



ArpicoAtaraxia
Cash Management Trust Fund

KEY INVESTOR INFORMATION DOCUMENT

This KIID is dated (*)



Trustee & Custodian
Hatton National Bank PLC

ArpicoAtaraxia Cash Management Trust Fund

An Open-ended Unit Trust, licensed under the laws of Sri Lanka by the Securities and Exchange Commission of Sri Lanka.

The Fund is approved by the Securities & Exchange Commission of Sri Lanka.

The Trust Deed of the Fund is binding on the Managing Company, Trustee, Custodian, and each unitholder.

All assets of the Scheme are held by the Trustee / Custodian

The liability of a Unit Holder in the Fund is limited to the amount, which, at the time when any debts fall due, is equal to the Net Asset Value of the Units held by such Unit Holder.

A Unit Holder in the Fund is not liable for acts or omissions of the Managing Company, Trustee, or of the Custodian of the Fund.

And

Constituted by the Trust Deed dated 25th March 2021 amended by the Supplementary Trust Deed dated 20th January 2020.

Fund Manager & Registrar

ArpicoAtaraxia Asset Management Pvt Ltd

Trustee

Hatton National Bank PLC

Fund at a Glance

Fund Type	An open-ended Unit Trust that invests in fixed income instruments that are issued by listed and rates issuers and the government of Sri Lanka.
Investment Objective	To achieve capital appreciation and income based on the interest income and capital gain achieved on a portfolio of fixed income instruments.
Invests Instruments	<ul style="list-style-type: none"> ▪ Treasury Bills and Treasury Bonds. ▪ Repurchase Agreements of both Government and Corporate entities. ▪ Savings and Fixed Deposits of Licensed Commercial Banks, Licensed Specialize Banks, Licensed Finance Companies, Specialized Leasing Companies and other financial institutions approved by Central Bank of Sri Lanka (CBSL) from time to time; ▪ Corporate Debt including Asset Backed instruments, Commercial Papers, and Debentures;
Fee Structure	<ul style="list-style-type: none"> ▪ No front end fees ▪ Management fee of 0.25% p.a. of Net Asset Value. ▪ Trustee fee of 0.20% p.a. of Net Asset Value+ Taxes. ▪ Custodian fee of LKR 20,000 per month from the Fund + Taxes.
Fund Valuation	Daily at the end of market day.
Distribution of Income / Gains	Distributions will be decided by the Fund Manager. You can choose to reinvest the distribution at your discretion.

Dealing Information after Closure of Initial Offer Period

Subscription to the Fund	On any market day at the prevailing subscription price (Fund Manager's Selling Price)
Redemption of units in the Fund	On any market day at the prevailing redemption price (Fund Manager's Buying Price)
Minimum initial investment in the Fund	LKR 1,000 and subsequent investments at multiples of LKR 1,000

Important Information

This KIID is subject to the existing laws and practices of Sri Lanka.

This KIID may be updated from time to time to reflect any material changes that may occur which could affect the Fund and if so, any updated KIID will be made available to investors.

Investing in the Fund involves a degree of risk normally associated with any investment in equities and the price of Units may fall as well as rise due to market fluctuations. Refer the section "Primary Investment Risks" for more information.

The contents of this KIID should not be construed as investment, legal or tax advice. Investors should seek independent professional advice to ascertain (a) the possible tax consequences, (b) the legal requirements and (c) any foreign exchange restrictions or exchange control requirements which they may encounter under the laws of the countries of their citizenship, residence or domicile and in Sri Lanka, which may be relevant to the subscription for and redemption of Units in the Fund. All information in this KIID is given as of the date hereof, unless expressly otherwise specified herein.

