

CRESCENT WEALTH SUPERANNUATION FUND

ABN: 71 302 958 449

WIND UP FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

31 MAY 2024

CRESCENT WEALTH SUPERANNUATION FUND
CONTENTS

	Page(s)
Directors' Report	3 - 13
Statement of Financial Position	14
Income Statement	15
Statement of Changes in Member Benefits	16
Statement of Changes in Equity	17
Statement of Cash Flows	18
Notes to the Financial Statements	19 - 34
Trustees' Declaration	35
Auditor's Report to the Trustee	36 - 38

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

The directors of Equity Trustees Superannuation Limited (“ETSL”), the Trustee of Crescent Wealth Superannuation Fund (“The Fund”), present their report together with the Financial Statements of the Fund for the period ended 31 May 2024. In order to comply with the provisions of the *Corporations Act 2001*, the directors of the Trustee report as follows:

PRINCIPLE ACTIVITIES

The Fund was established by a Trust Deed dated 9 October 2012 as amended.

The Fund operated for the purpose of providing members with lump sum or pension benefits upon retirement, termination of service, death, or disablement.

REVIEW OF OPERATIONS

On 28 March 2024 the Trustee approved a Successor Fund Transfer (“SFT”) to Russell Investments Master Trust (“Russell”). The SFT agreement with Russell was executed on 13 May 2024 and on 31 May 2024 all of the assets and liabilities of the Fund were transferred to Russell. The Fund was wound up effective 31 May 2024 following the SFT.

The Fund did not have any employees during the period.

There were no significant changes in the nature of the Fund’s activities during the period.

The various service providers for the Fund are detailed below:

Service	Provider
Trustee	Equity Trustees Superannuation Limited
Administrator	Mercer Outsourcing (Australia) Limited
Asset Consultant	Mercer Investments (Australia) Limited
Custodian	NAB Asset Servicing
Insurer	TAL Life Ltd
External Fund Auditor	Ernst and Young

DIRECTORS

The following persons held office as directors of ETSL during or since the end of the year and up to the date of this report:

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	Resigned on 16/11/2023
Ms Catherine Anne Robson	Non-Executive Director, Interim Chair	
Mr Steven Thomas Carew	Non-Executive Director	
Mr David Nicholas Coogan	Non-Executive Director	
Ms Suzanne Holden	Non-Executive Director	Appointed on 13/02/2024

CLIMATE CHANGE

Climate change is a systemic risk that could have a material impact on the future financial position, performance or prospects of the Fund. The directors are cognisant that mandatory reporting will be required under the Act and *Australian Sustainability Reporting Standard – Disclosure of Climate related Financial Information (Climate ED)*. Since the Fund wound up during the year, the climate related financial disclosures will not be required for the reporting period ending on 31 May 2024.

MATTERS SUBSEQUENT TO END OF THE FINANCIAL YEAR

In the interval between the 31 May 2024 and the date of this report, there has not been any item, transaction or event of an unusual nature likely to affect significantly the operations of the Fund, the result of the operations, or the state of affairs of the Fund.

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

FUTURE DEVELOPMENTS

The Fund will cease to exist as all assets and liabilities in the Fund were transferred to Russell Investments Master Trust by way of Successor Fund Transfer. The Fund was wound up on 31 May 2024.

INDEMNIFICATION AND INSURANCE OF OFFICERS

No insurance premiums are paid for out of the assets of the Fund in regard to insurance cover provided to the officers of ETSL. So long as the officers of ETSL act in accordance with the Trust Deed and the Law, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund.

ROUNDING OFF OF AMOUNTS

The Fund is an entity of the kind referred to in *ASIC Corporations (Rounding in Financials/Directors' Reports) Instrument 2016/191*, and in accordance with that Corporations Instrument amounts in the directors' report and the financial statements are rounded off to the nearest thousand dollars, unless otherwise indicated.

NON-AUDIT SERVICES

The following non-audit services were provided by the Fund's auditor, Ernst & Young Australia. The directors are satisfied that the provision of non-audit services is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The directors are satisfied because the Board Audit Committee or its delegate has assessed each service, having regard to auditor independence requirements of applicable laws, rules and regulations, and concluded that the provision of each service or type of service would not impair the independence of Ernst & Young Australia.

Ernst & Young Australia received \$71,500 for consulting services provided.

INDEMNIFICATION OF AUDITORS

The auditor of the Fund is in no way indemnified out of the assets of the Fund.

The Trustee has not, during or since the end of the financial year, except to the extent permitted by law, indemnified or agreed to indemnify the auditor of the Fund against a liability incurred as auditor.

ENVIRONMENTAL REGULATION

As at the time of reporting the operations of the Fund are not subject to any particular or significant environmental regulations under Commonwealth, State or Territory law.

FINANCIAL STATEMENTS PRESENTATION

The Fund is an entity of the kind referred to by *ASIC Corporations (related Scheme Reports) Instrument 2015/839* and in accordance with that Instrument, funds with a common Trustee can include their financial reports in adjacent columns in a single set of financial reports.

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

AUDITOR'S INDEPENDENCE DECLARATION

The directors received the following declaration from the auditor of the Fund:



Ernst & Young
200 George Street
Sydney NSW 2000 Australia
GPO Box 2646 Sydney NSW 2001

Tel: +61 2 9248 5555
Fax: +61 2 9248 5959
ey.com/au

Auditor's Independence declaration to the directors of Equity Trustees Superannuation Limited as trustee for Crescent Wealth Superannuation Fund

As lead auditor for the audit of the financial report of Crescent Wealth Superannuation Fund for the financial period ended 31 May 2024, I declare to the best of my knowledge and belief, there have been:

- a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit;
- b. No contraventions of any applicable code of professional conduct in relation to the audit; and
- c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Crescent Wealth Superannuation Fund during the financial period.

Ernst & Young

Kieren Cummings
Partner
Sydney
30 August 2024

A member firm of Ernst & Young Global Limited
Liability limited by a scheme approved under Professional Standards Legislation

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

REMUNERATION REPORT (AUDITED)

This remuneration report, which forms part of the directors' report, sets out information about the remuneration of the key management personnel of the Fund for the period ended 31 May 2024. This report has been prepared in accordance with *Corporations Act 2001*.

This report covers Key Management Personnel (KMP). The term 'key management personnel' refers to those persons having authority and responsibility for planning, directing and controlling the activities of the Fund, directly or indirectly, including any director (whether executive or otherwise) of the Trustee of the Fund.

Key Management Personnel (KMP)

Along with the Directors noted earlier in this report, the following executives of the Trustee were considered KMP during the reporting period and to the date of this report:

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

The Trustee is part of the broader EQT Group. Mr O'Brien, Mr Godfrey and Mr Gentry are KMP part of the EQT Group (along with KMP of the Trustee), and as such their remuneration packages (including relevant performance KPI's) contain measures applicable to the broader EQT Group. Their remuneration is the responsibility of the Trustee Board in line with the requirements of the relevant regulatory standards and is overseen by the EQT Group and its Remuneration Committee.

Remuneration Framework

Unless otherwise stated in this section, reference to remuneration includes remuneration for the Managing Director and Executives.

Fixed Total Employment Costs (TEC)

Purpose

Provides market competitive remuneration to attract and retain high quality talent while reflecting role scope and accountabilities.

Description

Based on employee's level of responsibility, experience, skills and performance, reviewed annually against market remuneration benchmarks.

Includes

- Salary: fixed annual remuneration.
- Non-monetary: eligible salary sacrifice items and Fringe Benefits Tax (FBT), where applicable.
- Long-term employee benefits: long-service leave.
- Post-employment: Superannuation Guarantee Charge (SGC).

Short-Term Incentive (STI)

Purpose

To reward executives for their contribution towards achieving the strategy outcomes, which will enable the achievement of long-term goals.

Description

Variable remuneration that is the 'at risk' component based on annual performance achievement. Each Executive has a unique scorecard comprising of Key Performance Indicators (KPIs).

