

Difference Between Portfolio Manager and Fund Manager

www.differencebetween.com

Portfolio Manager vs Fund Manager

The terms portfolio manager and fund manager are used as synonyms since both are used to describe an investment professional who is responsible for generating and managing [investment](#) allocations for investors. These investment allocations depend on investors' return requirement criteria, investment goals, risk appetite and market conditions. Thus, there is no difference between portfolio manager and fund manager. Some portfolio managers/ fund managers specialise in managing different types of funds.

Who is a Portfolio Manager/ Fund Manager?

Portfolio manager/ fund manager is a highly educated professional, preferably who holds a higher investment qualification such as CFA (Chartered Financial Analyst) and is highly skilled and have extensive relevant financial experience. Portfolio manager/ fund manager manages a number of funds such as,

Hedge Funds

[Hedge funds](#) are professionally managed investments made up of a pool of funds collected from many investors who share similar investment goals. The collected funds are invested in a number of securities such as [stocks, bonds](#), and money market instruments. Hedge funds are known for their aggressive investment strategies that are focused on making absolute returns.

Mutual Funds

[Mutual funds](#) are also largely similar to hedge funds; however, that take a less aggressive investment approach that is usually managed relative to an index benchmark.



Exchange Traded Funds (ETFs)

[Exchange traded funds](#) are marketable securities with underlying assets such as shares and bonds.

Since there are various types of funds as per above, many portfolio managers/ fund managers specialize in only a single type of fund. In that case, they are referred to as the managers of the respective type of fund.

E.g. A manager who is specialized in hedge fund management is known as a hedge fund manager.

What is the Difference Between Portfolio Manager and Fund Manager?

- Portfolio manager and fund manager are two terms that are used as synonyms.
- The term fund manager is used to refer to managers who only manage specialized investments.

Summary – Portfolio Manager vs Fund Manager

Portfolio manager and fund manager are two terms that are used to refer to similar types of investment professionals who manage investments on behalf of investors. When referring to managers who manage only specialized investment vehicles, the term fund manager is used instead of portfolio manager. For this reason, there exists a slight contextual difference between portfolio manager and fund manager.

References:

“Portfolio Manager.” *Investopedia*. N.p., 25 Nov. 2003. Web. [Available here](#). 07 July 2017.

Image Courtesy:

1. “2411763” (Public Domain) via [Pixabay](#)

How to Cite this Article?

APA: Difference Between Portfolio Manager and Fund Manager. (2017, July 19). Retrieved (date), from <http://www.differencebetween.com/difference-between-portfolio-manager-and-vs-fund-manager/>

MLA: "Difference Between Portfolio Manager and Fund Manager" *Difference Between.Com*. 19 July 2017. Web.

Chicago: "Difference Between Portfolio Manager and Fund Manager." *Difference Between.Com*. <http://www.differencebetween.com/difference-between-portfolio-manager-and-vs-fund-manager/> (accessed [date]).



Copyright © 2010-2017 Difference Between. All rights reserved.