

# CT CLSA EQUITY FUND

## KEY INVESTOR INFORMATION DOCUMENT (KIID)

This KIID is dated 04th May 2023



*CT CLSA Asset Management (Pvt) Ltd. is the Managing Company licensed by the Securities and Exchange Commission of Sri Lanka to operate the said unit trust constituted by the Trust Deed dated February 28, 1992, and Supplementary Trust Deeds dated 23rd May, 2007, 31st January 2019 & 1st June 2022*

### **CAUTION**

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***THE PRICES OF UNITS COULD MOVE DOWN AS WELL AS UP FROM TIME TO TIME DUE TO MARKET FLUCTUATIONS***

**CT CLSA ASSET MANAGEMENT (PVT) LTD**

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## DEFINITIONS

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<b>CSE</b>	Colombo Stock Exchange
<b>SEC / Commission</b>	Securities & Exchange Commission of Sri Lanka established in terms of the SEC Act
<b>Fund Management Company, Management Company, Fund Manager, Manager, CAM</b>	CT CLSA Asset Management (Pvt) Ltd
<b>Trust</b>	The said Unit Trust constituted by a Trust Deed, Supplementary Trust Deeds and called by the name of CT CLSA Equity Fund.
<b>Trust Deed</b>	A legally binding document executed between the Fund Management Company and the Trustee and approved by the Securities & Exchange Commission of Sri Lanka
<b>Equity Securities</b>	Shares of the listed companies on the Colombo Stock Exchange
<b>Fixed Income Securities</b>	Government Securities such as Treasury Bills, Treasury Bonds & Repurchase Agreements; Corporate Debt Securities such as Commercial Papers, Trust Certificates and Debentures; Fixed Deposits with banks and financial institutions.
<b>Governing Code</b>	Collective Investment Scheme (CIS) Code, May 7, 2022
<b>CBSL</b>	Central Bank of Sri Lanka
<b>Deposited Property / Fund</b>	All assets (including equity securities, fixed income securities, cash and earnings on cash deposits) as defined by the type of fund/valuation in section 1.6 of this KIID
<b>Front End Fee</b>	The difference between the issue price and the portion of the proceeds from the sale of a Unit which is received by the Managing Company
<b>Subscription Day</b>	Every business day upon which the Stock Exchange is open for dealings.
<b>Unit</b>	One undivided share in the Trust.

## 1.0 CT CLSA EQUITY FUND

### 1.1 Introduction

The CT CLSA Equity Fund was created on 28<sup>th</sup> February 1992, by a Trust Deed executed between CT CLSA Asset Management (Pvt) Ltd. (then known as Commercial Fund Management (Pvt) Ltd.) as Managing Company and The Hongkong and Shanghai Banking Corporation Limited (HSBC) as the Trustee. On April 01, 2009 HSBC retired from the Trusteeship of the Fund and Deutsche Bank AG Colombo was appointed as the new Trustee who subsequently retired from Trusteeship of the fund with effect from 31<sup>st</sup> January 2019 with Hatton National Bank PLC being appointed as the new Trustee.

<b>Principal Sphere of Activity</b>	Collective Investment Scheme
<b>Scheme Classification</b>	Open Ended Balanced Fund (i.e. Listed Equity / Fixed Income, Interest Bearing instruments)
<b>Primary Investor Type</b>	Retail / Corporate

The Fund is an open-ended Unit Trust which can offer units to investors on a continuing basis. The trust deed confers upon the unit holders the right to have their units redeemed. The units will be in Sri Lankan Rupee

### 1.2 Corporate Information

<b>Trustee</b>	<b>Hatton National Bank PLC</b> 479 T B Jayah Mawatha, Colombo 01
<b>Auditors</b>	<b>Nihal Hettiarachchi &amp; Co</b> No.622B, Kotte Rd Sri Jayawardanepura Kotte
<b>Bankers</b>	<b>Hatton National Bank PLC</b> 479 T B Jayah Mawatha, Colombo 01  <b>Commercial Bank of Ceylon PLC</b> No. 21, Bristol Street, Colombo 01.
<b>Lawyers</b>	<b>C G Associates</b> No. 45, Visakha Road, Colombo 04
<b>Fund Manager</b>	<b>CT CLSA Asset Management (Pvt) Ltd.</b> 4 <sup>th</sup> Floor, Majestic City, No. 10, Station Road, Colombo 04.

### 1.3 Investment Objectives

The investment objective of the Fund is to achieve long term capital appreciation whilst providing unit holders with a regular dividend by investing in a portfolio of equities and fixed income securities.

