

12 September 2001

## **SUSPENSION OF TRADING IN UNLISTED MANAGED INVESTMENTS**

The Investment Savings and Insurance Association today advised investors in public unit trusts and superannuation funds of moves to suspend trading in unlisted managed investments.

ISI is the industry association for New Zealand's fund managers and life insurance companies.

Vance Arkinstall ISI CEO, said: "In light of the terrible events of last night several ISI member fund managers have today suspended purchases and redemptions of the units in managed funds as a result of the impact on financial markets and the uncertainty resulting from the closure of the US markets."

"Obviously, the decision is the decision of each company and would be based on the terms of the relevant trust deed for each fund, and the extent to which each particular fund has been affected by the consequences of events in the US."

"Decisions to suspend trading in unlisted managed investments will be the result of the inability of fund managers to accurately value the investments of assets held by the fund in markets where trading has been suspended, ie US, and will also be taken to protect the interests of all investors."

"Managed fund investors should not be unnecessarily concerned by any suspension as fund managers will be closely monitoring progress in financial markets and it can be expected that any suspension will be lifted as soon as reasonable and realistic valuations are possible.

Ends

Vance Arkinstall  
Chief Executive  
ISI