

# Monthly Report | Jul-2023

 Senfin Asset Management (Pvt) Ltd  
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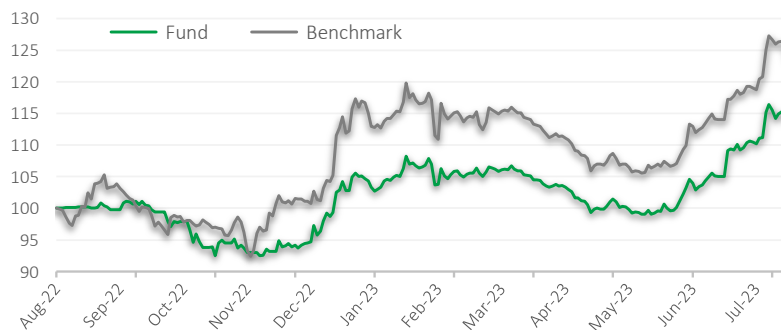
## Fund Manager Comment

The Colombo Stock Exchange indices recorded significant increases during July 2023 with ASPI gaining 20.58% while the S&P SL20 Index gained 21.96%. The fund's benchmark Insurance Sector Total Return Index (INSTRI) gained 8.44% while the Fund gained 8.38% 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 more than 60% of index weight. The Domestic Debt Optimization (DDO) was announced at the end of last month with mainly impacting CBSL T Bill holdings and Superannuation Funds. Since the severity of DDO was much lesser than anticipated, especially with no major impact to the Banks and Insurance Companies, it resulted in a significant upward momentum in equities. In addition, interest rates witnessed a steep fall as the risk premium on DDO no longer exists and that too assisted the positive momentum anticipating a shift in some funds from fixed income to equities seeking better returns and expecting marked to market gains on Banks', Insurers' and Primary Dealers' Bond Portfolios. With improved macro-economic fundamentals and forecasted rebound in economic activities due to declining lending rates, we believe there's further potential in equities to re-rate higher in the medium term.

Source: SFAM & CSE

## Performance Since Inception 23/08/2022 to 31/07/2023

Growth of LKR 100 invested on 23.08.2022



## Risk - Reward Indicator

< Less risk

More risk >

5

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%						10.59%
	Benchmark	3.6%	-2.1%	-1.0%	-4.7%	-1.2%	7.0%	8.4%						9.67%
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)	11.3800
Fund AuM (LKR Millions)	52.99
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	8.38%	8.44%
YTD	10.59%	9.67%
3M	13.12%	14.64%
6M	7.06%	5.87%
1 Year	N/A	N/A
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 (Cumulative)*	13.80%	23.80%

\*Since inception returns have been calculated from 23 August 2022

## 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 10 Holdings		% of TNA*	Fund Indicators	Fund	Benchmark
1	Ceylinco Insurance PLC - Voting	28.68%	1 Year Standard Deviation (%)	NA	NA
2	Ceylinco Insurance PLC - NV	14.39%	3 Years Standard Deviation (%)	NA	NA
3	HNB Assurance PLC	13.32%	1 Year Sharp Ratio	NA	NA
4	Union Assurance PLC	11.45%	3 Year Sharp Ratio	NA	NA
5	Softlogic Life Insurance PLC	8.53%	1 Year Beta	NA	
6	HNB Money Market Savings	7.69%	1 Year Alpha (%)	NA	
7	Peoples Insurance PLC	6.59%	The above Fund indicators are not shown due to having less than 12 months of the Fund.		
8	LOLC General Insurance PLC	4.15%			
9	Janashakthi Insurance PLC	3.72%			
10	Softlogic Capital PLC	3.20%			
		101.73%			

\* Total Net Assets

Asset Allocation	% of TNA
Equities	94.04%
Money Market Savings a/c	7.69%
Cash & Other Net Assets	-1.73%
	100.00%

**Fund performance Analysis<sup>1</sup>**

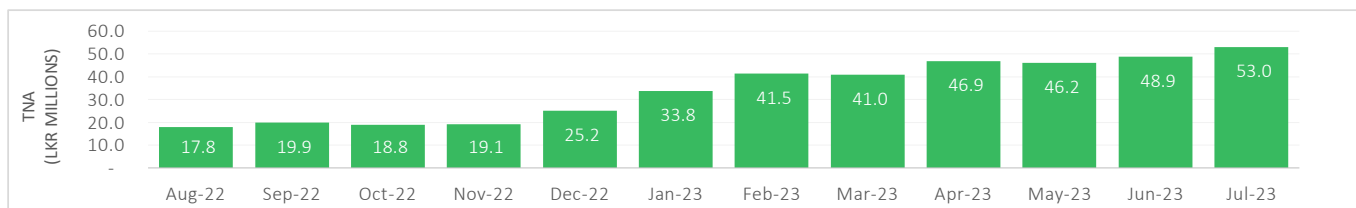
Fund Turnover ratio (%)	11 months
112.2	
Max. Monthly Gain* (%)	Dec-22
9.6%	
Max. Monthly Loss* (%)	Oct-22
-5.3%	

\*Non-annualized returns

**Hit Ratio<sup>1</sup>**

Months Outperformance	11 months
4	
Hit Ratio (%)	36.4

<sup>1</sup> The above fund performance analysis and Hit Ratio are calculated from 23rd Aug 2022 to July 2023 since the fund's inception date is 23rd Aug 2023.

**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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