### 1.3.1. Investment Strategy and Philosophy

The Managing Company will make all investments keeping in line with the above objective of the Fund. The Managing Company will endeavor

- To achieve long term capital appreciation with minimum level of risk, based principally on fundamental research.
- To maintain a satisfactory level of liquidity to meet redemptions.

The Fund will invest primarily in equity securities in order to achieve a satisfactory return over the long term. In making equity investments the following investment principles will generally be adhered to on careful selection of assets through fundamental research. The fund will adopt a strategic/long term asset allocation of 60% Equity and 40% Fixed Income.

- ✓ Our primary focus is on investing in listed equity securities for the long term. We place less emphasis on speculative trading on mispriced securities and market anomalies which may provide only short term gains.
- ✓ All investments will be supported by fundamental research which shall be used to identify stocks that would provide above average returns over the long term.
- ✓ In identifying stocks, we place particular emphasis on the sustainability of earnings growth, the quality of the management team, good corporate governance and the presence of a viable business model that can sustain growth over the long term.
- ✓ We believe that portfolios should be sufficiently diversified at all times to mitigate against excessive volatility and achieve a satisfactory risk-return trade-off.

The Fund may also invest in fixed income instruments. Investments into fixed income instruments are supported by research on key macro-economic variables and the impact of such variables on the term structure and direction of interest rates. We believe that accurate forecasting of key economic variables such as inflation, budget deficits, exchange rates, credit expansion metrics are critical for the accurate determination of interest rate direction.

The Managing Company may periodically review and change the investment strategy of the Fund subject to the approval of the Securities & Exchange Commission of Sri Lanka (SEC). However, any such revision in strategy will be in keeping with the overall investment objectives stipulated above.

## 1.4 Investment Risks

### Equity Securities

**Risks** Equity securities may be exposed to the overall risk of adverse movements in the stock market or due to unique risks associated with the company. Such factors may result in adverse movements in the prices of such securities, which can negatively impact the Fund's overall return.

**Mitigation Strategy** The Managing Company shall undertake prudent measures such as effective portfolio diversification to mitigate the risk in the equity investments. Further, the maximum single exposure limits as prescribed by the SEC will be followed for all equity investments

### Fixed Income Securities

**Risks** Investments in fixed income securities may fluctuate in line with the overall movement in interest rates or with a change in the credit worthiness of the issuer. Corporate debt securities may also be subject to default risk i.e. the risk that the issuer will default on interest and capital repayments.

**Mitigation Strategy** On fixed income securities, the Managing Company shall evaluate the credit worthiness of investments and control the duration of the portfolio in line with interest rate expectations.

***However such measures do not guarantee returns or ensure that the fund objectives can be met.***

## **1.5 Investment Parameters**

The fund will comply with SEC parameter guidelines as follows or any regulation applicable from time to time:-

- I. The investment in listed debt of a single entity shall not exceed 25% of the Net Asset Value of the Fund.
- II. The investment in unlisted debt of a single listed or unlisted company with an investment grade rating, endorsement or guarantee shall not exceed 15% of the Net Asset Value of the Fund.
- III. The investment in unlisted debt of a single listed company without an investment grade rating or endorsement or a guarantee shall not exceed 10% of the Net Asset Value of the Fund.
- IV. The investment in unlisted debt of a single unlisted company without an investment grade rating or endorsement or a guarantee requires special approval of the SEC.
- V. Exposure to any bank licensed by the Central Bank of Sri Lanka together with the exposures on guarantees and endorsements shall not exceed 25% of the Net Asset Value of the Fund.

A violation of any limit on investment through the appreciation in value of the investments of the Fund due to market movements however would not amount to a breach of the Managing Company's obligations and such violation could be corrected within such time as maybe permitted by the SEC.

## 1.6 Investment Valuation

### Equity Securities

All Investments in Equity Securities are valued at the day's Volume Weighted Average Closing Price published by the Colombo Stock Exchange.

### Fixed Income Securities

Investments in Fixed Income Securities are valued as follows:-

Type of Asset	Valuation Method
Cash	At face value
Repurchase Agreements and Deposits with financial institutions.	Shall be valued at cost plus accrued interest basis.
Government Securities	On a marked to market basis using the daily yield curve published by the Central Bank of Sri Lanka until maturity.
Corporate Bonds traded on a recognised market	Shall be valued at the last traded price. Where there is no trade for thirty (30) calendar days, it shall be valued on a marked to market basis using the daily yield curve published by the Central Bank of Sri Lanka until maturity plus any risk premium attached to the instrument.
Unquoted fixed income securities as Commercial Papers, Trust Certificates	Maturities less than 397 days shall be valued on a cost plus accrued basis.  Maturities more than 397 days shall be valued on a marked to market basis using the daily yield curve released by the Central Bank of Sri Lanka until maturity plus any risk premium attached to the instrument.
Risk premium	The risk premium for valuation of unquoted and quoted debt securities shall continue to be calculated as the difference between the yield on the corporate debt and the yield on the government security of a similar maturity at the time of investing.

