

# 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 Insurance Sector Total Return Index (INSTRI) decreased 1.49% while the Fund decreased 1.34% during the same period. There was no industry specific catalyst for the Insurance Sector during the month. With regard to the overall market, 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 present dull sentiment, considering largely improved macroeconomic fundamentals, we continue to remain bullish on the sector as well as overall equities in the medium term.

Source: SFAM & CSE

## Performance Since Inception 23/08/2022 to 31/07/2024

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
2024	SISF	-4.8%	3.1%	5.9%	5.3%	0.0%	-0.3%	-1.3%						7.59%
	Benchmark	-3.0%	0.9%	4.0%	7.7%	1.9%	-1.7%	-1.5%						8.13%
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)	11.7700
Fund AuM (LKR Millions)	54.83
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	-1.34%	-1.49%
YTD	7.59%	8.13%
3M	-1.59%	-1.25%
6M	13.06%	11.50%
1 Year	3.43%	2.18%
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.	8.76%	12.88%

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)*	2.47%

\* as at 31st Dec 2023

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Top Holdings		% of TNA*	Fund Indicators	Fund	Benchmark
1	Ceylinco Insurance PLC - Voting	30.46%	1 Year Standard Deviation (%)	3.19	3.25
2	HNB Assurance PLC	14.74%	3 Years Standard Deviation (%)	NA	NA
3	Ceylinco Insurance PLC - NV	14.31%	1 Year Sharp Ratio	-3.78	-4.10
4	Union Assurance PLC	12.37%	3 Year Sharp Ratio	NA	NA
5	HNB Money Market Savings	6.98%	1 Year Beta	0.85	
6	Softlogic Life Insurance PLC	6.94%	1 Year Alpha (%)	0.14	
7	Peoples Insurance PLC	5.44%			
8	LOLC General Insurane PLC	4.75%			
9	Janashakthi Insurance PLC	3.56%			
10	Cash & Other Net Assets	0.46%			

\* Total Net Assets

Asset Allocation	% of TNA
Equities	92.56%
Money Market Savings a/c	6.98%
Cash & Other Net Assets	0.46%
	100.00%

### Fund performance Analysis

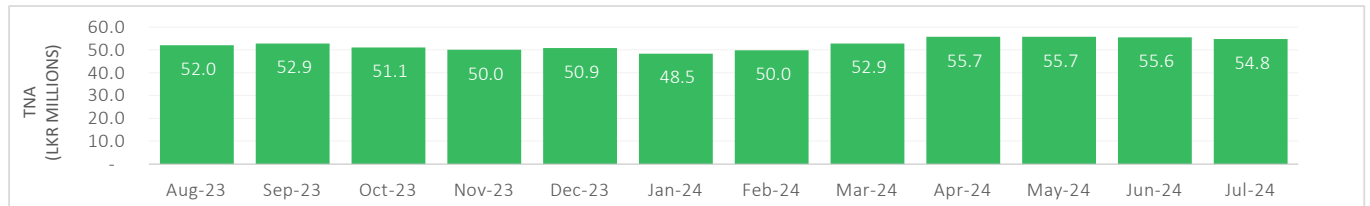
	12 months
Fund Turnover ratio (%)	29.4
Max. Monthly Gain (%)*	Mar-24 5.9%
Max. Monthly Loss (%)*	Jan-24 -4.8%

\*Non-annualized returns

### Hit Ratio

	12 months
Months Outperformance	7
Hit Ratio (%)	58.3

### 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**

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