

Monthly Report | Aug-2024

Senfin Asset Management (Pvt) Ltd
 No. 267, Galle Road, Colombo 03,
 Sri Lanka.

Fund Manager Comment

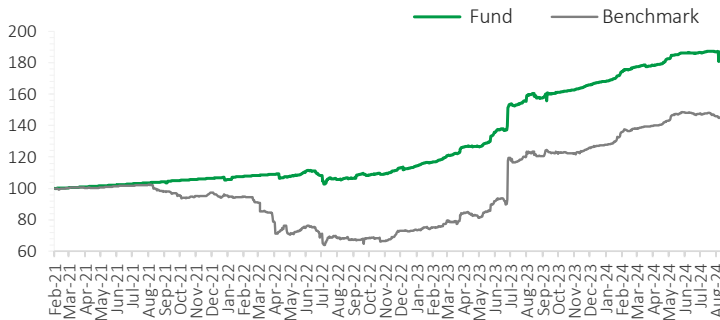
During the month of August 2024, the Dynamic Income Fund generated a non-annualized return of 0.28% vs benchmark return of -0.91% amidst increasing interest rate environment. The only T-bond auction for the month saw yields increase, reflecting the recent upward trend observed in the secondary market and continuing the increasing trend at Bond auctions. The 15.06.2029 maturity bond's weighted average yield was 12.98%, above the pre-market rate of 12.65/80 for similar maturities. Meanwhile, the 01.10.2032 maturity's weighted average yield was 13.25%, also above pre-auction rates. This marks the first instance since January this year that a primary auction rate at a bond auction has increased above 13.00%. During the month, T-Bill yields were seen increasing by 0.35%, 0.50% and 0.06% on the 3M, 6M and 12M tenors respectively compared to reductions by 0.93%, 0.85% and 0.36% respectively during the previous month. In the secondary market, profit-taking and selling pressure was witnessed stemming from uncertainties around the upcoming Presidential Election, with yields increasing week-on-week. There was no Monetary Policy Review during the month and the next Monetary Policy Review is scheduled on 26 Sep 2024.

Source : SFAM and CBSL

Performance Since Inception

10/02/2021 to 31/08/2024

Growth of LKR 100 invested on 10/02/2021



Risk - Reward Indicator

< Lower risk

Higher risk >



The risk profile of the Fund can be considered moderate because the Fund invests primarily in Gilt edge and corporate fixed income securities with varying tenors. Market risk, Credit Risk, Liquidity risk, Currency risk and Re-investment risks are normally associated with investing in medium to long term fixed income securities.

Calendar Year Performance

Year	2021	2022	2023	2024*
Fund	6.9%	5.88%	48.25%	11.85%
Benchmark	-5.2%	-22.99%	74.66%	14.35%

Past performance is not a guarantee, nor an indication of current or future performance. Performance data is calculated net of all fees and commissions. This table shows how the Fund has performed in each calendar year and the inception date of the Fund is Feb 10, 2021. Current performance may be lower or higher than that shown.

Investment Objective

The primary objective of the Fund is to maximize returns through active management of a portfolio of long term and money market fixed income securities. A secondary objective is to provide an annual dividend to unitholders.

Key Facts

Fund Type	Open-ended Income Fund
NAV per unit (LKR)	18.7702
Fund AuM (LKR Mn)	1,946.19
Inception	10-Feb-21
Fund Domicile	Sri Lanka
Distribution(s)	Fund Manager's discretion
ISIN	LKSDIFU00005
Fund Currency	LKR
Benchmark	NDBIB-CRISIL 5 Year T-Bond Index

Performance Summary

	Fund	Benchmark
Last Month	0.28%	-0.91%
3 Month	0.92%	-1.39%
6 Month	6.16%	5.83%
YTD	11.85%	14.35%
1 Year p.a.	19.13%	21.02%
2 Year p.a.	32.90%	46.54%
3 Year p.a.	21.74%	13.89%
5 Year p.a.	N/A	N/A
Since Inception p.a.	19.37%	11.18%

Only periods greater than 12 months are annualized.

