

## Monthly Report | Sep-2022

### Fund Manager Comment

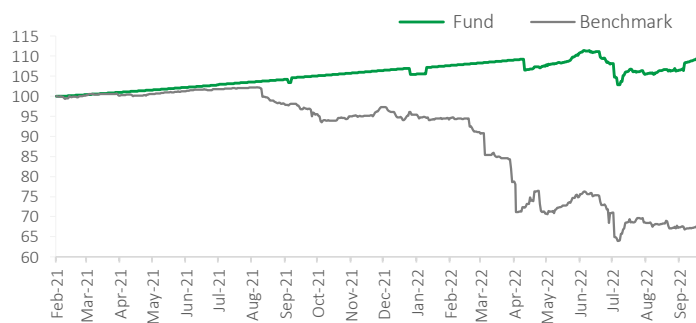
On a Year-to-Date basis, the Fund generated a returned of 1.83% as of 30th September, compared to a benchmark return of -31.70%. Market interest rates remained at it's elevated levels as investors remained sceptic over a possible domestic debt restructure. Inflation (CCPI) rose to 69.8% as at September, mainly driven by the non-food category. Treasury bill rates which peaked to all-time high levels last month, declined marginally during September as the 3 month, 6 month and 1 year bill rates ended at 31.94%, 30.59% & 29.85% respectively at the last auction of the month. However, the longer tenured Treasury bonds edged up as the IMF indicated an uncertain time period in dispersing the first tranche of the Extended Fund Facility. Notably rates of the 01/07/2025, 15/01/2028 and 01/07/2032 bonds, which were auctioned during the last week of September, yielded 30.95%, 31.50% & 30.09% respectively. Foreign Holdings on government securities which remained subdued, saw a significant increase as foreign investors increased their exposure to government securities from 4.1 Bn to 22.1 Bn during the month.

Source: SENFIN & CBSL website

### Performance

10/02/2021 to 30/09/2022

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	YTD*
Fund	6.91%	1.83%
Benchmark	-5.21%	-31.70%

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.

### <sup>1</sup> Fund Rating

ICRA Lanka Limited has assigned a long term credit risk rating of [SL]A mfs to the Senfin Dynamic Income Fund. The rating indicates ICRA Lanka's opinion on the credit quality of the portfolio held by the fund. In the event that the rating is changed by ICRA, the Fund Manager will amend the rating accordingly.

### Key Facts

Fund Type	Open-ended Income Fund
NAV per unit (LKR)	10.8871
Fund AuM (LKR Millions)	769.86
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
Fund Rating <sup>1</sup>	ICRA [SL] A mfs

### Performance Summary

	Fund	Benchmark
YTD p.a.	1.83%	-31.70%
1 Year p.a.	3.81%	-33.15%
2 Year p.a. (CAGR)	N/A	N/A
3 Year p.a. (CAGR)	N/A	N/A
5 Year p.a. (CAGR)	N/A	N/A
Since Inception p.a.	5.33%	-23.34%

### 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)*	0.77%

\*as of 31 Dec 2021

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Maturity Profile	% of AUM	Credit Profile	Fitch	ICRA	Total
<3M	10.2%	G. Sec RF*	-	-	82.9%
3M-12M	39.1%	AAA	0.0%	0.0%	0.0%
1Y -2Y	6.6%	AA+	0.0%	0.0%	0.0%
2Y-3Y	16.5%	AA	0.0%	0.0%	0.0%
>3Y	27.6%	AA-	8.2%	0.0%	8.2%
	100.0%	A+	0.0%	0.0%	0.0%
		A	0.0%	2.2%	2.2%
		A-	0.0%	0.0%	0.0%
		BBB+	6.6%	0.0%	6.6%
		BBB	0.0%	0.0%	0.0%
		<BBB	0.0%	0.0%	0.0%
		*Risk Free	14.8%	2.2%	100.0%

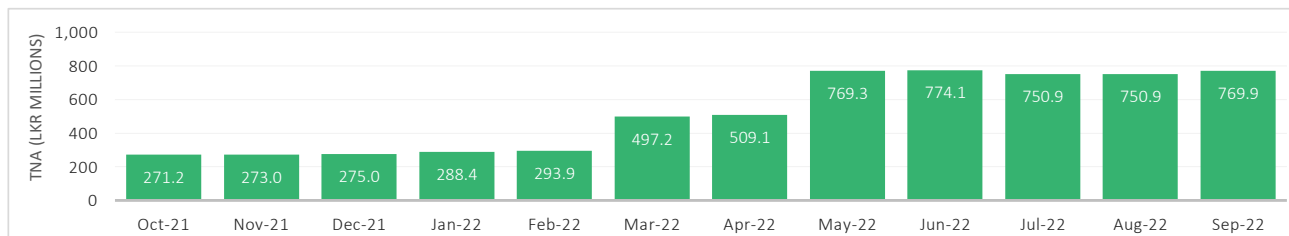
Diversification	% of AUM	Fund Indicators	Fund
Largest exposure to any single institution*	83.0%	Duration (Yrs)	1.64
No. of institutions invested in	6	Average Effective Maturity (Months)	28.67
*Govt of SL		Yield to Maturity (YTM)*	19.58%

Asset Allocation	% of TNA	
Treasury Bonds	44.2%	
Treasury Bills	36.2%	
Fixed Deposits	7.1%	
Debentures	6.6%	
Repo on Government Securities	2.6%	
Trust Certificates	2.2%	
Cash & Other Net Assets	1.1%	
	100.0%	

\*YTM is calculated as at 30.09.2022 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

**"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 Explanatory Memorandum of the Fund should be read and understood prior to investing.