Directory

Fund Manager & Registrar Registered Address	ArpicoAtaraxia Asset Management Pvt Ltd 310, High Level Road, Nawinna, Maharagama, Sri Lanka. Tel: +94 11 431 0500
Fund Manager & Registrar Correspondence Address	ArpicoAtaraxia Asset Management Pvt Ltd 67/A, Level 4, Gregory's Road, Colombo 07, Sri Lanka. Tel: +94 11 717 3938
Trustee and Custodian	Hatton National Bank HNB Towers, 479, T B Jayah Mawatha, P O Box 837, Colombo 10, Sri Lanka.
Fund Auditors	M/s Dinitiway Partners - Chartered Accountants 7 1/2, Devanampiyathissa Mawatha, Colombo 10, Sri Lanka.
Tax Consultants	M/s Dinitiway Partners - Chartered Accountants 7 1/2, Devanampiyathissa Mawatha, Colombo 10, Sri Lanka.

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1.0 The Fund

1.1 Introduction

The ArpicoAtaraxia Cash Management Trust Fund (CMT) is an open-ended Unit Trust that invests in fixed income instruments such as treasury bills, treasury bonds, repurchase agreements, savings and fixed income instruments and corporate debt. The Fund can be categorized as an income fund.

1.2 Investment Objectives

The objective of the Fund is to generate current yield and income for investors by investing in a portfolio of fixed income instruments.

1.3 Investment Strategies

Arpico Ataraxia employs a strategy to invest in both short and long-term instruments such as REPOs, reverse REPOs, treasury bills, treasury Bonds Repurchase Agreements of both Government and Corporate entities, Savings and Fixed Deposits of Licensed Commercial Banks, Licensed Specialize Banks, Licensed Finance Companies, Specialized Leasing Companies and other financial institutions approved by Central Bank of Sri Lanka (CBSL) from time to time and also in Corporate Debt including Asset Backed instruments, Commercial Papers and Debentures

The Fund will adhere to the single entity exposure limits stipulated by the SEC from time to time.

The Fund Manager may use an Investment Committee to facilitate the investment decision-making process. A Compliance Officer will be appointed to monitor the investment activities of the Fund in order to ensure that investments in the Fund comply with the rules and regulations prescribed by the SEC.

1.4 Permitted Investment Instruments

- Treasury Bills and Treasury Bonds.
- Repurchase Agreements of both Government Securities and Corporate entities.
- Savings and Fixed Deposits of Licensed Commercial Banks, Licensed Specialize Banks, Licensed Finance Companies, Specialized Leasing Companies and other financial institutions approved by CBSL from time to time;
- Corporate debt instruments including Asset Backed Securities, Commercial Papers, and Debentures;

1.5 Investment Parameters

The Arpico Ataraxia Cash Management Trust Fund will adhere to the following asset allocation parameters prescribed by SEC Directive:

Issue and Security Class	Investment Parameters
<p>A. Listed Issuer</p> <ul style="list-style-type: none"> ▪ Listed debt ▪ Unlisted debt 	<p>25% of NAV</p> <p>The investment by the Fund in Unlisted debt of any Listed Issuer shall not exceed 10% of the Net Asset Value (NAV) of the Fund subject to the restrictions below.</p> <p>The investment by the Fund in Unlisted debt of any Listed Issuer which is guaranteed / endorsed with recourse / rated (entity/issue) shall not exceed 15% of the Net Asset Value (NAV) of the Fund.</p>
<p>B. Unlisted Issuer</p> <ul style="list-style-type: none"> ▪ Listed debt ▪ Unlisted debt 	<p>25% of NAV</p> <p>The investment by the Fund in Unlisted debt of any Unlisted Issuer which is guaranteed / endorsed with recourse / rated (entity/issue) shall not exceed 15% of the Net Asset Value (NAV) of the Fund.</p> <p>Any investment not falling within these parameters require special approval by the Commission.</p>
<p>C. Bank licensed by Central Bank of Sri Lanka and carrying an investment grade rating</p> <p>Whether through Investments/ Endorsements/ Guarantees</p>	<p>Total exposure permitted: 25% of the NAV</p>
<p>D. Placement or Offer for Sale of listed debt instruments</p>	<p>The investment by the Fund in Placement or Offer for Sale of listed debt instruments shall not exceed 25% of the Net Asset Value (NAV) of the Fund.</p>
<p>E. Quasi Equity Convertible Securities</p>	<p>Investment by the Fund in Quasi Equity Convertible Securities is permitted within limits specified from (A) to (D) set out above upon expected conversion.</p>

The implementation of the investment policy and making any modifications thereto which does not substantially change the nature of the Fund will be the responsibility of the Fund Manager, subject to SEC approval.

