemented, and maintains a Risk Management Framework ("RMF").

The RMF identifies the Trustee's policies and procedures, processes and controls that comprise its risk management and control systems. These systems address all material risks, financial and non-financial, likely to be faced by the Fund. Annually, the Trustee is required to certify to APRA whether adequate strategies have been put in place to monitor those risks, that the Trustee has systems in place to ensure compliance with legislative and prudential requirements and that the Trustee has satisfied itself as to the compliance with the RMF.

(e) Investment Risk

The Fund's assets principally consist of financial instruments which comprise of cash, listed securities, listed and unlisted unit trusts and collective investment vehicles such as pooled superannuation trusts and managed investment schemes. The Trustee has determined that this type of investment is appropriate for the Fund and is in accordance with the Fund's investment strategy.

The Fund's investment activities expose it to the following risks from its use of financial instruments:

- Market risk
- Credit risk
- Liquidity risk

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return on risk.

To mitigate market risk, the Fund undertakes due diligence prior to the approval of fund managers to ensure that they have appropriate expertise and skill for monitoring of the market conditions and benchmark analysis. Further the Fund's asset consultant provides additional expert advice as required.

(i) Currency risk

Currency risk arises on financial instruments that are denominated in a foreign currency that is in a currency other than that in which they are measured.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

14. FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Investment Risk (continued)

Market risk (continued)

(i) Currency risk (continued)

The Fund does not currently hold any investments denominated in a foreign currency. However, the managed investments of the Fund have allocations to internationally domiciled assets classes which are exposed to currency fluctuations.

Sensitivity analysis - currency risk

There is no significant currency risk in this Fund. The Fund does not currently hold any investments denominated in a foreign currency.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The majority of the Fund's financial instruments are non-interest bearing with only cash and fixed interest securities being subjected to interest rate risk. The Fund's investment balances that have a significant direct or indirect exposure to interest rate risk are set out below:

	Year ended 30 June 2023 \$'000	Year ended 30 June 2022 \$'000
Cash and cash equivalents	81,916	58,114
Variable interest rate financial instruments	6,303	99,052
Total	88,219	157,166

The following table demonstrates the sensitivity of the Fund's net assets available to pay benefits, where interest rates vary by 100bps. This table has been provided to illustrate the sensitivity of the Fund's directly and indirectly held investment portfolio to interest rate fluctuations. This analysis assumes that all other variables remain constant.

Cashflow sensitivity analysis - variable rate instruments

	Change in fair value of assets \$'000		Effect on net assets available to pay benefits \$'000	
	100bps Decrease	100bps Increase	100bps Decrease	100bps Increase
30 June 2023				
Interest rate risk	(882)	882	(882)	882
30 June 2022				
Interest rate risk	(1,572)	1,572	(1,572)	1,572

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

14. FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Investment Risk (continued)

Market risk (continued)

(iii) Other market price risk

Other market price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

As all of the Fund's financial instruments are carried at fair value with changes recognised in the Income Statement, all changes in market conditions will directly affect changes in fair value.

The Fund's assets are invested in cash, fixed income securities, equity securities and units in unitised investments. The Fund's exposure to other market price risk is therefore limited to the market price movement of these investments.

The Trustee has determined that these investments are appropriate for the Fund and are in accordance with the Fund's investment strategy.

The table below illustrates the impact of other market price risk to the Fund should each type of financial asset fluctuate by a 10% (2022: 10%) increase or decrease from the investment objective. This analysis assumes that all other variables remain constant.

	Change in fair value of assets		Effect on net assets available to pay benefits		
	\$'000		\$'000		
Carrying amount \$'000	10% Decrease	10% Increase	10% Decrease	10% Increase	
30 June 2023					
Direct shares	46,309	(4,631)	4,631	(4,631)	4,631
Listed investment companies	409	(41)	41	(41)	41
Listed investment schemes	45,644	(4,564)	4,564	(4,564)	4,564
Unlisted investment schemes	400,603	(40,060)	40,060	(40,060)	40,060
	492,965	(49,296)	49,296	(49,296)	49,296
30 June 2022					
Direct shares	28,876	(2,888)	2,888	(2,888)	2,888
Listed investment schemes	30,913	(3,091)	3,091	(3,091)	3,091
Unlisted investment schemes	281,691	(28,169)	28,169	(28,169)	28,169
	341,480	(34,148)	34,148	(34,148)	34,148

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

14. FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Investment Risk (continued)

Credit risk

Credit risk refers to the risk that the counterparty to the financial instrument will default on its contractual obligations resulting in a financial loss to the Fund.

