



March 1, 2011

Dear Pension Industry Stakeholder:

Re: CAPSA Guideline on Fund Holder Arrangements

On behalf of the Canadian Association of Pension Supervisory Authorities (CAPSA), we are pleased to announce the release of CAPSA *Guideline No. 5: Guideline on Fund Holder Arrangements*.

This Guideline arises from the need to clarify the nature of fund holder arrangements and their related responsibilities. This Guideline focuses on fund holder arrangements by:

- Expanding on CAPSA Guideline No. 4 by highlighting the governance principles related to fund holder arrangements.
- Identifying the permitted types of fund holder arrangements.
- Discussing the respective roles and responsibilities of key players.
- Providing stakeholders with information on what the regulator looks for when examining fund holder arrangements.

On May 4, 2010, CAPSA released the draft *Guideline on Fund Holder Arrangements* for stakeholder review and comment. The consultation period for the draft Guideline ended on September 15, 2010. During the consultation period, CAPSA received a number of written submissions from interested stakeholders. After considering the feedback received, CAPSA has made a number of revisions to the consultation draft and is now releasing the final version of the Guideline.

CAPSA would like to thank all of those who provided comments on the consultation draft of the Guideline. We are particularly indebted to the work of the members of the industry advisory group whose expertise was instrumental in the success of this initiative. The contributions of pension stakeholders are critical to the success of CAPSA initiatives.

Yours very truly,

Mario Marchand
Chair, Canadian Association of Pension Supervisory Authorities (CAPSA)

Mark Prefontaine
Chair, CAPSA Fund Holder Arrangements Committee