Income investment fund

In summary

Example

Investment amount $15,000 [amount you invest]

Weekly income $ 40.38 [amount paid as income each week]

Income continues on each year forever

(may rise or fall, includes some repayment of capital such that the amount would reduce over a

20 year period)

Purpose

An investment fund designed to provide on-going income.

Income is paid weekly into the nominated bank account.

Authorised investments

Top 20 shares listed on the Australian Stock Exchange

Subject to a maximum of 5% of the fund in any one stock

Cash deposits at banks

Government bonds and treasury notes

Properties subject to at least 80% occupancy at purchase date and independently managed

Payout formula

Income received + 10% of capital p.a.

Fees

1% of the fund value p.a., charged monthly as (1%/12)