

Senfin Dividend Fund

GIPS® Compliant Report for the period from May 6, 2021 to December 31, 2023

Pooled Fund Inception Date : May 6, 2021

Calendar Year Returns (%)

Year	Fund Net Return	Benchmark Return	3-Year Std Deviation**		SDF AUM (LKR Mn)	SFAM Asset Under Management (LKR Mn)
			Fund	Benchmark		
2021*	11.33%	70.32%	NA	NA	85	4,689
2022	-21.51%	-30.56%	NA	NA	77	4,982
2023	26.00%	28.17%	NA	NA	125	8,762

*The returns are calculated from May 6, 2021 to December 31, 2021.

**The three-year standard deviation is not shown due to having less than 36 months of the Fund.

Past performance is no guarantee of future results.

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. Policies for valuing portfolios, calculating performance and preparing compliant presentations are available upon request.

Definition of the Firm

Senfin Asset Management (Pvt) Ltd (SFAM) is a company incorporated in Sri Lanka and licensed by the Securities & Exchange Commission of Sri Lanka (SEC) to manage unit trust funds and discretionary portfolios. SFAM is a wholly-owned subsidiary of Senkadagala Finance PLC, a company licensed by the Central Bank of Sri Lanka. SFAM manages equity, fixed income in the conventional and Shariah space while operates in Sri Lanka and invests in Sri Lankan markets. Total firm assets can be decomposed into four composites namely Senfin Equity Composite, Senfin Fixed Income composite, Senfin Balanced Composite and Senfin Shariah Equity Composite and seven broadly distributed pooled funds.

Objective of the Fund

The objective of Senfin Dividend Fund is to achieve current income whilst providing an opportunity for capital appreciation. The dividends received by the Fund and the capital gains generated by the Fund will be distributed to unitholders on a semi-annual basis. The Fund's strategy is to invest in companies that are committed to paying dividends on a consistent basis. As the Fund will invest in equity securities, the risk profile of the Fund can be considered high.

Benchmark Description

The Total Return Index of the All Share Price Index (ASTRI). The ASTRI reflects returns due to both share price changes and dividend income of listed companies in Colombo Stock Exchange.

Currency

The currency used to calculate all the returns is Sri Lanka Rupees (LKR).

Net returns

The pooled return presented is actual net-of-fees. In line with practice in the unit trust management industry, the presented net return figure is arrived at after deducting all fund expenses, including audit and custody fees, income taxes, management and registrar fees, trustee fees and withholding taxes. The fund does not charge performance based fees from its clients.

Fee schedule

The standard fee schedule of Senfin Dividend Pooled Fund is as follows: Management fee p.a. 0.75% of NAV, Trustee Fee 0.15% p.a., Custodian Fee LKR 20,000 per month.

Senfin Dividend Fund

GIPS® Compliant Report for the period from May 6, 2021 to December 31, 2023

Expense ratio

The total expense ratio as of 31st December 2023 for Senfin Dividend Pooled Fund was 1.81%.

Availability of information

Senfin Asset Management (Pvt) Ltd's policies for valuing investments, calculating performance, preparing GIPS Reports and the list of broad distribution pooled fund descriptions are available upon request.

Primary Risk Profile of the Fund

Investing in the stock market involves risks including the potential loss of principal in equity securities and therefore the risk profile of the Fund can be considered high.

Some of the risks that investors coming into this Fund should consider are provided below.

Equity Security Risk : Listed shares are susceptible to general stock market fluctuations and to volatile increases and decreases in value as market confidence in and perceptions of their issuers change. Investor perceptions are based on various and unpredictable factors, including expectations regarding government, economic, monetary and fiscal policies; inflation and interest rates; economic expansion or contraction and global or regional political, economic, banking and health crises. The value of equity securities in the Fund's portfolio will fluctuate and, as a result, the Fund's unit price may decline suddenly, or over a sustained period of time.

Cash and Cash Equivalents Risk : At any time, the Fund may have significant investments in cash or cash equivalents. When a substantial portion of a portfolio is held in cash or cash equivalents, there is the risk that the value of the cash account, including interest, will not keep pace with inflation, thus reducing purchasing power over time.

Dividend Yield Risk : While the Fund may hold securities of companies that have historically paid a dividend, those companies may reduce or discontinue their dividends, thus reducing the yield of the Fund. Lower priced securities in the Fund may be more susceptible to these risks. Past dividend payments are not a guarantee of future dividend payments. Also, the market return of high dividend yield securities, in certain market conditions, may be worse than the market return of other investment strategies or the overall stock market.

Large Investor risk : Securities of unit trusts may be purchased and sold by "large" investors, such as institutions, funds of funds and investment portfolios. If a large investor redeems a portion or all of its investment from the Fund, some investments may have to be prematurely uplifted with penalty or require to be sold in the secondary market at prevailing rates, thus reducing the fund's potential return. Conversely, if a large investor was to increase its investment in a fund, the fund may have to hold a relatively large position in cash for a period of time while the portfolio advisor attempts to find suitable investments. This could also negatively impact the performance of the fund and hence impact the return for other investors in the fund.

Managed Portfolio Risk : The management's investment strategies, or choice of specific securities, may be unsuccessful and may cause the Fund to incur losses.

Frontier Markets Risk : To the extent that the Fund will be investing in a frontier market, the risk may be heightened by political changes and changes in tax or currency controls that could adversely affect the values of these investments. Frontier markets have been more volatile than the markets of developed countries with more mature economies.

DISCLAIMER

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/advertisement.

All investments are subject to market risks and there is no assurance or guarantee that the objectives of the portfolio/portfolios will be achieved. The contents herein should not be construed as investment, legal or tax advice. 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 Key Investor Information Document (KIID) of the Fund should be read and understood prior to investing.