

## SCHEDULE 2

### FINANCIAL SUSTAINABILITY REQUIREMENT

#### PART 2

##### Requirements to be met by Master Trust schemes and scheme funders

5. A Master Trust scheme and each scheme funder must meet the following requirements in relation to the scheme's financing—

- (a) any assets held by the trustees or a scheme funder to meet the costs mentioned in section 8(3) of the Act must be—
  - (i) of the classes and in the proportions set out in a Code;
  - (ii) valued in accordance with any discounted rates set out in a Code, and
  - (iii) available to be used when the relevant cost falls due;
- (b) the scheme's trustees must have first call on the assets referred to in sub-paragraph (a);
- (c) any funding commitment made to the scheme by a scheme funder or an employer must be given in writing and duly executed by the party making the commitment;
- (d) where a scheme funder operates more than one Master Trust scheme, the funds allocated to each scheme must be separately identified to the Regulator;
- (e) where the assets include cash in a greater proportion than that set out in a Code, the Regulator may require trustees to hold a proportion of the assets set out in a Code in a separate account kept with a deposit taker as defined in Article 49(8A)(1) of the 1995 Order (other responsibilities of trustees, employers, etc.).

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(1) Paragraph (8A) was inserted by Article 154(5) of [S.I. 2001/3649](#) and amended by regulation 3 of [S.R. 2007 No. 457](#) and Article 4 of [S.I. 2013/472](#)