

Monthly Report | Mar-2025

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

Fund Manager Comment

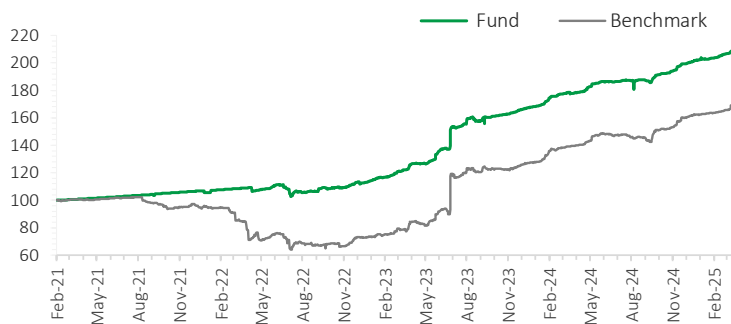
In Mar 2025, the Dynamic Income Fund delivered a 1.48% return vs its benchmark return of 2.65%. The only T-Bond auction for the month raised the full Rs. 210 Bn at the first phase with bids received over 2.29 times. The 2029 maturity (11.00% coupon) saw strong demand, issued at a 10.72% weighted avg yield, below market rates. The 2032 (11.50% coupon) and 2034 (10.25% coupon) maturities were issued at weighted avg yields of 11.40% and 11.50% respectively, both fully subscribed and in line with expectations. Meanwhile, T-bills yields continued its declining trajectory at a slower pace during the month by 7bps, 3bps and 10bps for the 3M, 6M and 12M tenors respectively. Consequently, T-bill yields for the 3M, 6M and 12M tenors closed in for Mar 2025 at 7.50%, 7.84% and 8.25% vs 7.57%, 7.87% and 8.35% respectively as at the end of Feb 2025. At the last T-Bill auction for the month, yields remained steady for the first time in approximately 5 months. At the second Monetary Policy Review for 2025, the CBSL kept all key rates unchanged, maintaining the Overnight Policy Rate at 8.00%. Foreign holdings in Rupee Treasuries saw a net inflow of Rs. 1.41 Bn for the third straight week ending 27 Mar 2025, bringing total holdings to Rs. 94.77 Bn. In the secondary market, profit taking was witnessed on both T-bills and T-Bonds on the low to mid tenors amidst declining interest rate environment.

Source : SFAM and CBSL

Performance Since Inception

10/02/2021 to 31/03/2025

Growth of LKR 100 invested on 10/02/2021



Risk - Reward Indicator



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	2025YTD*
Fund	6.9%	5.9%	48.25%	20.32%	3.55%
Benchmark	-5.2%	-23.0%	74.66%	27.35%	4.26%

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)	20.9096
Fund AuM (LKR Mn)	2,196.41
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	1.48%	2.65%
3 Month	3.55%	4.26%
6 Month	10.08%	12.72%
YTD	3.55%	4.26%
1 Year p.a.	17.63%	21.36%
2 Year p.a.	30.61%	46.29%
3 Year p.a.	24.31%	25.98%
5 Year p.a.	N/A	N/A
Since Inception p.a.	19.52%	13.57%

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)*	0.98%

*as of 31 Dec 2024

*Non annualized YTD Return.

Monthly Report | Mar-2025

Maturity Profile	% of AUM	Credit Profile	G-Sec	Fitch	LRA	Total
<3M	22.5%	G-Sec RF*	53.9%	-	-	53.9%
3M - 12M	5.1%	AAA	-	-	-	-
1Y -2Y	6.4%	AA+	-	-	-	-
2Y-3Y	18.0%	AA	-	4.6%	-	4.6%
>3Y	48.0%	AA-	-	7.3%	-	7.3%
	100.0%	A+	-	2.4%	-	2.4%
		A	-	10.0%	-	10.0%
		A-	-	3.5%	-	3.5%
		BBB+	-	-	-	-
		BBB	-	9.5%	-	9.5%
		BBB-	-	-	4.2%	4.2%
		Unrated	-	-	-	4.6%
		*Risk Free	53.9%	37.3%	4.2%	100.0%

Diversification

Largest exposure to any single institution*	53.9%
No. of institutions invested in	13

*Govt of SL

Asset Allocation

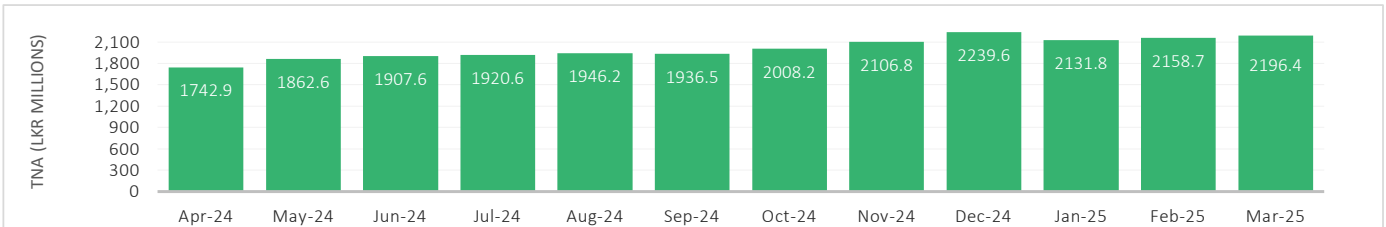
Asset Allocation	% of TNA
Treasury Bonds	49.4%
Trust Certificates with Coupon	12.1%
Un Quoted Debenture	11.8%
Debentures	6.9%
Fixed Deposits	5.1%
Unit Trusts	4.6%
REPOs	4.6%
Commercial Papers	4.6%
Cash & Other Net Assets	1.0%
	100.0%

Fund Indicators

Fund Indicators	Fund
Duration (Yrs)	4.05
Average Effective Maturity (Months)	32.73
Yield to Maturity (YTM)*	21.92%

*YTM is calculated as at 31.3.2025 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)

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

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.