

## Investment Guidelines - QROPS

- The portfolio must be in line with the underlying Member's attitude to risk.
- Predominantly invested in regulated markets. Not more than 10% of the Scheme assets can be invested in securities that are not traded in or dealt on a regulated market.
- Esoteric Investments are not acceptable.
- Maximum of 40% of the fund in assets with expected liquidity of greater than 3 months but not greater than 6 months.
- Where liquidity is provided by a secondary market, this must be provided by the issuer of the asset and have a maximum pricing period of monthly.
- Where products with underlying capital guarantees are chosen, i.e. Structured Notes, these will be permitted up to a maximum of 25% of the portfolio's value. No more than 12.5% of the portfolio may be subject to the same issuer/ guarantor default risk, who must be rated as investment grade by an acceptable credit rating agency.
- Where such products are chosen, they may utilise a maximum of 4 underlying indices, with a barrier of 65% or below. In the case of more volatile indices, the product will be restricted to 10% of the portfolio. Stock based notes are not acceptable.
- Structured Notes will only be accepted at the discretion of the Trustees.
- In addition, further consideration needs to be given to the following factors:
  - Overall size of fund;
  - Credit risk of underlying investment;
  - Liquidity of fund.
- No private funds or private company shares, including shares in a company where the Member, or a related person is a controlling shareholder.
- No immovable property assets. Property funds are acceptable within parameters set out within this guidance.
- No gearing or leverage through the use of derivative products, aside from the use of structured products, which provide some underlying guarantees. If individual investments or equities are considered, then not more than 10% in any singular asset, aside from collective investments.
- Collective Investment Schemes or Funds that provide a sector or geographical spread are acceptable, even if the investments are confined to one Fund, with a recognised provider, so long as the said Fund is an acceptable Fund of Funds.
- In addition to the above, the portfolio must be constructed in such a way as to avoid exposure:
  - To any single sector;
  - To any single region;
  - To any single credit risk.

## Investment Guidelines - QROPS (continued)

### Additional requirements: Gibraltar

- Investments must be suitable for retail consumers.
- Non-Retail investment(s) will only be considered at the discretion of the Trustees and where the requirements for the identification of a Member as a Professional Client, as defined in the Regulations, have been met.

These Guidelines do not override any additional legal requirement imposed on the promoter of an investment or investment adviser, regarding any contractual requirement or any client classification rules imposed under law or regulation in the Jurisdiction of the product manufacturer/fund manager and/or under the Members current jurisdiction at the time of promotion and/or investment.

#### Malta

##### Momentum Pensions Malta Limited

Ground Floor, Crown Marina  
Ta' Xbiex Seafront  
Ta' Xbiex, XBX1027  
Malta

**Tel** +356 2787 7677

**Fax** +356 2787 7671

malta@momentumpensions.com

#### Isle of Man

##### Momentum Pensions Limited

Westmoreland House  
32 Circular Road  
Douglas, IM1 1AE  
Isle of Man

**Tel** +44 1624 619751

**Fax** +44 1624 612479

iom@momentumpensions.com

#### Gibraltar

##### Momentum Pensions (Gibraltar) Limited

19A Town Range  
PO Box 872  
Gibraltar

**Tel** +350 2007 6630

**Fax** +350 2007 6636

gibraltar@momentumpensions.com

### Regulatory information

Momentum Pensions Malta Limited is the Retirement Scheme Administrator of the Momentum Malta Retirement Trust, which is registered as an approved Retirement Benefits Scheme. Momentum Pensions Malta Limited is authorised and regulated by the Malta Financial Services Authority Under Company Registration Number C52627.

In the Isle of Man, Momentum Pensions Limited is registered as a Retirement Benefits Scheme Administrator by the Isle of Man Financial Services Authority under registration number RA102. Momentum Pensions Limited is the Trustee and Administrator of the Momentum Pension Trust, the Momentum Isle of Man Pension Plan, the Momentum Extra Pension Plan and the Momentum Retirement Savings Plan.

Momentum Pensions (Gibraltar) Limited is licensed and authorised by the Gibraltar Financial Services Commission as a Personal Pension Scheme Controller under License Number FSC1212B. Company Registration Number 109892