

**The details of the current Myners Principles are set out below:**

**Principle 1: Effective decision-making**

Administering authorities should ensure that:

- a) decisions are taken by persons or organisations with the skills, knowledge, advice and resources necessary to make them effectively, and monitor their implementation; and
- b) those persons or organisations have sufficient expertise to be able to evaluate and challenge the advice they receive, and manage conflicts of interest.

**Principle 2: Clear objectives**

An overall investment objective(s) should be set out for the fund that takes account of the scheme's liabilities, the potential impact on local tax payers, the strength of the covenant for non-local authority employers, and the attitude to risk of both the administering authority and scheme employers, and these should be clearly communicated to advisers and investment managers.

**Principle 3: Risk and liabilities**

- a) In setting and reviewing their investment strategy, administering authorities should take account of the form and structure of liabilities; and
- b) These include the implications for local tax payers, the strength of the covenant for participating employers, the risk of their default and longevity risk.

**Principle 4: Performance assessment**

- a) Arrangements should be in place for the formal measurement of performance of the investments, investment managers and advisers; and
- b) Administering authorities should also periodically make a formal assessment of their own effectiveness as a decision-making body and report on this to scheme members.

**Principle 5: Responsible ownership**

Administering authorities should:

- a) adopt, or ensure their investment managers adopt, the Institutional Shareholders' Committee Statement of Principles on the responsibilities of shareholders and agents;
- b) include a statement of their policy on responsible ownership in the Statement of Investment Principles; and
- c) report periodically to scheme members on the discharge of such responsibilities.

**Principle 6: Transparency and reporting**

Administering authorities should

- a) act in a transparent manner, communicating with stakeholders on issues relating to their management of investment, its governance and risks, including performance against stated objectives; and
- b) provide regular communication to scheme members in the form they consider most appropriate.