

Adrian

You may wish to see this
extract from the IFMA update (rec'd today 16/7).

CAD-02121

Thania.

of September, are available from Miss Bridget Butt at the DTI (Direct Line: 071 215 3075) or from Richard Weir.

3.3 Law Commission Consultation Paper - Fiduciary Duties and Regulatory Rules

Members are requested to let Richard Weir have their views on the Law Commission's paper (see Update No 24) by mid-September.

4 PRACTICE

4.1 Cadbury Report

4.1.1 The Association will be responding to the request of the Committee on Financial Aspects of Corporate Governance (Cadbury Committee) for comments on its draft report. The Association strongly supports the Cadbury Committee's objective of establishing best practice in financial reporting and accountability, but feels that full compliance with the Committee's proposed Code of Best Practice will prove impracticable for many small companies. The Association sees the Code as something with which all large companies should comply and to which small companies should aspire. The Association will also comment on what it considers to be the too great distinction that the report draws between the responsibilities of executive and non-executive directors.

4.1.2 We are encouraging members to respond in their own name to the report, which is available from the Committee's secretariat on 071-628 7060 ext 2407. The Committee is seeking comments by 31 July.

4.2 LIFFE

4.2.1 The London Financial Futures and Options Exchange (LIFFE) has established a working party to consider standard documentation for the charging of collateral. The Association believes that this is an initiative which members will welcome and has nominated Mr Barry Fairbanks (Midland Montagu) and Mr Christopher Crouch (Flemings) as its representatives on the working party.

4.2.2 The Association has responded to LIFFE's request for comments on its draft Investment Guidelines for the Use of Futures and Options. Copies are available from Julian Le Fanu.