

CGS-CIMB Securities UK Ltd
Research Policy
July 2023

CGS-CIMB Securities UK Ltd (“CGS”) does not produce its own research, but it does distribute research written by group companies (“Catch of the Day”). FCA has set down detailed rules applying to the production of research. Any research must comply both with the rules relating to research and those relating to financial promotions.

“Research” is defined as information recommending or suggesting an investment strategy, explicitly or implicitly, concerning one or several financial instruments or the issuers, including any opinion as to the present or future value or price of such instruments, intended for distribution channels or for the public.

The definition of research contemplates substantive analysis - i.e. the critical and careful consideration and assessment of new and existing facts. Research must be likely to influence one or more financial instruments or issuers. Generic material which, for example, discusses the macro economy but which does not refer to an investment will not therefore be covered by the definition. Marketing, sales and trading material will ordinarily fall outside the definition of investment research. The definition of research does not cover material to the extent that it reproduces, summarises or refers to investment research already known to the market.

“Investment research” is defined as research or other information recommending or suggesting an investment strategy, explicitly or implicitly, concerning one or several financial instruments or the issuers of financial instruments, including any opinion as to the present or further value or price of such instruments, intended for distribution channels or for the public.

Businesses producing “investment research” are subject to the separate requirements concerning the independence of this material, to which the material disseminated by the firm (including Catch of the Day) does not adhere. These must all be adhered to if the product is to be labelled as “investment research”. Otherwise the product will be defined as “non-independent research” and labelled as marketing material.

“Non-independent Research” is a research recommendation which does not meet the criteria for classification as “investment research”. Broadly, “Non-independent Research” is produced in such circumstances that it is not appropriate to characterise it as “independent”, for example because it fails to meet one of the criteria for “independence”. Such material will need to be clearly distinguishable from investment research and will be disclosed as “marketing material”. All such material must meet the “fair, clear and not misleading” requirements for financial promotions.

All single company research distributed by CGS-CIMB Securities UK Ltd is therefore defined as Non-Independent Research / Marketing Material. This is disclosed in the disclaimer to the research.

Catch of the Day is neither Investment research, Non-Independent Research, Research Recommendations or any other form of recommendation.