The carrying amounts of financial assets best represent the maximum credit risk exposure at reporting date. No collateral is held as security or other credit enhancement exists for all financial assets held. No financial assets are considered past due as all payments are considered recoverable when contractually due. The Fund's financial assets exposed to credit risk amounted to the following:

	Year ended 30 June 2023	Year ended 30 June 2022
	\$'000	\$'000
Cash	81,916	58,114
Investments	6,303	73,770
Distribution and dividends receivable	5,206	2,090
Due from brokers	5,761	2,620
Other receivables	-	1
Total	99,186	136,595

Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

Liquidity risk is managed through the Fund's investment in financial instruments which are under normal market conditions and are readily convertible to cash. In addition, the Fund maintains sufficient cash and cash equivalents to meet normal operating conditions. The Fund's overall liquidity risks are monitored by the Trustee at least annually and are in accordance with policies and procedures in place.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

14. FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Investment Risk (continued)

Liquidity risk (continued)

Maturities of financial liabilities

The following table summarises the maturity profile of the Fund's financial liabilities, based on the undiscounted cash flows at the earliest date on which the Fund can be required to pay. Liabilities to defined contribution members are payable upon request. The Fund considers it unlikely that all liabilities to members would fall due at the same time.

	Carrying amount \$'000	Less than 1 month \$'000	1-3 Months \$'000	Over 3 Months \$'000
30 June 2023				
Accounts payable	1,779	-	1,779	-
Current tax liabilities	987	-	-	987
Member liabilities	586,286	586,286	-	-
	589,052	586,286	1,779	987
30 June 2022				
Accounts payables	486	-	416	70
Current tax liabilities	467	-	-	467
Member liabilities	401,970	401,970	-	-
	402,923	401,970	416	537

Member benefits have been included, if applicable, in the less than 1 month column, as this is the amount that members could call upon at year-end. This is the earliest date on which the Fund can be required to pay members' benefits however, the Trustee does not anticipate that members will call upon amounts accrued to them during this time.

15. FAIR VALUE MEASUREMENTS

Fair value hierarchy

The Fund classifies fair value measurements using a fair value hierarchy that reflects the subjectivity of the inputs used in making the measurements. Table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Level 1 fair value measurements are those instruments valued based on 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.
- Level 2 fair value measurements are those instruments valued based on inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e., derived from prices). The Fund values fixed interest securities held by the Fund using broker quotes and units in unit trusts using the redemption price at reporting date as advised by the investment managers.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

15. FAIR VALUE MEASUREMENTS (CONTINUED)

Fair value hierarchy (continued)

- Level 3 fair value measurements are those instruments valued based on inputs where one or more of the significant inputs are not based on observable market data, examples include discount rates and other material unobservable inputs.

The following table sets out the Fund's financial assets and liabilities according to the fair value hierarchy:

30 June 2023	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
<i>Financial Assets</i>				
Direct fixed income asset	6,303	-	-	6,303
Direct shares	46,309	-	-	46,309
Listed investment companies	409	-	-	409
Listed investment schemes	45,644	-	-	45,644
Unlisted investment schemes	-	400,603	-	400,603
Total	98,665	400,603	-	499,268

30 June 2022	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
<i>Financial Assets</i>				
Direct fixed income asset	450	-	-	450
Direct shares	30,913	-	-	30,913
Listed investment schemes	28,876	-	-	28,876
Unlisted investment schemes	-	281,691	-	281,691
Total	60,239	281,691	-	341,930

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.

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

16. 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 these Schemes 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 invests in a number of different financial instruments, including equities and debt instruments. The exposure to investments in investee funds at fair value, by investment strategy is disclosed below:

	Year ended 30 June 2023 \$'000	Year ended 30 June 2022 \$'000
Australian Cash	1,299	22,864
International Cash	-	4,087
Australian Equity	94,637	61,870
International Equity	87,859	80,858
Australian Fixed Income	81,613	73,621
International Fixed Income	28,146	25,881
Australian Property	43,616	27,412
International Property	18,587	3,176
Australian Commodities	-	22
International Commodities	-	475
Australian Alternatives	38,838	78
International Alternatives	-	764
Australian Infrastructure	-	2,904
International Infrastructure	-	9,042
Australian Multi-Asset	26,070	-
Australian Variable Income	32,293	-
	452,958	313,054

The fair value of financial assets as at 30 June 2023 is \$452,958,000 (2022: \$313,054,000) and is included in investments held at value in the Statement of Financial Position.