## 1.7 Registrars

The Managing Company will also act as Registrars to the Fund. The Registrar's role is mainly to maintain records of Unit holders for registration and cancellation of units. In addition the registrars will prepare unit certificates and dispatch them to the Unit holders and cancel certificates on redemption. The Registrar shall also arrange for mailing of periodic reports and dividends to Unit holders.

## 1.8 Distribution of Income

The Fund may annually distribute all or part of its realized income and gains to its Unit holders especially where they may benefit from tax concessions during a tax holiday period.

The distribution of the income fund is subject to discretion of the managing company.



## 1.9 Tax Liability of the Fund

**Tax** The current prevailing tax policy as directed by the Inland Revenue and the Ministry of Finance will be applicable to all income generated by the fund.

**Stamp Duty** Unit Applications, Unit Certifications and Acknowledgement of Unit Redemptions are exempt from stamp fees.

**Tax Liabilities of a Unit Trust can vary from time to time according to the fiscal policies of the Government.**

## 1.10 Tax Liability of the Unit Holders

**Income Tax** The current prevailing tax policy as directed by the Inland Revenue and the Ministry of Finance will be applicable to all income generated by the fund.

**Tax Liabilities of a Unit Holder can vary from time to time according to the fiscal policies of the Government.**

## 1.11 Fees

<b>Front-end Fee</b>	3.0% on initial investment.
<b>Management Fee</b>	An annual fee of 2.0% based on the valuation of the Fund paid on a quarterly basis.
<b>Trustee Fee*</b>	An annual fee of 0.25% based on the valuation of the Fund paid on a quarterly basis.
<b>Custodian Fee*</b>	LKR 20,000/- per month

**\*Paid out of the Management Fee**

## **2.0 ISSUE OF UNITS**

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### **2.1 The Offer**

By this KIID the general public are invited to purchase units in the CT CLSA Equity Fund ("the Fund").

The Managing Company has been licensed by the Securities and Exchange Commission of Sri Lanka to operate the CT CLSA Equity Fund, an open-ended unit trust, and offer Units to investors on a continuing basis. The offer of units under this document will continue until the Managing Company offers a new KIID. The assets of the Fund ("Deposited Property") are held by the Trustee/Custodian who is obliged to act in the best interest of the Unit Holders.

### **2.2 Who Can Apply**

Applications for the issue of units in the CT CLSA Equity Fund will be entertained from the following:-

- Citizens of Sri Lanka, companies and institutions incorporated in Sri Lanka
- Minors under the age of 18 years may apply for units but the application should be made by a parent or guardian on behalf of such minor.
- Pension Funds, Provident Funds, Insurance funds and other legally constituted bodies incorporated in Sri Lanka.
- Non-resident Sri Lankans, under schemes approved by the relevant authority.
- Citizens of Foreign Countries, whether resident in or outside Sri Lanka, companies with limited liability or bodies, corporates established or incorporated outside Sri Lanka may apply for the purchase of units, subject to approval of the Controller of Exchange and the Securities and Exchange Commission of Sri Lanka ("SEC").

Applications are subject to the Key Investor Information Document and provisions of the Trust Deed

### **2.3 Issue Price**

The issue (Selling) price per unit inclusive of a front end fee not exceeding 3% is computed by the Managing Company and is published daily in one of the local newspapers and on the Company's website ([www.ctclsal.lk](http://www.ctclsal.lk)) on a daily basis as well as on the official website of the Unit Trust Association of Sri Lanka ([www.utasl.lk](http://www.utasl.lk))

### **2.4 Application Forms**

Copies of this KIID and application forms can be obtained from CT CLSA Asset Management (Private) Limited (the "Managing Company") or downloaded from the Company's website ([www.ctclsal.lk](http://www.ctclsal.lk)) or from any other sales agents appointed by the Managing Company from time to time. All applicants will need to submit a duly filled application form, Know Your Customer Form as well as submit relevant identifying documents such as their NIC/Passport, Billing Proof etc. Corporate customers will be required to submit duly signed Board Resolutions, Directors Information/KYCs etc.

## **2.5 Minimum Subscription and Mode of Payment**

The minimum value for subscriptions will be not less than Rs. 1,000/- (inclusive of the front end fee). The investment will be divided by the issue price applicable on the day payment is made to determine the number of units to be allotted.

