

## Investment Approach

The Investment approach of the NRBF is designed to ensure the prudent management of members' contributions, aiming for sustainable growth while safeguarding the fund's asset.

## Investment Goals & Objectives

The investment goals and objectives of the NRBF are aligned with its mandate to provide sustainable and secure retirement benefits to its members. These goals are informed by prudent financial management principles, regulatory guidelines, and the long-term vision of the fund.

- i. **Capital Preservation:** Protecting members' funds while ensuring financial sustainability
- ii. **Income Generation:** Achieving returns above inflation and benchmarks to sustain fund growth
- iii. **Capital Growth:** Achieving appreciation in the value of investments over time
- iv. **Diversification:** Balancing risk by investing in a mix of domestic and international assets
- v. **Liquidity Management:** Ensuring sufficient funds are available to meet benefits payments and obligations.

## How & Where do we Invest

- i. **Fixed Income Securities:**
  - Government Bonds: Investments in Tongan government bonds provide stable returns and support national development
  - Term Deposit: Term deposit investments with major banks in Tonga, including a recent deposit with ANZ Bank New Zealand
- ii. **Equities:** Investing in shares of reputable Tongan companies contributes to the local economy and offers potential capital appreciation.
  - PTH - NRBF holds a 20% ownership stake in PTH, valued at TOP \$4,881,525
  - TDB - NRBF also holds a 20% ownership stake in TDB, valued at TOP \$8,432,592.50
- iii. **Commercial Lending-** Supporting key sectors of the economy through partnerships and strategic funding.
- iv. **Offshore Investment-** Enhancing returns through foreign market exposure, particularly in stable financial institutions.
  - ANZ Bank NZ - Fixed term Deposit valued at 10 million NZD (TOP\$13,824,300)

## Investment Portfolio

Class	2020	2021	2022	2023	2024	YTD -2025
Local Fixed Term Investment	44,563,342	51,501,496	53,174,060	64,822,213	71,519,643	69,273,210
Loans	0	0	3,286,760	2,980,507	2,661,778.18	2,442,110
Share Equity	12,196,848	12,475,852	12,398,784	12,398,784	13,314,117	13,314,117
Offshore Fixed Term Deposit	0	0	0	0	0	13,824,300
TOTAL	56,760,190	63,977,348	68,859,604	80,201,505	87,495,539	98,853,737
Annual Crediting Rate	3.69%	4.24%	3.70%	3.15%	2.85%	NA