



May 09th 2024

Ref: SEC/DG/2024/05/121

**TO : CEOs, DIRECTORS, KEY MANAGEMENT PERSONS, REGISTERED/ OTHER¹ PERSONS
OF ALL MARKET INTERMEDIARIES (MIs)**

COMPLIANCE WITH RULES RELATING TO FITNESS AND PROPRIETY

In terms of The SEC Act No 19 of 2021 and Rules applicable to Market Intermediaries, the Securities and Exchange Commission of Sri Lanka (SEC) has established an approved internal framework for:

- Monitoring Fitness and Propriety requirements of Key Management Persons (KMPs), including Directors, Registered/ Other¹ Persons of all Market Intermediaries (MIs) Licensed by the SEC and,
recognizing corresponding disabilities where/ when infirmities are identified;
- Such disabilities may attract disqualifications to be appointed, elected or nominated or to continue to serve in the capacity of a KMP, Registered/ Other¹ person for
 - an indefinite period or
 - up to 3 years where specified in the Rules.

The SEC requires all MIs and applicable persons to duly adhere to The SEC Act, Rules, Regulations, Directives and/or Circulars made thereunder, at all times.

Chinthaka Mendis
DIRECTOR GENERAL
-/dm/sp/hm

copy : Colombo Stock Exchange (CSE)

¹"Other Persons" include;

Employees as specified under Schedule II section 3,6,7 and 8 of Rules applicable to all Mis, issued under the SEC Act