Investors may apply for units and make payment for units in cash, by cheque or banker's draft made payable to – "CT CLSA Asset Management (Private) Limited" (specifying the fund name in the accompanying application form/transfer instructions) crossed "A/C payee only" and sent to CT CLSA Asset Management (Private) Limited, 4<sup>th</sup> Floor, Majestic City, Colombo 04, Sri Lanka. Local investors can also make direct deposit or direct fund transfers to Commercial Bank of Ceylon, City Office o/a CT CLSA Asset Management (Private) Limited, Account No. 1020087201 in any branch of the Commercial Bank of Ceylon PLC or any other sales agent appointed by the Managing Company. The creation of units is subject to the realization of funds.

## **2.6 Foreign Investors**

Foreign investors can invest in the Fund from their IIA accounts held with any bank in Sri Lanka. Redemption proceeds will be credited to the IIA account the funds originated from. This position may change based on the policy of the Exchange Control Department of the Central Bank of Sri Lanka,

## **2.7 Allotments**

If an application duly made at the office of CT CLSA Asset Management (Private) Limited (CAM) is accompanied by cash or bank draft or a cheque drawn on any branch of Commercial Bank of Ceylon PLC, Units will be allotted on the day of receipt of the monies if it is a Subscription Day, if not, on the following Subscription Day. Cut/Off times for receipt of funds will apply and will be considered as prior to close of regular banking hours for the day or 3pm (whichever is later).

Allotments on all other applications will be made only after the monies are realized or the Application is received at the office of CAM, whichever is later.

## **2.8 Reinvestments**

Investors of the Fund will have the option of investing their dividends in the CT CLSA Equity Fund. Reinvestments of dividends can be made based on the price applicable on that date and it will not be subject to the normal front end fee.

### **2.8.1 Unclaimed Dividends**

In the event unit holders have requested their Dividends be paid out and said dividends have not been encashed within Six (6) months of the cheque date, the fund, with approval of the Trustee will reinvest the unclaimed dividends back into the fund under the respective clients name based on the price applicable on that date. The reinvestments will not be subject to the normal front end fee.

## **3.0 GENERAL INFORMATION**

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### **3.1 Valuation of Units**

The prices at which investors may subscribe for and redeem units are calculated on each Subscription Day by reference to the net asset value of the Fund as at the close of business on the subscription day (as defined in the Trust Deed). A front-end fee of 3% of the relevant price of each unit will be payable to the Managing Company by applicants on the issue of units and this charge will be added to the price of each unit for the purpose of determining the selling price of an unit.

#### **1. Calculation of Subscription (Selling) Price**

The subscription price of a unit at any Subscription Day shall be determined by:

- a. Ascertaining the value of the net assets (on either a mark to market or cost plus basis based on the type of instrument) of the Fund at 4.00 p.m. (Sri Lanka time) on the Subscription Day.
- b. Adding such sum that the Managing Company may consider as representing the appropriate provision for duties and charges.
- c. Dividing the resulting sum by the number of units then in issue and deemed to be in issue,
- d. Adding up to 3% to the result given above as the front end fee and
- e. Rounding up the resultant amount to the nearest 10 cents.

#### **2. Calculation of Redemption (Buying) Price**

The redemption price as at any business day shall be determined by

- a. Ascertaining the value of the net assets of the Fund as at 4.00 p.m. (Sri Lanka time) on that day.
- b. Deducting there from such sum that the Managing Company may consider as representing the appropriate duties and charges which would have been incurred if all the securities and other assets of the Fund would have been realized on that day at prices equal to their respective value as at 4.00 p.m. (Sri Lanka time) on that date.
- c. Dividing the resulting sum by the number of units then in issue and deemed to be in issue and
- d. Rounding down the resultant amount to the nearest 10 cents.

### **3.2 Rights of Unit Holders**

The Unit Holders shall have the right to,

1. Inspect the Trust Deed at the office of the Managing Company during office hours free of charge or visit the Company's website to read the Trust Deed and the supplementary trust deeds. Copies of the Trust Deed priced at Rs. 500 can be purchased from the Management Company.
2. To redeem subject to the condition of the Trust Deed all or some units registered in their name.
3. To receive periodic statements, annual accounts and report of the auditors.
4. To participate in the meeting of the unitholders subject to the provisions in the Trust Deed.
5. To transfer the units registered in the name of a holder to any member of his / her immediate family, on payment of the appropriate fee.

### **3.3 Reports and Accounts**

Unit Holders will be sent a report on the annual accounts and the performance of the Fund annually. The accounts will be prepared for a period of 12 months up to 31<sup>st</sup> March of each year. Such annual report and audited accounts shall be submitted to the Commission by the Managing Company within four (4) calendar months after the end of the annual accounting period.

Interim accounts prepared for a period of 6 months up to 30<sup>th</sup> September of each year can be viewed on Company's website ([www.ctclsa.lk](http://www.ctclsa.lk)). An interim report and accounts shall be filed with the Commission within three (3) calendar months from the end of the interim accounting period.

