

## *Investment Strategy*

### **KOSER SUPERANNUATION FUND**

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#### **INVESTMENT OBJECTIVES**

The Trustees of the Fund have formulated the following investment objectives and strategy in accordance with Section 52B(2)(f) of the Superannuation Industry (Supervision) Act, 1993 (SIS Act).

The Trustees aim to:

- Provide superannuation benefits to members and their dependants to meet their retirement needs.
- Ensure that an appropriate mix of investments are held by the Fund to support these needs.

As a general investment objective the Trustees aim to achieve reasonable medium to long term growth whilst maintaining a low level of capital volatility and risk. The Trustees do accept that short term volatility will occur within asset classes however the Trustees will seek sufficient diversification within the Fund's investment portfolio to minimize such risk and volatility.

#### **INVESTMENT STRATEGY**

As a means to achieving this objective, the Trustees have determined that the Fund's investments may include but not be limited to all or one of the following:

- Direct equities, stocks and derivatives and including the participation in dividend reinvestment programs and right issues or any other investments offered in this area;
- Property trusts and associated investments;
- Managed investments and associated products thereof;
- Direct residential industrial or commercial property investment;
- Bank and other financial institution securities including term deposits, debentures, secured and unsecured notes and bonds;
- Any other investment which would not jeopardize the complying status of the Fund.

The investment strategy of the Fund comprises the following asset allocations:

Asset	Range
Cash	..1...% to ..15...%
Fixed Interest	..30...% to ..50...%
Managed Investments	.....% to .....%
Australian Equities	..45...% to ..70...%
International Equities	.....% to .....%
Property (direct or indirect)	.....% to .....%
Other investments including derivatives, futures, options, foreign currency	.....% to .....%

These ranges are purely indicative and the Trustees may vary the allocations at any time if satisfied that the current market conditions of the Fund's circumstances warrant such a change. If the trustees wish to invest out side these parameters, the investment strategy of the Fund must be revised in writing and all decisions minuted.

The Trustees may from time to time seek the professional advice of an accountant, solicitor or financial planner in the formulation of the investment strategy.

In formulating this strategy the Trustees have taken into consideration relevant features of the investment types in accordance with both the Fund's objectives and the superannuation laws. The Trustees considered:

- The risk and return of the investments;
- Diversification of investments;
- Liquidity and cash-flow requirements; and
- Ability of the Fund to discharge its liabilities.

The trustees have considered the advantages and disadvantages of holding death and disability insurance through the superannuation fund. The trustees have resolved that it is appropriate for members of the fund to seek advice from a financial advisor in selecting an insurance product and determining the appropriate entity in which to hold that product. The trustee will therefore only arrange insurance cover as requested by the member individually.

- **POLICIES**

The policies adopted by the Trustees in order to achieve these objectives are:

- Regular monitoring of the performance of the Fund's investments which would cover the rate of return in income and capital growth, the risk profile of the overall investment mix and the expected cash flow requirements of the Fund.
- Balancing the Fund's investment portfolio due to changes in market conditions.

The Trustees aim to ensure investments of the Fund continue to comply with the overall strategy and so may review the strategy as required however it will be reviewed at least annually and the Trustees reserves the right to change the strategy at any time.

Signed as a true and correct record by the Trustees:

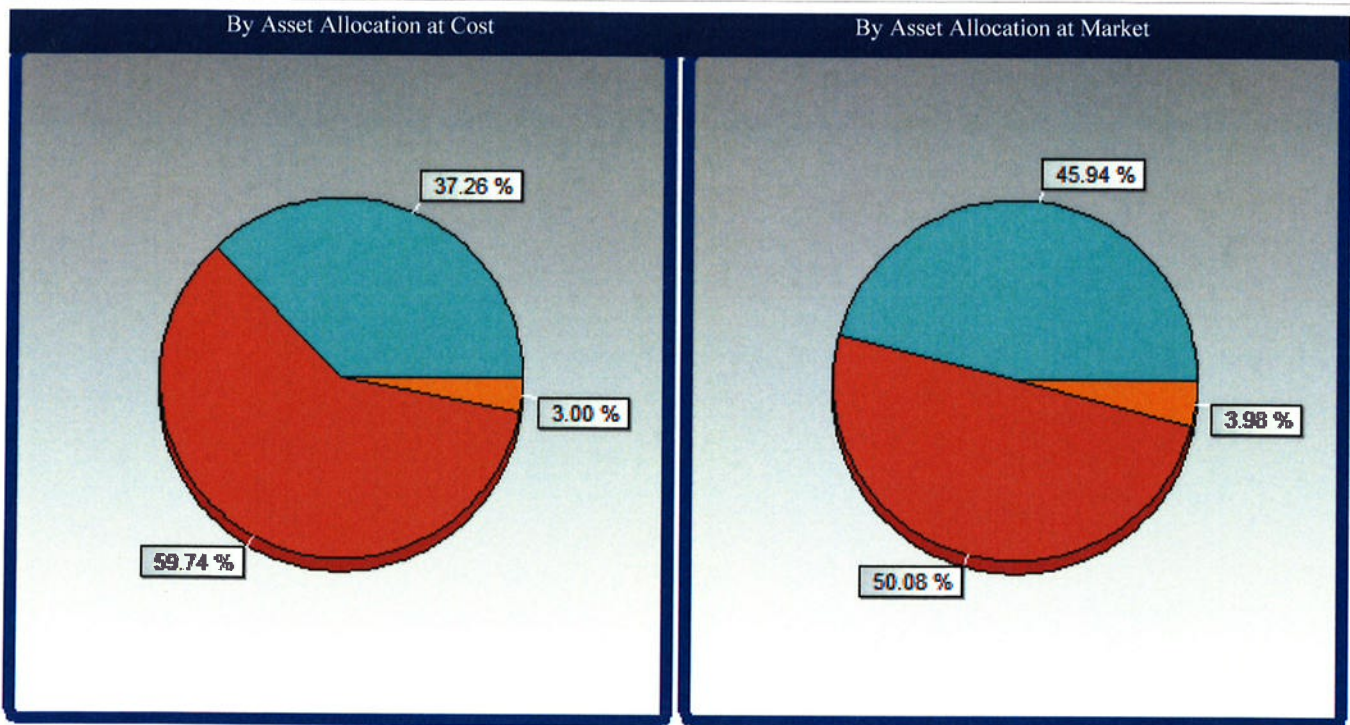


Date: 01/07/2015



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**KOSER SUPERANNUATION FUND  
INVESTMENT SUMMARY PIE CHARTS AT 30 JUNE 2016**



**Asset Groups (by Asset Allocation)**

	Cost		Market	
	Amount	Percent	Amount	Percent
Australian Fixed Interest	592,670	37.26%	550,000	45.94%
Australian Shares	950,123	59.74%	599,525	50.08%
Cash	47,677	3.00%	47,677	3.98%
	<u>1,590,470</u>	<u>100.00%</u>	<u>1,197,203</u>	<u>100.00%</u>

1,215,785

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