

# Charles River Compliance LawCard® Solution

Navigating the shifting regulatory environment presents unique challenges for investment managers; failure to comply or keep up with required regulations can result in heavy fines and/or loss of business reputation. Asset managers conducting business within different jurisdictions must comply with multiple regulations and regulators, adding layers of complexity.

## Compliance Support for Multiple Jurisdictions

Charles River's LawCard Solution helps to alleviate this burden by providing comprehensive predefined regulatory rule libraries that simplify the process of determining jurisdictional investment restrictions. The LawCard team frequently monitors the regulatory landscape for updates and amends the rules to remain current with regulatory changes. These regulatory rule libraries serve as a single reference point for relevant regulations, LawCard team interpretations, and best practices and are accessible through the LawCard® Portal.

The LawCard regulatory rule libraries contain more than 1,800 rules across multiple jurisdictions including support for:



Over  
**1200 UCITS/AIF Rules**  
for European countries



Over  
**50 1940 Act Rules**  
including 2a7 for USA



Over  
**300 Rules**  
for APAC

As of August 2022

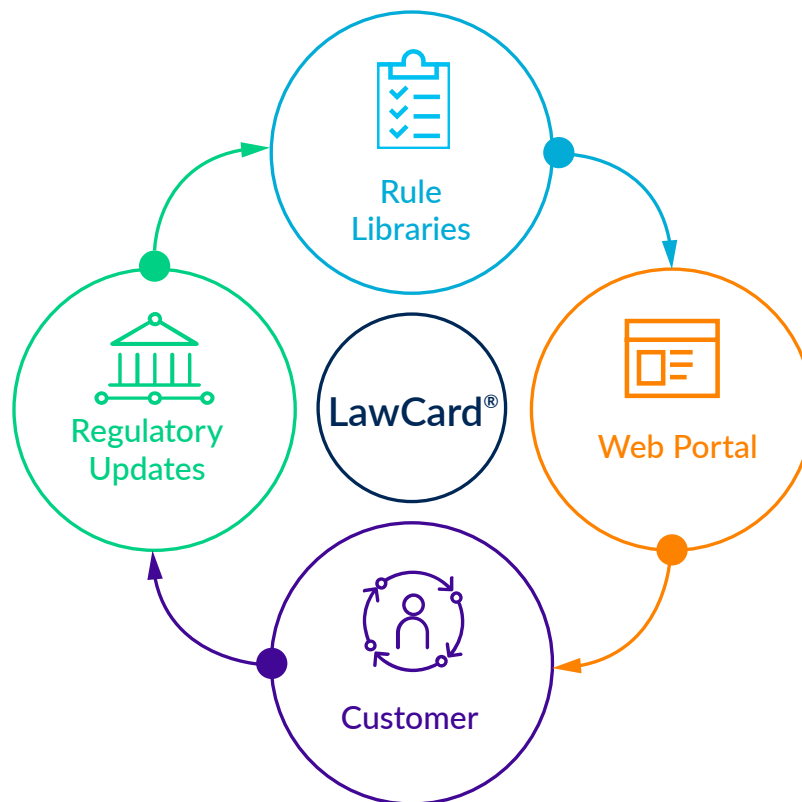
# The LawCard Portal

The LawCard Portal is an actively managed knowledge database that provides:

- Extensive documentation can be found in the regulatory rule library, including legal texts, comments, and best practices
- Comprehensive rule definitions, syntax and interpretations
- Access to updated documentation per jurisdiction

## Dedicated LawCard Team

Our compliance analysts are multi-lingual with deep industry experience. They are former compliance officers and fund industry subject matter experts; they are also members of local financial and asset management associations and participate in various events on regulation-related topics. Each LawCard has dedicated analysts that provide rule writing services and support within that jurisdiction.