1.6 Investment Mechanics

The Trust's asset allocation strategy is as follows:

Asset	Asset Allocation	Portfolio Weight (%)
Please see note 1.4 in this key investor information document	Medium / Long Term	Min up to 10% Max up to 90%
	Short Term	Min up to 3% Max up to 10%

However, the fund will always maintain a minimum liquidity of 3% of the total deposited property as stipulated by the Unit Trust Code 2011 in order to meet the redemption requests of the unit holders.

1.7 Primary Investment Risks

Some of the risks that investors coming into this Fund should consider are provided below.

Market Risk

The return on the Investment is linked to the performance of the money market. Returns above your initial capital will be based on the performance of the money market. The returns above the initial capital will be based on the performance of the money market.

Interest Rate Risk

Prior to the Maturity Date, the value of the Investment is affected by domestic interest rates. Generally, the higher the prevailing interest rates, the higher will be the then current value of the capital protection at Maturity. This in turn increases the value of the Investment before the Maturity Date.

For funds that are sitting in cash prior to a rollover period, will be affected by the prevailing interest rate provided by the institution.

Amendments to the Conditions

ArpicoAtaraxia may from time to time amend the Conditions of the Investment provided that the amendment is:

- (a) necessary or desirable in the reasonable opinion of ArpicoAtaraxia to comply with any statutory or other legal requirement; or
- (b) to be made for the purpose of curing an ambiguity, correcting a manifest error, or curing, correcting or correcting a manifest error, or curing, correcting or Conditions or effecting a modification of a formal, minor or technical nature, and does not materially prejudice the interests of Investors.

Inflation Risk

There is a risk that the Investment at Maturity will not have the same real value as the Issue Price due to the likely effect of inflation and the time value of money over the Investment Term.

Operational Risk

Your investment in this Investment relies on ArpicoAtaraxia undertaking the processes described in this document in a timely and accurate manner. ArpicoAtaraxia is responsible for the operational risk of managing the Investment and ensuring capital protection at maturity.

Taxation

Legal, tax and regulatory changes could occur during the term of the Fund that may adversely affect the Fund, its investee companies, or Investors. The tax laws in Sri Lanka may change, possibly with retroactive effect. The Managing Company will take reasonable steps to mitigate the Fund's tax liabilities. Investors should review carefully this KIID and consult with their tax advisers regarding the specific tax and other consequences of investing in the fund.

There are other circumstances (including additional risks that are not described here) which could prevent the Fund from achieving its investment objectives.

1.8 Fees & Expenses

Front End / Exit Fees

The Fund will not charge a Front-End or Exit Fee.

Administration Fee

The Fund will pay an administration fee of 0.25% per annum of the Net Asset Value of the Fund to the Fund Manager for acting in that capacity. The fee will be calculated and accrued as at each Valuation Day and will be payable monthly in arrears.

Trustee Fee

The Fund will pay Hatton National Bank PLC a Trustee fee of 0.20% per annum of the Net Asset Value plus taxes of the Fund plus all out-of-pocket expenses authorized by the Trust Deed. The Trustee fee will be calculated and accrued as at each Valuation Day and will be payable monthly in arrears.

Custody Fee

The Fund as a whole will pay Hatton National Bank PLC a Custody Fee of LKR 20,000 plus taxes per month.

