



The following statement from ILPA CEO Steve Nelson is in response to the U.S. Securities & Exchange Commission's (SEC's) Private Funds Proposed Reforms dated February 9, 2022:

“ILPA is pleased that the SEC has today proposed rules that will help to further strengthen the private funds market. Private funds play an important role in the investment strategies of global investors and provide critical returns to their beneficiaries. Many of the proposed rules introduced today address issues that ILPA and its LP members have long prioritized in order to advance transparency, governance and alignment of interest between private fund advisers and their investors. These proposed rules would importantly help address the increased prevalence of conflicts of interest in the industry, ensure that investors can validate that the fees and expenses that they are charged match what was contractually agreed and deter practices that feed misalignment such as ‘shifting’ liability risks from private fund advisers to investors. ILPA looks forward to continuing to engage with the SEC on these important rulemakings and will provide expertise to ensure that the final rules are fit for purpose, allowing private markets to continue to evolve and thrive into the future.”

Contact: Chris Hayes, Senior Policy Counsel, ILPA, chayes@ilpa.org.