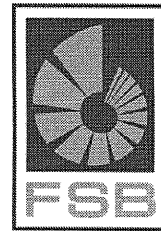


FINANCIAL SERVICES BOARD

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INFORMATION CIRCULAR PF NO. 2 OF 2012

PENSION FUNDS ACT, 1956

REGULATION 28 – MONITORING OF COMPLIANCE

For purposes of monitoring continuous compliance with the requirements of regulation 28, boards of management of pension funds (“boards”) must ensure that they have the appropriate systems and monitoring mechanisms in place. Boards must obtain confirmation that the processes and procedures of funds’ service providers are adequate to ensure continuous compliance with their specific mandate(s) or contractual arrangements. Service providers must further be able to provide reports (at least quarterly and at the financial year-end of the fund) on compliance with regulation 28 and their detailed portfolio holdings.

Where boards have implemented the necessary systems and mechanisms as set out above, it would not be necessary to obtain detailed portfolio holdings on a daily basis for monitoring purposes.

Yours sincerely


JA BOYD
REGISTRAR OF PENSION FUNDS