Other expenses payable by the Fund

- The cost of dealing in the assets of the Scheme;
- Interest on borrowing permitted under the Scheme and charges incurred in effecting or varying the terms of such borrowings;

- The costs and expenses incurred in obtaining a listing of the shares of the Scheme on any licensed securities exchange;
- The fees and expenses of the auditor of the Scheme;
- The costs incurred in respect of the distribution of income to investors;
- Any other costs, incidental to its operation that may be charged to the Scheme;
- Any change in annual charges of the Managing Company;
- Any expenses or disbursements of the Trustee, which are authorized by the trust deed to be paid out of the assets of the Scheme;
- Legal expenses incurred in safeguarding the assets of the Scheme;
- and
- Any other fee approved by the Commission and specified in the trust deed.

Expenses that will not be charged to the Fund

The following fees will not be charged to the Fund:

- The costs reasonably incurred in respect of the publication of prices of units and in respect of the publication and distribution of the Fund KIID or trust deed, annual and interim reports and accounts;
- Costs incurred in preparation or the modification the trust deed of the Fund;
- In case of an ETF tracking the price of gold or price of any other commodity or an index approved by the Commission, Recurring expenses incurred towards storage and handling of gold or such other commodity;
- and
- Fees payable to the Commission in respect of obtaining approval for a scheme;
- Commission paid to agents shall not be paid out of the assets of the scheme;

1.9 Borrowing Powers

The Fund will not borrow by any method whatsoever except where the borrowing:

- (a) is temporary and is for a period not exceeding three (3) calendar months;
- (b) does not exceed the percentage of the NAV of the Scheme as may have been determined by the Commission by way of its directives;
- (c) is not used to leverage investment returns.

Furthermore, the Fund

- (a) will not engage in any form of direct lending of any part of its assets;
- (b) will not assume, guarantee, endorse or otherwise become directly or indirectly liable for or in connection with any obligation or indebtedness of any third party.

1.10 Currency Denomination

Currency denomination of the Fund will be in Sri Lankan Rupees (LKR). The issue and redemption of Units of the Fund will be made only in Sri Lankan Rupees (LKR).

1.11 Minimum number of Unit Holders

As per SEC directives, the Fund will maintain at least 50 unitholders at all times.

1.12 Eligibility to Invest in the Fund

Investment in the Fund can be made by:

- Resident Citizens of Sri Lanka and are above 18 years of age (severally or jointly).
- Minors as the first holder when applied jointly with parent, legally appointed guardian or curator.
- Companies, corporations or institutions incorporated or established within Sri Lanka.
- Provident funds, contributory pension schemes and other legally constituted bodies registered/ incorporated/ established in Sri Lanka.
- Citizens of foreign states whether resident in or outside Sri Lanka, Sri Lankans resident outside Sri Lanka, foreign institutional investors, and companies with limited liability or other bodies corporate established or incorporated outside Sri Lanka.
- Global, regional and country funds

1.13 Valuation of Investment

The following pricing methodology shall be utilized:

Cash	At Face Value
Repurchase Agreements and Deposits with financial institutions	Valued at cost plus accrued interest basis.
Government Securities	Marked to market basis using the daily yield curve published by the Central Bank of Sri Lanka until maturity.
Listed Corporate Debentures	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 CBSL until maturity plus any risk premium attached to the instrument.

1.14 Purchasing Units in the Fund

Units in the Fund can be purchased on any Business Day, provided the Fund Manager receives via physical delivery, email or through the online or mobile platforms the following;

- Application Form which includes questions pertaining to Know Your Customer (KYC) requirements;
- Investment Form;
- Proof of Identification, Address, Bank Account Number/Bank Details & Billing Proof
- Cash deposit slip or Fund transfer slip in the form of an attachment if applying via email or online platforms; original if documents are being delivered;
- A cheque or bank draft drawn in favour of ArpicoAtaraxia Cash Management Trust Fund. Cheques or bank drafts should be crossed "Account Payee Only". Cash cheques will not be accepted.
- Cash deposits, fund transfers and inward remittances could be affected to the Fund's collection account at Hatton National Bank PLC.
- Cash will not be accepted by the Fund Manager.

Units may be purchased on any Business Day at the Fund Manager's Selling Price calculated at the end of that Business Day, provided the Fund Manager receives the applications and the funds before 2.30 p.m.