Executives have a maximum opportunity applied with a balanced scorecard with material weighting to financial and non-financial outcomes linked to a number of measures including client satisfaction, employee engagement, leadership, strategy execution and EQT Group shareholder measures.

Long-Term Incentive (LTI)

Purpose

To align remuneration with our long-term strategies.

Description

Delivered in equity awards (and shares at vesting) based on prescribed performance hurdles.

Aligned to long-term growth strategy.

The EQT Group Remuneration Committee considers and recommends LTI participation to the EQT Group Board.

Executive KMP continue to have a significant portion of their remuneration linked to performance and at risk. The Executive Remuneration Incentive Plans section below provides further details on the remuneration mix if target variable elements are fully achieved for the Managing Director and Executive KMP.

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

REMUNERATION REPORT (AUDITED) (continued)

Remuneration of Key Management Personnel

Remuneration disclosed below is calculated as follows:

For Non-Executive Directors, remuneration is allocated as a percentage proportion of the Fund's contribution to ETSL Trustee Fee Revenue. Crescent Wealth Superannuation Fund contribution was 1.44% of overall ETSL Trustee Fee Revenue.

For Mr O'Brien and Mr Gentry, as employees of the EQT Group their remuneration is first allocated as a proportion of ETSL's contribution to overall EQT Revenue which is 15%. Following this allocation, the above mentioned 1.44% is then applied. Mr Godfrey's remuneration is allocated to ETSL at 100%. The abovementioned 1.44% allocation is then applied to Mr. Godfrey's remuneration.

Remuneration entitlements of the Executives during the year consist of cash components as well as an accounting-based accrual for such items as long-term employee benefits and share-based payments shown in the following table:

EXECUTIVE KMP	SHORT-TERM EMPLOYEE BENEFITS		POST EMPLOYMENT BENEFITS	TOTAL EMPLOYMENT COST (TEC)	SHORT-TERM BONUS/ INCENTIVE ⁶	LONG-TERM EMPLOYEE BENEFITS	SHARE BASED PAYMENTS ³	TOTAL
	SALARY	NON MONE-TARY ¹	SUPER-ANNUATION ²			LONG SERVICE LEAVE		
	\$	\$	\$	\$	\$	\$	\$	\$

DIRECTORS

M O'Brien, Managing Director (MD)								
2024	1,711	34	59	1,804	1,288	57	893	4,042
S Everingham, Non-Executive Director								
2024	1,265	-	139	1,404	-	-	-	1,404
P Rogan, Non-Executive Director ⁴								
2024	418	-	51	469	-	-	-	469
C Robson, Non-Executive Director, Interim Chair ⁵								
2024	1,765	-	143	1,908	-	-	-	1,908
S Carew, Non-Executive Director								
2024	1,404	-	-	1,404	-	-	-	1,404
D Coogan, Non-Executive Director								
2024	1,266	-	139	1,405	-	-	-	1,405
S Holden, Non-Executive Director ⁷								
2024	524	-	58	582	-	-	-	582

KEY MANAGEMENT PERSONNEL

P Gentry, Chief Financial Officer and Chief Operating Officer (CFO/COO) ⁸								
2024	896	16	59	971	648	37	79	1,735
A Godfrey, Executive General Manager, Corporate & Superannuation Trustee Services (EGM CSTS)								
2024	6,805	-	395	7,200	2,802	29	1,301	11,332

¹ Non-monetary items include eligible salary sacrificed items and any FBT. This includes any sacrificed amounts into EQT shares in accordance with the EQT Salary Sacrifice Share Plan plus any sacrificed amounts into the EQT Workplace Volunteering and Giving Program.

² Superannuation includes the SGC and, in some cases, additional superannuation payments that have been sacrificed from salary.

³ Share-based payments relate to the value of Long-Term Incentive (LTI) Awards. The value attributable to Awards is based on the accounting cost, using the fair value at grant date. For the EPS criterion, an assessment is made of the likely achievement of performance hurdles over the three-year measurement period and the accounting cost is adjusted accordingly. The EPS criteria for Series 17 which ended on 30 June 2024 has been partially achieved. Where an Executive ceases employment during the year, there is a write-back of some prior year accounting costs, which can result in a negative figure in the year. A negative figure can also occur where the accounting estimate of the proportion of an EPS-based award that will be earned is revised downwards.

⁴ Part year – departed the Group 16 November 2023.

⁵ Remuneration for Ms C Robson includes amounts relating to her appointments as Chair to Equity Trustees Superannuation Limited and HTFS Nominees Pty Ltd.

⁶ Short-term incentive amounts included incentives awarded in relation to AET Strategic Incentive.

⁷ Part year – joined the Group on 13 February 2024.

⁸ Part year – departed the Group on 7 June 2024.

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

REMUNERATION REPORT (AUDITED) (continued)

Remuneration of Key Management Personnel (continued)

Executive KMP Short-Term Incentive Plan

Purpose	Provides market competitive remuneration to attract and retain high quality talent while reflecting role scope and accountabilities.		
Instrument	Cash		
Participants	Executives		
Opportunity	0% – 65% of TEC		
Performance Measures and Weightings	Each KMP member has an individual scorecard of financial and non-financial KPI's		
		FINANCIAL	NON-FINANCIAL
	MD	50%	50%
	CFO	40%	60%
	EGM CSTS	45%	55%
Risk and Values Assessment	<p>All STI payments are subject to two triggers being satisfied:</p> <ul style="list-style-type: none"> • Achievement of at least 91% of the budgeted NPBT for the EQT Group. • Satisfactory adherence to compliance requirements. <p>The Compliance measure acts as a pre-requisite for any STI payment and the gate will not be achieved if there is a compliance breach that results in a material impact to profit, reputation or the risk profile of the organisation.</p>		
Deferral	Deferrals of Awards may be required for specified roles to ensure adherence with APRA Prudential Standard CPS 511.		

At the beginning of each financial year, the EQT Group Board agrees on the balanced scorecard goals for Equity Trustees' and the superannuation entity for the coming year. The scorecard is considered "balanced" because it includes a range of financial and non-financial measures. In FY24, these measures included EQT Group and superannuation entity performance measures, new business, expense control, client satisfaction, member outcomes, employee engagement, service delivery, project delivery, leadership and compliance (including trustee decision making for the revenue business units). The weightings varied according to the specific responsibilities of the Executives. Adherence to the EQT Risk Management and Compliance Framework is a gate to eligibility for a short-term performance incentive.

MEASURE	FY24 KPIs % WEIGHTING		RANGE OF RESULTS AGAINST KPIs		
	MANAGING DIRECTOR	CFO/COO and EGM CSTS	Partially Met	Met	Exceeded
EQT Group PBT ¹	35	20-30			
Business Unit PBT ¹	-	15-20			
New business ¹	15	15-20			
Expenses ^{1,2}	-	0-10			
Staff Satisfaction	10	5-10			
Service delivery (internal)	-	0-10			
Client satisfaction (external)	-	0-5			
Project delivery	15	0-20			
Member outcomes	-	0-15			
Leadership	15	10			
Compliance (and trustee decision making)	10	10			
	100	100			

¹ Measure is assessed against budget. An acceptable result for PBT (allowing for all non-operating expenses) is a gate to eligibility for a short-term performance incentive.

² Expense measure applies to the CFO/COO only.

Each criterion is given a threshold eligibility target for the minimum incentive and a stretch threshold representing an excellent achievement, for which the target incentive is paid. In all cases, the EQT Group Remuneration Committee confirms the appropriateness of the criteria and thresholds and, at the conclusion of the measurement period, the level of achievement. Short-term incentives are normally paid in cash through the payroll system.

