

Monthly Report | Nov-2024

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

Fund Manager Comment

In Nov 2024, the Dynamic Income Fund achieved a return of 3.32% while its benchmark recorded a return of 5.29%. The Monetary Board of the CBSL decided to transition to a single policy rate mechanism in their Nov 2024 Monetary Policy Review and set the Overnight Policy Rate (OPR) at 8% as its main tool to signal and implement monetary policy. This change reduced the policy rate by approximately 50 bps from the Average Weighted Call Money Rate (AWCMR). The month's initial T-Bond auction was fully accepted and delivered a notably bullish outcome with bonds maturing on 01.05.28 and 01.10.32 were issued at weighted average yields of 11.63% and 12.32% respectively. The second T-bond auction saw yields drastically drop following the implementation of OPR, with the 15.10.28, 15.03.31 and 01.11.33 bonds issued at weighted average yields of 10.62%, 11.28% and 11.40% respectively while being fully accepted. T-Bill yields declined overall during the month, with rates falling by 0.62%, 0.71%, and 0.87% for the 3-month, 6-month, and 12-month tenors respectively. Similar to T-Bonds, the last bill auction of Nov 2024 witnessed sharp drops in yields as a result of the aforesaid monetary policy announcement. Furthermore, during last week of Nov 2024, LKR denominated Treasury securities recorded a net foreign inflow of Rs. 2.86 Bn, marking the eleventh consecutive week of positive foreign inflows.

Source : SFAM and CBSL

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.

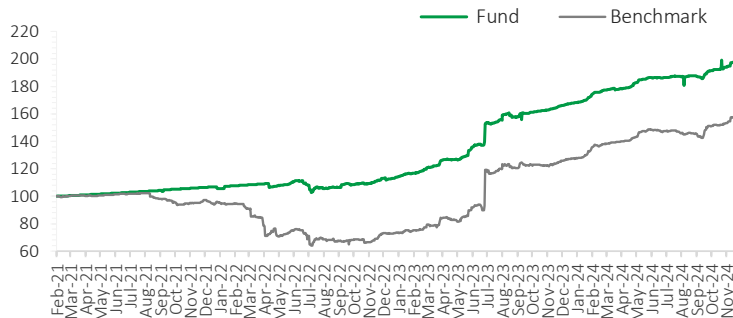
Key Facts

Fund Type	Open-ended Income Fund
NAV per unit (LKR)	19.9115
Fund AuM (LKR Mn)	2,106.80
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 Since Inception

10/02/2021 to 30/11/2024

Growth of LKR 100 invested on 10/02/2021



Performance Summary

	Fund	Benchmark
Last Month	3.32%	5.29%
3 Month	6.08%	9.83%
6 Month	7.06%	8.31%
YTD	18.65%	25.60%
1 Year p.a.	20.73%	28.75%
2 Year p.a.	33.54%	50.62%
3 Year p.a.	23.28%	18.97%
5 Year p.a.	N/A	N/A
Since Inception p.a.	19.84%	13.17%

Only periods greater than 12 months are annualized.

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.

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

Calendar Year Performance

Year	2021	2022	2023	2024*
Fund	6.9%	5.88%	48.25%	18.65%
Benchmark	-5.2%	-22.99%	74.66%	25.60%

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.

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Maturity Profile	% of AUM	Credit Profile	G-Sec	Fitch	LRA	Total
<3M	18.3%	G. Sec RF*	67.3%	-	-	67.3%
3M - 12M	12.7%	AAA	-	-	-	-
1Y -2Y	3.9%	AA+	-	-	-	-
2Y-3Y	9.4%	AA	-	-	-	-
>3Y	55.7%	AA-	-	-	-	-
	100.0%	A+	-	2.6%	-	2.6%
		A	-	6.5%	-	6.5%
		A-	-	9.0%	-	9.0%
		BBB+	-	3.7%	-	3.7%
		BBB	-	3.7%	-	3.7%
		BBB-	-	-	2.5%	2.5%
		Unrated	-	-	-	4.8%
		*Risk Free	67.3%	25.4%	2.5%	100.0%

Diversification

Largest exposure to any single institution*	67.3%
No. of institutions invested in	12

*Govt of SL

Asset Allocation

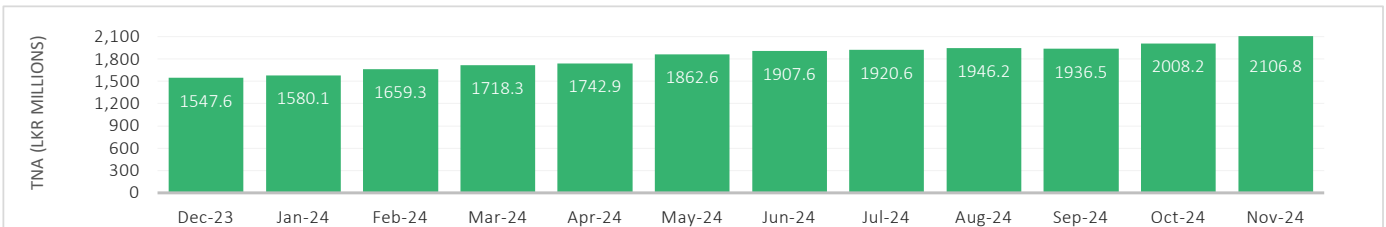
Asset Allocation	% of TNA
Treasury Bonds	55.7%
Un Quoted Debenture	12.4%
Treasury Bills	11.5%
Debentures	6.7%
Commercial Papers	4.8%
Unit Trusts	3.7%
Trust Certificates without Coupon	2.6%
Trust Certificates with Coupon	2.5%
Cash & Other Net Assets	0.1%
	100.0%

Fund Indicators

Fund Indicators	Fund
Duration (Yrs)	3.51
Average Effective Maturity (Months)	32.22
Yield to Maturity (YTM)*	22.27%

*YTM is calculated as at 30.11.2024 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)

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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