

2024 Investment Adviser Compliance Conference

MARCH 6-8 / WASHINGTON, DC

EFFECTIVE STRATEGIES & BEST PRACTICES

Registered Investment Companies Update

Naseem Nixon/ Capital Group

Reza Pishva/Payden & Rygel

Jennifer Reiche/IACCP® Eventide

Sara P. Crovitz/Stradley Ronon (MODERATOR)

1



2024 Investment Adviser Compliance Conference

EFFECTIVE STRATEGIES & BEST PRACTICES

Agenda

- ETFs
- 15(c) Process for Advisers
- Other Governance Practices
- Compliance Programs
- Names Rule Implementation
- Tailored Shareholder Report Rule Implementation
- Liquidity Risk Management Rule Finalization?

2



2024 Investment Adviser
Compliance Conference

**EFFECTIVE STRATEGIES
& BEST PRACTICES**



ETFs

Market share is growing

- Passive ETFs - \$7.6T at end of 2023
- Active ETFs - \$510.6B at end of 2023 (50% increase in active ETF launches in 2023)

Mutual fund to ETF conversions

Share class exemptive applications

Spot bitcoin ETPs

3



2024 Investment Adviser
Compliance Conference

**EFFECTIVE STRATEGIES
& BEST PRACTICES**



15(c) Process for Advisers

- SEC regulatory attention
 - Sweep and Staff statements
- Practical tips

4



Other Governance Practices

Fee Disclosure

- Regulatory focus – history
 - Rule proposal?

5



Compliance Programs

Rules implementation

- Testing
- Audit process
- Annual review

6



Names Rule Implementation

Challenges

- Definitions
- Compliance testing
- Disclosure review

7



Tailored Shareholder Report Rule Implementation

Challenges

- Broad-based index
- Licensing indices

8

IAA 2024 Investment Adviser Compliance Conference **EFFECTIVE STRATEGIES & BEST PRACTICES**

Liquidity Risk Management Rule Finalization?



9

2024 Investment Adviser Compliance Conference

MARCH 6-8 / WASHINGTON, DC

EFFECTIVE STRATEGIES & BEST PRACTICES

IAA



10