

# **INVESTMENT STRATEGY**

**M J M Superannuation Fund**

## **BACKGROUND**

- ✓ The M J M Superannuation Fund is a Self-Managed Superannuation Fund regulated by the ATO.
- ✓ Fund assets may be invested in a selection of direct and indirect investment facilities.
- ✓ Individual member choice is not allowed.

## **FUND OBJECTIVES**

The primary objective of the Fund is the provision of benefits for each member of the Fund on or after retirement. The Trustee has a responsibility to balance the needs of all members. Those needs will be dependent on time to retirement, value of funds invested, assets held outside the fund and personal liabilities.

The Fund will ensure all investments are made in accordance with the Trust Deed and relevant legislation.

The Fund will aim to secure member benefits through prudent investments, having regard to the whole of the circumstances of the Fund.

## **INVESTMENT OBJECTIVES**

Consequently, the investment objectives have been set as follows -

- ✓ To have a negligible probability (no more than 10% chance) of investment losses in any rolling 12 month period
- ✓ To maintain an investment portfolio sufficiently diversified to reflect the member risk profile;
- ✓ To achieve a return comparable to publicly managed superannuation funds with similar asset allocations.
- ✓ To maintain solvency. At all times be able to realise assets without financial penalty in the event of a wind-up.

## **INVESTMENT POLICIES**

No investments in venture capital or private companies or other specialised assets with limited markets.

To invest in any of the following at the discretion of the trustee:-

- ✓ Cash
- ✓ Shares
- ✓ Debentures
- ✓ Fixed Term Deposits
- ✓ Property
- ✓ Fixed Interest Securities
- ✓ Other investments as approved by the relevant legislation for Superannuation Funds and for Allocated Pension Funds.

## **ASSET ALLOCATION**

The Trustee wishes to adopt a diversified investment approach thereby minimizing the effects of short term market fluctuations.

The asset allocation should be regarded as a benchmark, and reviewed annually.

Refer to Appendix A for the Asset Allocation of the Fund.

## **INSURANCE FOR MEMBERS**

The trustees have considered if the fund should hold a contract of insurance that provides insurance cover for one or more members of the fund.

Based on a needs analysis by the trustees, and taking into account the members age and any other insurance the members may already hold, the trustees have concluded that it is not necessary to hold any insurance cover for the members.

## APPENDIX A

<b>Asset Type</b>	<b>Benchmark Allocation %</b>	<b>Range *</b>
Cash	0% - 20%	2% - 98%
Fixed Interest Securities	0% - 20%	0% - 98%
Australian Listed Shares	0% - 98%	0% - 98%
Units in Managed Funds	0%	0% - 98%
Real Estate Properties	0% - 60%	0% - 98%
International Listed Shares	0% - 25%	0% - 98%
Other	Nil	0% - 98%

\* Wide allocations are set to allow for market opportunities and lack of economies of scale

  
.....  
Mark Minahan

Date: 14.1.20