Applications received after 2.30 p.m. will be carried forward to the next business day.

The latest available Selling Price and Buying Price of the Fund will be published on the Fund manager's website. www.arpicoataraxia.com

1.15 Redemption (Selling) of Units in the Fund

A Unit Holder of a Scheme shall be entitled to have his Units repurchased or redeemed in accordance with the terms of the trust deed of the Scheme at a price which is related to the NAV of the Units and determined in accordance with the terms published in the KIID.

Units may be redeemed on any Business Day at the Fund Manager's Buying Price calculated at the end of that Business Day, provided the Fund Manager receives before 10.30 a.m. the completed and valid redemption request by email, via the online or mobile platforms, or physical delivery. In the case of joint holders, both parties must sign the redemption request letter or redemption request form, if the operating instruction on the application mention that both parties jointly would be giving instructions. Any request for redemption after 10.30 a.m. will be processed on the following Business Day. Redemption Request Forms can be downloaded from the website of the Fund Manager. www.arpicoataraxia.com

There are no restrictions on the redemption amount or the number of units that any unitholder can redeem at one time.

Payment of redemption proceeds will be made in Sri Lankan Rupees to the first holder, by way of a direct transfer to the bank account indicated in the Initial Application Form or Redemption Request Form or by way of a crossed cheque marked "Account Payee Only" in the absence of a bank account, which will be dispatched by registered post.

The maximum interval between the receipt of a valid request for redemption of units and the payment of the redemption money to the Unit Holder, shall not exceed ten (10) business days from the day on which the request was received. 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.

Where redemption requests on any Business Day exceed ten per centum (10%) of the total number of units in issue in the Fund, the redemption requests in excess of the ten per centum (10%) may be deferred to the next dealing day provided the SEC is notified in writing of such deferral.

1.16 Reports to Unitholders

The Fund Manager will provide Unitholders with a semi-annual report as at 30th September and an annual report together with the audited financial statements as at 31st March of each year. The annual report of the Fund together with the audited financial statements will be published in the website www.arpicoataraxia.com and also be sent to Unitholders via email before the expiry of 4 months from 31st March, and with the semi-annual report being sent within 3 months from 30th September.

Unitholders of the Fund will also receive their statements on request. The monthly factsheets will also be available on the website of the Fund Manager.

1.17 Delegation of Services

The Fund Manager will not delegate any services of the fund to the third-party. However, such decision to outsource any of the function to third party will be in accordance with unit trust code and will be approved from the Security and exchange commission of Sri Lanka.

And managing Company is responsible for all actions of commissions and omissions of the third party to whom such function is delegated.

1.18 Valuation of Units

The prices at which investors may subscribe for or redeem Units, are calculated on each business day, by reference to the Net Asset Value of the Fund as at the close of business on the valuation date (as defined in the Trust Deed).

The Fund Manager's Selling Price for subscriptions on an ongoing basis (subsequent to the Initial Offer Period) as at any dealing day shall be determined by:

- (a) ascertaining the Net Asset Value of the Fund as at 4.00 p.m. (Sri Lankan time) on the Valuation Day;
- (b) adding such sum that the Fund Manager considers as representing the appropriate provision for duties and charges which would have been incurred if all the securities and other assets of the Fund had been purchased on that date at prices equal to their respective values as at 4.00 p.m. (Sri Lankan time) on that day and the front-end fee (if any);
- (c) dividing the resulting sum by the number of Units in issue and deemed to be in issue;

The Fund Manager's Buying Price for redemptions on any Business Day shall be determined by:

- (a) ascertaining the Net Asset Value of the Fund as at 4.00 p.m. (Sri Lankan time) on that day;
- (b) deducting such sum that the Fund Manager considers as representing the appropriate provision for duties and charges which would have been incurred if all the securities and other assets of the Fund had been realized on that date at prices equal to their respective values as at 4.00 p.m. (Sri Lankan time) on that day and the exit fee (if any);
- (c) dividing the resulting sum by the number of Units in issue and deemed to be in issue.