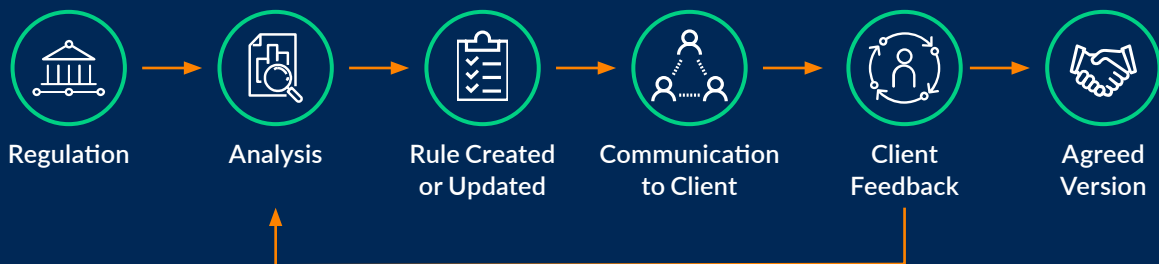


## LawCard Creation Process


The creation or modification of LawCards begins when a regulatory body at the regional or domestic level of the jurisdiction issues new or updated regulation:

- The LawCard analyst assigned to that jurisdiction evaluates the regulation to determine if rules need to be created or updated.
- The analyst then writes new rules or updates existing rules in the impacted regulatory rule library.
- New and updated rules are checked in the LawCard test environment and special documentation is created accordingly.
- The analysis and documentation, including rules, are communicated to the clients. If the regulation is new or an update requires significant changes, the client is invited to provide feedback, which may be incorporated into the LawCard regulatory rule library.
- Once the client and LawCard analyst agree upon a final version, the rules are published in the LawCard Portal with regulatory references, rule scripts, and interpretations where appropriate. Clients receive final documentation of the corresponding rules.
- Charles River can make updates directly in the client's [Charles River IMS](#) environment using Annual Service hours if rule updates or new rules are necessary due to a new or updated LawCard.


## LawCard Creation Process




## Global LawCards Coverage\*

 <b>Europe</b>	
<b>Luxembourg</b>	Law of 17 December 2010 (UCITS/Non-UCITS), CESR 10-788 Level 3, CESR 10-049, other documents
<b>Germany</b>	KAGB, DerivativeV, RiLi Fondskategorien, BaFin regulations and guidelines ESMA Guidelines, CESR Guidelines Other documents
<b>Ireland</b>	Central Bank UCITS Regulations 2019 (“CBI 2019”), Guidance related to UCITS, AIF Rulebook, AIFMD Level 2 (12/2012) Directive on Alternative Investment Fund Managers, ESMA 2014/937, CESR 10-788, Level 3, ELIGIBLE ASSETS DIRECTIVE (“EA Directive”)
<b>France</b>	Code Monétaire et Financier (UCITS, AIF) Global Exposure based on the AMF Instruction N° 2011-15 Classification Rules based on AMF Instructions N° 2011-19 §30 & N° 2011-20 §30 Diversification Rules based on the AMF Instruction N° 2013-06 §35
<b>UK</b>	New Collective Investment Schemes (Coll): UCITS, Non-UCITS, QIS, AIF, NURS, Other documents
<b>Switzerland</b>	KKV, KKV-FINMA, BVV2, Other documents
<b>Italy</b>	Regolamento 19 gennaio 2015 Banca d’Italia AIFMD Level 2 + AIFMD ESMA Q&A CESR 10-788, Level 3 CESR 10-049 ELIGIBLE ASSETS DIRECTIVE (2007) COMMISSION DIRECTIVE 2007/16/EC UCITS IV Directive (2009)
<b>Lichtenstein</b>	UCITSG - Fassung vom 01.Okt.2016 UCITSV - Fassung vom 18.März.2016 FMA-Richtlinie 2012/02, FMA-Richtlinie 2016/1 Risikomess Anlagen in Wertpapieren (OGAW) EU-Richtlinie 2007/16/EG EU-Richtlinie 2007/16/EG (Eligible Asset-Richtlinie) CESR 10-788 CESR’s Guidelines, CESR 10-049
<b>Sweden</b>	SFS 2004:46 The Swedish Investment Funds Act SFS 2004:46 FFFS 2007:1 Finansinspektionen’s Regulations and General guidelines governing capital adequacy and large exposures FFFS 2007:1 FFFS 2008:11 Finansinspektionen’s Regulations governing investment funds FFFS 2008:11 SFS 2003:1223 Swedish Secured Bonds (Issuance) Act SFS 2003:1223


