

RESOLUTIONS OF THE DIRECTORS OF BROPWNFIELD (WA) PTY LTD AS TRUSTEE FOR THE BROWNING SUPER SMSF.

The Trustees have prepared a new investment strategy for the fund.

In developing the strategy the trustees have completed a detailed questionnaire that considers the following:

- The risk involved in making, holding and realising, and the likely return from, the fund's investments, having regard to its objectives and expected cash flow requirements.
- The composition of the entity's investments as a whole, including the extent to which they are diverse or involve exposure of the entity to risks from inadequate diversification.
- The liquidity of the fund's investments, having regard to its expected cash flow requirements
- The ability of the entity to discharge its existing and prospective liabilities.
- Whether the trustees of the fund should hold a contract of insurance that provides insurance cover for one or more members of the fund.

The Trustees believe that the strategy fully complies with the requirements of Regulation 4.09 of the Superannuation Industry Supervision Regulations.

The Trustees have resolved to adopt the new investment strategy as attached to this resolution.

Signed


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Jason Browning
Director

Dated: 10/6/20


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Jasmin Browning
Director

Dated: 10-6-20

Brownfield Super SMSF

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Investment Strategy Report

**Trustees: Jason Browning
Jasmin Browning**

Date Prepared:

10/6/20

Review Date:

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Compliance

In preparing this investment strategy the trustees have sought the advice of Peter Johnsons from Peter Johnson & Associates to assist in cash flow forecasting and Corne Wilbers of Prestige Portfolios Pty Ltd to assist with the life insurance needs of the members.

The Fund is a Self Managed Superannuation Fund as defined in Section 17A of the Superannuation Industry (Supervision) Act 1993.

Objectives

Specific Objectives

- * To achieve a long term rate of return in excess of the CPI. It is expected that year-on-year returns will vary widely and that there will be years when returns are negative.
- * The members expect to retire in around 24 years times and would both like to have a balance of approximately \$1 million at the time of their retirement

General Objectives

- * To provide retirement benefit for the members. In the event of the members' death before retirement, to provide benefits for the dependents of the members.
- * To ensure that sufficient liquid assets will be available to meet benefit payments and fund expenses as and when those payments are due to be paid.

Fund Profile

Fund benefit design:	Accumulation Fund
Fund structure:	Self Managed Superannuation Fund
Current Size of the Fund:	\$200,573
Expected Ongoing Annual contributions (net of taxes) and earnings	\$14,241
Expected Ongoing Annual Outgoings	\$6,512
Percentage of unrestricted non-preserved benefits in Fund:	Nil

Cash Flows

The trustees have estimated that the fund will have annual cash flow surpluses of approximately \$7,700 after allowing for all outgoings from the fund. The members are willing to contribute extra funds into the Fund should there ever be a cash flow deficiency and have sufficient capacity outside of the fund to make the contributions.

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Risk profile

Risk Tolerance:

- * The Fund has a relatively long time horizon. The members are prepared to endure a reasonable level of volatility of returns in expectation of long term growth.

Statement on Risk:

- * Investment risk is borne by the members, as fluctuation in investment returns will affect the level of the members; benefits on withdrawal.

Liquidity

Number of existing members:	2
Time horizon of Fund:	30 plus years

Age distribution of members:

Age	Number of Members
Less than 40 years	1
41-49 years	1
50-59 years	0
60-64 years	0
65-69 years	0
70 years and over	0

Statement on Liquidity

- * There is no anticipated benefit payment in the next five years. Cash in excess of anticipated liquidity requirement will be invest in accordance with the Fund's investment strategy.

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Diversification

- * The Fund is invested primarily in real property. The Trustee recognises that the Fund is subject to a high level of property specific risks. The Trustee will invest further contributions into a diversified portfolio of a broad ranges of asset classes to reduce the property specific risk of the fund.
- * The investment time horizon of the fund will allow the fund to recover from any short term impacts on the values of the fund's assets from short term fluctuations in the value of one particular asset.

Ability of Fund to discharge existing and prospective liabilities

- * The fund has ongoing expenses such as accounting fees, administration expenses, investment expenses, taxation etc. The trustees believe that the ongoing expenses of the fund will be greater than the cash inflows to the fund. Contributions going forward will always be sufficient to meet ongoing expenses.

Indicative asset mix and asset class strategic ranges formulated

The investments of the fund are currently primarily in a single property. The Trustee intends to hold this property but invest all future available funds into a portfolio held through Netwealth and invested in Cash, Australian Shares and International Shares in almost equal proportions as advised by Corne Wilbers at Prestige Portfolios Pty Ltd

Reserves Management Strategy

- * The fund does not operate reserves

Insurance

- * The Trustees have decided to offer life insurance policies to the members within the Fund.