1.19 Contracted to be Purchased for the Fund

Any taxes, stamp duties, brokerage, levies, commissions (not including commissions to agents), bank charges and other duties payable by the Fund or in connection with or arising from the establishment, execution, management or termination of the Fund or in acquiring or disposing of the deposited property.

Any expenses or disbursements of the Trustee and Custodian, in effecting registration or safe custody of the documents of title to all Investments held by the Fund and which are authorized by the trust deed to be paid out of the assets of the Fund; Obtaining Unit Price Information.

The Fund Manager's Selling Price and Buying Price for the Fund will be published daily in at least one (1) leading Sri Lankan newspaper or will be accessible on the Fund Manager's website. www.arpicoataraxia.com

2.0 General Information

2.1 Disclosures and Approvals under the CIS Code and SEC Guidelines

- Any transaction between the Unit Trust and the managing company, or any connected person as principal may only be made with the prior written consent of the trustee. All such transactions shall be disclosed in the Unit Trust's annual report.
- All transactions between the Unit Trust and an associate, joint venture, subsidiary or holding company of the managing company, shall be with the prior written consent of the trustee. All such transactions shall be disclosed in the Unit Trust's annual report.
- An associate means an enterprise in which the managing company has significant influence and which is neither a subsidiary nor a joint venture of the managing company. 'Significant influence' shall have the same meaning as assigned to it in the Sri Lanka Accounting Standards issued by the Institute of Chartered Accountants of Sri Lanka, from time to time.

2.2 Rights of Unit Holders

Subject to the provisions of the Trust Deed and the CIS Code, Unit Holders are entitled to:

- (a) the right to vote at a meeting of holders;
- (b) inspect the Trust Deed at the office of the Fund Manager on any Market Day free of charge and to purchase copies of the same at a price of LKR 500 at the office of the Fund Manager on any Market Day;
- (c) receive statements, semi-annual report of Fund and annual accounts and report of the auditors;
- (d) participate in meetings of Unit Holders, subject to the provisions of the Trust Deed; and
- (e) redeem subject to the conditions of the Trust Deed.

2.3 Tax Impact to Unit Holders

Tax on unit trust investments will be in accordance to the prevailing tax laws in the country and may change from time to time. As at date of this KIID, the individual or corporate investor is liable to disclose their income earned from the Fund in their tax return to the Department of Inland Revenue.

The Manager and Trustee take no responsibility for the individual taxation liability of investors.

2.4 Reports and Accounts

Fund's Annual Report and Audited Financial Statements as well as a semi -annual report will be available to the current unit holders of the funds. The annual report and audited financial statements are published on the website and available to the unit holders within 4 months of the end of the financial year of the fund and the interim reports are published and available to the unit holders within 3 months of the half-yearly period of the fund.

2.5 Inspection of Documents

The Trust Deed may be inspected at any time during normal business hours at the registered office of the Fund Manager from the date hereof. The KIID can be obtained by contacting the Registrar to the Fund and is also available on the Fund Manager's website. www.arpicoataraxia.com

2.6 Governing Laws/Acts

The Unit Trust will be managed in accordance with the SEC Act, the Collective Investment Scheme Code (CIS) Code, the Trust Deed, the last published KIID pertaining to the Fund, and the directives issued by the SEC from time to time.

2.7 Termination of Trust / CIS

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

- the approval granted by the Commission to operate the Scheme is cancelled;
- 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;
- 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;
- 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;
- 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;
- upon an order made by a competent court.

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

- cease all operational activities of the Scheme and cease the issuance, cancellation, sale redemption or the transfer of Units;
- prepare annual audited and interim unaudited accounts and reports up to the completion of the winding up process of the Scheme;

- 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;
- 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
- 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.

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

- liquidate all the assets of the Scheme remaining in its custody;
- 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;
- 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.

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.