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

REMUNERATION REPORT (AUDITED) (continued)

Remuneration of Key Management Personnel (continued)

Executive KMP Short-Term Incentive Plan (continued)

At the end of the performance period, short-term incentive targets were assessed by the EQT Group Board in respect of the Managing Director, and the Managing Director assessed the performance of the Executives. The EQT Group Remuneration Committee (with input from the Board Risk, Board Audit and Compliance Committees) and the EQT Group Board considered and approved these incentives. The outcome of each assessment is set out below as it applies to the Crescent Wealth Superannuation Fund:

EXECUTIVE KMP	2024		2024 STI	PERCENTAGE OF OPPORTUNITY AWARDED	AET INTEGRATION	2024 TOTAL STI
	TEC	OPPORTUNITY	AWARDED		STI	AWARDED
	\$	\$	\$	%	\$	\$
M O'Brien	1,804	1,172	1,072	91	216	1,288
P Gentry	1,037	622	487	78	161	648
A Godfrey	7,200	3,600	2,802	78	-	2,802

Executive Long-Term Performance Incentives

Long-term incentives (LTI) provide Executives with remuneration delivered in equity if conditions are met over a three-year period. LTI awards are granted annually, which provides ongoing benefits to Executives for achieving appropriate outcomes and is a retention mechanism. The LTI awards (Awards) confer the right to acquire shares at no cost, subject to meeting prescribed performance hurdles. The accounting cost of long-term performance incentives is spread over the measurement (or vesting) period. The structure of the Plan, approved by the EQT Group Remuneration Committee, forms part of the remuneration structure of eligible Executives, in particular the long-term incentive component of remuneration. The following is an overview of the key features of the Plan as determined by the EQT Group Remuneration Committee, approved by the EQT Group Board and communicated to EQT Group shareholders in the Annual Report.

Key Terms and Conditions

The following table shows the basis of measurement, hurdle(s) and vesting schedule for the LTI series ending 30 June 2024, as well as the current active series:

	Basis of Measurement	TERMS OF AWARD	
		Hurdle	Vesting schedule
Series 19 (1 July 2023 – 30 June 2026)	EPS of EQT Group	4% p.a.	20%
		4% to 10% p.a.	Pro Rata
		>10% p.a.	100%
	Relative TSR of EQT Group	<50th %ile	Nil
50th %ile		50%	
50th to 75th %ile		Pro Rata	
> 75th %ile		100%	
Customer Satisfaction (CSAT)	3 yr ave satisfaction of 80% or above	100%	
Series 18 (1 July 2022 – 30 June 2025)	EPS of EQT Group	4% p.a.	20%
		4% to 10% p.a.	Pro Rata
		>10% p.a.	100%
Series 17 (1 July 2021 – 30 June 2024)	EPS of EQT Group	4% p.a.	20%
		4% to 10% p.a.	Pro Rata
		>10% p.a.	100%

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

REMUNERATION REPORT (AUDITED) (continued)

Remuneration of Key Management Personnel (continued)

Executive KMP Long-Term Incentive Plan (continued)

Long-Term Incentive

Purpose	Performance Rights
Participants	Executives
Opportunity	40% – 65% Is calculated by dividing the value of the Award by the volume weighted average price of EQT Holdings
Performance Hurdles	Earnings Per Share (EPS) growth (60%) <ul style="list-style-type: none"> • 4% growth p.a. = 20% vesting • 10% growth p.a. = 100% vesting • Pro-rata between 4% p.a. and 10% p.a. Relative Total Shareholder Return of EQT Group (rTSR) 20% rTSR percentile ranking against ASX 300 Diversified Financial Industry Group with a market capitalisation below \$10b. <ul style="list-style-type: none"> • Less than the 50th percentile = Nil vesting • Equal to the 50th percentile = 50% vesting • Between the 50th and 75th percentile = 50% to 100% vesting determined on a straight-line basis • Equal to the 75th percentile or above = 100% vesting Client Focused Customer metric (20%) <ul style="list-style-type: none"> • Three-year average customer satisfaction rating (of most recent experience) at 80%.
Performance Period	Three years
Additional Deferrals	Deferrals of vested Awards past three years may be required for specified roles to ensure adherence with APRA Prudential Standard CPS 511.
Calculations of Awards	The value of the Award is determined by the EQT Group Remuneration Committee, and the number of share entitlements issued to each participant for a particular Series is calculated by dividing the value of the Award by the volume weighted average price of EQT Holdings shares (EQT) traded during the three-month period to 30 June of each year.
Share Entitlements	Each share entitlement converts to one ordinary share of EQT on exercise. No amounts are paid or payable by participants on receipt of the share entitlements. The number of share entitlements on issue is adjusted for any capital reconstructions during the measurement period. Holders of share entitlements do not have a right, by virtue of the entitlements held, to participate in any new share issue of the Company.
Dividends and Voting Rights	The share entitlements carry neither rights to dividends nor voting rights. Dividends are received by participants once Awards are issued into shares.
Forfeiture and Disposal	Shares are subject to forfeiture conditions during the three-year measurement period. Participants are able to nominate a disposal restriction period of up to 12 years from the issue date of the shares following the initial three-year measurement period. The use of hedging or derivative techniques is not permitted until shares are released from the forfeiture condition. If hedging or derivative techniques are used during the period when there is still a forfeiture condition in place, then the shares are forfeited. The Group Securities Dealing Policy also makes reference to the prohibition on hedging or derivative techniques and applies to all employees.
Board Discretion	The EQT Group Board has absolute and unfettered discretion under the Plan, including in a change of control situation.
Cessation of Employment	Other than in exceptional circumstances, the participant must be employed within the entity for the duration of the measurement period to exercise any share entitlements.
Clawback and Malus	The EQT Group Board retains discretion to adjust remuneration outcomes (including to zero) to ensure that Awards are not provided where it would be inappropriate or would provide unintended outcomes. The EQT Group Board intends to exercise such discretion in a manner that is consistent with supporting sound and effective risk management, protecting Equity Trustees' reputation and aligned with the creation of long-term value. If this discretion was applied in any year, it would be clearly disclosed and explained.

In accordance with the Plan, variations to the above features may apply, where approved by the Board.

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

REMUNERATION REPORT (AUDITED) (continued)
Remuneration of Key Management Personnel (continued)

Executive KMP Long-Term Incentive Plan (continued)

Long-Term Incentive (continued)

The following invested share-based payment arrangements under the LTI were in existence during the period.

Please note this remuneration table is the total performance rights issued to the KMPs which have not been apportioned to the individual RSE, and they are not subject to the current Prudential standard on remuneration, given they are historical awards.

AWARD SERIES ¹	ISSUED AT GRANT DATE	EXERCISED	FORFEITED / LAPSED	NUMBER OUTSTANDING AT 30 JUNE 2024	GRANT DATE	VESTING DATE ³	EXERCISE PRICE	FAIR VALUE AT GRANT DATE	MAXIMUM POTENTIAL ACCOUNTING VALUE OF GRANT ²
							\$	\$	\$
2023/24 Series 19 (MD only) ⁴	20,429	-	-	20,429	26/10/2024	30/06/2026	Nil	16.65 to 21.65	421,858
2023/24 Series 19 (Executives) ⁴	20,250	-	10,840	9,410	5/01/2024	30/06/2026	Nil	14.80 to 22.88	215,301
2022/23 Series 18 EPS (MD only)	18,659	-	5,598	13,061	31/10/2022	30/06/2025	Nil	22.66	295,970
2022/23 Series 18 EPS (Executives)	13,440	-	11,360	2,080	16/09/2022	30/06/2025	Nil	23.57	49,019
2021/22 Series 17 EPS (MD only)	18,750	-	9,188	9,562	15/11/2021	30/06/2024	Nil	22.67	216,771
2021/22 Series 17 EPS (Executives)	9,192	-	4,504	4,688	15/10/2021	30/06/2024	Nil	25.45	119,308
Totals	100,720	-	41,490	59,230					1,318,227

¹ The difference between the number of Awards outstanding at 30 June 2024 and the balance of Awards outstanding for KMP at 30 June 2024 relates to Awards issued to executives not deemed to be KMP.

