

Monthly Report | Dec-2023

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

Fund Manager Comment

For the month of Dec 2023, the fund generated an annualized return of 16.50% compared to the benchmark return of 15.72%. T-bill yields, especially on the 3M and 6M tenures witnessed a continuous decline during Dec 2023 by 35bps and 36bps respectively, a slowdown in momentum compared to 124bps and 41bps decline respectively seen in Nov 2023. 12M yield witnessed a marginal increase of 4 bps during the month vs a decline of 13 bps in Nov 2023. T-bill yields for the 3M, 6M and 12M tenures closed in for Dec 2023 at 14.51%, 14.16% and 12.93% compared to 14.86%, 14.52% and 12.89% respectively as at the end of Nov 2023. The month had two T-bond auctions, the first auction offered LKR 160bn, but only LKR 130Bn accepted, while the second auction offered LKR 155Bn and LKR 150bn was accepted. In the secondary market, yields of T-bonds remained mixed across maturities with yields inclining on the short tenure maturities. During Dec 2023, Sri Lanka received the 2nd tranche from IMF. This along with receipts of \$ 200 Mn and \$ 250 Mn from ADB and World Bank respectively assisted Gross Official Reserves to reach \$ 4.4 Bn level. GDP turned around to 1.6% in 3Q2023 recording the first positive growth since 4Q2021. In terms of Monetary Policy, it is expected that there will be a temporary pause in further relaxation of Monetary Policy in the short run.

Source : SFAM and CBSL

Investment Objective

The objectives of the Fund are to provide investors with short term returns as well as liquidity by investing in a portfolio of diversified fixed income securities with a maturity of less than 397 days.

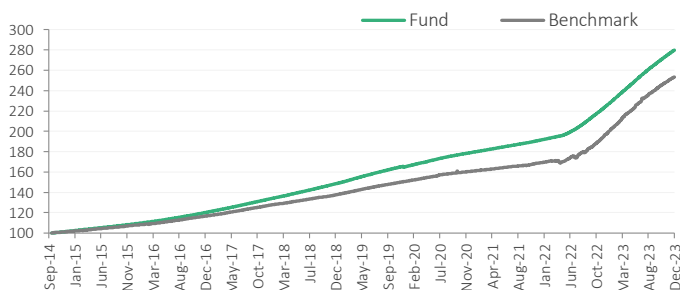
Key Facts

Fund Type	Open-ended Money Market Fund
NAV per unit (LKR)	23.3284
Fund AuM (LKR Millions)	4,132
Inception	17-Sep-14
Fund Domicile	Sri Lanka
ISIN	LKSMFU00008
Fund Currency	LKR
Benchmark	NDBIB CRISIL 91 day T-Bill Index

Performance Since Inception

17/09/2014 to 31/12/2023

Growth of LKR 100 invested on 17/09/2014



Performance Summary

Fund Benchmark

Last Month	16.50%	15.72%
3 Month	17.93%	17.57%
6 Month	19.80%	21.18%
YTD	23.84%	27.79%
1 Year p.a.	23.84%	27.79%
2 Year p.a.	20.92%	22.44%
3 Year p.a.	15.94%	16.33%
5 Year p.a.	13.38%	12.87%
Since Inception p.a.	11.70%	10.52%

All returns shown are annualized

Risk - Reward Indicator

Low	Medium	High
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Money Market Funds are less risky compared to equity funds. Investors should consider the following risks: Market risks, Currency risks, Liquidity risks, Operational risks and Political and Legal risks.

Investment Terms

Issue/redemption	Daily
Minimum investment (LKR)	1,000
Management fee p.a.	0.25%
Trustee fee p.a.	0.15%
Custodian fee p.m.(charged to the Fund)	LKR 20,000
Total Expense Ratio (TER)*	0.13%

* as at 31 Dec 2022

Monthly Performance

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2023	2.1%	1.9%	2.1%	2.0%	2.0%	2.0%	1.8%	1.8%	1.6%	1.6%	1.5%	1.4%	23.84%
2022	0.6%	0.6%	0.6%	0.6%	1.2%	1.5%	1.7%	1.9%	2.0%	2.0%	2.0%	2.1%	18.06%
2021	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.6%	0.6%	6.59%
2020	0.8%	0.8%	0.7%	0.9%	0.8%	0.8%	0.7%	0.6%	0.6%	0.6%	0.5%	0.5%	8.50%
2019	1.0%	1.0%	1.0%	1.0%	0.9%	0.9%	0.9%	0.8%	0.8%	0.9%	0.7%	0.3%	10.83%

Past performance is not a guarantee, nor an indication of current or future performance. This performance data is calculated net of all fees and commissions. All performance data shown in the table are not annualized.

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Maturity Profile	% of AUM	Credit Profile ¹	Fitch	LRA ²	Total
<1 M	53.0%	G-Sec RF ³	-	-	94.0%
1-3M	29.8%	AAA	-	-	-
3-6M	12.8%	AA+	-	-	-
6-9M	2.6%	AA	-	-	-
9-12M	1.8%	AA-	1.8%	-	1.8%
	100.0%	A+	-	-	-
		A	1.6%	-	1.6%
		A-	2.6%	-	2.6%
		BBB+	-	-	-
		BBB	-	-	-
			6.0%	-	100.0%

Diversification

Largest exposure to any single institution*	82.1%
No. of institutions invested in	5

* T Bills and bonds issued by GOSL as a percentage of Net Asset Value

¹ Credit profile as % of AUM

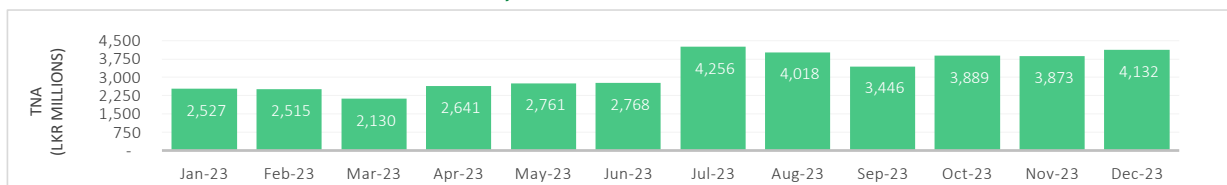
² Lanka Rating Agency

³ Risk free

Asset Allocation	% of TNA	Fund Indicators	Fund
Treasury Bills	82.1%	Duration (Yrs)	0.15
Repo on Government Securities	11.9%	Effective Maturity (Months)	1.92
Fixed Deposit	4.4%	Yield to Maturity (YTM)*	16.53%
Cash & Other Net Assets	1.5%		
	100.0%		

*YTM is calculated as at 31.12.2023 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™

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

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