

The NED

Independent intelligence on fund director issues

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AIFMD will shake up alternative fund boards

Relatively little of the huge amount that has been said and written on the AIFM Directive has focussed on its implications for fund boards. But the Directive, which is now in effect, is likely to have a significant impact on European corporate governance in general and on board selection in particular.

Risk governance issues have of course been gaining importance anyway, irrespective of the Directive. As The NED has covered recently this is a subject that has become more prominent in the US, in particular. But AIFMD includes stipulated responsibilities for the boards of AIFs on risk. Directors have a portfolio management supervisory responsibility under the Directive. [Continued on page 7 >>](#)

Disappointing response from investors to CIMA's survey

Six months after the Cayman Islands Monetary Authority announced its industry wide consultation process on corporate governance practices in Cayman it has published the results of its survey as well as offering a month long consultation on its next steps. Although 179 responded to the survey less than 16% were investors. Managers and investors combined made up less than half the sample, just 47%.

CIMA commissioned Ernst & Young to conduct the study "as part of a wider effort to consult with local industry associations and other..." [Continued on page 9 >>](#)

AIFMD already affecting director searches

The NED polled directors on this much discussed Directive, now in force, and found that a number of those based in Europe have already been impacted by it. However those in the Caribbean and elsewhere report that it has not yet had any effect on them. Risk management and general questions regarding what AIFMD means for boards are the two most common areas of enquiry. [Continued on page 12 >>](#)

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Companies and Associations mentioned in this issue:

Carey Olsen	HMRC
CIMA	IRS
E&Y	Mourant Ozannes
GFSC	Volaw
Heritage	

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By Cheque (£ Sterling only)

Make cheque payable to:
IFI Global Ltd.
10 Arthur Street
London EC4R 9AY

For additional information please contact [Tamara Sims](#) at sims@ifiglobal.com

IFI Global Ltd, 10 Arthur Street, London EC4R 9AY Tel: +44 (0) 207 220 9077

The NED is published by IFI Global Ltd, 10 Arthur Street,
London EC4R 9AY Tel: +44(0)207 220 9077

Editorial & research enquiries:

Simon Osborn e-mail: osborn@ifiglobal.com

Directory & event enquiries:

Tamara Sims e-mail: sims@ifiglobal.com

Subscription enquiries:

Alan Hallett e-mail: hallett@ifiglobal.com