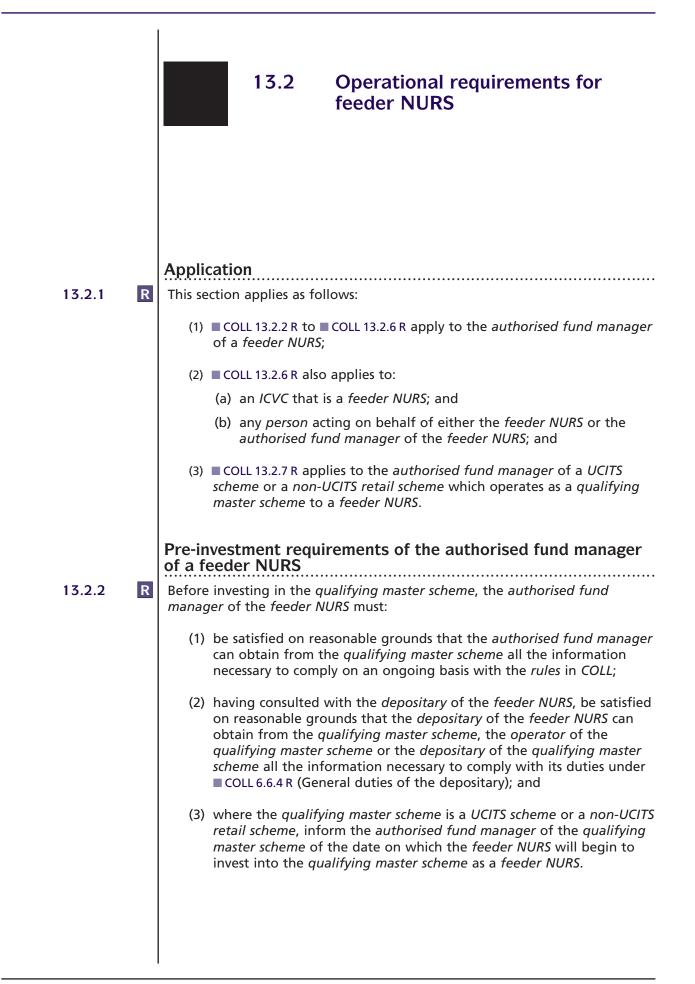
Collective Investment Schemes

Chapter 13

Operation of feeder NURS





		Ownership of units in a feeder NURS
13.2.3	R	The <i>authorised fund manager</i> of a <i>feeder NURS</i> must take reasonable care to ensure that its <i>units</i> are not owned, including beneficially owned, by the <i>qualifying master scheme</i> .
		Charges made by the qualifying master scheme or its operator to a feeder NURS on investment or disposal
13.2.4	R	(1) Where the operator of a qualifying master scheme or the authorised fund manager of a qualifying master scheme imposes any charge which is, or is equivalent in effect to, a preliminary charge or redemption charge on the feeder NURS for the acquisition or disposal of units in the qualifying master scheme, the authorised fund manager of the feeder NURS must pay to the feeder NURS an amount equal to such charge within four business days following the relevant acquisition or disposal.
		(2) In this rule, where the operator of a qualifying master scheme or authorised fund manager of a qualifying master scheme requires any addition to or deduction from the consideration paid on the acquisition or disposal of units in the qualifying master scheme which is, or is equivalent in effect to, a dilution levy made in accordance with ■ COLL 6.3.8 R (Dilution), it is to be treated as part of the price of the units and not as part of any preliminary charge or redemption charge referred to in (1).
		Avoidance of opportunities for market timing
13.2.5	R	The authorised fund manager of a feeder NURS must take appropriate measures to co-ordinate the timing of the feeder NURS' net asset value calculation and publication with those of its qualifying master scheme, including the publication of dealing prices, in order to avoid market timing of their units, and prevent arbitrage opportunities.
		Inducements
13.2.6	R	Where, in connection with an investment in the <i>units</i> of the <i>qualifying master scheme</i> , a distribution fee, commission or other monetary benefit is received by:
		(1) a feeder NURS; or
		(2) an authorised fund manager of a feeder NURS; or
		(3) any person acting on behalf of (1) or (2);
		that fee, commission or other monetary benefit must be paid into the <i>scheme property</i> of the <i>feeder NURS</i> within four <i>business days</i> of receipt of that <i>fee</i> , commission or other monetary benefit.
		Obligations to Unitholders of a qualifying master scheme
13.2.7	R	Where the qualifying master scheme is a UCITS scheme or a non-UCITS retail scheme, the authorised fund manager of the qualifying master scheme must not, if it would unfairly prejudice the interests of unitholders of the

qualifying master scheme other than the feeder NURS, provide or make available information to the authorised fund manager of the feeder NURS without at the same time also providing or making available that information to the unitholders of the qualifying master scheme other than the feeder NURS.