² The potential minimum accounting value of each Grant series is nil.

³ The expiry date is seven-years following the relevant vesting date.

⁴ Series 19 awards measured using the rTSR hurdle have a fair value of \$16.65 and \$14.80 for the Managing Director and Executives respectively. Series 19 awards measured using EPS or non-financial hurdles are valued at \$21.65 and \$22.88 for the Managing Director and Executives respectively.

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

REMUNERATION REPORT (AUDITED) (continued)

Remuneration of Key Management Personnel (continued)

Executive KMP Long-Term Incentive Plan (continued)

Long-Term Incentive (continued)

The following is a summary of movements in Awards in respect of Executives.

Please note this remuneration table is the total performance rights issued to the KMPs which have not been apportioned to the individual RSE, and they are not subject to the current Prudential standard on remuneration, given they are historical awards.

	BALANCE OF AWARDS AT 1 JULY 2023	AWARDS GRANTED AS COMPENSATION	AWARDS EXERCISED INTO SHARES	AWARDS FORFEITED/ LAPSED	BALANCE OF AWARDS AT 30 JUNE 2024	AWARDS VESTED & EXERCISABLE (EXCLUDING THOSE ALREADY EXERCISED)	BALANCE OF AWARDS NOT VESTED AT 30 JUNE 2024 ¹	VESTED DURING 2024 YEAR
	NO.	NO.	NO.	NO.	NO.	NO.	NO.	NO.
<u>CURRENT EXECUTIVE KMP</u>								
M O'Brien	37,409	20,429	-	9,188	48,651	9,563	39,088	9,563
A Godfrey	2,971	9,410	-	-	12,381	-	12,381	-
<u>FORMER EXECUTIVE KMP</u>								
P Gentry	19,661	10,840	-	25,813	4,688	5,067	-	5,067
Totals	60,041	40,679	-	35,001	65,720	14,630	51,469	14,630

¹ The balance of Awards not vested at 30 June 2024 does not necessarily represent Awards that will be vested in the future. The balance will remain until the respective measurement periods have been completed and a final assessment is made.

CRESCENT WEALTH SUPERANNUATION FUND
DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 MAY 2024

REMUNERATION REPORT (AUDITED) (continued)

Employment Agreements

The employment agreements for the Managing Director and Executives are ongoing, permanent, full-time agreements that do not have a stipulated fixed term.

The designated notice period for the Managing Director is six months. For the Executives, the designated notice period ranges between three and six months.

Director and Executive KMP Equity Holdings

Director and Executive relevant interests in fully paid ordinary shares of EQT Holdings Limited for the financial year are as follows:

	BALANCE AT 1 JUL 2023	RECEIVED ON EXERCISE OF	NET OTHER CHANGE ¹	BALANCE AT 30 JUN 2024
DIRECTORS	NO.	NO.	NO.	NO.
CURRENT DIRECTORS				
M O'Brien	119,215	-	19,596	138,811
S Everingham	-	-	-	-
P Rogan	-	-	-	-
C Robson ²	5,153	-	3,889	9,042
S Carew	-	-	-	-
D Coogan	-	-	-	-
S Holden	-	-	-	-

	BALANCE AT 1 JUL 2023	RECEIVED ON EXERCISE OF	NET OTHER CHANGE ¹	BALANCE AT 30 JUN 2024
EXECUTIVE KMP	NO.	NO.	NO.	NO.
CURRENT EXECUTIVES				
A Godfrey	-	-	-	-
FORMER EXECUTIVES				
P Gentry	26,070	-	(26,070)	-
Totals	150,438	-	(2,585)	147,853

¹ Net Other Change refers to additions or reductions in shareholdings although also includes shares held by departed Directors or Executives at the time of departure. In the current period Net Other Change also includes shares held by Executives deemed not to be KMP.

² Shares held by C Robson as at 30 June 2023 have been restated to reflect 194 shares issued under the Dividend Reinvestment Program (DRP) that were previously not included.

There were no shares granted during FY24 as compensation.

This directors' report is signed in accordance with a resolution of directors of the Trustee made pursuant to s.298(2) of the *Corporations Act 2001*.

On behalf of the Directors of the Trustee

Catherine Robson- Chair ETSL

Melbourne

30 August 2024

CRESCENT WEALTH SUPERANNUATION FUND
STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2024

	Note	As at 31 May 2024 \$	As at 30 June 2023 \$
Assets			
Cash			
Cash and cash equivalents	11(a)	-	8,939,458
		<u>-</u>	<u>8,939,458</u>
Receivables			
Distribution receivable		-	3,706,865
Other receivables		-	41,754
Total receivables		<u>-</u>	<u>3,748,619</u>
Investments			
Investments held at fair value	16	-	414,168,716
Other assets			
Deferred tax assets	10	-	102,909
		<u>-</u>	<u>102,909</u>
Total assets		<u>-</u>	<u>426,959,702</u>
Liabilities			
Amounts payable		-	777,951
Current tax liability	10	-	1,956,790
Deferred tax liability	10	-	5,996,428
Total liabilities (excluding member benefits)		<u>-</u>	<u>8,731,169</u>
Net assets available for member benefits		<u>-</u>	<u>418,228,533</u>
Member benefits			
Defined contribution member liabilities	7(b)	-	418,955,597
Unallocated to members		-	554,062
Total member liabilities		<u>-</u>	<u>419,509,659</u>
Total net (liabilities)		<u>-</u>	<u>(1,281,126)</u>
Equity			
Operational risk reserve	8(a)	-	870,371
General reserve	8(b)	-	192,313
Unallocated surplus/(deficit)	8(c)	-	(2,343,810)
Total (deficit)		<u>-</u>	<u>(1,281,126)</u>

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

CRESCENT WEALTH SUPERANNUATION FUND
INCOME STATEMENT
FOR THE PERIOD ENDED 31 MAY 2024

	Note	Period ended 31 May 2024 \$	Year ended 30 June 2023 \$
Superannuation Activities			
Revenue			
Changes in fair value of investments	6	20,571,611	16,667,841
Trust distributions		4,130,599	4,811,714
Sundry income		645,498	5,487
Total revenue		25,347,708	21,485,042
Expenses			
General administration and operating expenses	5	(4,092,220)	(3,135,355)
Total expenses		(4,092,220)	(3,135,355)
Operating result before income tax		21,255,488	18,349,687
Income tax expense	9(a)	(1,496,077)	(2,255,892)
Operating result after income tax expense		19,759,411	16,093,795
Net benefits allocated to defined contribution members		(14,479,598)	(28,369,468)
Operating result after allocation to defined contribution members		5,279,813	(12,275,673)

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

CRESCENT WEALTH SUPERANNUATION FUND
STATEMENT OF CHANGES IN MEMBER BENEFITS
FOR THE PERIOD ENDED 31 MAY 2024

	Note	Period ended 31 May 2024 \$	Year ended 30 June 2023 \$
Opening balance of Member Benefits as at 1 July 2023		418,955,597	343,266,137
Contributions:			
- Employer contributions		64,136,005	63,548,784
- Member contributions		1,658,872	2,329,640
- Government contributions		566,310	528,051
Transfers from other superannuation entities		13,580,675	14,390,321
Income tax on contributions	9(c)	(9,566,434)	(9,735,981)
Net after tax contributions		70,375,428	71,060,815
Benefits to members paid		(65,373,811)	(23,046,817)
Insurance premiums charged to members' accounts		(481,987)	(507,439)
Death and disability benefits credited to members' accounts		82,399	-
Reserve transferred to/(from) members:			
- General reserve		993,179	(186,567)
- Operational risk reserve		(276,516)	-
Net benefits allocated, comprising:			
- Net investment income		15,333,160	29,243,437
- Net administration fees		(853,562)	(873,969)
Member Balance before Successor Fund Transfer (SFT)		438,753,887	418,955,597
Member Balances transferred on SFT		(438,753,887)	-
Closing balance of Member Benefits		-	418,955,597

