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Prudence ACA

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Prudence

Where else have we come across prudence?

- Investment
 - prudent person
- Accounting
 - General principles
 - EU Accounting Directive
- Insurance
 - European Directive on Life Assurance
 - Prudent person
 - Prudent valuation
- Banking
 - Basel II

The BEATLES

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Prudence

Closer to home ...

- Pensions
 - Trust Law
 - The IORP Directive
 - The Pensions Act 2004
 - Guidance
 - TPR Code of Practice on Scheme Funding
 - BAS standards
 - Case law



Prudence

Whose prudence?

- Trustees
 - Act in best interests of beneficiaries
 - Includes members and sometimes employer
- Company
 - Acts to protect shareholder interest
 - Corporate governance responsibility towards employees
 - Reputational concerns in relation to scheme
- TPR
 - Statutory duty to:
 - Protect members' benefits
 - Limit claims on PPF

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