

MACKIE SUPERANNUATION FUND

Investment Strategy

- Trustee:** Mackie Super Co Pty Ltd
- Type of fund:** Regulated Self Managed Superannuation Fund
- Purpose:** The purpose of Mackie Superannuation Fund is to invest and manage assets for the provision of retirement benefits for the members.
- Objective:** The investment objective is to provide positive investment returns from income or capital appreciation of investments over the medium to long term. The trustee acknowledges the possibility that negative returns may occur when investing in long term growth assets and considers this acceptable for a long term investment perspective.
- Risk Profile:** Mackie Superannuation Fund's actual risk parameters may vary depending on current economic conditions and market trends. However a long-term view is preferred in conjunction with maintaining an overall balanced portfolio and ability to pay an account based pension.
- Member Profile:** The members have approximately 10-15 years to retirement and therefore have taken a long term approach and invested the majority of assets in growth investments. The members may be retiring within the next 10-15 years and intend to commence pensions within the fund to finance their retirement. For this reason the Trustee will adopt a long term approach in selecting investments as growth will continue to be required over the long term to support any pensions. Where significant profits are achieved in the shorter term they may be realised and reinvested.
- Insurance Considerations:** The trustee has considered whether it is appropriate to hold insurance cover for the members of the fund.
The trustee has resolved that the members currently do not require any cover for insurance within the fund.

The trustee has taken in account various factors when considering insurance cover. This includes the age of the members, policies held outside superannuation, the member's personal circumstances and their financial position.
- Asset Allocation:** In order to meet the investment objective the trustee will invest the fund's assets as follows:

Majority of assets invested in:
- Australian Real Property

Smaller allocations of assets invested in:
- Cash
- Australian Shares and Equity

Risks: Each asset class apart from cash has an inherent risk of between medium and high risk, however this risk will be controlled through adherence to the adopted diversification policy below. Short term fluctuations are acceptable given the long term investment perspective.

Although the overall risk profile is medium to high risk, the asset classes meet the growth requirements and the level of risk is acceptable given the medium to high expected rate of return over the long term. It must be noted that the Trustee continues to believe that the risk and return profile of cash is minimal.

Diversification: The Trustee will regularly review the assets in order to confirm that an acceptable range of investments is held from a diversification perspective.

Although the only fund asset besides cash is property, the property is in a high growth & active market area and therefore the risk of not being able to sell the property if required is low. The long term growth potential is very high and the unrealised gains along with the rental income generated should exceed the investment objective set by the trustee. Although diversification is low, the trustee believes the growth & income potential outweigh diversification concerns.

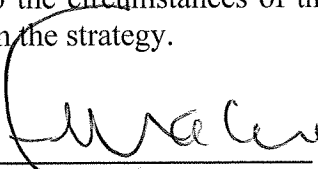
Liquidity: The Trustee is of the opinion that the investment strategy is structured in such a manner that the Fund is sufficiently liquid to discharge its current and future liabilities.

The liabilities the Trustee will generally be required to meet in the short term are relatively lower amounts in nature. These generally comprise of investment purchases, property maintenance, accounting & audit fees and tax payable.

The Trustee does not expect the membership of the Fund to fall in the short term. In the longer term, the Trustees appreciate the reality of needing to either sell the investments or distribute them in specie to enable the Trustees to meet their benefit payment obligations.

Strategy Review The Trustee will regularly review the investment strategy to determine whether it remains appropriate. This will ensure any changes to the circumstances of the fund and its members are reflected in the strategy.

**Director(s) :
of Trustee Co.**



Trustee Director – Haydn Mackie

22-04-2021
Date



Trustee Director – Chantelle Mackie

22-04-2021
Date