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

CRESCENT WEALTH SUPERANNUATION FUND
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MAY 2024

	Operational risk reserve \$	General reserve \$	Unallocated surplus/(deficit) \$	Total surplus/(deficit) \$
Opening balance as at 1 July 2023	870,371	192,313	(2,343,810)	(1,281,126)
Transfers into reserve	200,000	3,109,177	-	3,309,177
Transfers out of reserve	-	(4,025,840)	-	(4,025,840)
Operating result	76,516	(76,516)	5,279,813	5,279,813
Transfer to successor fund	(1,146,887)	800,866	(2,936,003)	(3,282,024)
Closing balance as at 31 May 2024	-	-	-	-

	Operational risk reserve \$	General reserve \$	Unallocated surplus/(deficit) \$	Total surplus/(deficit) \$
Opening balance as at 1 July 2022	870,371	5,746	9,931,863	10,807,980
Transfers into reserve	-	3,321,922	-	3,321,922
Transfers out of reserve	-	(3,135,355)	-	(3,135,355)
Operating result	-	-	(12,275,673)	(12,275,673)
Closing balance as at 30 June 2023	870,371	192,313	(2,343,810)	(1,281,126)

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

CRESCENT WEALTH SUPERANNUATION FUND
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MAY 2024

	Notes	Period ended 31 May 2024 \$	Year ended 30 June 2023 \$
Cash flows from operating activities			
Other income received		642,395	5,938
Death / disability benefits received		82,399	-
General administration and operating expenses		(4,110,651)	(3,168,810)
Insurance premiums paid		(479,752)	(506,233)
Income tax (refunded)		(382,906)	(86,383)
Net cash (outflows) from operating activities	11(b)	<u>(4,248,515)</u>	<u>(3,755,488)</u>
Cash flows from investing activities			
Proceeds from sale of investments		62,226,624	15,340,744
Payments for purchase of investments		(62,632,849)	(70,846,523)
Net cash (outflows) from investing activities		<u>(406,225)</u>	<u>(55,505,779)</u>
Cash flows from financing activities			
Employer contributions		64,101,731	63,624,829
Member contributions		1,658,872	2,329,639
Government co-contributions		566,310	528,051
Benefits paid to members		(65,446,090)	(23,494,824)
Net transfers from other funds		13,580,675	14,390,321
Income tax paid on contributions		(9,820,138)	(9,331,204)
Transfer to Successor Fund		(8,926,078)	-
Net cash (outflows)/inflows from financing activities		<u>(4,284,718)</u>	<u>48,046,812</u>
Net cash flows		(8,939,458)	(11,214,455)
Cash and cash equivalents at the beginning of the reporting period		8,939,458	20,153,913
Cash and cash equivalents at the end of the reporting period	11(a)	<u>-</u>	<u>8,939,458</u>

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

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

1. GENERAL INFORMATION

Crescent Wealth Superannuation Fund (ABN 71 302 958 449) (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 9 October 2012 as amended.

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") (R1075182).

The Trustee of the Fund during the reporting period 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 Administrator of the Fund is Mercer Outsourcing (Australia) Limited (ABN 83 068 908 912).

The Promoter of the Fund is Crescent Wealth Funds Management (Aust) Limited (ABN 32 144 560 172).

The Custodian of the Fund is NAB Asset Servicing (ABN 12 004 044 937, AFSL 230686).

The Asset Consultant to the Fund is Mercer Investments (Australia) Limited (ABN 66 008 612 397, AFSL 244385).

The Trustee approved a Successor Fund Transfer ("SFT") to Russell Investments Master Trust ("Russell") with effect from 31 May 2024. The SFT was approved via Circular Resolution on 28 March 2024, and the SFT Agreement with Russell was signed on 13 May 2024. A SFT is the transfer of the legal title of all assets, liabilities, obligations and membership to the Successor Fund. The Fund was wound up on that date and will be deregistered after submitting its wind up reporting to APRA. As a result the financial statements have been prepared on a liquidation basis of reporting rather than a going concern basis.

2. BASIS OF PREPARATION

(a) Statement of Compliance

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

The Financial Statements are prepared on the basis of fair value measurement of assets and liabilities except where otherwise stated.

As a result of the SFT, assets and liabilities are presented in decreasing order of liquidity and not distinguished between current and non-current. The assets and liabilities transferred to the Successor Fund are disclosed in note 4.

The Financial Statements were authorised and issued by the board and directors of the Trustees on 30 August 2024. For the purposes of preparing the Financial Statements, the Fund is a for-profit entity.

(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 and assumptions that affect the reported amounts of assets and liabilities.

Estimates are evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Assessment as investment entity

Entities that meet the definition of an investment entity within AASB 10 are required to measure their subsidiaries at fair value through profit or loss rather than consolidate them. The criteria which define an investment entity are, as follows:

- An entity that obtains funds from one or more investors for the purpose of providing those investors with investment services.
- An entity that commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income or both; and
- An entity that measures and evaluates the performance of substantially all of its investments on a fair value basis.

The Fund's product disclosure statement details its objective of providing services to members which includes investing in equities, property, infrastructure and fixed and variable income securities for the purpose of returns in the form of investment income and capital appreciation.

The Trustee has also concluded that the Fund meets the additional characteristics of an investment entity, in that it has more than one investment; the investments are predominantly in the form of equities and similar securities; it has more than one investor and its investors are not related parties.

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

2. BASIS OF PREPARATION (CONTINUED)

(c) New Standards and Interpretations adopted during the reporting period

The Fund has adopted all the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to its operations and effective for an accounting period that begins on or after 1 July 2023. New and revised Standards and amendments thereof and Interpretations effective for the current year that are relevant to the Fund are:

- AASB 2021-2 Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates
- AASB 2021-5 Amendments to Australian Accounting Standards – Deferred Tax related to Assets and Liabilities arising from a Single Transaction
- AASB 2022-7 Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards.

There have been no material impacts of adopting the Standards listed above.

(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 2024 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)	31 May 2024 period end applicability
AASB 2022-5	Amendments to Australian Accounting Standards – Lease Liability in a Sale and Leaseback	1 January 2024	Optional
AASB 2023-X	Amendments to Australian Accounting Standards -Amendments to Australian Accounting Standards–Supplier Finance Arrangements	1 January 2024	Optional

(e) Consolidation

The Fund is an investment entity and, as such, does not consolidate the entities it controls. Instead, interest in subsidiaries are classified at fair value through profit and loss and measured at fair value.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied in preparing the Financial Statements for the period ended 31 May 2024 and the comparative information presented in these Financial Statements for the year ended 30 June 2023.

(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 held for trading

Derivative financial instruments such as futures, forward contracts, options and interest rate swaps are included under this classification, however, the Fund presently is not directly exposed to or involved in the use of derivative financial instruments. However, some of the underlying investments may utilise derivative financial instruments to hedge or partially hedge specific exposures. The Fund does not enter into, hold or issue derivative financial instruments for trading purposes.

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial Instruments (continued)

(i) Classification (continued)

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.

(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 changes in fair value of investments.

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 16.

(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 lump sum benefits of members who are due a benefit, but had not been paid at the reporting date.

(e) Revenue Recognition

The specific recognition criteria described below must be met before revenue is recognised.

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

(i) Interest revenue

Interest revenue on cash and other financial assets carried is recognised in the income statement according to the terms of the contract.

(ii) 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.

(iii) 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 the end of the reporting period or consideration received (if sold during the period) and the fair value as at the prior year end or cost (if the investment was acquired during the period).

(f) Contributions and Transfers from Other Funds

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

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(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 period. 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).

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 further discount on the tax rate leading to an effective tax rate of 10% on any net 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.

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. Receivables are normally settled within 30 days.

(j) Functional and Presentation Currency

The financial statements are presented in Australian dollars which is the functional currency of the Fund.

All foreign currency transactions during the reporting period 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.

