

Monthly Report | Jul-2024

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

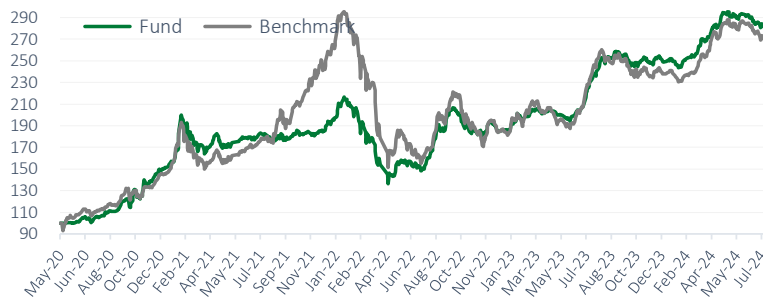
Fund Manager Comment

The equity market experienced its largest month-on-month (MoM) decline for this year in July 2024, with the ASPI and the S&P SL20 dropping by 6.08% and 9.00% respectively. The Fund's benchmark ASTRI reported a 5.53% decrease MoM, while the Fund saw a 4.38% decline. Investor sentiment was cautious, primarily due to uncertainty surrounding upcoming elections, leading many market participants to adopt a wait and see approach. Though there were some positive developments on External Debt Restructuring, there was not much of a positive reaction from the market. During the latter part of the month, Indices were further negatively impacted by the JKH Rights Issue announcement which dragged JKH share as well as the overall market downwards. The Central Bank of Sri Lanka (CBSL) in its fourth Monetary Policy Review, decided to reduce the SDFR and SLFR by 25 basis points each. Average daily turnover during the month was LKR 1.0 Bn, a decrease from LKR 1.8 Bn recorded in Jun 2024. Despite the overall market decline, foreign activity recorded a net inflow of LKR 3.6 Bn, marking the first net buying month for the calendar year 2024. Total foreign purchases amounted to LKR 8.3 Bn, while foreign sales totalled LKR 4.7 Bn. Despite the present dull sentiment, considering largely improved macroeconomic fundamentals, we continue to remain bullish on equities in the medium term.

*Source: SFAM and CSE

Performance Since May 2020 06/05/2020 to 31/07/2024

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 |
|-----|--------|------|

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 | Sept | Oct | Nov | Dec | YTD |
|------|-------|-------|--------|--------|--------|-------|-------|-------|-------|------|--------|------|-------|---------|
| 2024 | SGF | -1.4% | 3.6% | 6.6% | 8.4% | -1.6% | -0.2% | -4.1% | | | | | | 11.19% |
| | ASTRI | -3.1% | 3.5% | 8.2% | 9.8% | -1.7% | 0.8% | -5.5% | | | | | | 11.60% |
| 2023 | SGF | 4.4% | 2.7% | 1.2% | 0.5% | -3.5% | 6.4% | 16.8% | 4.0% | 1.3% | -3.1% | 0.2% | -1.4% | 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% | -3.1% | 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% |

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.

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) | 14.21 |
| Fund AuM (LKR Millions) | 3,070 |
| Inception | 03-Feb-12 |
| Fund Domicile | Sri Lanka |
| Distribution(s) | None |
| ISIN | LK0SGFU00003 |
| Fund Currency | LKR |
| Benchmark* | ASTRI |

*All Share Total Return Index

Performance Summary

| | Fund | Benchmark |
|----------------------|--------|-----------|
| Last Month/ 1M | -4.05% | -5.53% |
| YTD | 11.19% | 11.60% |
| 3M | -5.77% | -6.34% |
| 6M | 12.78% | 15.20% |
| 1 Year p.a. | 14.32% | 5.56% |
| 2 Year p.a. | 29.33% | 25.29% |
| 3 Year p.a. | 15.08% | 14.38% |
| 5 Year p.a. | 6.83% | 15.49% |
| Since Inception p.a. | 2.85% | 7.28% |

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)* | 2.10% |

*as at 31 Dec 2023

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| Top 10 Holdings | | % of TNA* | Fund Indicators | Fund | Benchmark |
|-----------------|-----------------------------|-----------|-------------------------------|-------|-----------|
| 1 | John Keells Holdings PLC | 9.07% | 1 Year Standard Deviation (%) | 3.63 | 4.64 |
| 2 | Lanka IOC PLC | 8.05% | 3 Year Standard Deviation (%) | 6.68 | 8.90 |
| 3 | Aitken Spence PLC | 6.75% | 1 Year Sharp Ratio | -0.32 | -2.14 |
| 4 | Teejay Lanka PLC | 6.45% | 3 Year Sharp Ratio | 0.25 | 0.11 |
| 5 | Ceylon Grain Elevators PLC | 5.09% | 3 Year Beta | 0.66 | |
| 6 | Cargills (Ceylon) PLC | 4.97% | 3 Year Alpha (%) | 0.39 | |
| 7 | Repurchase Agreements | 4.90% | | | |
| 8 | Lanka Milk Foods PLC | 4.73% | | | |
| 9 | Hemas Holdings PLC | 4.44% | | | |
| 10 | Treasury Bonds - 01/05/2027 | 4.35% | | | |
| | | 58.82% | | | |

* Total Net Assets

| Top 10 Equity Sector Allocation | | % of TNA |
|---------------------------------|----------------------------|----------|
| 1 | Capital Goods | 20.27% |
| 2 | Food Beverage & Tobacco | 19.49% |
| 3 | Banks | 9.73% |
| 4 | Energy | 8.05% |
| 5 | Consumer Durable & Apparel | 6.52% |
| 6 | Food & Staples Retailing | 4.97% |
| 7 | Diversified Financials | 4.65% |
| 8 | Insurance | 4.11% |
| 9 | Utilities | 2.46% |
| 10 | Telecommunication Services | 1.99% |
| | | 82.24% |

Fund Performance Analysis

| | 12 months |
|-------------------------|----------------|
| Fund Turnover Ratio (%) | 28.6 |
| Max. Monthly Gain (%)* | (Apr '24) 8.4 |
| Max. Monthly Loss (%)* | (Jul '24) -4.1 |

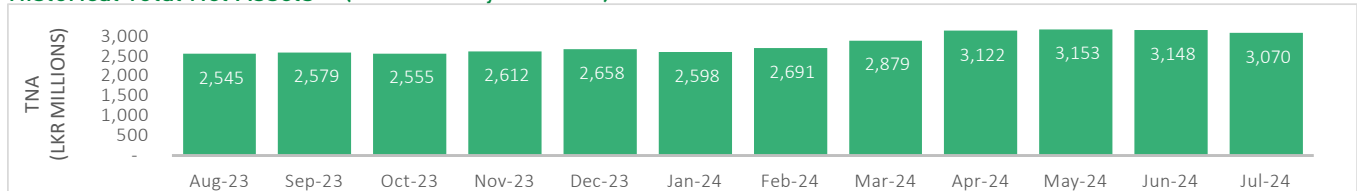
Hit Ratio

| | |
|---|------|
| Months Outperformance | 7 |
| Hit Ratio (%) | 58.3 |
| *Maximum Gain/Loss returns for the last 12 months (non annualized return) | |

Asset Allocation

| | % of TNA |
|--------------------------|----------|
| Equities | 83.96% |
| Treasury Bonds | 8.70% |
| Repo on Govt Securities | 4.90% |
| Money Market Funds | 2.28% |
| Cash & Other Net Assets | 0.12% |
| Money Market Savings a/c | 0.04% |
| | 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.



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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