

THE 2020 GIPS[®] STANDARDS AN UPDATE

GIPS-Tag March 23rd 2021
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CFA Institute[®]
Global Investment
Performance Standards

CFA INSTITUTE AND GLOBAL INDUSTRY STANDARDS

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CFA INSTITUTE SEEKING VOLUNTEERS

- Global Industry Standards (GIS) and Global investment Performance Standards
- GIS Steering committee

- GIPS Standards Technical Committee
- GIPS Standards Asset Owner Subcommittee
- GIPS Standards Interpretations Subcommittee
- GIPS Standards Verification Subcommittee
- GIPS Standards Promotion Subcommittee

To apply, log in or register with [CFA INSTITUTE VOLUNTEER COMMUNITY](#) page;
“OPEN OPPORTUNITIES”

DEADLINE 15 May 2021 17:00 US ET

Questions? Email volunteers@cfainstitute.org

THE 2020 GIPS® STANDARDS

KEEPING PACE WITH A DYNAMIC INDUSTRY

- Make the GIPS standards more relevant for all asset classes, including alternative investment funds/strategies.
- Make the GIPS standards more relevant for pooled funds, which do not fit neatly into the current composite construction or GIPS standards reporting framework.
- **Better address applicability for Asset Owners.**
- Consolidate guidance that has expanded since the 2010 edition of the GIPS standards was issued.



SECTIONS OF THE GIPS STANDARDS FOR FIRMS

General Provisions

1. Fundamentals of Compliance
2. Input Data and Calculation Methodology
3. Composite and Pooled Fund Maintenance

GIPS Composite Reports

4. Time-Weighted Returns
5. Money-Weighted Returns

GIPS Pooled Fund Reports

6. Time-Weighted Returns
7. Money-Weighted Returns

8. GIPS Advertising Guidelines

- Composites
- Limited Distribution Pooled Funds
- Broad Distribution Pooled Funds

Glossary

Appendices

- Sample GIPS Composite Reports
- Sample GIPS Pooled Fund Reports
- Sample GIPS Advertisements
- Sample Lists

GIPS STANDARDS HANDBOOK FOR FIRMS

- Explanation of the Provisions in Sections 1-8, 560+ pages.
- Published November 2020

https://www.gipsstandards.org/standards/Documents/gips_standards_handbook_for_firms.pdf

Downloadable supporting calculations for sections 2,4,6

FOR ASSET OWNERS GIPS Standards Handbook

Explanation of the Provisions in Sections 21 – 26, 270 pages.

Downloadable supporting calculations for sections 22, 24

Both Handbooks Additional Tools and Resources:

- Errata
- Reports comparison tables
- Model questions
- GIPS Standards Service Provider List
- Adopting Release

DEVELOPMENTS

- Dedicated GIPS website
April 2021
- Clean up & additions in
'Tools and Resources'
- Q&As
 - Under 2020, 265 Q&As
archived, 39 updated and 7 no
change.
 - Those 46 + 6 new are in GIPS
Standards Q&A database

- Guidance Statements

2021

- [Guidance Statement on Benchmarks for Firms \(PDF\)](#) - Effective April 2021
- [Adopting Release \(PDF\)](#)
- Closed 29 January 2018 / [Comments Received](#)

2020

- [Guidance Statement on Verifier Independence \(PDF\)](#) - Effective June 2020
- [Red-line Version \(PDF\)](#)
- [Adopting Release \(PDF\)](#)
- Closed 26 October 2017 / [Comments Received](#)

ADDITIONAL PUBLICATIONS

Introduction to the GIPS Standards

Increasing Transparency and Trust

- Overview
- Practical Challenges
- Global Reach
- Verification
- Benefits
- Within regulation
- Sponsors
- History
- Next steps

https://www.gipsstandards.org/standards/Documents/gips_product_info_package_brochure.pdf

Asset Owner Case Study

AIA's Journey to GIPS Compliance

- Exec summary
- Key Functions
- The Objectives
- The process
- The outcomes
- Lessons learned

<https://www.cfainstitute.org/en/advocacy/market-integrity-insights/2021/aia-journey-to-gips-compliance>