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(k) Comparative Amounts

Certain reclassifications have been made to the prior year's financial statements to enhance comparability with the current year's financial statements. As a result, some line items in the notes to the financial statements have been amended. Comparative figures have been adjusted to conform to the current year's presentation.

4. TRANSFER TO SUCCESSOR FUND

The Fund was wound up and the net assets and liabilities, including member entitlements and reserves transferred to the Successor Fund on a SFT basis on 31 May 2024.

Under the indemnity provisions of the SFT Deed, the former Trustee is indemnified against Fund liabilities that may arise after the transfer of the net assets and members of the Fund.

Assets and liabilities, transferred effective 31 May 2024 and listed below, were measured using the accounting policies in Note 3.

	As at 31 May 2024
	\$
Assets and Liabilities	
Cash and cash equivalents	8,926,078
Receivables	1,015,974
Investments	442,062,890
Other liabilities	(519,787)
Amounts payable	(451,944)
Current tax liability	(8,997,300)
Net assets (before member entitlements transferred) to Successor Fund	442,035,911
Member benefits	
Member entitlements transferred to Successor Fund	438,753,887
Total net assets (after member entitlements transferred) to Successor Fund	3,282,024
Equity	
Operational risk reserve	1,146,887
General reserve	(800,866)
Unallocated surplus	2,936,003
Equity transferred to Successor Fund	3,282,024

The assets and liabilities transferred to the Successor Fund either directly or by transfer of the beneficial ownership of the asset and liability.

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

5. GENERAL ADMINISTRATION AND OPERATING EXPENSES

	Period ended 31 May 2024	Year ended 30 June 2023
	\$	\$
Administration fees	2,718,218	1,183,978
Promoter / sponsorship fees *	230,339	1,081,728
Investment consulting fees	336,350	212,950
Trustee fees	353,105	300,240
Custodian fees	90,964	93,980
APRA levies	48,377	26,872
Audit fees	94,519	93,279
Tax fees	6,962	(22,181)
Other expenses	213,386	164,509
	4,092,220	3,135,355

For a breakdown of expenses incurred by and reimbursed to the Trustee, refer to note 14(e).

* The Promoter of the Fund is Crescent Wealth Funds Management (Aust) Ltd (ABN 32 144 560 172). Under the terms of the Trust Deed, the Promoter is entitled to receive compensation for services provided to the Fund. Crescent Wealth Funds Management (Aust) Ltd is also the responsible entity for all investments. There have been no transactions between the Promoter and the Fund other than the promoter fees disclosed above.

6. CHANGES IN FAIR VALUE OF INVESTMENTS

	Period ended 31 May 2024	Year ended 30 June 2023
	\$	\$
Investments held at reporting date:		
Unlisted unit trusts	-	15,340,734
Investments realised during the reporting period:		
Unlisted unit trusts	20,571,611	1,327,107
Total changes in fair value	20,571,611	16,667,841

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

7. 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.

Defined contribution member account balances are measured using unit prices based on the underlying investment option values selected by members.

As at 31 May 2024 the assets and liabilities transferred to the Successor Fund are disclosed in note 4.

(b) Defined Contribution Member Liabilities

Defined contribution member liabilities are measured as the amount of member account balances as at the reporting date.

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 as disclosed within note 15.

As at 31 May 2024, the net assets attributable to defined contribution members have been substantially allocated. Unallocated amounts are shown in note 4 as 'Other liabilities'.

8. RESERVES AND UNALLOCATED (DEFICIT)/SURPLUS

The Trustee maintains an Operational Risk Reserve (ORR), General Reserve (GR) and an Unallocated (Deficit)/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 wholly within the ORR.

The Trustee will review the funding methodology of the ORR if it falls below 80% of the Target Amount. The level and appropriateness of the ORR will be reviewed as part of the annual review of the Risk Management Strategy.

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.

At the time of SFT the ORR represented 0.26% (30 June 2023: 0.21%) of the Fund's Net Asset's available for members' benefit, above its target level of 0.25%.

(b) General Reserve (GR)

The general reserve 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. Member administration fees are deducted monthly from member accounts and up to 0.45% deducted monthly from all members' unit prices and credited to the general reserve. The general reserve reflects all paid fund related expenses during the reporting period.

The level of the General Reserve is reviewed by the Trustee regularly.

(c) Unallocated Surplus/(Deficit)

Unallocated surplus/(deficit) includes unallocated earnings or losses between the date on which the unit prices are determined and the reporting date. 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 includes, among other items, 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.

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

9. INCOME TAX EXPENSE

(a) Recognised in the Income Statement

	Period ended 31 May 2024	Year ended 30 June 2023
	\$	\$
Current tax expense		
Current year	(7,389,596)	466,669
Deferred tax expense		
Movement in temporary differences	5,893,519	(2,722,561)
Total income tax expense in Income Statement	<u>(1,496,077)</u>	<u>(2,255,892)</u>

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

	Period ended 31 May 2024	Year ended 30 June 2023
	\$	\$
Operating result before income tax	21,255,488	18,349,687
Tax at the complying superannuation fund tax rate of 15% (2023: 15%)	3,188,323	2,752,453
<i>Increase in income tax expense due to:</i>		
Non-assessable investment income	(4,684,400)	(5,008,345)
Income tax expense	<u>(1,496,077)</u>	<u>(2,255,892)</u>

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

	Period ended 31 May 2024	Year ended 30 June 2023
	\$	\$
Contributions and transfers in recognised in the Statement of Changes in Member Benefits	79,941,862	80,796,796
Tax at the complying superannuation fund tax rate of 15% (2023: 15%)	11,991,279	12,119,519
<i>Increase/(decrease) in income tax expense due to:</i>		
Member contributions	-	(406)
Transfer from other superannuation entities	(2,171,141)	(2,206,630)
Division 293 Tax	(287,523)	(176,484)
No-TFN contribution tax	33,819	(18)
Income tax on contributions	<u>9,566,434</u>	<u>9,735,981</u>

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

10. TAX ASSETS AND LIABILITIES

Current tax assets and liabilities

The current tax payable for the Fund as per Note 4 is \$8,997,300 payable (2023: \$1,956,790 payable) 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:

	<u>As at 31 May 2024</u> \$	<u>As at 30 June 2023</u> \$
Deferred tax assets		
Other payables	-	102,909
Total deferred tax assets	<u>-</u>	<u>102,909</u>
Deferred tax liabilities		
Capital gains on investments	-	(5,996,428)
Total deferred tax liabilities	<u>-</u>	<u>(5,996,428)</u>
Net deferred tax liabilities	<u>-</u>	<u>(5,893,519)</u>

Movement in temporary differences during the reporting period

	<u>Balance 1 July 2023</u>	<u>Recognised in Income Statement</u>	<u>Balance 31 May 2024</u>
Deferred tax assets			
Other payables	102,909	(102,909)	-
	<u>102,909</u>	<u>(102,909)</u>	<u>-</u>
Deferred tax liabilities			
Capital gains on investments	(5,996,428)	5,996,428	-
	<u>(5,996,428)</u>	<u>5,996,428</u>	<u>-</u>
Net deferred tax liabilities	<u>(5,893,519)</u>	<u>5,893,519</u>	<u>-</u>

11. CASH FLOWS RECONCILIATION

(a) Reconciliation of cash and cash equivalents

	<u>Ast at 31 May 2024</u> \$	<u>Ast at 30 June 2023</u> \$
Cash at bank - Operation accounts	-	8,939,458
Total cash and cash equivalents	<u>-</u>	<u>8,939,458</u>

(b) Reconciliation of cash flows from operating activities

	<u>Ast at 31 May 2024</u> \$	<u>Ast at 30 June 2023</u> \$
Profit/(loss) after income tax	5,279,813	(12,275,673)
Adjustments for:		
Net changes in fair value of financial instruments	(20,571,611)	(16,667,841)
Insurance premiums	(481,987)	(507,439)
Decrease in distributions receivable	2,785,738	942,117
Decrease/(Increase) in other receivables	(53,093)	226,510
(Decrease) in payables	(38,483)	(539,591)
(Decrease)/Increase in income tax payable	6,933,256	(148,276)
Increase in Allocation to members' accounts	14,479,598	28,369,468
(Increase) in Distribution reinvestments	(6,902,614)	(5,877,324)
Decrease/(Increase) in deferred tax assets	(5,535)	13,799
Increase/(Decrease) in deferred tax liability	(5,673,597)	2,708,762
Net cash (outflows) from operating activities	<u>(4,248,515)</u>	<u>(3,755,488)</u>

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

12. COMMITMENTS

There are no commitments the Trustee is aware of as of 31 May 2024 (2023: NIL).

