

Monthly Report | Dec-2023

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

Fund Manager Comment

The performance of 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 Insurance Sector Total Return Index (INSTRI) dropped 0.29% while the Fund increased 1.86% during the same period. The benchmark index is mainly constituted by Ceylinco Insurance PLC Voting (CINS.N) and Non-Voting (CINS.X) shares which jointly constitutes approximately 60% of index weight. There were no sector specific factors that impacted INSTRI during the month, though there was some interest in Insurance counters closer to end of the month. 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. On future outlook, 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 & CSE

Performance Since Inception

23/08/2022 to 31/12/2023

Growth of LKR 100 invested on 23.08.2022



Risk - Reward Indicator

< Less risk

More risk >



Investors should consider the following risks: Market risks, Industry risk, Dividend risk, 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	SISF	3.3%	-0.8%	-0.9%	-3.7%	-1.4%	5.8%	8.4%	-1.8%	1.7%	-3.4%	-2.1%	1.9%	6.32%
	Benchmark	3.6%	-2.1%	-1.0%	-4.7%	-1.2%	7.0%	8.4%	-3.6%	3.1%	-2.3%	-2.4%	-0.3%	3.63%
2022	SISF								0.2%	-2.3%	-5.3%	1.3%	9.6%	2.90%
	Benchmark								-1.2%	1.2%	-2.5%	3.4%	11.9%	12.75%

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 achieve long term capital appreciation by investing in listed shares that have exposure to the Insurance Sector.

Key Facts

Fund Type	Open-ended Insurance Sector Fund
NAV per unit (LKR)	10.9400
Fund AuM (LKR Millions)	50.95
Inception	23-Aug-22
Fund Domicile	Sri Lanka
Distribution(s)	Semi Annually
ISIN	LKSISFU00003
Fund Currency	LKR
Benchmark*	Insurance Sector TRI

*Insurance Sector Total Return Index

Performance Summary

	Fund	Benchmark
Last Month/1M	1.86%	-0.29%
YTD	6.32%	3.63%
3M	-3.70%	-4.94%
6M	4.19%	2.46%
1 Year	6.32%	3.63%
2 Year p.a.	N/A	N/A
3 Year p.a.	N/A	N/A
5 Year p.a.	N/A	N/A
Since Inception p.a.	6.85%	12.26%

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)*	4.66%

* as at 31st Dec 2022

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Top Holdings		% of TNA*	Fund Indicators	Fund	Benchmark
1	Ceylinco Insurance PLC - Voting	32.27%	1 Year Standard Deviation (%)	3.59	4.02
2	HNB Assurance PLC	14.26%	3 Years Standard Deviation (%)	NA	NA
3	Ceylinco Insurance PLC - NV	14.05%	1 Year Sharp Ratio	-7.58	-7.44
4	Union Assurance PLC	12.43%	3 Year Sharp Ratio	NA	NA
5	LOLC General Insurane PLC	6.69%	1 Year Beta	0.86	
6	Softlogic Life Insurance PLC	6.34%	1 Year Alpha (%)	0.25	
7	Peoples Insurance PLC	6.22%			
8	HNB Money Market Savings	4.44%			
9	Janashakthi Insurance PLC	4.13%			

* Total Net Assets 100.84%

Fund performance Analysis

	12 months
Fund Turnover ratio (%)	92.5
Max. Monthly Gain (%)*	Jul-23 8.4%
Max. Monthly Loss (%)*	Apr-23 -3.7%

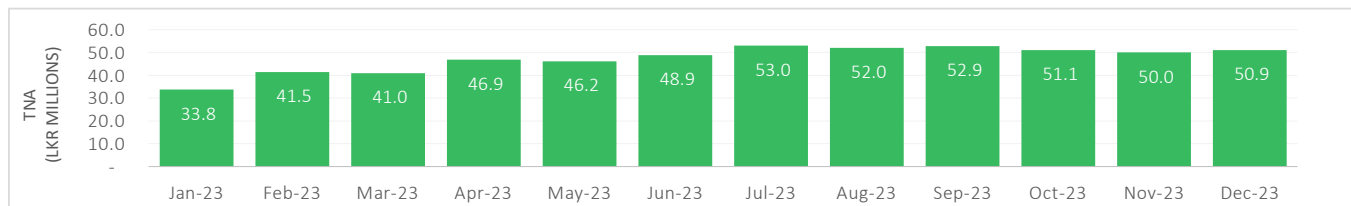
*Non-annualized returns

Asset Allocation	% of TNA
Equities	96.40%
Money Market Savings a/c	4.44%
Cash & Other Net Assets	-0.84%
	100.00%

Hit Ratio

	12 months
Months Outperformance	6
Hit Ratio (%)	50.0

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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