

Monthly Report | Jun-2023

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

Fund Manager Comment

The Colombo Stock Exchange indices recorded increases during June 2023 with ASPI gaining 10.38% while the S&P SL20 Index gained 12.07%. The Fund's benchmark ASTRI also gained 10.83% while the Fund gained of 8.28% during the same period. Indices had a positive momentum on the back of the overall decline in market interest rates which expected to direct fund inflows to Equity from Fixed Income, expecting better returns. Although the looming threat of a DDR existed, it was expected that there will be minimal impact on banks. In addition, with the steep decline in deposit rates, bank NIMs were expected to expand in the short run. Therefore index heavy banks recorded price gains across the board and drove indices up. Foreign activity increased to LKR 4.0 Bn in Jun 2023 vs LKR 3.0 Bn in May 2023. Foreigners were net sellers with a net foreign outflow of LKR 287 Mn during the month. Subsequently, the DDR was announced at the end of the month with mainly impacting CBSL T Bill holdings and Superannuation Funds. Therefore since the severity of DDR is less than anticipated, it is expected to be positive on Equities. We expect interest rates to decline further with another policy rate cut, as the risk premium of DDR is no longer exist. Therefore we look forward positively on equity in the medium run.

*Source: SFAM and CSE

Performance Since Inception

06/05/2021 to 30/06/2023

Growth of LKR 100 invested on 06.05.2021



Risk - Reward Indicator

< Less risk

More risk >

4

Investors should consider the following risks: Market risks, Currency risks, Liquidity risks, Operational risks, Political and Legal risks.

Monthly Performance

Year		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2023	SDF	4.4%	2.6%	0.7%	0.1%	-4.9%	8.3%							11.03%
	ASTRI	4.4%	3.6%	1.2%	-3.4%	-4.7%	10.8%							11.76%
2022	SDF	4.4%	-7.2%	-19.6%	-7.4%	6.1%	-5.8%	5.4%	12.0%	6.2%	-12.3%	0.6%	-2.1%	-21.51%
	ASTRI	6.4%	-11.0%	-23.1%	-14.4%	6.3%	-9.4%	5.3%	17.3%	9.5%	-13.4%	1.1%	-1.9%	-30.56%
2021	SDF	-	-	-	-	2.0%	-0.2%	1.5%	-0.6%	0.4%	4.2%	1.0%	2.6%	11.33%
	ASTRI	-	-	-	-	2.7%	5.9%	3.6%	10.8%	5.1%	7.5%	12.7%	6.9%	70.32%

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

Investment Objective

The objective of the Fund is to generate current income by investing in a portfolio of diversified dividend paying stocks and by way of capital gains. The dividends received and the capital gains generated may distribute to unitholders on a semiannual basis. Distributions can be irregular and/or of varying amounts.

Key Facts

Fund Type	Open-ended Dividend Fund
NAV per unit (LKR)	9.5221
Fund AuM (LKR Millions)	110.35
Inception	06-May-21
Fund Domicile	Sri Lanka
Distribution(s)	Semi Annually
ISIN	LK0SDFU00000
Fund Currency	LKR
Benchmark*	ASTRI

*All Share Total Return Index

Performance Summary

	Fund	Benchmark
Last Month/ 1M	8.28%	10.83%
YTD	11.03%	11.76%
3M	3.03%	2.01%
6M	11.03%	11.76%
1 Year p.a.	20.94%	29.22%
2 Year p.a.	-2.40%	10.09%
3 Year p.a.	N/A	N/A
5 Year p.a.	N/A	N/A
Since Inception p.a.	-1.40%	13.85%

Only periods greater than 12 months are annualized.

Investment Terms

Issue/Redemption	Daily
Minimum investment (LKR)	1,000
Front-end-fee	Nil
Management & Administration fee p.a.	0.75%
Trustee fee p.a.	0.15%
Custodian fee p.m.(charged to the Fund)	LKR 20,000
Total Expense Ratio (TER)*	1.51%

*as at 31 Dec 2022

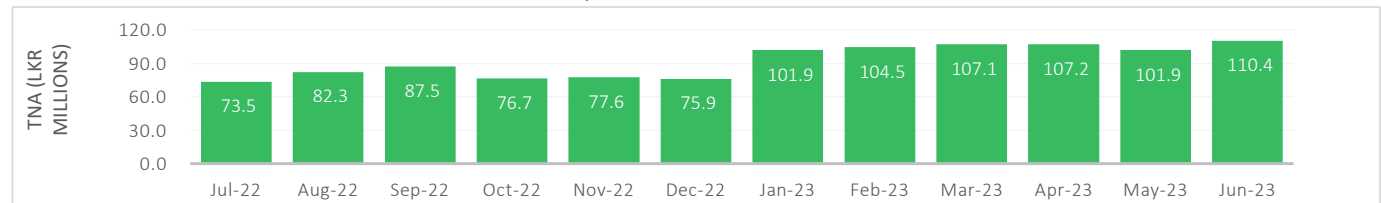
Monthly Report | Jun-2023

Top 10 Holdings		% of TNA*	Fund Indicators	Fund	Benchmark
1	Teejay Lanka PLC	9.50%	1 Year Standard Deviation (%)	6.12	7.72
2	HNB Money Market Savings	8.26%	3 Years Standard Deviation (%)	NA	NA
3	John Keells Holdings PLC	8.02%	1 Year Sharp Ratio	-1.59	-0.19
4	Ceylon Cold Stores PLC	7.04%	3 Year Sharp Ratio	NA	NA
5	Hemas Holdings PLC	5.70%	1 Year Beta	0.78	
6	Dialog Axiata PLC	5.48%	1 Year Alpha (%)	-0.12	
7	Chevron Lubricants Lanka PLC	4.85%			
8	Commercial Bank of Ceylon PLC	4.67%			
9	Ceylon Tobacco Company PLC	4.43%			
10	ACL Cables PLC	4.11%			
*Total Net Assets		62.05%			

Fund performance Analysis	12 months
Fund Turnover ratio (%)	121.2
Max. Monthly Gain* (%)	(Aug '22) 12.0
Max. Monthly Loss* (%)	(Oct '22) -12.3

Top 10 Equity Sector Allocation		% of TNA	Hit Ratio
1	Capital Goods	23.46%	Months Outperformance 4
2	Food Beverage & Tobacco	22.78%	Hit Ratio (%) 33.3
3	Consumer Durable & Apparel	13.53%	*Maximum Gain/Loss returns for the last 12 months (non annualized return)
4	Materials	8.88%	
5	Telecommunication Services	5.48%	
6	Banks	4.67%	
7	Utilities	3.81%	
8	Food & Staples Retailing	3.70%	
9	Energy	3.53%	
10	Diversified Financials	2.04%	
		91.88%	

Asset Allocation	% of TNA
Equities	91.88%
Money Market Savings a/c	8.26%
Cash & Other Net Assets	-0.14%

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

Dividend Distributions

31-Dec-21

LKR

0.20

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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