

Press Release

Super losses leave people looking for alternatives

The bear market and wealth destruction has left people worrying they won't have enough in Super to stop working and retire.

Managing Director of Maven Financial, David Harvie is seeing people in their 40s and 50s rethink their long term growth strategies having lost a large pool of retirement funds in the market downturn.

"Following heavy market losses, Super is at the top of people's minds and they are looking for alternatives with more secure growth options," Mr Harvie said.

Having seen how quickly wealth can disappear, Mr Harvie says that people are very gun shy about higher risk investment strategies. There is still an appetite for gearing through superannuation as people recognise the merits of this as an investment strategy but reputable brands are very important.

"Quantum Portfolio uses a warrant structure with a non-recourse loan, so if the investment goes pear shaped, the investor has the ability to walk away without further obligation," Mr Harvie said.

"Unlike traditional warrants, Quantum Portfolio is lower in cost and more tax effective as a simple investment without the complexities of embedded derivatives," he said.

Mr Harvie believes that people have been burnt in the sharemarket so they are flocking back to quality and only invest with companies they trust.

Quantum National Sales Manager Michael Kolikias says the reduction in contributions cap provides another strong case for using gearing through super.

"DIY super funds are making the most of the higher voluntary contributions ahead of the June 30 cut off when the cap will be halved for people over 50 years to \$50,000 and people under 50 years to a \$25,000 limit," Mr Kolikias said.

"Changes to voluntary contributions have made gearing through superannuation even more important, when used appropriately, to ensure people can accumulate long term wealth for retirement," he said.

About Quantum Portfolio

Quantum Warrants have been specialising in property and portfolio warrants since the legislation changed to allow gearing through superannuation in July 2006.

Quantum Portfolio is an investment lending platform that allows you to buy a portfolio of shares and managed funds using equity and borrowed funds within Super.

Quantum Portfolio is a simple way to invest in shares and managed funds to accelerate investment returns and minimise tax within an SMSF.

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However, unlike traditional warrants, Quantum Portfolio is lower in cost, more tax effective and is a simple investment without the complexities of embedded derivatives.

Key Features

- Ability to increase the exposure to shares and managed funds
- Ability to increase diversification
- Access to the benefits of dividends, franking and tax deferred distributions on the total investment amount without your superannuation fund having to contribute the full investment amount
- Potential to use excess franking and interest deductions to offset contributions and earnings taxes within your superannuation fund
- Extensive choice of 200+ shares and 1,200 managed funds
- Ability to trade Approved Securities
- Ability to create a "self funding" position such that expected dividends exceed interest expense, leaving the excess available to reduce your debt
- Competitive interest rates and low facility fees
- Simple application process without credit checks
- Consolidated reporting (with online access) on all transactions, investment holdings, obligations, dividends, distributions and interest