

## DISTRIBUTING UNALLOCATED EARNING TO BENEFICIARY

This section illustrates the distribution of unallocated benefits to beneficiary members within a superfund. Refer to the case example below for further details.

### A. Assume the following details:

- There are four beneficiaries in the defined contribution superfund;
- The unallocated benefits as show in the Statement of Net Assets (shown below):

	\$
LIABILITIES FOR ACCRUED BENEFITS	
Allocated to Members' Account	74,200.00
Not Yet Allocated	78,900.00
	153,100.00

### B. Distributing the Not Yet Allocated earnings

Assume a distribution is to be carried out equally for the unallocated earning of \$78,900 to the four members beneficiary within the superfund. Outline below are the procedures to do so:

1. On the Ledgercat main screen, click on the top menu: **Posting | Journal**
2. In the journal entry screen, the following account numbers are used for distribution:

		DR (\$)	CR (\$)	Notes
1553.1	Super Distribution – Member 1	19,725.00		A
1553.2	Super Distribution – Member 2	19,725.00		
1553.3	Super Distribution – Member 3	19,725.00		
1553.4	Super Distribution – Member 4	19,725.00		
1915.1	Distributed Benefits 1		19,725.00	A
1915.2	Distributed Benefits 2		19,725.00	
1915.3	Distributed Benefits 3		19,725.00	
1915.4	Distributed Benefits 4		19,725.00	

Notes: A

- For example, account number 1553.1 represent beneficiary member number 1. Additional member, for instance the sixth members, will be represented by account number 1553.6

- The corresponding pair account numbers are the 1553 and 1915, follow by its members' sub-account number. For example, a corresponding DR 1553.1 for member number 1 will be a CR 1915.1 for member number 1.

3. When the distribution posting are completed, click on the **F4 Save** button. Then, click on the **Close** button.

### C. The Final Results

After completing the procedures outlined in part B, the results are shown below:

	<b>\$</b>	<b>Notes</b>
LIABILITIES FOR ACCRUED BENEFITS		
Allocated to Members' Account	153,100.00	B
Not Yet Allocated	<u>0.00</u>	
	<u>153,100.00</u>	

Notes: B

- Amount allocated to members will attribute to the account Allocated to Members' Account in the Statement of Financial Position.