

Control your Super Wealth

Taking control

At Thornton Group, we believe looking after your wealth requires a life long commitment. Having the flexibility allows you to control your wealth and manage your investments on your own terms. Our role as your financial planner, is to help you manage and guide you through your decisions to allow control and to maximise your Super wealth.

You've made the choice to take control of your Super and access the greater benefits available by investing through a Self Managed Super Fund (SMSF). Our ongoing review program will guide and educate you through setting up, managing and administering your own Super fund, without the worries and the hassle. Managing your SMSF compliantly and wisely will help you enjoy financial success with your Super wealth.

Thornton Group
Smart Financial Thinking



"Providing the right approach to secure your financial future"



When can we help?

- \$ Taking control of your Super
- \$ Setting up a SMSF
- \$ Managing your SMSF
- \$ Administering your SMSF
- \$ Consolidating your assets
- \$ Maximising your tax benefits
- \$ Access to exclusive investment opportunities

How can we help?

- \$ SMSF set up
- \$ Investment strategies
- \$ SMSF administration
- \$ Managing trustee duties
- \$ Personal and business tax advice
- \$ Wills and estate planning
- \$ Risk management
- \$ Ongoing investment and risk management education



Ben fifty five and Anita fifty two were both directors of B & A Vineyards Pty Ltd.

Recently they sold their vineyard and associated assets for \$775,000.

The sale was arranged with an upfront payment of \$775,000 and the balance due in twelve months. Ben continues to be employed as a consultant receiving \$30,000 per annum whilst Anita is employed full time as a teacher receiving \$68,000 per annum.

They wish to retain their jointly owned financial assets of \$300,000 and real estate assets of \$380,000. Ben has \$100,000 in his Superannuation and Anita has a defined benefit scheme with a government Superannuation fund.

What do Ben and Anita want to achieve?

- Tax effective strategies for the sale of the business
- Tax effective strategies with ongoing retirement planning
- Maximise Superannuation savings

The value of advice

As a result of setting up a Self managed Super Fund (SMSF), Ben and Anita were able to make a significant tax saving of \$30,000 and continue to save on tax by approximately \$8,000 per annum through an effective Transition To Retirement (TTR) strategy.

As a result of the strategies in place, Ben and Anita have managed to add an estimated \$59,000 to their Superannuation over five years and still maintain their required income level.

This case study is for illustration purposes only and is not personal advice. Material contained in the publication is a summary and is based on information believed to be reliable and received from sources within the market. Your individual circumstances, needs or objectives have not been taken into account. You should speak to a licensed financial planner to determine what is suitable for you. This document is not advice and is intended to provide general information only. You should assess whether the information is appropriate for you and consider talking to a financial planner before making any investment decisions. Past performances do not guarantee future results and has only been used as an indicative and potential performance result.

Ben and Anita's Story

How will Ben and Anita get there?

Simple complexity

Through the establishment of the SMSF, Ben and Anita were able to claim a CGT rollover relief which enabled them a significant tax saving. Prior to the sale of their business, in order to maximise the contributions, the company also made a contribution of \$100,000 into the SMSF for Ben.

By combining the available Superannuation funds in the SMSF, Ben begins a TTR strategy which effectively saves him an estimated \$8,000 per annum in the pension mode of the fund.

The TTR strategy enables him to salary sacrifice in to Superannuation which reduces his tax liability on his income and allows him to draw an income from his pension with the SMSF. This supplements his income whilst keeping the earnings and any capital gains in the fund tax free.

As a feature of the SMSF, the investment strategy is broad and diversified including direct share investments. This allows an estimated refund of franking credits from the direct shares of \$5,000 per annum.

As a result of the combination of this strategy, the value of the fund is enhanced by around \$59,000 over five years and continues to grow as both Ben and Anita continue with their employment.