2.8 Regulations

The operations of the Arpico Ataraxia Cash Management Trust Fund will be subject to the applicable laws of Sri Lanka, the SEC Act, Trust Deed/Supplementary Trust Deeds, the CIS Code, 2022, Unit Trust Regulations and the general directives issued by the SEC from time to time.

2.9 Approval of the Securities and Exchange Commission

The SEC has approved the Key Investor Information Document of the Fund.

3.0 *Management & Fund Administration*

3.1 *Fund Manager, Registrar & Trustee/Custodian*



ArpicoAtaraxia Asset Management (Private) Limited (“AAAM” or “Fund Manager”) is a Company duly incorporated in Sri Lanka under the Companies Act No. 07 of 2007 on 15th August 2011, bearing Registration No. PV80658 and having its Registered Office at No. 310, Hight Level Road, Nawinna, Maharagama, Sri Lanka. it is a joint venture between Ataraxia Capital Partners and Richard Pieris Company PLC.

AAAM will also act as the Registrar to the Fund. The Registrar will maintain records of Unit holders for subscription and cancellation of units. In addition, the Registrars will prepare transaction receipts and dispatch them to the Unit holders and cancel units on receipt of redemption requests by unit holders.

HATTON NATIONAL BANK PLC

The Trustee and Custodian of the Fund is Hatton National Bank PLC. Hatton National Bank PLC (HNB) is a domestically significant bank in Sri Lanka with a track record of over 133 years. It is one of the largest private sector Licensed Commercial Banks in Sri Lanka and an island-wide network of 255 customer touch points. HNB is a diversified financial services conglomerates offering a full gamut of financial services including retail banking, corporate finance, primary dealership, stock brokering, asset management, venture capital, life and general insurance. HNB is rated by Fitch Rating Lanka Ltd as AA– as at 11th July 2022.

HNB’s responsibilities are to exercise due diligence and to supervise the Fund with the objective of safeguarding the interests of the Unit Holders. HNB, as the Trustee is the legal owner of the Fund Assets and is responsible for ensuring that the Fund Manager performs its obligations under the Trust Deed. HNB will ensure at its own risk and cost, the safe custody of cash and non-cash property including all Fund Assets received from time to time by the Fund. HNB will hold the Fund Assets on behalf of the investors in the Fund.

3.2 Board of Directors

Name Mr. Sharad Sridharan | CEO
 Principle Employment Director | ArpicoAtaraxia Asset Management Pvt Ltd.
 Address : No 801 B Tower, Royal Park, Lake Drive, Rajagiriya.

Mr. Sharad Sridharan holds a Bachelor of business and a Juris Doctorate in Law from the University of Technology, Sydney. And he is also a Lawyer of the Supreme court of New South Wales. Prior to entering the law, Sharad was an analyst at Goldman Sachs in Sydney as part of their Fixed Income and Commodities team, covering structuring advice on a Commodities team, covering structuring advice on a derivative structure in commodities. Having worked across jurisdictions with leading law firms including DLA Piper & Allens Arthur Robinson, Sharad has advised a broad range of clients including the Government of Abu Dhabi, BHP Billiton, Xstrata, Ultra HNW individuals and private equity houses. At Ataraxia he is the CEO, working with key stakeholders across the group including clients, joint venture partners and regulators.

Name Mr. Viville Perera - Director | Director (non-Executive)
 Principle Employment Director | ArpicoAtaraxia Asset Management Pvt Ltd.
 Address : No.33 C1, King's Gate, Keels Housing Scheme, Buthgamuwa Road, Kalapluwawa, Rajagiriya.

Mr. Viville Perera is a Science graduate from Kelaniya University with Second Class Honours and a Fellow Member of the Chartered Institute of Management Accountants and Associate Member of the Chartered Institute of Marketing in United Kingdom. Mr. Perera has over 30 years experience in senior managerial capacity in leading business organisations such as Associated Newspapers of Ceylon Limited, Middleway Ltd (Ceylinco Group) and Amico Group of Companies. He has served as a Treasurer and Vice President of Sri Lanka Institute of Packaging and a member of the lecture panel for SLIM and ABE Sri Lanka Branch for examinations leading to CIM and ABE (UK). He is a Director of Richard Pieris Exports PLC.