GIPS STANDARDS GLOBAL COMPLIANCE

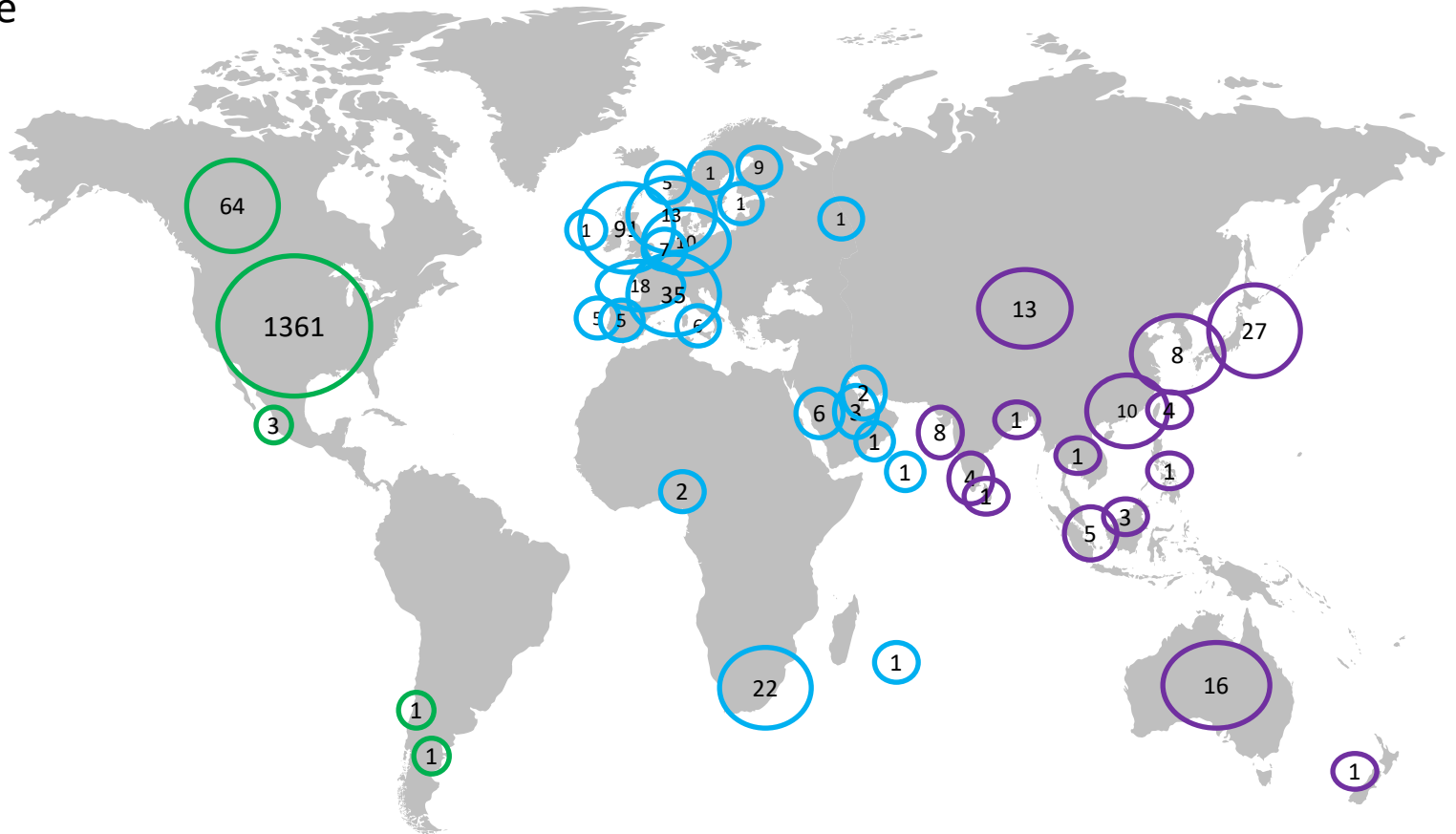
39 out of top 40 and 89 out of top 100
Asset Managers by AUM* claim compliance
for all / some of AUM

Argentina	1
Bermuda	2
AMER Canada	64
Chile	1
Mexico	3
USA	1361

Australia	16
China	13
Hong Kong SAR	10
India	4
Japan	27
Korea	8
APAC Malaysia	3
New Zealand	1
Pakistan	8
Philippines	1
Singapore	5
Sri Lanka	1
Taiwan	4
Thailand	1

EMEA Andorra	1
Austria	2
Bahrain	2
Belgium	3
Denmark	13
Finland	9
France	18
Germany	7
Ireland	1
Italy	6
Jordan	1
Liechtenstein	1
Luxembourg	1
Mauritius	1
Netherlands	10
Nigeria	2
Norway	5
Oman	1
Portugal	5
Russian Federation	1
Saudi Arabia	3
South Africa	22
Spain	5
Sweden	1
Switzerland	35
UAE	3
United Kingdom	91

14 Asset owners:
USA, Canada, Portugal,
Switzerland, Oman, Norway,
Hong Kong SAR, Saudi Arabia



Most significant number of entities by location
All entities by domicile as of 31 December 2020

*Cerulli Top 100 Asset Managers by AUM as of 12/31/2019

RESOURCES

- GIPS Standards Website (www.gipsstandards.org)
- GIPS Standards for Firms
- GIPS Standards Handbook for Firms
- GIPS Standards Q&A Database
- GIPS Standards Newsletter
- Suggested Questions for Firms to Ask Verifiers
- GIPS Standards Service Provider List
- GIPS Standards Helpdesk (gips@cfainstitute.org)

CONTACT INFORMATION

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