### **3.4 Consents**

The following parties have given their written consent to include their names in KIID and have not withdrawn their consents.

1. CT CLSA Capital (Private) Limited
2. CT CLSA Holdings Limited
3. Hatton National Bank PLC
4. CG Associates
5. Nihal Hettiarachchi & Company
6. Commercial Bank of Ceylon PLC

Further, the Managing Company is responsible for all actions of commissions and omissions of the third parties above to whom any services other than the management of investments are delegated.

### **3.5 Documents Available for Inspection**

Documents available for inspection free of charge at the office of the Managing Company during normal working hours are;

- Trust Deed dated 28<sup>th</sup> February, 1992
- Supplementary Trust Deed dated 23<sup>rd</sup> May, 2007
- Supplementary Trust Deed dated 31<sup>st</sup> January 2019
- Supplementary Trust Deed dated 1<sup>st</sup> June 2022
- CIS Code, 2022
- Latest Corporate Profile / Newsletter

### **3.6 Redemption**

Units may in general be redeemed on any Subscription Day at the Managing Company's buying price prevailing on the day of the transaction upon receipt of a request in writing. (In the case of joint Holders, both must sign) An application for redemption can be made only at the company, by a request in writing addressed to the Trust Administrator of the Fund.

An application for redemption can be made to the Managing Company only in writing by the investor and it should be made before 4.00 p.m. local time on the Subscription Day. Any request for redemption after 4.00 p.m. local time will be processed on the following Subscription Day.

Payment of redemption proceeds will be made by cheque in rupees which will be dispatched by post to the local investors at the unit holder's risk within 10 business days after the date of receipt of an application requesting redemption. Payment for redemption proceeds will be transferred to the foreign investor's bank account within 10 business days after the date of receipt of the redemption request.

Where, for any exceptional reason, it is not feasible or desirable to make payment of the redemption money within ten (10) business days, the Commission shall be notified forthwith giving reasons as to why such payment should not be made within ten (10) business days.

There will be no charge or a redemption fee at the point of redemption.

### **3.7 Suspension and Deferral of Dealings**

1. The Managing Company may suspend the operations of a Scheme in circumstances more fully stated in the trust deed or the KIID
2. The Managing Company shall obtain the approval from the trustee and the Commission regarding the suspension of the scheme.
3. Once the approval for the suspension is obtained from the Trustee and the Commission, the Managing Company shall inform all the unit holders explaining the reasons for such suspension

### **3.8 Charges and Fees**

#### **1. On application**

The Managing Company is entitled to receive a front-end fee of up to 3% of the relevant price which will be included in the price of the units quoted for the day. Out of this fee the Managing Company may pay any commission to authorized agents.

#### **2. Managing Company**

The Managing Company is entitled to a fee subject to a maximum of 2% per year of the net asset value of the Fund calculated daily and paid quarterly in arrears.

#### **3. Trustee & Custodian Fee**

The fees payable to the Trustee and Custodian will be paid out of the management fee. Trustee/Custodian Fees may be adjusted by the Trustee/Custodian from time to time.

#### **4. Others**

The Managing Company is responsible for the charges and fees of any Advisers, Investment Consultants, Agents and Investment Counsellors retained by them. Full details of other administrative and professional expenses payable by the Fund are set out below.

- a. Auditor's fees and expenses.
- b. Brokerage.
- c. Legal costs incurred on unit holder's behalf and in administering the trust.
- d. Costs incurred in drafting and bringing into effect amendments and supplements to the Trust Deed.
- e. Costs incurred to enable the Trust to comply with legislation or other official requirements.
- f. Interest on borrowing permitted under the Scheme and charges incurred in effecting or varying the terms of such borrowings
- g. The costs and expenses incurred in obtaining a listing of the shares of the Scheme on any licensed securities exchange
- h. The costs incurred in respect of the distribution of income to investors
- i. All taxes and other duties payable in the establishment, execution, management or termination of the Trust.

- j. All other charges and fees expressly authorized by the Trust Deed.
- k. the costs reasonably incurred in respect of the publication of prices of units and in respect of the publication and distribution of the Scheme KIID or trust deed, annual and interim reports and accounts;

### **3.9 Collateral**

The holders of units of the CT CLSA Equity Fund may enjoy the benefit of pledging their Units with financial institutions as collateral for facilities allowed by them.

