

## Monthly Report | Dec-2023

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

### Fund Manager Comment

The CSE in Dec 2023 reflected a positive movement, with the ASPI experiencing an increase of 0.57%, while the S&P SL20 Index showcased a gain of 1.94%. The Fund's benchmark ASTRI reported an increase of 0.60%, while the Fund increased 0.39%. During Dec 2023, Sri Lanka received the 2nd tranche from IMF. This along with receipts from ADB and World Bank 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. Despite aforementioned, equities did not react positively in a significant manner as investors followed a wait & see approach possibly due to the VAT hike coming into effect from Jan 2024 onwards and due to the holiday season. Market activity exhibited a slight uptick with an average daily turnover of LKR 1.19 Bn vs LKR 1.07 Bn in Nov 2023, but this was partly driven by one-off crossings. Foreign activity was notably subdued, recording LKR 3.9 Bn in Dec 2023, down from LKR 8.4 Bn in Nov 2023. In the short run, equities may continue to remain volatile due to the VAT hike impacting consumer demand and delays in External Debt Restructuring. However, we continue to remain bullish in the medium term on the back of low interest rate environment and improving macro economic fundamentals.

\*Source: SFAM and CSE

### Investment Objective

The objective of the Fund is to achieve long-term capital growth by investing in a well-diversified portfolio of equity securities listed on the Colombo Stock Exchange.

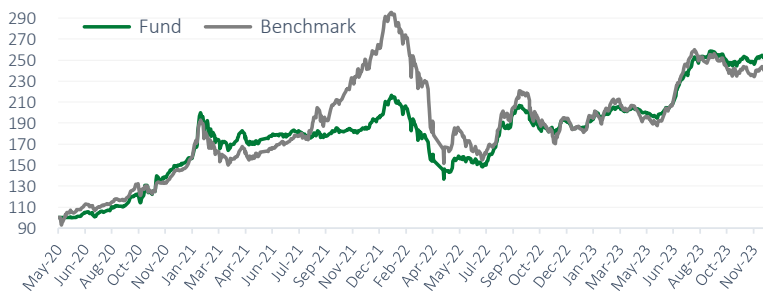
### Key Facts

Fund Type	Open-ended Growth Fund
NAV per unit (LKR)	12.78
Fund AuM (LKR Millions)	2,658
Inception	03-Feb-12
Fund Domicile	Sri Lanka
Distribution(s)	None
ISIN	LK0SGFU00003
Fund Currency	LKR
Benchmark*	ASTRI

\*All Share Total Return Index

### Performance Since May 2020 06/05/2020 to 31/12/2023

Growth of LKR 100 invested on 06.05.2020



The largest investor in the Fund (holding 98%) redeemed all its units in the Fund by end of June 2019, resulting in the Fund's total NAV falling to LKR 1.6Mn. With the takeover of the management company by Senkadagala Finance PLC in March 2020, the Fund's NAV gradually increased with new investors coming into the Fund. Therefore, in order to reflect the performance of the Fund after the takeover by the new management, the above graph depicts the Fund and Benchmark performances from 6th May 2020 onwards, when new investments began coming into the Fund.

### Risk - Reward Indicator

Low	Medium	High
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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	0.39%	0.60%
YTD	34.53%	28.17%
3M	-2.44%	-5.27%
6M	20.11%	14.69%
1 Year p.a.	34.53%	28.17%
2 Year p.a.	12.43%	-5.66%
3 Year p.a.	17.49%	17.21%
5 Year p.a.	-0.03%	12.62%
Since Inception p.a.	2.08%	6.66%

Only periods greater than 12 months are annualized.

