

Monthly Report | Mar-2024

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

Fund Manager Comment

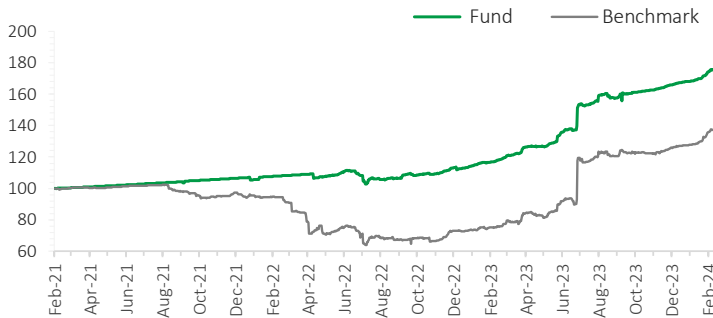
During the month of Mar 2024, the Dynamic Income Fund has generated a non-annualized return of 0.53% vs benchmark return of 1.25%. T-Bill yields witnessed an upward momentum at a lower pace during Mar 2024, with the 3M, 6M and 12M yields recording increases of 20bps, 28bps and 23bps respectively, compared to 210bps, 225bps and 195bps decline during the previous month. T-bill yields for the 3M, 6M and 12M tenures closed in for Mar 2024 at 10.07%, 10.23% and 10.28% compared to 9.87%, 9.95 % and 10.05% respectively as at the end of Feb 2024. At the Second Monetary Policy review meeting for the year 2024, the CBSL resumed monetary easing, cutting policy rates for the fifth time since June 2023. The SDFR and the SLFR was reduced by 50 basis points to 8.50% and 9.50% respectively, while keeping the SRR unchanged at 2.00%. The only bond auction for the month was conducted raising LKR 270 Bn was fully taken up while averages recorded mixed results on the 12 Mar 2024. The secondary bond market for the last week of the month witnessed moderate activity overall, while yields were observed moving sideways, fluctuating within a narrow band. Trading as usual centered on the short end of the yield curve, with specific emphasis on tenors between 2026-2028. Over the past month the Sri Lankan rupee has appreciated against the USD to around LKR 300 levels from LKR 310 levels.

Source : SFAM and CBSL

Performance Since Inception

10/02/2021 to 31/03/2024

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%	5.92%
Benchmark	-5.2%	-22.99%	74.66%	9.40%

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.

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)	17.7756
Fund AuM (LKR Mns)	1,718.30
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	0.53%	1.25%
3 Month	5.92%	9.40%
6 Month	10.83%	13.73%
YTD	5.92%	9.40%
1 Year p.a.	45.14%	76.51%
2 Year p.a.	27.78%	24.30%
3 Year p.a.	20.79%	11.52%
5 Year p.a.	N/A	N/A
Since Inception p.a.	20.13%	11.19%

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	19.2%	G. Sec RF*	58.7%	-	58.7%
3M-12M	14.0%	AAA	-	-	-
1Y -2Y	10.0%	AA+	-	-	-
2Y-3Y	5.2%	AA	-	-	-
>3Y	51.6%	AA-	-	-	-
	100.0%	A+	-	6.4%	6.4%
		A	-	7.9%	7.9%
		A-	-	8.5%	8.5%
		BBB+	-	-	-
		BBB	-	7.6%	7.6%
		<BBB	-	-	-
		Unrated	-	-	10.9%
		*Risk Free	58.7%	30.4%	100.0%

Diversification

Largest exposure to any single institution*	58.7%
No. of institutions invested in	10

*Govt of SL

Asset Allocation

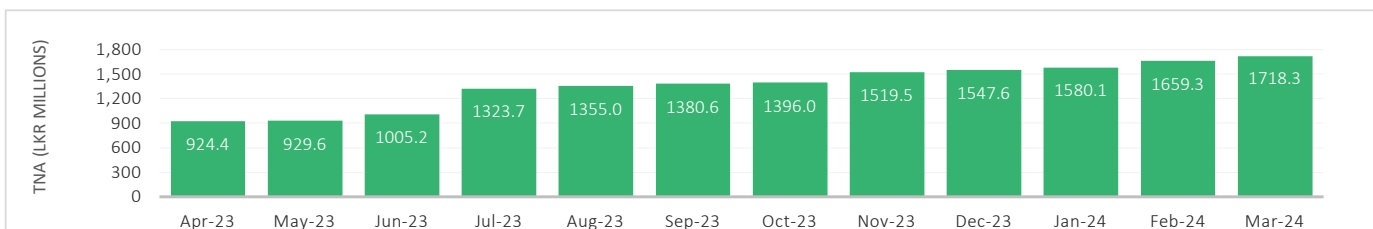
Asset Allocation	% of TNA
Treasury Bonds	50.7%
Un Quoted Debenture	14.4%
Unit Trusts	11.0%
Debentures	9.4%
Treasury Bills	8.0%
Trust Certificates	6.4%
Cash & Other Net Assets	0.1%
	100.0%

Fund Indicators

Fund Indicators	Fund
Duration (Yrs)	3.67
Average Effective Maturity (Months)	32.09
Yield to Maturity (YTM)*	23.57%

*YTM is calculated as at 31.3.2024 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.



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