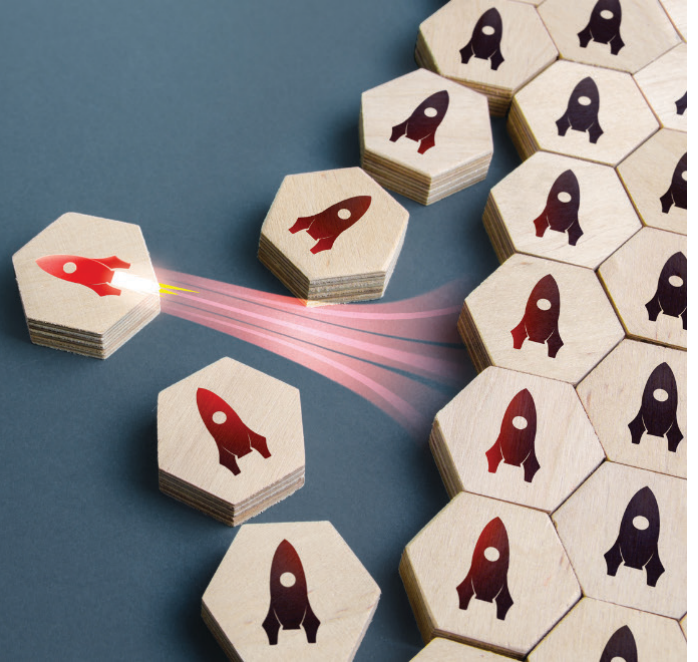




Why should you consider the Trustees' choice?



Not all of us are investment experts. In fact, for many of us, the investment world can seem quite intimidating. That's why the Fund's Trustees have put various default investment strategies in place for members.

Since very few members make investment choices, default investment strategies are very important: so important that they are governed by Regulation 37 of the Pension Funds Act, which requires Trustees to have default investment strategies in place.



These default strategies must meet certain important requirements listed in the regulations.



If you are invested in one of the default strategies, your investments are managed for you in accordance with carefully selected criteria.



Your investments may be adjusted for you over time, depending on how close you are to meeting the retirement goals measured by the Fund.

The Board of Trustees has a fiduciary duty to the members of the Fund, and has your best interests in mind when selecting the most suitable and cost-effective default investment strategies for the Fund. In selecting these default investment strategies, the Board of Trustees considers:



Your most important investment need: minimising the risk of you not retiring comfortably or your standard of living reducing once you retire



Your investment goals and your investment time horizon (the duration until your retirement)



The available investment options and your risk appetite

The Fund's investment philosophy targets reasonable long-term expected returns within acceptable risk limits, with the aim of meeting your retirement goals and investment objectives.



This long-term view when managing investments meant that little adjustment was required to existing investment portfolios during the extremely volatile periods seen in 2020.



A **goals-based** default investment strategy was introduced in March 2019, using three risk-profiled portfolios, to target member-specific projected retirement incomes at normal retirement age.



The **goals-based** approach can assist you in choosing a portfolio that may best suit your individual retirement needs but within acceptable risk limits.

The ongoing monitoring of the Fund's investment philosophy and the underlying portfolios is the responsibility of the Board of Trustees. Formal monitoring of investment performance and the underlying portfolios is conducted by the Fund's Investment Sub-committee on a quarterly basis. This committee is comprised of suitably qualified individuals, and they are assisted where necessary by asset managers and other investment experts.

TO LEARN MORE ABOUT THE FUNDS

<https://csuf.liberty.co.za>

