

Newsletter

May 2015

Dear All,

Below is our May report.

HFSB Adds Administrator Transparency Reporting to its Toolbox

The HFSB has added an Administrator Transparency Reporting (ATR) template to its [Toolbox](#). This template is intended to help provide independent confirmation of fund assets and liabilities by the administrator, as well as allow investors to evaluate the fund's pricing sources and assess the diversification and quality of counterparties. It also will help investors assess shifts in the type of assets (Level I-III) included in the portfolio.

Dame Amelia Fawcett, Chairman of the HFSB, said: "The Toolbox draws on the significant and broad experience of HFSB signatories and Investor Chapter members, and provides an important mechanism for sharing good practice in the industry. The ATR template is another example of the effectiveness and timeliness of this approach."

Bruce Cundick, CIO of Utah Retirement Systems, who recently joined the HFSB, noted: "ATR plays an important role in our due diligence and facilitates ongoing monitoring of managers."

John Richardson, COO & General Counsel of IONIC Capital Management, a New York-based manager and a Core Supporter of the HFSB, said: "Administrator Transparency Reports are an integral part of our investor reporting. We believe this a great tool to provide independent confirmation of certain key metrics regarding our funds on a monthly basis."

The ATR template was developed in collaboration with investors, managers and fund administrators globally and reflects a wide range of transparency reports provided by fund administrators. The HFSB intends to explore further standardisation of ATR with the industry in the coming months.

The publication of the ATR template follows last year's publication of the [Standardised Board Agenda](#) which covers key issues that should be addressed in fund board meetings.

REMINDER: HFSB Consultation on Conflicts of Interest

In March 2015, the HFSB published a consultation paper to amend its Standards in relation to managing conflicts of interest. The consultation concludes on 12 June 2015. Please click [here](#) to read the consultation paper and submit your feedback.

HFSB Annual Assembly & Institutional Investor Roundtable:

The HFSB held its Annual General Assembly & Institutional Investor Roundtable in London on 13 May 2015.

Andrew Bailey, Deputy Governor of the Bank of England and CEO of the Prudential Regulatory Authority, opened the Assembly. He noted that "the

Introducing New Trustees

Continuing our topic of introducing our new Trustees, this month we would like to tell you about **Dale West, Senior Managing Director, Teacher Retirement System of Texas (TRS)**.

Dale West is the Senior Managing Director of External Public Markets at the Teacher Retirement System of Texas in Austin, Texas.

trend towards greater market-based finance should be welcomed, but it is important that accompanying risks to financial stability are well understood and managed. The HFSB provides a powerful platform for the market participants, specifically institutional investors and managers, to contribute to this effort to strengthen the resilience of capital markets.”

Rob Taylor, Head of the FCA’s Investment Management Department, provided the concluding remarks. He stated that “it is encouraging to see the hedge fund industry being proactive in addressing topical issues through the HFSB process, which complements the FCA’s efforts”.

In addition, Jeffrey Bronheim, General Counsel of Cheyne Capital, provided an overview of European Long Term Investment Funds ([ELTIF](#)), a collective investment framework for long-term investment opportunities for institutional and private investors. Marta Jankovic, Head of ESG Integration Alternatives of APG, outlined the Dutch pension fund’s [Responsible Investment Policy](#) and how it applies to hedge fund managers. The event also included a panel discussion with the participation of Teacher Retirement System of Texas (Dale West), Future Fund Australia (David George), Unigestion (Patrick Fenal) and Towers Watson (Paul Berriman).

TRS is a \$130 billion pension system serving 1.4 million active and retired educators and their families. Dale's team oversees the Trust's \$39 billion portfolio of externally managed public market assets, including \$27 billion in traditional long-oriented equities and \$11 billion in hedge funds. Dale serves on the TRS Internal Investment Committee and Management Committee. He is a member and past board member of the Texas Hedge Fund Association.

Prior to joining TRS, Dale was based in London with the emerging markets equity team of T. Rowe Price International, where he covered telecoms and emerging markets. He also served in the U.S. Foreign Service, including a three-year posting to the American embassy in Bucharest, Romania.

Dale received an MBA from Stanford University, and is a graduate of the Plan II Honors Program at the University of Texas at Austin.