

Minutes for Investment Strategy

Madyjack Superannuation

Adam Barclay Webb and Kelly Ann Webb

ABN/ACN: 64 /286/081/647

Minutes of Meeting of the Trustees

held at: Lot 1, Chiverton Place, COWRA NSW 2794

on: Date: 5 FEBRUARY 2007

Present: Adam Barclay Webb

Kelly Ann Webb

It was resolved that the Trustees of the Madyjack Superannuation Fund hereby formulate an investment strategy for the fund to take account of:

1. Risks and return on investments.
2. Diversity of investments to spread risk (if appropriate).
3. Benefit payments as they fall due.

The strategy is to be documented and reviewed regularly, with objectives and policies adhered to.

The Investment Strategy that was adopted by the Trustees for the Members was Balanced investment approach as detailed in the SoA dated 29 January 2007

Signed as a true record.

Trustee Signature *Adam Webb*

Adam Barclay Webb

Dated: 5 FEBRUARY 2007

Trustee Signature *Kelly Webb*

Kelly Webb

Dated: 5 FEBRUARY 2007

Balanced Investment Strategy

Investment strategy: The investment strategy of the fund is to invest in a balanced portfolio with exposure to all asset classes including property, domestic and international equities, fixed interest and cash.

Investment objective: The fund's investment objective is to achieve tax-effective capital growth over the medium to long-term (4 to 5 years) from property securities and equities, both domestic and international, whilst accepting a moderate level of risk. A negative return would be acceptable 1 in 6 years. A return objective of at least CPI + 3.5% over rolling three year periods is sought.

Risk: Assets associated with this investment strategy may exhibit medium price volatility. It is possible that some investments may show a loss in the medium-term. With some exposure to growth assets, this should lower the fund's risk profile to a medium level. Other investments include alternative investments such as commodities, fund of hedge funds and alternate yield. They may involve higher levels of volatility than traditional asset classes.

Liquidity: Cash must be held within the fund so that it is always in a position to meet its expenses. Especially where a fund's assets produce irregular income, a minimum of 5% of the fund should be held in liquid cash funds. Purchases will not be approved unless the fund will have the necessary cash when settlement is due.

Should the fund's cash reserves be insufficient to meet its short-term liabilities, there must be a contribution of enough money or the trustee is empowered to sell sufficient assets to meet those liabilities. It is envisaged that should members or their dependants require payment of benefits, they will be permitted to take an in specie transfer of assets in lieu of cash (if permitted by superannuation law at the relevant time).

Diversification: Asset class diversification is provided for by the ranges listed below in line with the investment strategy, which may be reviewed and adjusted over time with the trustees' approval. Diversification within the asset classes will reduce the risk to the portfolio from movement in the price of individual assets. Where the trustee is satisfied that a lack of diversification does not present any danger to the fund's ability to pay benefits, a greater commitment to an individual asset is permitted.

Asset category and class exposure: The investment strategy may be initially implemented in a staged manner. Once established however, the fund must comply with its weighting to cash, fixed interest and growth asset categories at all times. The trustee can on a case-by-case basis approve weightings (up to 5%) outside asset class ranges.

The fund trustees have indicated that the fund investment strategy is for a Balanced investment approach. This will allow for the investment of funds into the following asset classes:

Asset Class	Range	Benchmark
Cash	0%-100%	5%
Australian fixed interest	0%-35%	15%
International fixed interest	0%-30%	10%
Australian equities	15%-55%	35%
International equities	5%-45%	25%
Property	0%-30%	10%
Other	0%-30%	0%

Portfolio Characteristics

Suggested minimum time frame for investment	Four to five years
Level of short-term investment risk	Moderate to high
Return objective (relative to other investment strategies)	Moderate to high
Overall asset mix	Growth (70%) /income assets (30%)