Investment Terms

Issue/redemption	Daily
Minimum investment (LKR)	1,000
Management fee p.a.	0.50%
Trustee fee p.a.	0.15%
Exit fee - if units are redeemed within one year	1.00%
Custodian fee p.m.(charged to the Fund)	LKR 20,000
Total Expense Ratio (TER)*	0.88%

*as of 31 Dec 2023

*Non annualized YTD Return.

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Maturity Profile	% of AUM	Credit Profile	G-Sec	Fitch	Total
<3M	15.1%	G. Sec RF*	63.0%	-	63.0%
3M - 12M	17.4%	AAA	-	-	-
1Y -2Y	4.5%	AA+	-	-	-
2Y-3Y	9.5%	AA	-	-	-
>3Y	53.6%	AA-	-	-	-
	100.0%	A+	-	2.7%	2.7%
		A	-	7.7%	7.7%
		A-	-	8.6%	8.6%
		BBB+	-	3.7%	3.7%
		BBB	-	14.3%	14.3%
		<BBB	-	-	-

Diversification

Largest exposure to any single institution*	63.0%
No. of institutions invested in	10

*Govt of SL

Asset Allocation

Asset Allocation	% of TNA
Treasury Bonds	57.0%
Unit Trusts	14.3%
Un Quoted Debenture	13.2%
Debentures	6.1%
Treasury Bills	6.0%
Trust Certificates	2.7%
Cash & Other Net Assets	0.7%

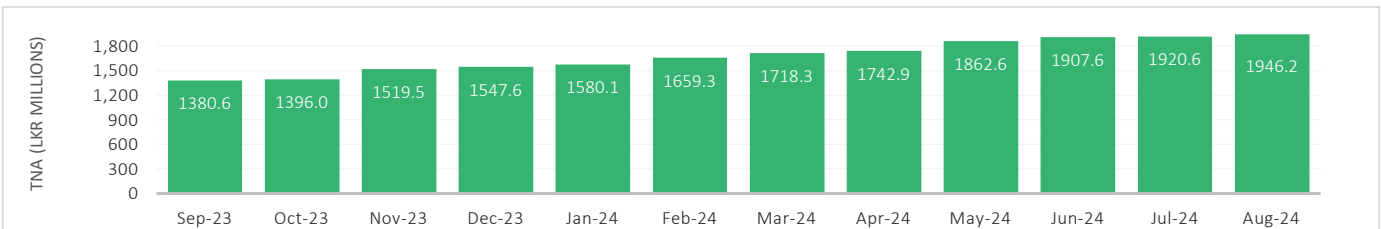
100.0%

Fund Indicators

Fund Indicators	Fund
Duration (Yrs)	3.51
Average Effective Maturity (Months)	33.65
Yield to Maturity (YTM)*	23.61%

*YTM is calculated as at 31.08.2024 and does not take into account market fluctuations and expenses to the portfolio. The YTM is an indication only and is subject to change.

Historical Total Net Assets (Fund currency in LKR Mn)



Regulatory Information

Regulated by : Securities & Exchange Commission of Sri Lanka
 Trustee and Custodian : Hatton National Bank PLC - Head Office Branch
 Redemption Payment Days : Monday-Friday (Excluding holidays)
 Cut-off Time & Day : Before 3.00 pm on any working day

Global Investment Performance Standards (GIPS®) compliance statement

Senfin Asset Management (Pvt) Ltd (SFAM) claims compliance with the Global investment performance standards (GIPS®), and has prepared and presented this report in compliance with the GIPS® Standards. Senfin Asset Management (Pvt) Limited has not been independently verified. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. CFA Institute has not been involved in the preparation or review of this report.



CFA Asset Manager Code™

Senfin Asset Management (Pvt) Ltd claims compliance with the CFA Institute Asset Manager Code of Professional Conduct. This claim has not been verified by CFA Institute.



ASSET MANAGER CODE

DISCLAIMER

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