# Global LawCards Coverage\*

 <b>North America</b>	
<b>US</b>	SEC 1940 Act (includes 2a-7 Money Market Funds), IRS Subchapter M,L New York Laws ISC - Article 14: Insurance Investments
<b>Canada</b>	National Instruments

 <b>Asia</b>	
<b>Hong Kong</b>	HK-MPF, HK-SFC CAP 485 MANDATORY PROVIDENT FUND SCHEMES ORDINANCE CAP 485A MANDATORY PROVIDENT FUND SCHEMES (GENERAL) REGULATION
<b>Singapore</b>	Code on Collective Investment Schemes, October 2018 Central Provident Fund Investment Guidelines Last Amendments October 2017 CPF Investment Guidelines Last Amendments October 2017

 <b>General EU</b>	
<b>MMF</b>	EU-MMF Regulation of the European Parliament and of the Council + further amendments, guidelines

\* Certain elements of LawCard are in transition / stabilization in the Charles River environment and we kindly invite our clients to discuss the details with LawCard Team representative.

# Charles River Development, A State Street Company

Investment, wealth and alternative managers, asset owners and insurers in 30 countries rely on Charles River IMS to manage USD \$46 Trillion in assets. Together with State Street's middle and back office services, Charles River's cloud-deployed front office technology forms the foundation of State Street Alpha<sup>SM</sup>. Charles River helps automate and simplify the investment process across asset classes, from portfolio management and risk analytics through trading and post-trade settlement, with integrated compliance and managed data throughout. Charles River's partner ecosystem enables clients to access the data, analytics, application and liquidity providers that support their product and asset class mix. We serve clients globally with more than 1,200 employees in 11 regional offices.

(Statistics as of Q2 2022)

Learn more at [crd.com/compliance](https://crd.com/compliance)

Charles River Development - A State Street Company is a wholly owned business of State Street Corporation (incorporated in Massachusetts).

This document and information herein (together, the "Content") is subject to change without notice based on market and other conditions and may not reflect the views of State Street Corporation and its subsidiaries and affiliates ("State Street"). The Content is provided only for general informational, illustrative, and/or marketing purposes, or in connection with exploratory conversations; it does not take into account any client or prospects particular investment or other financial objectives or strategies, nor any client's legal, regulatory, tax or accounting status, nor does it purport to be comprehensive or intended to replace the exercise of a client or prospects own careful independent review regarding any corresponding investment or other financial decision. The Content does not constitute investment research or legal, regulatory, investment, tax or accounting advice and is not an offer or solicitation to buy or sell securities or any other product, nor is it intended to constitute any binding contractual arrangement or commitment by State Street of any kind. The Content provided was prepared and obtained from sources believed to be reliable at the time of preparation, however it is provided "as-is" and State Street makes no guarantee, representation, or warranty of any kind including, without limitation, as to its accuracy, suitability, timeliness, merchantability, fitness for a particular purpose, non-infringement of third-party rights, or otherwise. State Street disclaims all liability, whether arising in contract, tort or otherwise, for any claims, losses, liabilities, damages (including direct, indirect, special or consequential), expenses or costs arising from or connected with the Content. The Content is not intended for retail clients or for distribution to, and may not be relied upon by, any person or entity in any jurisdiction or country where such distribution or use would be contrary to applicable law or regulation. The Content provided may contain certain statements that could be deemed forward-looking statements; any such statements or forecasted information are not guarantees or reliable indicators for future performance and actual results or developments may differ materially from those depicted or projected. Past performance is no guarantee of future results. No permission is granted to reprint, sell, copy, distribute, or modify the Content in any form or by any means without the prior written consent of State Street.

The offer or sale of any of these products and services in your jurisdiction is subject to the receipt by State Street of such internal and external approvals as it deems necessary in its sole discretion. Please contact your sales representative for further information. State Street may from time to time, as principal or agent, for its own account or for those of its clients, have positions in and/or actively trade in financial instruments or other products identical to or economically related to those discussed in this communication. State Street may have a commercial relationship with issuers of financial instruments or other products discussed in this communication.

©2022 STATE STREET CORPORATION