



## Core Unit 4

# Financing and Investing for Retirement Provision

### Assignment 5

*(Part 5 Investment Strategy and Governance and Part 6 – Investment Management)*

*Recommended Time: 1 hour*

1. Explain how “white labelling” can assist trustees in communicating the range of investment options in a defined contribution scheme.

**10 marks**
  
2. Explain the purpose of a secondary funding target for a defined benefit scheme and briefly outline how strategies are devised for reaching this target.

**10 marks**
  
3. Explain the purpose of a Statement of Investment Principles and outline the main matters covered within this document.

**10 marks**
  
4. Briefly outline the principles behind active and passive investment management.

**5 marks**
  
5. What are the benefits of utilising multi-manager funds as part of the overall investment management of a scheme?

**10 marks**
  
6. Trustees can measure a manager’s investment performance by peer group comparisons or against an index. How do these two approaches differ and supplement each other?

**5 marks**