Name Mr. Savanth Sebastian | Director
 Principle Employment Director | ArpicoAtaraxia Asset Management Pvt Ltd.
 Address : No 8, Gregory's Road, Colombo 07.

Mr. Savanth is a B Com (Actuarial and Finance) from University of New South Wales, he responsible for the University of New South Wales, he responsible for the analysis of economic trends in the Australian and global economy, as well as the likely impact these have on equity markets. His reports and commentary are provided to staff, clients and the broader community through a variety of media commitments. He joined Commonwealth Bank in 2002 where his primary focus was on trading international equities and derivatives.

3.3 Investment Committee

AAAM's investment philosophy is based on fundamental research, long-term focus and strong price discipline. The principle of intelligent investing, through quality decisions based on thorough research and knowledge means that the investment approach is simple and based on understanding fundamentals. AAAM also utilizes the expertise of the investment committee to make industry and entity investment decisions. The Investment Committee consists of experts in the field of asset management and includes the following external members:

Mr. Sharad Sridharan - Director

Mr. Asanth Sebastian - Chief Investment Officer

Mr. Asanth has many years experience in financial markets having begun his career at UBS in equity derivatives and structured products. At UBS Asanth worked on the trading and structuring of many styles of structured products particularly in the listed space. In 2007 Asanth joined the Australian Stock Exchange as the Business Development Manager for their warrants and structured products business. With Ataraxia he heads our funds management and structured products team.

Mr. Rajitha Wijesingha - Portfolio Manager

Mr. Rajitha is actively involved in Asset Management of ArpicoAtaraxia and possess in-depth knowledge in Portfolio Management and fixed income for more than 10 years. He was also part of the team in placing funds for various corporates. Rajitha is a ACMA (UK)/ CGMA and holds a BCom specialized in Business Technology from the University of Kelaniya.

3.4 Legal & Compliance Officer

Ms. Thushari Chandrasiri – Legal & Compliance Officer

Ms. Thushari Chandrasiri is an Attorney-at-Law of the Democratic Socialist Republic of Sri Lanka, holding a Master of Law (LLM) in International Business and Commercial Law from the University of Western London, as well as a Master of Laws (LLM) from Sir John Kotelawala Defense University. Her professional journey commenced at the Attorney General's Department, where she served from 2012 to 2021. During her tenure at the official bar, she represented the Honorable Attorney General, public corporations, and statutory bodies in the Original and Appellate Courts. She also has extensive experience in advising the Government of Sri Lanka and related institutions coming under its purview on various legal issues and preparing pleadings in connection therewith. In 2021, she assumed the role of Manager-Legal at Appical Lanka (Pvt) Ltd before joining Arpico Ataraxia Asset Management (Pvt) Ltd.

4.0 *Declarations by the Trustee and the Fund Manager*

4.1 *Trustee's Declaration*

Hatton National Bank PLC hereby declare that we will carry out the transactions with the Manager 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 interests of the Fund's unit holders. Hatton National Bank PLC declares that the guidelines issued by the SEC in Circular No. 2/2009 dated January 2009 have been complied with.

The Trustees hereby also declare and certify that they have read and agreed with the representations made in this KIID.

Signed
Director

Signed
Director

4.2 *Fund Manager's Declaration*

We, ArpicoAtaraxia Asset Management (Pvt) Ltd, hereby declare that we will carry out the transactions with the Trustee 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 interests of the Fund's unit holders. ArpicoAtaraxia Asset Management (Pvt) Ltd declares that the guidelines issued by the SEC in Circular No. 2/2009 dated January 2009 have been complied with.

This Key Investor Information Document has been seen and approved by the Board of Directors of the Managing Company and they 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 their knowledge and belief, there are no facts, the omission of which, would make any statement herein misleading.

Signed
Director

Signed
Director

Disclaimer

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