

**RESOLUTION OF THE TRUSTEE FOR G & L WILSON FAMILY SUPER FUND  
(‘THE FUND’)**

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**INVESTMENT  
STRATEGY:**

**It was proposed that** the Fund formulate an investment strategy in order to comply with regulatory requirements and to guide the Trustee with the investment of member benefits.

In formulating the Investment Strategy for the Fund, the Trustee was guided by the following factors;

- The Member(s) of the Fund are also Trustee(s),
- Diversification of the Funds' assets,
- The liquidity of the Funds' assets,
- The Funds ability to pay benefits (when members retire) and other costs it may incur,
- The members' needs and circumstances,
- Whether the Trustee(s) of the Fund should hold personal Life and TPD insurance cover for one or more members of the Fund,
- The Trustee(s) have determined that the members **do/do not** require insurance cover.

**INVESTMENT  
STRATEGY ADOPTED:**

**It was resolved that** the attached Investment Strategy be adopted.

**Signed by the Trustee**

  
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**DATE:**

11 Aug 19



## **G & L WILSON FAMILY SUPER FUND**

### **INVESTMENT STRATEGY**

Prepared by

**The Trustee**  
Teanglow Pty Ltd

1 July 2019

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**General Objectives**

The Trustee will at all times act prudently to pursue the maximum rate of return possible, subject to the acceptable risk parameters and the maintenance of an acceptable level of diversification given the Fund's assets.

The Trustee will ensure that all investments are authorised under the Trust Deed, are made for the sole purpose of providing benefits to member(s) and the dependants of member(s), and are made in accordance with the legislative requirements applicable to complying superannuation funds.

The Trustee will invest to ensure sufficient liquidity is retained with the Fund to meet Benefit payments due, and will adjust its specific objectives where it believes the risk profile of the Fund is changed.

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**Special Objectives**

Having considered the profile of the Fund, the Trustee has adopted the following objectives for the investment of the assets of the Fund:

- To ensure that there will be sufficient liquid assets to meet benefit payments when those payments are due to be paid; and
  - To provide average long-term net returns of at least 3% pa above CPI over a rolling period of at least 5 years using a diversified portfolio of assets.
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**Insurance**

The Trustee has considered the personal insurance needs (life, total & permanent disability and income protection) of the Member(s).

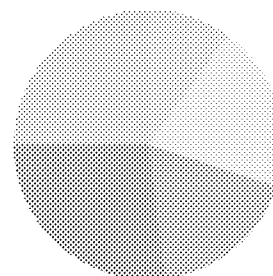
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**Asset Allocation**

This Investment Strategy suggests the need to adopt a portfolio asset allocation designed to achieve relatively high levels of capital growth to provide protection from inflation and tax over the medium to long term. It is designed to take a medium to high level of risk through a greater exposure to growth assets but includes some lower-risk defensive assets to reduce short-term variations in returns.

The portfolio asset allocation for a Growth investor generally consists of 20-40% defensive assets and 60-80% growth assets as shown in the table below:

	Target %	Range %
Cash	10.00	0-100
Fixed Interest	20.00	0-100
Property & Infrastructure	17.50	0-25
Australian Shares	27.50	0-50
International Shares	25.00	0-50
Other	0.00	0-20

**Volatility of Returns<sup>1</sup>**

Over the 25-year period ended 30/6/2019, a portfolio based on this asset allocation would have experienced a best annual performance return of 24.29% and a worst annual performance return of -13.69% with an arithmetic average of 8.46% p.a.

<sup>1</sup>Returns calculated annually using target asset allocation with no re-balancing during the year and index returns for each asset class. Past performance is no guide to future performance.

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**Estimated Likelihood of a Negative Annual**

It is estimated that the asset allocation will deliver a negative return 3-4 times every rolling 20 year period.

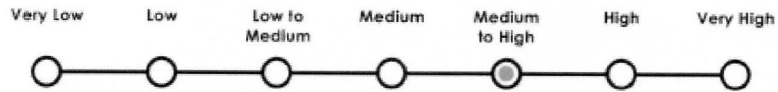
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**Return**

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**Risk Level**

It is estimated that the risk level, as measured by the variability of annual investment returns, is 'Medium to High'.



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**Review**

To monitor the success of the investment strategy in achieving the investment objectives, the Trustee will take the following action:

- Where appropriate, consider engaging the services of suitably qualified professional advisers to assist the Trustee with the management of the Fund's assets;
- Regularly review the investment returns of the Fund and asset allocation in light of the prevailing economic conditions;
- Compare investment returns against investment objectives on at least an annual basis;
- Review the strategy at such other times as a significant event occurs which impacts the Fund or its members.

**Signed**

*C. Fild*

Trustee

*ADL*

Trustee

11 Aug '19