

# Senfin Money Market Fund

An ICRA [SL]AA- mfs Rated Fund

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

## Monthly Report | Aug-2022

#### **Fund Manager Comment**

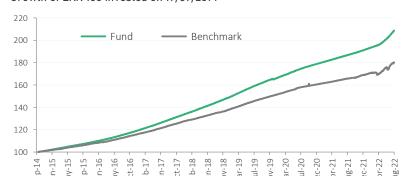
On a MoM basis, the Fund generated an annualized returned of 22.93% as of 31st Aug while the Fund's benchmark recorded an annualized return of 18.54%. The current yield of the Fund as at 31st Aug 2022 (07-day annualized yield) is 23.01% p.a. The Monetary Board of the CBSL kept policy rates unchanged with the Standing Deposit Facility Rate and the Standing Lending Facility Rate remaining at 14.50% and 15.50% respectively as policymakers expected inflation to decline over the medium to long term time horizon. Despite the relative political stability and on going discussions with the IMF, market interest rates continued edge upwards as investors remained sceptic over a possible domestic debt restructure as the government pushed towards securing an extended fund facility with the IMF. Treasury bill rates peaked to all-time high levels during the final week of the month coinciding with the final stages of discussions with the IMF as the 3-month, 6-month and 12-month bill rates rose to 32.89%, 31.28% & 30.50% respectively.

Source: Central Bank of SL /Senfin Asset Management (Pvt) Ltd

### **Key Facts**

Fund Type	Open-ended Money Market
	Fund
NAV per unit (LKR)	17.3984
Fund AuM (LKR Millions)	1,471
Inception	17-Sep-14
Fund Domicile	Sri Lanka
ISIN	LKSMMFU00008
Fund Currency	LKR
Benchmark	NDBIB CRISIL 91 day T-Bill Index
Fund Rating <sup>1</sup>	ICRA [SL]AA- mfs

#### 17/09/2014 to 31/08/2022 **Performance** 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.

Performance Summary	Fund	Benchmark
Last Month/ 1M*	22.93%	18.54%
YTD*	13.58%	10.02%
6M*	14.44%	10.79%
1 Year	11.47%	8.67%
2 Year p.a. (CAGR)	9.01%	6.63%
3 Year p.a. (CAGR)	9.01%	6.99%
5 Year p.a. (CAGR)	10.04%	7.78%
Since Inception p.a. (CAGR)  * Returns are annualized	9.68%	7.68%

#### 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)*	0.52%

<sup>\*</sup> as at 31 Dec 2021

#### Monthly Performance

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2022	0.6%	0.6%	0.6%	0.6%	1.2%	1.5%	1.7%	1.9%					9.04%
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%
2018	0.9%	0.8%	0.9%	1.0%	0.9%	0.9%	0.9%	0.9%	0.9%	0.9%	0.9%	0.9%	11.35%

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.

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

ICRA Lanka Limited has upgraded the long term credt risk rating of Senfin Money Market Fund to [SL]AA-mfs from from [SL]A+mfs as the credit quality of the portfolio has improved. In the event that the rating is changed by ICRA, the Fund Manager will amend the rating accordingly.

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Maturity Profile	% of AUM	Credit Profile	Fitch	ICRA	Total
<1 M	21.1%	G-Sec RF*	-	-	90.5%
1-3M	20.5%	AAA	0.0%	0.0%	0.0%
3-6M	13.5%	AA+	0.0%	0.0%	0.0%
6-9M	28.3%	AA	0.0%	0.0%	0.0%
9-12M	16.7%	AA-	3.9%	0.0%	3.9%
	100.0%	A+	0.0%	0.0%	0.0%
Diversification		Α	0.0%	5.6%	5.6%
Largest exposure to any single institution**	71.6%	Α-	0.0%	0.0%	0.0%
No. of institutions invested in	5	BBB+	0.0%	0.0%	0.0%
** T.bills issued by GOSL		BBB	0.0%	0.0%	0.0%
		*Risk free	3.9%	5.6%	100.0%

<sup>\*</sup>both government securities and repos on Gov securities

Asset Allocation	% of TNA
Treasury Bills	71.6%
Repo on Government Securities	13.3%
Cash & Other Net Assets	6.2%
Commercial Papers	3.8%
Fixed Deposits	3.7%
Trust Certificates	1.4%
	100.0%

Fund Indicators	Fund
Duration (Yrs)	0.48
Effective Maturity (Months)	5.14
Yield to Maturity (YTM)*	24.54%

<sup>\*</sup>YTM is calculated as at 31.08.2022 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.