

MINUTES OF THE MEETING OF THE TRUSTEES THE PARKER FAMILY SUPER FUND

Held at: 13 McHugh Crescent, Whitfield QLD 4870
Date: 22nd November 2019
Trustees: Timothy and Vicky Parker
Present: Timothy and Vicky Parker
Chair: Timothy Parker

The trustees have resolved that the following Investment Strategy be adopted, regularly reviewed, and implemented for The Parker Family Super Fund.

Investment Strategy

As per Regulation 4.09 of the Superannuation Industry Supervision (SIS) Regulations, this investment strategy has been formulated by the trustees with specific regard to:

- the risk and likely return from its investments having regard to the objectives of the fund and its cash flow requirements;
- the composition of the fund's investments as a whole, including the extent to which they are diverse or involve exposure of the fund to risks from inadequate diversification;
- the liquidity of the fund's investments, having regard to its expected cash flow requirements;
- the ability of the fund 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.

Investment Objectives:

The investment objectives of The Parker Family Super Fund are as follows:

- To produce a return equal to or greater than inflation levels (as measured by the Consumer Price Index).
- To preserve the capital of the fund as much as possible through the investment cycle, particularly with regard to 'risk' assets.

Cash Flow Requirements:

As the members of the fund are all still in the Accumulation phase, the cash flow requirements of the fund are low and are limited to the expenses of the fund. This is estimated to be less than 1% of the value of the fund.

Composition of Investments:

Asset Allocation:

The trustees have considered investing in a diversified portfolio of assets from across three broad types of investments, according to the trustee's assessment of risk and likely returns from each asset at any point in time, and taking into account the objectives and cash flow requirements of the fund:

- **Defensive assets:** these are highly secure with a very low risk of capital loss

such as Cash and Term Deposits.

– **Moderately Defensive assets:** these are defensive assets with fixed income characteristics, however with added price and/or default risks of varying degrees. This includes Government bonds, investment grade corporate bonds & subordinated debt, mortgage trusts etc.

– **Risk assets:** these offer the highest potential returns but also the highest volatility and risk of permanent capital loss. This includes Australian and international equities, property trusts, direct property, commodities, currencies, collectibles, and derivatives.

Diversification between asset classes and within each asset class reduces concentration and underperformance risk.

The trustees will use an active strategic approach to allocating to the different types of assets to take advantage of positive market conditions where they exist, but also to attempt to actively manage risk in negative market conditions (particularly in Risk assets).

Further to this, the trustees will limit investment in the various assets to the following ranges:

	Range
Cash	0 - 25%
Australian Fixed Interest	70 - 100%
International Fixed Interest	0%
Australian Equities	0 - 20%
International Equities	0%
Direct & Indirect Property	0%

Exposure to any asset class includes both Australian and International based assets, and can be either via direct investments (either listed on an exchange or not), managed investments, or via derivative contracts (either exchange traded or over-the-counter).

Investment Selection:

The trustees will draw on a range of research sources to generate individual investment ideas.

Liquidity to meet cash flow requirements

As the members are all in the Accumulation phase, the cash flow requirements of the fund (as stated above) are low at less than 1% per annum of the fund assets.

The trustees will maintain a sufficient cash balance in the fund's bank account to meet its outgoing cash flow requirements when they fall due.

Further to this, the trustees will also ensure that the liquidity of the vast majority of

underlying individual investments is sufficient such that any unexpected cash flow requirements can easily be met by selling assets.

Ability of the fund to discharge its existing and prospective liabilities

As the members of the fund are in the Accumulation phase, the existing and prospective liabilities of the fund will include:

- expenses that are paid on a semi regular basis;
- tax liabilities paid on an annual basis; and
- death benefits from the unexpected death of a member where a death benefit nomination requires benefit payments to beneficiaries.

The composition and liquidity of all investments will ensure that all existing and prospective liabilities of the fund can easily be met.

Insurance for members

The Trustees have given consideration and obtained professional advice (where necessary) to ensure all individual fund members have an adequate level of insurance cover for Life, Total and Permanent Disability, and also Salary Continuance. The Trustees also note that Insurance cover for individual members may be held within, or outside of the self managed superannuation fund.

Signed :


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Timothy Parker


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Vicky Parker

as trustees of The Parker Family Super Fund

Date : 22/11/2019