

Investment Strategy

Tombal Pty Ltd ATF B & A Williamson Super Fund

Investment Strategy

Background

The B & A Williamson Super Fund was established on 25^h June 2010. The fund has individual trustees, Williamson John Williamson and Alison Sarah Williamson. The corporate trustee, Tombal Pty Ltd, was put in place on 18th August 2020 and the directors are William John Williamson and Alison Sarah Williamson. The members of the fund are William John Williamson and Alison Sarah Williamson. The members intend to continue to accumulate their member benefits until at least age 67. The fund has a minimum of 17 more years before the members may draw a retirement pension.

Objectives

The Trustees consider this Investment Strategy to fulfill the principal objective of maximising member returns having regard to risk and is consistent with the investment objectives of the Fund which are as follows:

- To provide benefits for the members of the fund in their retirement and to their beneficiaries upon their passing.
- Achieve a long- term rate of return that is at least higher than the CPI. It is expected short term returns might vary and there may be negative growth in some years.
- To ensure sufficient assets be available to meet benefit payments when those payments are due to be paid.
- To ensure sufficient liquid assets are available to cover benefit payments and the liabilities of the fund when those payments and liabilities are due.
- As the members of the fund have a time horizon of 10+ years, the members are prepared to accept a reasonable level of volatility with the expectation of long- term growth.

Diversification

Diversification can be achieved through investment across various asset classes and individual assets. The primary driver for diversification is to smooth investment returns and to reduce overall investment portfolio risk.

Investment Strategy

Ability to pay expenses.

Sufficient cash flow will be maintained to more than adequately cover the expenses of the fund on an annual basis, including the interest expense associated with the Limited Recourse Borrowing arrangement (LRBA) secured by direct property.

The trustees consider that the investment income in addition to the members annual contributions is more than sufficient to easily cover the expenses of the fund.

It is expected that the members of the fund will consider maximising their concessional contributions on an annual basis and may at times also make non- concessional contributions.

Liquidity of the fund

Liquidity is how easily an asset can be converted to cash. The fund aims to hold a minimum of 25% of assets in highly liquid funds, cash and listed shares.

- The trustees acknowledge that direct property is typically considered to be an asset with lower liquidity and in particular as the property has an associated LRBA.
- The fund more than adequately meets its liabilities and is not expecting the members to start a pension within the next 17 years, allowing plenty of time for further accumulation of liquid assets.

Investment Strategy

The trustees have adopted an investment strategy aimed at the accumulation of assets in the fund over the long term. The trustees can invest within Australia and internationally in the following asset classes;

- Shares and related investments including Listed Property Trusts, options, futures, Exchange Traded Options, warrants and CFDs.
- Managed Investments, Unit Trusts, Separately Managed Accounts and related Investments
- Foreign exchange
- Physical metals and commodities
- Bank operating accounts, cash, bonds, debentures, instalment warrants and fixed term deposits.
- Direct residential and commercial property, with or without borrowing (LRBAs).
- Collectibles and Art
- Other assets considered appropriate by the Trustees and permitted by the Trust Deed and Superannuation Law.

Investment Strategy

Percentage Investment Range

Asset Class	Minimum (%)	Maximum (%)
Cash	0.00%	60.00%
Australian Shares	0.00%	80.00%
Direct Property	15.00%	90.00%

Consideration for Insurance

The Trustees note the requirement for the fund to consider insurance for the benefits of the members. The Trustees also note that insurance policies for the members of the fund can be sought from the fund, from alternative superannuation funds and also in the members' own capacity.

With this in mind, the Trustees understanding that the members of the fund have sought to hold insurance that they deem suitable, in their own capacity as well as by the fund.

Signed:

William John Williamson
(Trustee)

William John Williamson

Date:

1.7.2022

Alison Sarah Williamson
(Trustee)

Alison Sarah Williamson

Date:

1.7.2022