### Investment Terms

Issue/Redemption	Daily
Minimum investment (LKR)	1,000
Front-End-Fee	1.50%
Management & Administration fee p.a.	1.75%
Trustee fee p.a.	0.15%
Custodian fee p.m. (charged to the Fund)	LKR 20,000
Total Expense Ratio (TER)*	1.95%

\*as at 31 Dec 2022

### Monthly Performance

Year		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2023	SGF	4.4%	2.7%	1.2%	0.5%	-3.5%	6.4%	16.8%	4.0%	1.3%	-3.1%	0.2%	0.4%	34.53%
	ASTRI	4.4%	3.6%	1.2%	-3.4%	-4.7%	10.8%	21.3%	-2.1%	2.0%	-5.8%	0.0%	0.6%	28.17%
2022	SGF	6.9%	-8.2%	-17.8%	-9.4%	7.9%	-2.6%	9.5%	17.9%	2.7%	-7.5%	2.3%	-2.4%	-6.03%
	ASTRI	6.4%	-11.0%	-23.1%	-14.4%	6.3%	-9.4%	5.3%	17.3%	9.5%	-13.4%	0.6%	-1.9%	-30.56%
2021	SGF	27.3%	-10.8%	-2.2%	0.7%	1.4%	1.5%	2.9%	-2.1%	2.5%	1.6%	-0.3%	6.8%	28.30%
	ASTRI	28.0%	-13.7%	-4.7%	1.2%	2.7%	5.9%	3.6%	10.8%	5.1%	7.5%	12.7%	6.9%	80.91%

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 on NAV to NAV. All performance data shown in the table are not annualized.

## Monthly Report | Dec-2023

Top 10 Holdings		% of TNA*	Fund Indicators	Fund	Benchmark
1	John Keells Holdings PLC	11.65%	1 Year Standard Deviation (%)	5.08	7.16
2	Aitken Spence PLC	7.27%	3 Year Standard Deviation (%)	8.01	10.07
3	Teejay Lanka PLC	6.77%	1 Year Sharp Ratio	0.20	-0.75
4	Senfin Money Market Fund	6.24%	3 Year Sharp Ratio	0.77	0.59
5	Ceylon Grain Elevators PLC	5.42%	3 Year Beta	0.72	
6	Lanka IOC PLC	5.11%	3 Year Alpha (%)	0.34	
7	Cargills (Ceylon) PLC	5.10%			
8	Gvt. Security REPO	5.08%			
9	Treasury Bonds - 01/05/2027	4.75%			
10	Lanka Milk Foods PLC	4.63%			
* Total Net Assets		62.01%			

### Fund Performance Analysis

	12 months
Fund Turnover Ratio (%)	43.1
Max. Monthly Gain (%)*	(Jul '23) 16.8
Max. Monthly Loss (%)*	(May '23) -3.5

### Hit Ratio

Months Outperformance	5
Hit Ratio (%)	41.7

\*Maximum Gain/Loss returns for the last 12 months (non annualized return)

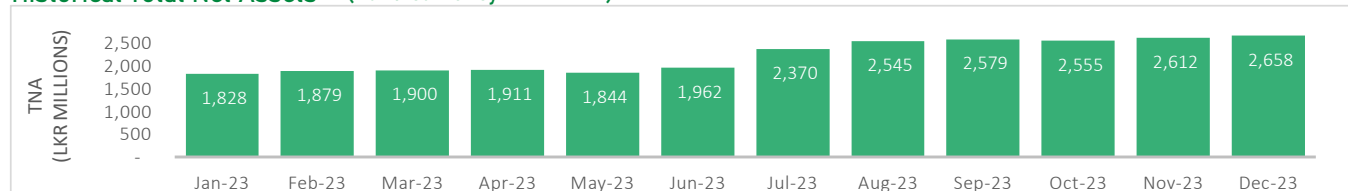
### Top 10 Equity Sector Allocation

	% of TNA
1 Capital Goods	21.64%
2 Food Beverage & Tobacco	19.59%
3 Banks	9.54%
4 Consumer Durable & Apparel	6.83%
5 Energy	5.11%
6 Food & Staples Retailing	5.10%
7 Diversified Financials	4.27%
8 Insurance	2.59%
9 Telecommunication Services	2.20%
10 Utilities	1.98%
	78.83%

### Asset Allocation

	% of TNA
Equities	80.58%
Treasury Bonds	7.76%
Money Market Funds	6.24%
Repo on Govt Securities	5.08%
Money Market Savings a/c	0.32%
Cash & Other Net Assets	0.02%
	100.00%

### 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.



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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**

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