



Guardian Acuity Equity Fund

Guardian Acuity Asset Management Limited

(A Joint Venture between Ceylon Guardian & Acuity Partners)

AS OF: 31st MAY 2014

Current Issue Price: LKR. 13.52

Current Redemption Price: LKR. 13.26

FUND SNAPSHOT

STRUCTURE:	OPEN ENDED
TYPE:	GROWTH
INCEPTION DATE:	27/Feb/2012
BLOOMBERG CODE:	GACUEQI: SL
FUND SIZE:	LKR 58.46 MN
MINIMUM INVESTMENT:	LKR 1,000
EXPENSE RATIO:	2.91%

FUND FEES

	% of NAV
Management fee:	2.25
Trustee & custodian fee:	0.25% + 15,000 pm
Exit fee:	2.00*

* If withdrawn prior to 1 year

FUND MANAGER

Sumith Perera

SECTOR ALLOCATION

	Portfolio Weight (%)
Banks, Finance & Insurance	28.97
Diversified Holdings	22.84
Hotels & Travels	10.84
Telecommunications	7.50
Construction & Engineering	6.49
Beverage, Food & Tobacco	5.03
Manufacturing	3.35
Land & Property	2.32

For more information, Call Nuwani at +9477 600 37 55

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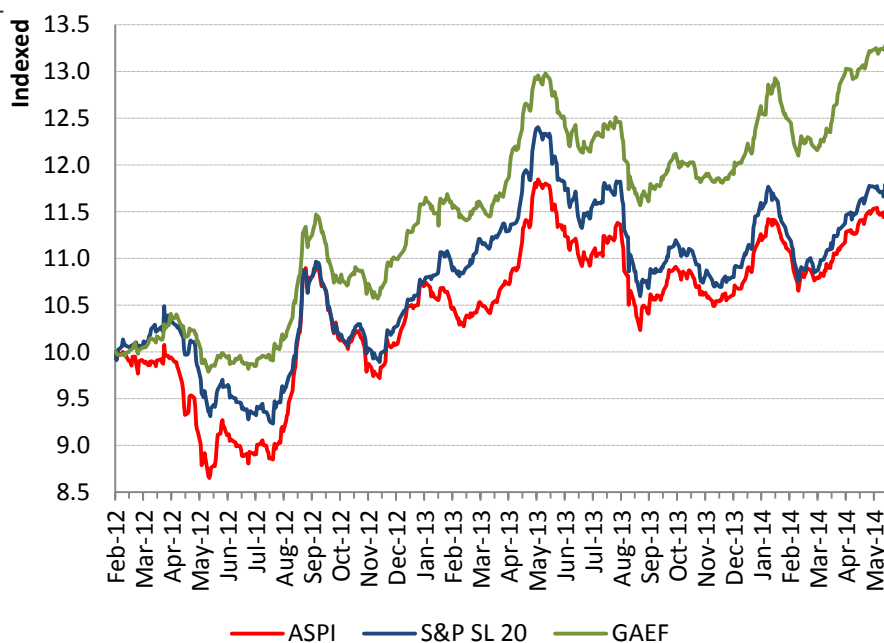
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FUND DESCRIPTION

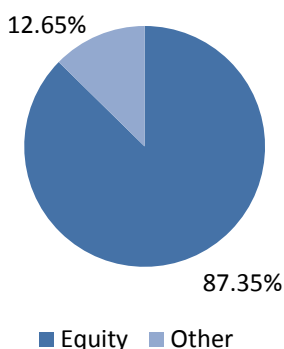
Guardian Acuity Equity Fund is a growth fund which invests in a diversified portfolio of listed equity securities with the objective of achieving medium to long term capital appreciation. The fund selects equity counters based on a bottom up selection process with a bias towards companies that promise strong growth potential under the prevailing economic conditions.

FUND PERFORMANCE

Period	GAAM EQ Fund	All Share Index	S&P SL20
1 Month	1.84%	0.64%	1.07%
3 Months	7.72%	5.44%	7.16%
YTD-2014	9.23%	5.93%	5.84%
Since Inception	32.60%	14.37%	16.88%



ASSET ALLOCATION



TOP 5 HOLDINGS

Company	% of NAV
Nations Trust Bank PLC	7.69
Dialog Axiata PLC	7.50
John Keells Holdings PLC	7.36
Aitken Spence Hotel Holdings	7.09
Commercial Bank PLC	6.82

FUND MANAGER COMMENTS

The All Share Price Index continued to edge up in May by 0.64% while the fund performance was 1.84% for the month. Year-to-date foreign outflows were reversed with Japan's SG Holdings buying a 30% stake in Expo Holdings for a total consideration of Rs.6.27 billion. The Expo share price has rallied significantly prior to the transaction and as a result it is very likely that most investors will take up the mandatory offer at Rs.10.70.

Quarterly earnings for the first quarter of 2014 remain lackluster thus far as a result of low consumption levels and slower economic activity. Out of the two key sectors, banking, finance and insurance results so far have increased marginally by 7% (YOY) and diversified holdings also marginally increasing by 5% (YOY). The low interest rates continue to keep investors interested in the equity markets as opposed to placing fixed deposits with lower yields

Past Performance is not an indication of future performance. The price of units may fluctuate depending on prevailing market conditions. All details are intended purely for information purposes and on no account may the information supplied be construed as investment recommendations. Interested persons should consult a qualified specialist before taking investment decisions.

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