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

During the year ended 30 June 2023, total gain on investments in investee funds was \$20,038,000 (2022: (\$33,135,000)).

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

CENTRIC SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

17. EXTERNAL AUDITOR'S REMUNERATION

	Year ended 30 June 2023	Year ended 30 June 2022
	<u>\$'000</u>	<u>\$'000</u>
Deloitte Touche Tohmatsu		
Audit and review of financial statements and compliance	62,358	58,327
Tax agent fees	10,000	18,500
Total Auditor's Remuneration	<u>72,358</u>	<u>76,827</u>

Total auditor's remuneration above as disclosed in Related Party Note 13(e) reimbursed/to be reimbursed by the Promoter to the Trustee.

As at 30 June 2023, \$62,358 (2022: Nil) was payable to the Trustee and is included in the Statement of Financial Position.

18. INSURANCE ARRANGEMENTS

No insurance is offered to members through the Fund.

19. FUND'S RESPONSE TO MACRO-ECONOMIC EVENTS

In preparing these financial statements the Trustee considers the impact that macro-economic events can have on the Fund's performance. The Trustee's risk management framework is applied across the Fund's operations and the Trustee continues to monitor the impact of events on the Fund's risk profile.

20. EVENTS SUBSEQUENT TO REPORTING DATE

On 24 August 2023, the members of encircle Super were transferred to Centric Super by a Successor Fund Transfer. Encircle Super will close following the merger.

Centric Super welcomed 7,536 members from encircle Super, with a combined wealth of over \$2,900,000,000.

There are no other events to report.

CENTRIC SUPER FUND
TRUSTEE'S DECLARATION TO THE MEMBERS

In the opinion of the directors of the trustee of Centric Super Fund:

1. The accompanying Financial Statements and notes set out on pages 1 to 29 are in accordance with:
 - Australian Accounting Standards and other mandatory professional reporting requirements, and
 - present fairly the Fund's financial position as at 30 June 2023 and of its performance for the financial year ended on that date
2. The Fund has been conducted in accordance with its constituent Trustee Deed and the requirements of the *Superannuation Industry (Supervision) Act 1993* and its accompanying Regulations; the relevant requirements of the *Corporations Act 2001* and *Regulations* and the requirements under section 13 of the *Financial Sector (Collection of Data) Act 2001*, during the year ended 30 June 2023.
3. 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 Equity Trustees Superannuation Limited (ABN 50 055 641 757) as Trustee for Centric Super Fund.



.....
Director

Melbourne

1st November 2023

Centric Super Fund (ABN 91 593 544 166) Report by the RSE Auditor to the trustee and members

Opinion

We have audited the financial statements of Centric Super Fund for the year ended 30 June 2023 as set out on pages 1 to 29 attached.

In our opinion, the financial statements present fairly, in all material respects, in accordance with Australian Accounting Standards the financial position of Centric Super Fund as at 30 June 2023 and the results of its operations, cash flows, changes in equity and changes in members' benefits for the year ended 30 June 2023.

Basis for Opinion

We conducted the audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the entity in accordance with the auditor independence requirements of the Accounting Professional and Ethical Standards Board APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial statements in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of the trustee for the Financial Statements

The RSE's trustee is responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards and the requirements of the *Superannuation Industry (Supervision) Act 1993* (SIS Act) and the *Superannuation Industry (Supervision) Regulations 1994* (SIS Regulations). The trustee is also responsible for such internal control as the trustee determines is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustee is responsible for assessing the ability of the RSE to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustee either intends to liquidate the RSE or cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 and 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 these financial statements.

As part of an audit in accordance with the Australian Auditing Standards, we exercised professional judgement and maintained professional scepticism throughout the audit. We also:

- Identified and assessed the risks of material misstatement of the financial statements, whether due to fraud or error, designed and performed audit procedures responsive to those risks, and obtained audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtained an understanding of internal control relevant to the audit 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 RSE's internal control.
- Evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustee.
- Concluded on the appropriateness of the trustee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the RSE's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements, or if such disclosures are inadequate, to modify our audit opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the RSE to cease to continue as a going concern.
- Evaluated the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicated with the trustee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identified during our audit.

The logo for Deloitte Touche Tohmatsu, featuring the company name in a cursive script.

DELOITTE TOUCHE TOHMATSU

A handwritten signature in black ink, appearing to read 'Adam Kuziow'.

Adam Kuziow
Partner
Chartered Accountants

Melbourne, 6 November 2023