13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There are no outstanding contingent assets or liabilities as at 31 May 2024 (2023: NIL).

14. 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	Resigned on 16/11/2023
Ms Catherine Anne Robson	Non-Executive Director, Interim Chair	
Mr Steven Thomas Carew	Non-Executive Director	
Mr David Nicholas Coogan	Non-Executive Director	
Ms Suzanne Holden	Non-Executive Director	Appointed on 13/02/2024

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.

(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 and reimbursements for expenses disclosed in the Income Statement and the notes below.

	Period ended 31 May 2024	Year ended 30 June 2023
	\$	\$
Trustee Fees to Equity Trustees Superannuation Limited	353,105	286,472
	<u>353,105</u>	<u>286,472</u>

As at 31 May 2024, \$0 (30 June 2023: \$74,995) was payable to the trustee and is included in the Statement of Financial Position.

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

(e) Expenses paid by and to be reimbursed to the Trustee

The following expenses incurred in the prior year were paid by and reimbursed to the trustee by the Fund during the period.

	Period ended 31 May 2024	Year ended 30 June 2023
	\$	\$
External audit fees – RMF & Compliance	4,113	4,453
Internal audit fees	3,900	4,874
Regulatory fees - ASIC & AFCA	5,477	14,810
Regulatory project cost	5,516	-
	<u>19,006</u>	<u>24,137</u>

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

15. FINANCIAL RISK MANAGEMENT

(a) Financial Instruments 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 Mercer Investments (Australia) Limited (ABN 66 008 612 397, AFSL 244385), 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 also 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.

The Trustee has engaged NAB Asset Servicing (ABN 12 004 044 937), as the custodian to provide 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 established an Operational Risk Reserve ("ORR") 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 strategy to manage assets held in the ORR. 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 ORR 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 Fund achieves its ORR target amount via an operational risk reserve held within the Fund. Refer to note 8(a).

(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 investments in unlisted unit trusts. These unlisted unit trusts invest in cash, listed international and Australian securities, fixed interest bonds, floating interest notes, preference shares redeemable, and listed and unlisted property trusts.

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

- Market risk
- Credit risk
- Liquidity risk

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

15. FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Investment Risk (continued)

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.

The fair value of investments exposed to price risk were as follows:

	As at 31 May 2024 \$	As at 30 June 2023 \$
Unlisted unit trusts	-	414,168,716
	-	414,168,716

(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. The Fund does not currently have any investments denominated in a foreign currency.

Sensitivity analysis - currency risk

There is no significant risk in this Fund. The Fund does not currently have any investments denominated in a foreign currency. The Fund's total net exposure to fluctuations in foreign currency exchange rates due to underlying managed investment schemes' investments held in foreign currency denominated investments is as follows:

	Change in Variable	Carrying Amount \$	Net assets attributable to members		Change for the year in net assets attributable to members	
As at 31 May 2024		\$	\$ (Decrease)	\$ Increase	\$ (Decrease)	\$ Increase
International equities		-	-	-	-	-

	Change in Variable	Carrying Amount \$	Net assets attributable to members		Change for the year in net assets attributable to members	
As at 30 June 2023		\$	\$ (Decrease)	\$ Increase	\$ (Decrease)	\$ Increase
International equities	+/- 10.0%	160,631,892	(16,063,189)	16,063,189	(16,063,189)	16,063,189

(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 Fund does not have interest bearing investments as it is managed based on Islamic investment principles. Hence, the Fund does not hold investments that are directly exposed to interest rate risk.

(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 unlisted unit trust investments which invest in cash, listed international and Australian securities, fixed interest bonds, floating interest notes, preference shares redeemable, and listed and unlisted property trusts. 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.

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

15. FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Investment Risk (continued)

Market Risk (continued)

(iii) Other market price risk (continued)

Sensitivity analysis - other market price risk by asset

The table below illustrates the impact of other market price risk to the unlisted investment schemes, where the Fund invests, should each type of financial asset fluctuates by a 10% increase or decrease from the investment objective. This analysis assumes that all other variables remain constant.

As at 31 May 2024	Change in Variable	Carrying Amount	Net assets attributable to members		Change for the year in net assets attributable to members	
		\$	\$	\$	\$	\$
			(Decrease)	Increase	(Decrease)	Increase
Australian listed equities unit trusts		-	-	-	-	-
International listed equities unit trusts		-	-	-	-	-
Property listed and unlisted unit trusts		-	-	-	-	-

As at 30 June 2023	Change in Variable	Carrying Amount	Net assets attributable to members		Change for the year in net assets attributable to members	
		\$	\$	\$	\$	\$
			(Decrease)	Increase	(Decrease)	Increase
Australian listed equities unit trusts	+/- 10.0%	48,187,888	(4,818,789)	4,818,789	(4,818,789)	4,818,789
International listed equities unit trusts	+/- 10.0%	160,631,892	(16,063,189)	16,063,189	(16,063,189)	16,063,189
Property listed and unlisted unit trusts	+/- 10.0%	107,963,290	(10,796,329)	10,796,329	(10,796,329)	10,796,329

An increase/(decrease) by the average return at reporting date would have increased/(decreased) the change for the year in net assets available to pay benefits by the amounts shown above.

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 Fund does not directly hold any debt securities or derivatives and as such there is no significant credit risk.

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:

	As at 31 May 2024 \$	As at 30 June 2023 \$
Cash and cash equivalents	-	8,939,458
Trust distributions and other receivables	-	3,748,619
	-	12,688,077

Liquidity Risk

Liquidity risk is the risk that the Fund will not be able to meet its obligations when they fall due. The risk is controlled through the Fund's investment in financial instruments which under normal market conditions 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 in accordance with policies and procedures in place.

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

15. FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Investment Risk (continued)

Liquidity Risk (continued)

The following table summarises the maturity profile of the Fund's financial liabilities. The table has been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Fund can be required to pay.

Maturities of financial liabilities

The tables below show the Fund's financial liabilities based on their contractual maturities using undiscounted cash flows. 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.

As at 31 May 2024	Less than 1 month \$	1-3 months \$	Greater than 3 months \$	Total \$
Creditors and accruals	-	-	-	-
Member liabilities	-	-	-	-
Benefits payable	-	-	-	-
Current tax liabilities	-	-	-	-
Total financial liabilities	-	-	-	-

As at 30 June 2023	Less than 1 month \$	1-3 months \$	Greater than 3 months \$	Total \$
Creditors and accruals	-	709,555	3,010	712,565
Member liabilities	419,509,659	-	-	419,509,659
Benefits payable	65,386	-	-	65,386
Current tax liabilities	-	-	1,956,790	1,956,790
Total financial liabilities	419,575,045	709,555	1,959,800	422,244,400

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.

16. 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 unlisted investment schemes, where the fund invests, values fixed interest securities using broker quotes and units in unit trusts using the redemption price at reporting date as advised by the investment managers. The Fund does not currently have any investments denominated in a foreign currency.
- 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 Trustee values units in unit trusts classified as level 3 using the unit price provided by the underlying fund manager. These unit trusts hold illiquid investments such as unlisted property and private equity. The Fund classifies suspended and delisted securities that have not been actively traded at least in the last 3 months as Level 3 investments, and these securities are priced in the accounting system based on the last available price.

