

# SELF MANAGED SUPERANNUATION FUND INVESTMENT & INSURANCE STRATEGY

2020-21

Document provided by

**TOWNSENDS BUSINESS & CORPORATE LAWYERS**

Tel 02 8296 6222 [www.townsendslaw.com.au](http://www.townsendslaw.com.au)

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## **Explanatory notes**

1. This is a template document which must be completed to suit the particular circumstances of the superannuation fund and the member/s thereof.
2. This document has been prepared to assist the superannuation fund and its trustee/s comply with SIS Regulation 4.09.
3. The supply of this template document does not, and is not intended to, constitute financial product advice, a dealing in a financial product or a financial service.
4. SIS Regulation 4.09 requires that the trustee of a self managed superannuation fund formulate, review regularly and give effect to an investment strategy that has regard to the whole of the circumstances of the fund including:
  - (a) investment risk (making, holding, realising) and investment return having regard to the objectives and cash flow requirements of the fund
  - (b) composition of the fund's investments as a whole including diversity or the risk of lack of diversity
  - (c) liquidity in light of the fund's cash flow requirements
  - (d) ability of the fund to discharge existing or prospective liabilities
  - (e) whether the fund should insure one or more of the member/s
5. The investment strategy can include the ability of a member or class of members to direct the trustee in relation to the investment of a particular asset or assets in accordance with SIS Regulation 4.02

**WRITTEN RESOLUTION** by **JHOL CorpTru Pty Ltd ACN 649 887 669** (“the Trustee”)

33 843 319 453

As Trustee of the **JHOL Super Fund ABN 33 843 319 453** (“the Superannuation Fund”)

The Trustee of the Superannuation Fund records the adoption of an investment and insurance strategy (“the Investment & Insurance Strategy”) for the Superannuation Fund as follows:

**1. Member Details**

**First Member: <NAME>**

The relevant circumstances of the particular member are set out in the following table:

<b>PARAMETER</b>	<b>COMMENT</b>
Name of member	<i>Johan</i>
Age of member	<i>53</i>
Employment status of member	<i>Employed WSRP</i>
Retirement needs of member	None currently
Member’s risk profile	High to medium

**Second Member: <NAME>**

The relevant circumstances of the particular member are set out in the following table:

<b>PARAMETER</b>	<b>COMMENT</b>
Name of member	<i>Shirley</i>
Age of member	<i>47</i>
Employment status of member	<i>Part time – Studying</i>
Retirement needs of member	None currently
Member’s risk profile	medium

## 2. Summary of the relevant investment and financial circumstances of the Superannuation Fund

The relevant circumstances of the Superannuation Fund are set out in the following table:

PARAMETER	COMMENT
Number of members	2
Duration of Investment Horizon of members – including shortest and longest	30-40
Initial value of investment fund (including value of benefits likely to be rolled)	200k
Expected contribution flow per contribution period (net of taxes and fees)	20000 – 40000 pa
Expected form in which benefits are to be taken	All members will be in accumulation phase for the foreseeable future
Nature of benefit liabilities (defined benefit or accumulation)	Accumulation
Cash requirement of fund to meet regular/anticipated expenses – administration and insurance expenses	\$6000 per annum admin brokerage and tax
Members in accumulation phase v members in pension phase	Each member is in accumulation phase
Cash requirements of fund to meet regular/expected pension payments for next 12 month period	No pension payments are expected to be made during the next 12 months
Trustee liabilities in relation to limited recourse borrowing arrangements	n/a
Reserves maintained by the Fund (excluding unallocated contribution accounts and provisions for accrued expenses)	n/a
Total value of illiquid assets (eg real estate)	none
For each member type, amount and purpose of risk cover	None – insurance is held out of super

### 3. Investment objective

The investment objective of the Superannuation Fund will be to establish a level of investible funds which the Trustee considers to be \$1,200,000.

Once the value of fund assets exceeds \$1,200,000 a review of the current investment objective will be undertaken to determine whether the current objective remains appropriate.

