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SCOTTISH STATUTORY INSTRUMENTS

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**2010 No. 233**

**The Local Government Pension Scheme (Management and Investment of Funds) (Scotland) Regulations 2010**

*Investment managers*

**Terms of appointment of investment managers**

- 9.—(1) An investment manager must be appointed on the terms set out in paragraphs (2) to (7).
- (2) The administering authority must be able to terminate the appointment by giving not more than one month's notice.
- (3) The investment manager must report to the authority at least once every three months on the action the investment manager has taken on behalf of the authority.
- (4) The investment manager must comply with all of the authority's instructions, except in circumstances permitted by the investment manager's terms of appointment.
- (5) In managing the fund the investment manager must take into account—
- (a) that fund money must be invested in a wide variety of investments;
  - (b) the suitability for the fund of particular types of investment, or of any particular investment; and
  - (c) the administering authority's statement of investment principles.
- (6) But paragraph (5)(a) does not apply where the investment manager only manages part of the fund and the terms of the investment manager's appointment provide that it does not apply.
- (7) The investment manager must not make investments which would contravene the authority's statement of investment principles or regulation 14.
- (8) In determining the investment manager's terms of appointment, the authority must take proper advice.