### **3.10 Termination of Trust / CIS**

**1. A Scheme shall be terminated or wound up upon the occurrence of any of the following events:**

- a) the approval granted by the Commission to operate the Scheme is cancelled;
- b) the Unit Holders representing at least seventy-five per centum (75%) of the total Units in issue (excluding those held by the Managing Company) pass a special resolution to terminate or wind up the Scheme;
- c) the Scheme has completed its tenure or circumstances exist that warrants the termination/winding up of a Scheme as specified in the trust deed /KIID;
- d) the Managing Company and the Trustee are of the view that the value of the assets of the Scheme has fallen below an operationally viable level;
- e) the Commission in consultation with the Trustee and the Managing Company has directed the Trustee to wind up the Scheme since the value of the deposited property has fallen below an operationally viable level;
- f) upon an order made by a competent court.

**2. When a decision to terminate/windup has been made, the Managing Company shall:**

- a) cease all operational activities of the Scheme and cease the issuance, cancellation, sale redemption or the transfer of Units;
- b) prepare annual audited and interim unaudited accounts and reports up to the completion of the winding up process of the Scheme;
- c) ensure that no changes are made to the register of Unit Holders without the agreement of the Trustee and Custodian or as directed by a competent court;
- d) immediately notify all Unit Holders and the Commission of the commencement of proceedings to terminate/ wind up the Scheme and the circumstances leading to such termination/winding up; and
- e) publish a notice with the approval of the Trustee in three (3) daily newspapers in three (3) languages within (5) five days upon completion of such winding up and through the Trustee submit a report to the Commission setting out in detail the steps taken in such process.

**3. When a decision to terminate/windup has been made, the Trustee shall:**

- a) liquidate all the assets of the Scheme remaining in its custody;
- b) after paying all liabilities or retaining adequate amounts to meet such liabilities and the cost of winding up, distribute to Unit Holders the net cash proceeds available for the purpose of such distribution in proportion to the number of Units held by the Unit Holders respectively in accordance with these Rules;
- c) arrange for the auditor of the Scheme to conduct a final review and audit of the Scheme accounts and shall submit a copy of such report and accounts to the Unit Holders and the Commission within one (1) week upon the Trustee receiving such report and accounts.

**4. Any unclaimed net proceeds or other cash held by the Trustee after the expiration of (12) twelve months from the date on which the same becomes payable shall be paid by the Trustee to the Public Trustee subject to the right of the Trustee to retain there from any expenses incurred by the Trustee in making such payment.**

### 3.11 Regulations

The operations of the CT CLSA Equity Fund will be subject to,

- The Provisions of the SEC Act
- Trust Deed/Supplementary Trust Deeds
- CIS Code, 2022
- Unit Trust Regulations and the general directives issued by the SEC from time to time.

### 3.12 Approval of the Securities and Exchange Commission of Sri Lanka

The SEC has approved this Key Investor Information Document as suitable for distribution among prospective investors of the CT CLSA Equity Fund, a scheme approved by the SEC

### 3.13 Other key statements

- The trust deed plus any supplementary trust deeds are binding on the Managing Company, Trustee, Custodian and each Unit Holder;
- All assets of the scheme are held by the Trustee Custodian and no assets are directly held by the fund or the management company.
- Unitholders liabilities are limited as per the extent of this Key Investor Information Document, Trust Deed, Supplementary Trust Deeds and the CIS code.

### 3.14 Persons Involved in making investment decisions on behalf of clients

#### **Kuhan Vinayagasundaram (Fund Manager)– kuhan@ctcls.lk**

Kuhan possesses over 7 years of combined experience in sell side and buy side investment research, covering an equity universe spanning multiple sectors and geographies including Sri Lanka. He has extensive academic and professional exposure in accounting & finance, Investment research and valuations.

Previously, he served as “assistant manager – research” at CT CLSA securities, a leading stock broking firm and research house in Sri Lanka where his responsibilities included building fundamentally robust financial models, drafting investment research reports with commercially focused valuations and introducing new research products. Prior to joining CT CLSA Securities, Kuhan was a delivery lead at Acuity Knowledge Partners supporting the research needs of a US based asset management company’s event driven opportunities fund and a UK based bank’s wealth management team.

He is member of ACCA (Certificate attached) and he has passed level 1 exam of Chartered Financial Analyst.

#### **Hansini Aravinda (Financial Analyst) – hansini@ctcls.lk**

Hansini Aravinda counts 5 years of experience in her professional career, working with diverse industries such as academics, engineering research and development, and capital markets. She has served at EAP Broadcasting Pvt Ltd. Prior to joining as a financial analyst at CT CLSA Asset Management LTD, She served in CINEC Campus where she was responsible for research project management of collaborative industrial research centers with Orange Electric and MAS KREEDA which are established at the university. Further, Hansini holds a first-class degree in Bachelor of Engineering (Hons) in Electronics and Communication engineering offered by the University of Wolverhampton (UK) and she is a Passed finalist of CIMA (Chartered Institute of Management Accountants).