### 4. Investment strategy

The asset allocation and the required considerations in respect of each asset are set out in Table A of this Investment Strategy.

**Resolved** that the asset allocation be adopted and implemented in respect of the Superannuation Fund.

**Resolved** that for the purposes of triggering a review of the asset allocation, an acquisition of an asset is a material acquisition if the value of the asset is or exceeds whichever is the greater of 10% of the gross value of the Fund or .

**Resolved** that each trustee/director of the Trustee is authorised to invest, reinvest or reallocate the property of the Fund in a manner permitted by the adopted asset allocation.

### 5. Insurance strategy

Table B sets out a complete and accurate summary of the insurance covers which at the date of this strategy are in force in respect of the various members.

The trustee/s have considered the various members' needs and desire for life and TPD insurance.

**Resolved** that there is currently *no* need for insurance covers in respect of the members Johan and Shirley Oelofse as their insurance is held out of self managed super fund .

### 6. Review and monitoring

**Resolved** that both the investment objective and the investment strategy will be reviewed on an annual basis, which review is to be undertaken in conjunction with the preparation of the annual financial statements of the Superannuation Fund.

**Resolved** that the investment objective and the investment strategy will also be reviewed as and when circumstances warrant. For example, a review of the objective and strategy will occur if there is a material change in the value or circumstances of the trust fund being a change which is not within the adopted asset allocation.

This could occur by reason of any of the following (or any other relevant event not listed below):

- (a) a significant transfer in or out of the Superannuation Fund;
- (b) a significant increase/decrease in contribution flows into the Superannuation Fund;
- (c) the Superannuation Fund entering into a limited recourse borrowing arrangement;
- (d) the acquisition by the Superannuation Fund of an asset of a material value which is an illiquid investment;
- (e) the commencement of a pension in respect of a member of the Superannuation Fund;
- (f) a material change to the wealth of a member of the Superannuation Fund; or
- (g) a material change to a member's superannuation benefits held on behalf of the member in another superannuation fund.

**7. Advice to members – insurance arrangements**

**Noted** that the members of the Superannuation Fund, by virtue of their participation in the management of the Superannuation Fund (either as a trustee or as a director of the corporate trustee), are aware of and have acknowledged the adoption of the insurance risk strategy.

**8. Advice to members – investment objective and investment strategy**

**Noted** that the members of the Superannuation Fund, by virtue of their participation in the management of the Superannuation Fund (either as a trustee or as a director of the corporate trustee), are aware of and have acknowledged the adoption of these investment objectives and the investment strategy.

**Signed** as a Written Resolution of the Directors of JHOL CorpTru Pty Ltd ACN 649 887 669

.....  
Director

.....  
Director

Dated: .....30...../...6...../ 2022.....

*(All trustee/directors must sign for the resolution to be effective. This document is only effective as a resolution of a company if the constitution of the company permits the use of such written resolutions either through the adoption of the replaceable rules in sections 248A or 248B of the Corporations Act 2001 or through a materially similar rule contained in the constitution.)*

**TABLE A to INVESTMENT & INSURANCE STRATEGY**

The JHOL Super Fund ABN 33 843 319 453  
 (“the Superannuation Fund”)

The Superannuation Fund’s Investments

DESCRIPTION OF ASSET	RISK OF ACQUIRING ASSET	RISK OF HOLDING ASSET	RISK OF REALISING ASSET	LIKELY RETURN FROM ASSET (INCOME/CAPITAL)	LIQUIDITY RATING OF ASSET	WHY WILL INVESTING IN THIS ASSET ACHIEVE RETIREMENT GOALS OF MEMBERS
Cash	Low	Low	High	Low	High	Used to pay tax liabilities and ongoing costs
Listed Shares	Low	Low	Medium	Medium	High	Opportunity for income and growth opportunities in other medical fields
Unlisted Shares	High	Low	Medium	High	Medium	Opportunity to be part of medical research success in retail products in various fields



