

## Monthly Report | Jul-2024

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

### Fund Manager Comment

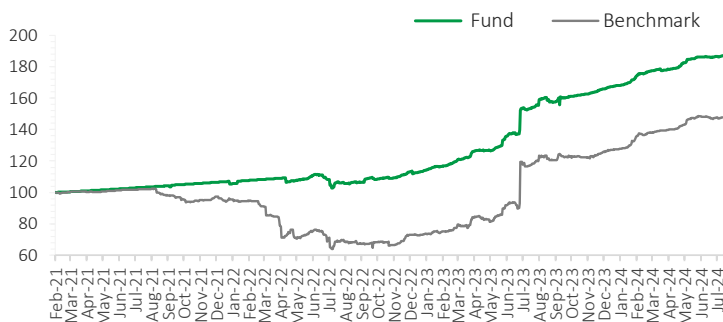
During the month of July 2024, the Dynamic Income Fund generated a non-annualized return of 0.59% vs benchmark return of 0.04%. The Central Bank of Sri Lanka (CBSL) in its fourth Monetary Policy Review, decided to reduce the SDFR and SLFR by 25 basis points each. In the first T-bond auction for the month, the total acceptance was 95.10% of its total offered. As such the 15.12.27 and 01.12.31 maturities recorded weighted average yields of 11.78% and 12.31% respectively. During the second T-Bond auction for the month, the total acceptance further decreased to a low of 73.13% of its total offered. The weighted average rates were registered at 12.07%, 12.55% and 12.83% respectively on the 15.02.28, 15.10.30 and 01.06.33 maturities. During the month, T-Bill yields declined with the 3M, 6M and 12M yields falling by 93bps, 85bps and 36bps respectively, compared to increases of 145bps, 115bps and 113bps during the previous month. However, the last T-Bill auction saw weighted average yields remain steady across the board for the first time in 04 weeks. Accordingly, T-bill yields for the 3M, 6M and 12M tenures closed in for July 2024 at 9.14%, 9.34% and 9.95% compared to 10.07%, 10.19% and 10.31% respectively as at the end of June 2024. In the secondary market, the month closed with a bearish sentiment as participants adopted a cautious stance with rates remaining somewhat stable and limited trades.

Source : SFAM and CBSL

### Performance Since Inception

10/02/2021 to 31/07/2024

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%	11.54%
Benchmark	-5.2%	-22.99%	74.66%	15.40%

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.

\*Non annualized YTD Return.

### 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)	18.7187
Fund AuM (LKR Mn)	1,920.58
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	0.59%	0.04%
3 Month	3.79%	3.56%
6 Month	9.30%	12.11%
YTD	11.54%	15.40%
1 Year p.a.	21.34%	24.13%
2 Year p.a.	32.72%	46.31%
3 Year p.a.	21.88%	12.97%
5 Year p.a.	N/A	N/A
Since Inception p.a.	19.79%	11.77%

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

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Maturity Profile	% of AUM	Credit Profile	G-Sec	Fitch	Total
<3M	14.0%	G. Sec RF*	63.7%	-	63.7%
3M - 12M	17.5%	AAA	-	-	-
1Y -2Y	4.5%	AA+	-	-	-
2Y-3Y	9.6%	AA	-	-	-
>3Y	54.5%	AA-	-	-	-
	100.0%	A+	-	6.0%	6.0%
		A	-	7.3%	7.3%
		A-	-	8.8%	8.8%
		BBB+	-	3.8%	3.8%
		BBB	-	10.5%	10.5%
		<BBB	-	-	-

### Diversification

Largest exposure to any single institution*	63.7%
No. of institutions invested in	11

\*Govt of SL

*Risk Free	63.7%	36.3%	100.0%
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### Asset Allocation

	% of TNA
Treasury Bonds	57.7%
Un Quoted Debenture	13.4%
Debentures	13.3%
Treasury Bills	6.0%
Trust Certificates	6.0%
Unit Trusts	3.4%
Cash & Other Net Assets	0.1%

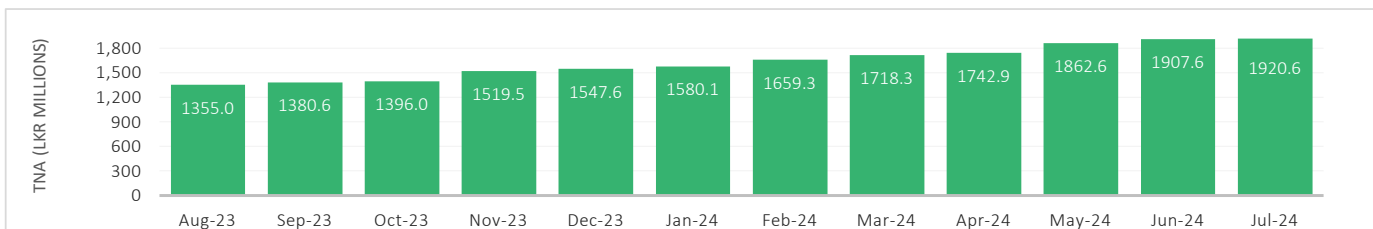
100.0%

### Fund Indicators

	Fund
Duration (Yrs)	3.67
Average Effective Maturity (Months)	35.12
Yield to Maturity (YTM)*	24.56%

\*YTM is calculated as at 31.07.2024 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.



### DISCLAIMER

Unit Trust investments are subject to market risks and there is no assurance or guarantee that the objectives of the Fund will be achieved. As with any investment in securities, the value of units and income from them can go up or down. The contents herein should not be construed as investment, legal or tax advice. Investors should seek independent professional advice to ascertain (a) the possible tax consequences, (b) the legal requirements and (c) any foreign exchange restrictions or exchange control requirements which may be encountered under the laws of the countries of citizenship, residence or domicile, and which may be relevant to the subscription for and redemption of units in the Fund. This document is prepared on the basis of publicly available information, internally developed data and other sources, believed to be reliable. Detailed information provided in the Key Investor Information Document of the Fund should be read and understood prior to investing.