SECTION 2  Governance Structure and Functions

Article I 2.10 Functions of the Investment Committee

As the subsidiary and expert body of the Governing Board on investment matters, the Investment Committee shall, in particular:

1. make proposals to the Governing Board concerning the statement of investment principles and investment policy of the Fund, including the asset management, and any measures related thereto;

2. determine the Fund’s asset management process and monitor its implementation;

3. decide on the implementation of the Fund’s asset management process, or mandate the Chief Executive Officer to do so on its behalf;

4. monitor the Fund’s risk tolerance;

5. propose the custodian(s) of the Fund for appointment by the Governing Board;

6. select the external service providers, define their mandates and monitor their execution, or mandate the Chief Executive Officer to do so on its behalf;

7. report to the Governing Board on its activities and respond to any request by the Governing Board;

8. submit to the Governing Board any other proposal or information relating to investment matters.
Article I 2.11 Composition of the Investment Committee

1. The Investment Committee shall have the following membership:

   a) two members of the Governing Board appointed by the latter;
   b) two external professional experts appointed by the Governing Board;
   c) the Chief Executive Officer, in an ex officio capacity;
   d) any additional member(s) that the Governing Board may decide to appoint on the grounds of relevant experience or expertise.

2. A member of the Management Unit chosen by the Governing Board on the proposal of the Chief Executive Officer shall attend the Investment Committee. He shall be entitled to participate in discussions but not to vote.

3. The Chairman of the Governing Board shall be entitled to attend the Investment Committee as an observer.

4. The term of office of the appointed members of the Investment Committee shall be for a maximum of three years, renewable once for a further maximum consecutive period of three years. The term of office of the members of the Investment Committee appointed from among the members of the Governing Board shall terminate upon expiry or termination of their term of office on the Governing Board.

5. The Governing Board may at any time terminate the terms of office of the appointed members of the Investment Committee.

6. The members of the Investment Committee shall accept terms of appointment by which they undertake to act solely in the best interests of the Fund.

Article I 2.12 Chairman of the Investment Committee

1. The Chairman of the Investment Committee shall be appointed by the Governing Board. He shall be chosen from among the members of the Governing Board appointed by the latter.

2. The term of office of the Chairman of the Investment Committee shall be for a maximum of three years, renewable once for a further maximum consecutive period of three years, it being understood that his term of office as Chairman of the Investment Committee shall terminate upon expiry or termination of his term of office as member of the Governing Board.