Sagicor Select Funds Delisting

Frequently Asked Questions (FAQs)



1. What was the purpose of the reorganisation?

The shares of each Fund on the Jamaica Stock Exchange (JSE) were trading at a relatively steep discount compared to their published net asset value (NAV).

To address this, the Board determined that converting the two funds into unit trusts was the best solution for shareholders.

2. What happened to the shares I held?

The shares of **SELECTF** and **SELECTMD** have been delisted and the shares have been converted to the equivalent number of units of the proposed unit trust.

3. Will information still be available on the Jamaica Stock Exchange's website?

No. Once the shares are delisted, notices and financial performance on Sagicor Select Funds will no longer be posted on the Jamaica Stock Exchange website. Unitholders will be able to view information on the Sagicor website by visiting **https://www.sagicor.com/en-jm/personal-solution/investment**

4. What will be the new structure of the funds after conversion to unit trust?

On conversion, given the investment strategy of each unit trust, they will operate as non-diversified unit trusts. The unit trusts will be more actively managed and consist of an appropriate mix of the listed companies within the Financial Sector and the Manufacturing & Distribution Sector, respectively.

5. Is an offering circular for the Sigma Select Non-Diversified funds available?

Yes, a new offering circular and trust deed have been issued and can be viewed on our website by visiting **https://www.sagicor.com/en-jm/personal-solution/investment**

6. What happens once the shares are delisted?

At the point of delisting, all shares will be automatically converted to units on a one-to-one basis. Unit trust accounts will be created for all shareholders. However, there will be restricted access until clients become Know Your Customer (KYC) compliant.

7. How do I access units once conversion is completed?

To access units, you are required to have updated KYC information presented to Sagicor Investments Jamaica Limited. Thereafter, unitholders will be able to redeem or subscribe for additional units on our internet banking platform or through a Sagicor Investments Wealth Advisor.

8. What is required for onboarding as a new client of Sagicor Investments?

New clients are required to complete account opening forms and present KYC documents (a valid government-issued photo ID; TRN; proof of address; proof of source of funds/wealth where applicable):

Visit **https://www.sagicor.com/en-jm/personal-solution/investment** to download onboarding forms. Once completed take forms and copies of KYC documents to the nearest Sagicor Investments locations.

9. Will the name of the fund change after conversion?

Yes, the new name is **Sigma Select Non-diversified Funds**. The **SelectF** will become Sigma Select Financial Fund and The **SelectMD** will become Sigma Select Manufacturing & Distribution Fund.

10. If I am an existing Sagicor client with a Unit trust account, will I need to get a new unit trust account number?

Yes, a new unit trust account number will be generated for the Sigma Select Funds.

11. Will I be able to view my units online?

Yes. Unitholders who were not previously clients of Sagicor Investments Jamaica, will be required to complete the onboarding process to gain access to our online platform.

12. What is a non-diversified Unit Trust?

A non-diversified unit trust usually takes a more focused approach to asset allocation. A non-diversified unit trust invests most of its funds in a single industry, sector, asset class etc. It allows for a more flexible approach to investing in the specified assets without being restricted by concentration and illiquidity limits that other funds must adhere to.

13. Will I be able to buy units via the Jamaica Stock Exchange (JSE), like I was able to for shares?

No. Subscription of units can only be done through Sagicor Investments Jamaica.

14. Can I buy more units in the funds once they are converted to unit trust?

Yes.

15. Where will I get information on the performance of the Unit Trust after conversion?

Information on the performance of the Unit Trust will be available on the Sagicor website at **https://www.sagicor.com/en-jm/personal-solution/investment**

16. Will I receive statements on the fund performance?

Yes, monthly statements will be sent via email once your current email address has been provided.

17. Will there be any penalties for redeeming units?

Yes. There is an early exit charge if your investment is withdrawn before the minimum holding period of 90 days expires.

18. Is there an initial holding period after conversion of the funds?

Yes, an initial holding period will be implemented until February 15, 2027. If investments are redeemed before the initial holding period, an early exit charge of four per cent (4%) of the realization sum will be charged by way of deduction from that sum. Thereafter the minimum holding period for each Fund is ninety (90) days with a 4% penalty charge.

19. Does the delisting impact both the SELECTF and SELECTMD shares?

Yes, both **SELECTF** and **SELECTMD** shares have been delisted from the Jamaica Stock Exchange (JSE).

20. How would an actively managed unit trust differ from the current passive management?

Actively managed funds are more dynamic and flexible, as they have the allowance to adapt to changing market conditions and opportunities. Whereas, passively managed funds are more static and rigid, as they follow a predetermined strategy and do not deviate from the index.

21. If I voted against the resolution for approval of conversion, will I be able to opt out at the point of conversion?

No. based on majority vote at the EGM and ratified by court order, all shares have been converted to units.

22. If I voted against the resolution for approval of conversion, will my shares remain on the market?

No, all shares of the **SELECTF** and **SELECTMD** have been delisted.

23. Will the new unit trust mix both SELECTF and SELECTMD shares?

No. Two (2) separate Unit Trusts have been created. The SelectF is now the Sigma Select Financial Fund and The SelectMD is now the Sigma Select Manufacturing & Distribution Fund.

24. What if I still have stale dated dividend cheques?

Stale dated dividend cheques can be presented to the Jamaica Central Securities Depository (JCSD) for replacement or query.

25. Will the terms and conditions as an existing Sagicor Investments client be changed with this new structure?

No. There is no change specific to the transaction. However, Terms & Conditions are updated from time to time and are available for viewing on our website.

Sagicor Investments