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

16. FAIR VALUE MEASUREMENTS (CONTINUED)

Fair Value Hierarchy (continued)

The table below sets out the Fund's financial assets and liabilities at fair value according to the fair value hierarchy.

As at 31 May 2024	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Units in unit trusts	-	-	-	-
	-	-	-	-
<hr/>				
As at 30 June 2023	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Units in unit trusts	-	327,392,326	86,776,390	414,168,716
	-	327,392,326	86,776,390	414,168,716

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.

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in Level 3 of the fair value hierarchy:

	As at 31 May 2024	As at 30 June 2023
	\$	\$
<i>Property unlisted unit trust</i>		
Opening balance	86,776,390	90,989,696
Transfers in through reclassification of investments	-	-
Total realised/ unrealised (losses)	(1,143,702)	(8,416,654)
Purchases/Applications	5,777,990	5,059,362
(Sales)/(Redemptions)	(93,474,366)	(4,432,062)
Trust distributions and other receivables	2,063,688	3,576,048
Closing balance	-	86,776,390

Quantitative information of significant unobservable inputs including sensitivity analysis – Level 3:

Description	Valuation Technique		Significant unobservable inputs	
Unlisted unit trusts	Application price based on NAV		Underlying valuations that support the NAV and discount/premium used for calculation of application price	
	Amount*	Sensitivity used**	Increase	Decrease
31 May 2024	-		-	-
30 June 2023	86,776,390	5%	4,338,820	(4,338,820)

* The fair value of the asset would increase/decrease if the discount rate increase/decreases. The fair value would increase/decrease if other inputs increase/decrease.

** The sensitivity analysis refers to a percentage amount added or deducted from the input and the effect this has on the fair value.

Gains or losses included in profit or loss are presented in change in fair value of financial assets and liabilities at fair value through profit or loss as follows:

	Period ended 31 May 2024	Year ended 30 June 2023
	\$	\$
Net (Losses) included in profit or loss for the reporting period	(1,143,702)	(8,416,654)
Net Profit/(Losses) included in profit or loss for the reporting period for assets held	8,076,586	(8,686,103)

17. 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 underlying managed funds for the purpose of capital appreciation and or earning investment income.

CRESCENT WEALTH SUPERANNUATION FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MAY 2024

17. STRUCTURED ENTITIES (CONTINUED)

The objectives of the investee MIS are to achieve medium to long term capital growth. The investee MIS invest in a number of different financial instruments, including equities.

The exposure to investments in investee funds at fair value, by investment strategy, is disclosed below:

	As at 31 May 2024		As at 30 June 2023	
	\$	% held	\$	% held
Crescent Australian Equity Fund	-	0.00%	48,187,888	100.00%
Crescent Cash Fund Retail	-	0.00%	52,471,154	100.00%
Crescent Diversified Property Fund	-	0.00%	81,374,023	99.00%
Crescent International Equity Fund	-	0.00%	101,647,542	100.00%
Crescent Islamic Fixed Income Fund	-	0.00%	39,512,125	100.00%
Crescent International Passive Equities Fund	-	0.00%	58,984,350	100.00%
Crescent Listed Real Estate Fund	-	0.00%	26,589,267	99.00%
Crescent Alternative Assets Fund	-	0.00%	5,402,367	100.00%
			<u>414,168,716</u>	

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

The financial assets of the fund are domiciled in Australia.

The Promoter is the responsible entity for the above investee funds.

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

18. EXTERNAL AUDITOR'S REMUNERATION

During the reporting period, the following fees were paid or payable to the auditors of the Fund:

	Period ended 31 May 2024	Year ended 30 June 2023
	\$	\$
Audit and review of financial statements and compliance		
Ernst & Young	90,066	73,390
Audit and review of the risk management framework		
Deloitte	4,453	4,453
Total Auditor's Remuneration	<u>94,519</u>	<u>77,843</u>

19. INSURANCE ARRANGEMENTS

The Fund provides death and disability benefits to its members. The Trustee has a group policy in place with a third-party insurance company to insure these death and disability benefits for the members of the Fund.

The Fund collects premiums from members on behalf of the insurance company. Insurance claim amounts are recognised where the insurer has agreed to pay the claim. Therefore, insurance premiums are not revenues or expenses of the superannuation entity and do not give rise to insurance contract liabilities or reinsurance assets. Insurance premiums charged to members' accounts and insurance claim proceeds credited to members accounts are recognised in the statement of changes in member benefits.

The Trustee determined that the Fund is not exposed to material insurance risk because:

- members (or their beneficiaries) will only receive insurance benefits if the external insurer pays the claim;
- insurance premiums are only paid through the Fund for administrative reasons; and
- insurance premiums are effectively set directly by reference to premiums set by an external insurer.

20. 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.

21. EVENTS SUBSEQUENT TO REPORTING DATE

There has not arisen, in the interval between the end of the reporting period and the date of this financial report, any item, transaction or event of an unusual nature likely to significantly affect the operations of the Fund, the result of the operations, or the state of affairs of the Fund.

CRESCENT WEALTH SUPERANNUATION FUND
TRUSTEE'S DECLARATION TO THE MEMBERS

In the opinion of the directors of the Trustee of Crescent Wealth Superannuation Fund:

1. The accompanying Financial Statements, notes and directors' report set out on pages 3 to 34 are in accordance with:
 - Australian Accounting Standards and other mandatory professional reporting requirements, and
 - present fairly the Fund's financial position as at 31 May 2024 and of its performance for the period 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; the requirements under section 13 of the *Financial Sector (Collection of Data) Act 2001*, during the reporting period ended 31 May 2024, and
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 Crescent Wealth Superannuation Fund.



Catherine Robson- Chair ETSL
Melbourne
30 August 2024



**Building a better
working world**

Ernst & Young
200 George Street
Sydney NSW 2000 Australia
GPO Box 2646 Sydney NSW 2001

Tel: +61 2 9248 5555
Fax: +61 2 9248 5959
ey.com/au

Independent auditor's report to the members of Crescent Wealth Superannuation Fund

Opinion

We have audited the financial report of Crescent Wealth Superannuation Fund (the RSE), which comprises the statement of financial position as at 31 May 2024, the income statement, statement of changes in member benefits, statement of cash flows and statement of changes in equity for the period then ended, notes to the financial statements, including material accounting policy information, and the directors' declaration.

In our opinion, the accompanying financial report of the RSE is in accordance with the Corporations Act 2001, including:

- a. Giving a true and fair view of the RSE's financial position as at 31 May 2024, and of its financial performance for the period ended on that date; and
- b. Complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for Opinion

We conducted our 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 report section of our report. We are independent of the RSE in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Information other than the financial report and auditor's report thereon

The directors are responsible for the other information. The other information is the directors' report accompanying the financial report.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the financial report

The directors of Equity Trustees Superannuation Limited (the Trustee) are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine 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.

In preparing the financial report, the directors are responsible for assessing the RSE's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the RSE or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is 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 the 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 this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain 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.
- ▶ Obtain 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.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- ▶ Conclude on the appropriateness of the directors' 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 report or, if such disclosures are inadequate, to modify our 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.
- ▶ Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.



We communicate with the directors 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 identify during our audit.

Report on the audit of the remuneration report

Opinion on the remuneration report

We have audited the remuneration report included in pages 06 to 13 of the directors' report for the period ended 31 May 2024.

In our opinion, the remuneration report of Crescent Wealth Superannuation Fund for the period ended 31 May 2024, complies with section 300C of the Corporations Act 2001.

Responsibilities

The directors of the Trustee are responsible for the preparation and presentation of the remuneration report in accordance with section 300C of the Corporations Act 2001. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

A handwritten signature in black ink, appearing to read 'Ernst & Young'.

Ernst & Young

A handwritten signature in black ink, appearing to read 'Kieren Cummings'.

Kieren Cummings
Partner
Sydney

30 August 2024