

SEC Thailand's public hearing on the proposed amendments to cross-investing fund regulations

The Securities and Exchange Commission (“SEC”) is seeking public comments on the amendment of regulations regarding the cross-investing fund in keeping pace with current situations and enhancing investment flexibility for asset management companies under the Regulatory Guillotine scheme.

The SEC proposes to revise the regulations regarding the cross-investing fund by allowing a mutual fund to invest in other mutual funds under the same asset management company with the limitation of three-tier structures. The revision will provide investors with potential opportunities to enhance yield, and enrich asset management companies to efficiently allocate assets to meet clients' investment objectives in a manner consistent with the protection of investors. To address regulatory concerns on the conflicts of interest, asset management companies shall comply with the existing relevant regulations: the prohibition of duplicative fees, the limitation of voting on invested mutual funds, and the requirement of sufficient disclosure to investors.

Please visit www.sec.or.th/hearing for further information regarding this public hearing.

Stakeholders and interested parties are welcome to submit comments and recommendations via the website or email: thanunya@sec.or.th and pattarav@sec.or.th The public hearing ends on November 18, 2021.