

Monthly Report | Jun-2024

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

Fund Manager Comment

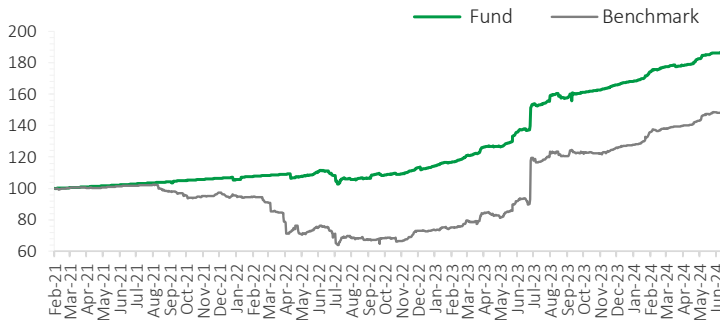
During the month of June 2024, the Dynamic Income Fund generated a non-annualized return of 0.06% vs benchmark return of -0.53%. The first T-bond auction for the month reflected a positive outcome as the total offered amount of Rs.295 billion was fully raised. The total bids received exceeded the offered amount by 1.75 times, a notable achievement given this is the largest T-Bond auction in Sri Lanka's history. As such the 15.10.2027, 15.09.2029 and 01.12.2031 maturities recorded weighted average yields of 10.69%, 11.78% and 12.03% respectively. The second T-Bond auction was also fully accepted with the 15.02.2028 and 01.06.2033 maturities recording weighted average yields at 11.90% and 12.41% respectively. T-Bill yields climbed amidst declining overnight liquidity and larger auction offerings including the largest T-Bill auction in Sri Lanka's history amounting to LKR 235 Bn on 5th Jun 2024. Notably, two of the auction issued amounts during the month were higher than the respective T-Bill maturities that were coming up. Accordingly 3M, 6M and 12M yields witnessed increases of 145bps, 115bps and 113bps respectively, and closed in for Jun 2024 at 10.07%, 10.19% and 10.31%. In the secondary market, the month closed with a bearish sentiment as participants adopted a cautious stance despite Sri Lanka's External Debt Restructuring deal with Official Creditor Committee and China Exim Bank. The next Monetary Policy Review is scheduled on 23rd July 2024.

Source : SFAM and CBSL

Performance Since Inception

10/02/2021 to 30/06/2024

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%	10.89%
Benchmark	-5.2%	-22.99%	74.66%	15.35%

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)	18.6092
Fund AuM (LKR Mns)	1,907.65
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	0.06%	-0.53%
3 Month	4.69%	5.43%
6 Month	10.89%	15.35%
YTD	10.89%	15.35%
1 Year p.a.	35.77%	63.76%
2 Year p.a.	30.33%	41.94%
3 Year p.a.	21.93%	13.15%
5 Year p.a.	N/A	N/A
Since Inception p.a.	20.13%	12.06%

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	18.5%	G. Sec RF*	59.6%	-	59.6%
3M - 12M	17.4%	AAA	-	-	-
1Y -2Y	4.5%	AA+	-	-	-
2Y-3Y	9.5%	AA	-	-	-
>3Y	50.1%	AA-	-	-	-
	100.0%	A+	-	5.9%	5.9%
		A	-	7.5%	7.5%
		A-	-	8.3%	8.3%
		BBB+	-	3.8%	0.04
		BBB	-	14.9%	14.9%
		<BBB	-	-	-

Diversification

Largest exposure to any single institution*	59.6%
No. of institutions invested in	10

*Govt of SL

Asset Allocation

Asset Allocation	% of TNA
Treasury Bonds	53.7%
Un Quoted Debenture	13.5%
Debentures	12.8%
Unit Trusts	7.8%
Treasury Bills	6.0%
Trust Certificates	6.0%
Cash & Other Net Assets	0.2%

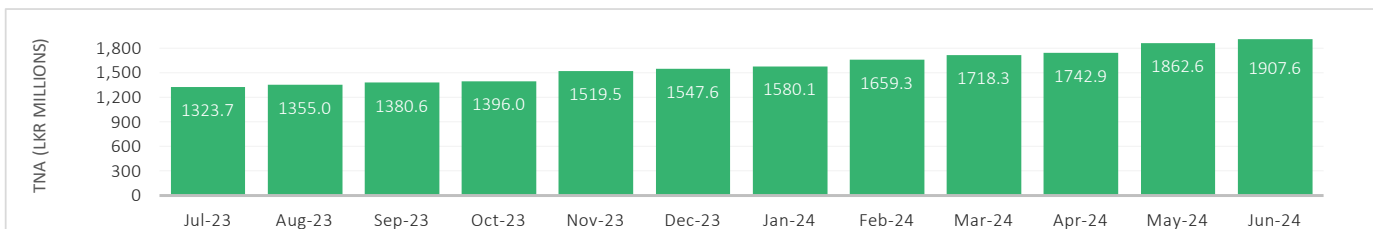
100.0%

Fund Indicators

Fund Indicators	Fund
Duration (Yrs)	3.77
Average Effective Maturity (Months)	34.22
Yield to Maturity (YTM)*	24.12%

*YTM is calculated as at 30.06.2024 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™

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