## 4.0 CT CLSA ASSET MANAGEMENT (PVT) LTD

### 4.1 Introduction

The company was incorporated on the 20<sup>th</sup> of January 1992 as Commercial Fund Management (Pvt) Ltd., with the initial promoters being Commercial Bank of Ceylon Limited, Singer (Sri Lanka) Limited and Australind, an Australian based investment company. The principal business activity of the company is the managing of Unit Trusts and other client portfolio investments.

Consequent to CT Capital Limited, a fully owned subsidiary of CT Smith Holdings Ltd. acquiring the controlling interest of Commercial Fund Management (Private) Limited at the beginning of 2007, the name of the Company was changed from Commercial Fund Management (Private) Limited to CT Fund Management (Pvt) Ltd. Subsequently during January 2011, the name was changed to Comtrust Asset Management (Pvt) Ltd. In May 2014, C T Smith Holdings Ltd. was rebranded as C T CLSA Holdings Ltd., subsequent to a 25% equity investment by CLSA. In January 2018, Comtrust was fully transferred from CT CLSA Capital (Pvt) Ltd to CT CLSA Holdings Ltd as a direct subsidiary. W.e.f. June 2022, the company was rebranded to CT CLSA Asset Management (Private) Limited, with the objective of the rebranding being to reposition the Company consistent with all business units under the single brand identity of CT CLSA.

The paid up capital of CT CLSA Asset Management (Private) Limited as at 31st March 2023 was Rs.25 million.

### 4.2 Corporate information

Name	Address	Description
<b>Cecilia Page Muttukumaru</b>	32/1B Barnes Place Colombo 07, Sri Lanka	<b>Chairperson – Independent</b>
<b>Joseph Chandrakumar Page</b>	No. 10, Station Road Colombo 04, Sri Lanka	<b>Director - Independent</b> Deputy Chairman/MD – CT Land PLC
<b>Patrick Lawlor</b>	18/F, One Pacific Face, 88 Queensway, Hong Kong	<b>Director – Independent</b> Head of Sales and Strategy – CLSA Limited Hong Kong
<b>Zakir Mohamedally</b>	No 1, Castle Lane, Colombo 4	<b>Director - Independent</b> Director / Group COO – CT CLSA Holdings Director / CEO – CT CLSA Capital Director – CT CLSA Securities
<b>Auditors</b>	<b>KPMG</b> No 32A, Sri Mohamed Macan Marker Av, Colombo 03, Sri Lanka	
<b>Lawyers</b>	<b>C G Associates</b> No. 45, Visakha Road, Colombo 04	
<b>Bankers</b>	<b>Commercial Bank of Ceylon Ltd.</b> 21, Bristol Street Colombo 01, Sri Lanka	

## 4.3 Profile of the Board of Directors

### **Cecilia Page Muttukumar**

Mrs. Cecilia Page Muttukumar is the Chairman of C T CLSA Securities (Private) Limited, C T CLSA Capital (Private) Limited, and CT CLSA Asset Management (Private) Limited. She is a Fellow Member of the Institute of Chartered Accountants of Sri Lanka and a Fellow Member of the Chartered Institute of Management Accountants (U.K.). Mrs. Muttukumar served as Head of Finance at CT Holdings PLC (Formerly Ceylon Theaters Limited), prior to joining the CT CLSA Group.

### **Joseph Chandrakumar Page**

Mr. Joseph Page is also a Director of CT Holdings PLC, Managing Director, Ceylon Theatres (Private) Limited and a Director of CT Properties Limited. He is also a Director of several other Companies within the CT Holdings Group. He has over 32 years of Management experience in the private sector.

### **Patrick Lawlor**

A strategical innovative leader with over 30 years of diverse experience comprising commercial client facing front office, trading, operational and technological experience. Successful in developing and steering equities businesses towards realizing their commercial objectives by establishing successful businesses, formulating business strategy and driving the execution of commercial and operational initiatives to enhance business profitability whilst managing cost. Skilled in managing stakeholder partnership and establishing operational and regulatory best practices. Results oriented. A highly effective communicator with the ability to operate internationally and across culture.

### **Zakir Mohamedally**

Zakir has over 16 years' experience in the fields of Corporate Finance, Assurance and Advisory. He joined the CT Group in 2007, and has held the positions of Financial Analyst, Senior Associate and Vice President, prior to his current role as Director and CEO of the Company. Prior to joining the CT Group, he was attached to PricewaterhouseCoopers Sri Lanka, a leading global firm of Chartered Accountants, where he held the position of Associate and then Senior Associate. Zakir is Fellow Member of the Association of Chartered Certified Accountants (ACCA) UK and is an Associate Member of the Chartered Institute of Management Accountants (CIMA) UK. He is also a member of the Institute of Certified Management Accountants of Sri Lanka and holds a Post Graduate Diploma in Marketing from the Chartered Institute of Marketing (CIM) UK.

