

Monthly Report | Sep-2023

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

Fund Manager Comment

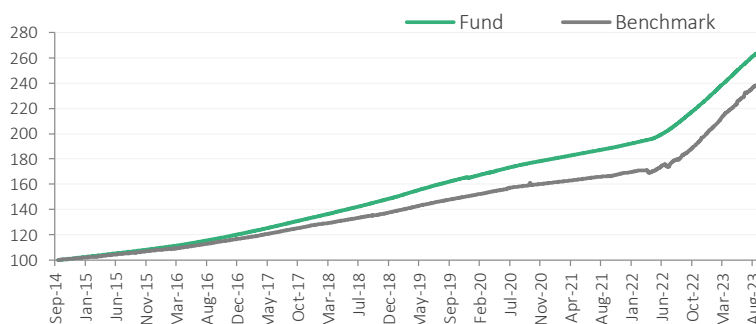
For the month of Sept 2023, the fund generated an annualized return of 19.10% compared to the benchmark return of 22.30%. The largest T-bond auction in the country was held on September 25, 2023 with an offered amount of LKR 220 Bn. The yield on the 3-year bond increased by 6bp, while the yield on the 5-year bond decreased by 51bp. The secondary market bond yields too witnessed volatility and mixed sentiment during the month. However, T-bill yields experienced a gradual decline with the 3-month, 6-month, and 12-month bills closing at 17.42%, 15.13% and 13.30% respectively as at end of Sep 2023, compared to 18.48%, 15.36% and 13.58% as at end of Aug 2023. Another noteworthy development during the month was the conversion of CBSL held T-bills into long term bonds as a part of Domestic Debt Optimisation programme. This is expected to reduce government's future short-term borrowing requirements and was immediately reflected in the subsequent and final bill auction of the month with the offer amount reducing to LKR 50 Bn from the previous range of LKR 140-170Bn during previous auctions in the month. With this move, it was also expected that the upward pressure on the T-bill rates would gradually ease. There was no Monetary Policy Review (MPR) during the subject month and the market is forecasting a rate cut during upcoming October MPR.

Source : SFAM and CBSL

Performance Since Inception

17/09/2014 to 30/09/2023

Growth of LKR 100 invested on 17/09/2014



Risk - Reward Indicator

Low	Medium	High

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.

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%				18.49%
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.

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)	22.3195
Fund AuM (LKR Millions)	3,446
Inception	17-Sep-14
Fund Domicile	Sri Lanka
ISIN	LKSMMFU00008
Fund Currency	LKR
Benchmark	NDBIB CRISIL 91 day T-Bill Index

Performance Summary

Fund Benchmark

Last Month	19.10%	22.30%
3 Month	20.73%	23.73%
6 Month	23.08%	26.19%
YTD	24.71%	29.90%
1 Year p.a.	25.78%	31.93%
2 Year p.a.	19.28%	20.77%
3 Year p.a.	14.87%	15.09%
5 Year p.a.	12.99%	12.37%
Since Inception p.a.	11.50%	10.30%

All returns shown are annualized

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

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Maturity Profile	% of AUM	Credit Profile ¹	Fitch	LRA ²	Total
<1 M	28.4%	G-Sec RF ³	-	-	93.9%
1-3M	25.6%	AAA	-	-	-
3-6M	38.1%	AA+	-	-	-
6-9M	4.9%	AA	-	-	-
9-12M	3.0%	AA-	-	-	-
	100.0%	A+	-	-	-
		A	3.1%	-	3.1%
		A-	3.0%	-	3.0%
		BBB+	-	-	-
		BBB	-	-	-
			6.1%	-	100.0%

Diversification

Largest exposure to any single institution*	91.0%
No. of institutions invested in	4

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

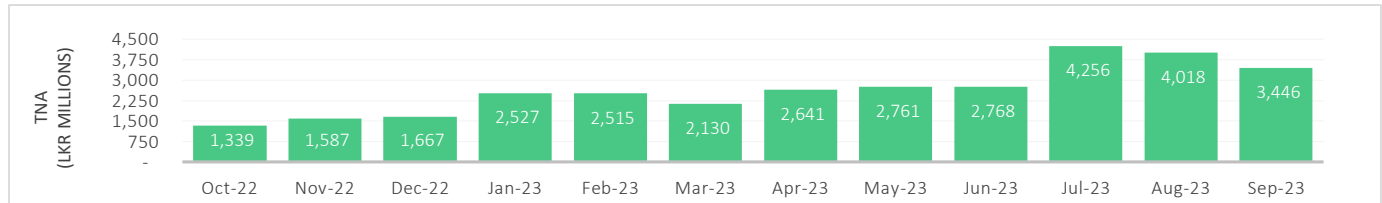
¹ Credit profile as % of AUM

² Lanka Rating ³ Risk free

Asset Allocation	% of TNA	Fund Indicators	Fund
Treasury Bills	91.0%	Duration (Yrs)	0.23
Repo on Government Securities	2.9%	Effective Maturity (Months)	2.77
Cash & Other Net Assets	3.0%	Yield to Maturity (YTM)*	19.60%
Fixed Deposit	3.0%		
	100.0%		

*YTM is calculated as at 30.09.2023 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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