## 4.4 Senior Management

### **Bimanee Meepagala (Chief Executive Officer) – [bimanee@ctclsa.lk](mailto:bimanee@ctclsa.lk)**

Bimanee counts over 16 years of experience in capital markets. Her academic and professional exposure encompasses economics, investments, capital markets, risk and finance. Prior to joining CT CLSA Asset Management, she served Union Assurance PLC, one of the largest insurance companies in Sri Lanka as the Chief Bancassurance Officer. She also served as the Vice President – Asset Management at NDB Wealth Management Ltd. Where she was responsible in managing institutional and retail funds including insurance and pension funds in both fixed income and equity markets. She also serves as a lecturer and a resource person for market awareness and educational sessions organized by the Securities and Exchange Commission (SEC) of Sri Lanka. Further, she holds a Master of Arts in Financial Economics (MAFE) from the University of Colombo and a Bachelor of Arts Degree from the same University. She is also a Fellow Member of the Chartered Institute of Management Accountants (UK) FCMA, and a member of Chartered Global Management Accountant (CGMA).

## **4.5 Investment Committee**

### **Hiran Samarasinghe (Head, Investor Relations & Strategy, Sunshine Group)**

Hiran heads the Investor Relations and Strategy function of the Sunshine group, primarily focused on managing a transparent investor relations function, and seeking new growth opportunities for the group. Sunshine Holdings is a diversified holding company with key focus areas in healthcare, FMCG, agriculture, and specialized retail. Prior to joining Sunshine Holdings, he gained capital market experience with several International Banking Institutions working as an Equity Analyst for Amba Research. Prior to that he was attached to PricewaterhouseCoopers as an Associate Consultant advising both local and international clients on valuation and strategy engagements. He is a CFA charter holder and a Fellow member of ACCA.

### **Ravi Ratnasabapathy**

Mr. R. Ratnasabapathy is a management accountant and a Fellow of the Chartered Institute of Management Accountants UK. He also holds an MBA from the Postgraduate Institute of Management of the University of Sri Jayewardenepura, Sri Lanka. He has developed skills in the criteria of analytical, communication, and PR. He possesses a recognizable ability to build relationships with stakeholders. He counts 25 years of post-qualification experience in finance. He is broadly experienced, and his sector exposure includes stockbroking, manufacturing/agribusiness, telecommunications, power, and printing.

### **Zakir Mohamedally – See Above**

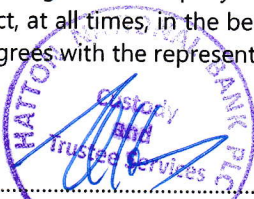
## **4.6 Compliance Officer – Sachinee Chanduka – [sachini@ctcls.lk](mailto:sachini@ctcls.lk)**

Sachinee possesses over two years of experience in finance and accounting. Prior to joining CT CLSA, she served as Senior Executive – Finance at VoiceD Marketing Services (Pvt) Ltd, where she was responsible for end-to-end finance and accounting activities with a thorough experience in the preparation of financial statements, financial analysis, forecasting, revenue management, and payroll procedures. Furthermore, she has been involved in company acquisition during her time in VoiceD Marketing. She holds a Bachelor of Science (Honors) In Finance and Insurance from the University of Colombo, Faculty of Science.

## 5.0 DECLARATION BY THE TRUSTEES & MANAGING COMPANY

Declaration by Trustees and Managing Company as per CIS Code, RULES made by the Securities and Exchange Commission of Sri Lanka, in terms of Section 183 of the Securities and Exchange Commission of Sri Lanka Act, No. 19 of 2021.

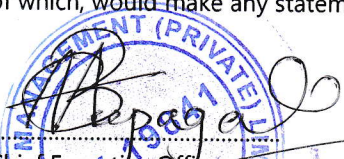
Hatton National Bank PLC, the Trustee hereby declares that the transactions will be carried out with the management company at an arm's length basis and on terms which are best available for the Fund, as well as act, at all times, in the best interest of the Fund's Unit Holders. Further declares and certifies that has read and agrees with the representation contained herein.



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Trustee

This KIID has been seen and approved by the board of directors of the Managing Company and we collectively and individually accept full responsibility for the accuracy of the information given and confirm that, after making all reasonable inquiries and to the best of our knowledge and belief, there are no facts, the omission of which, would make any statement herein misleading.



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Chief Executive Officer  
CT CLSA Asset Management (Pvt) Ltd