

Monthly Report | May-2023

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

Fund Manager Comment

The Colombo Stock Exchange indices recorded declines during May 2023 with ASPI declining 4.76% while the S&P SL20 Index declined 7.50%. The fund's benchmark Insurance Sector Total Return Index (INSTRI) declined by 1.17% while the Fund declined by 1.39%. 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. Price declines were witnessed across the Insurance sector in line with broader ASPI decline, driven by the uncertainty regarding a possible Domestic Debt Restructure and weaker earnings reported by some listed corporates for March 2023 quarter. However INSTRI decline was minimized by CINS dividend. In upcoming months, we expect interest rates to sharply decline, which could result in marked to market gains for Insurers. The drop in interest rates is also positive for equities. In addition, with IMF Board Level Approval received, inflation heading downwards, LKR showing signs of appreciation, improving foreign reserves, increasing tourist arrivals and increasing remittances etc., the country is witnessing a recovery from the lows of last year. Therefore we look forward positively on equity in the medium run.

Source: SFAM & CSE

Performance Since Inception 23/08/2022 to 31/05/2023

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%								-3.60%
	Benchmark	3.6%	-2.1%	-1.0%	-4.7%	-1.2%								-5.46%
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)	9.9200
Fund AuM (LKR Millions)	46.20
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	-1.39%	-1.17%
YTD	-3.60%	-5.46%
3M	-5.88%	-6.72%
6M	5.64%	5.81%
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)*	-0.80%	6.73%

*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	26.82%	1 Year Standard Deviation (%)	NA	NA
2	Ceylinco Insurance PLC - NV	14.95%	3 Years Standard Deviation (%)	NA	NA
3	Cargills Bank Ltd. Short Term FD	11.17%	1 Year Sharp Ratio	NA	NA
4	HNB Money Market Savings	10.94%	3 Year Sharp Ratio	NA	NA
5	HNB Assurance PLC	9.15%	1 Year Beta	NA	
6	Union Assurance PLC	8.98%	1 Year Alpha (%)	NA	
7	Softlogic Life Insurance PLC	7.03%	The above Fund indicators are not shown due to having less than 12 months of the Fund.		
8	Peoples Insurance PLC	5.31%			
9	LOLC General Insurance PLC	2.42%			
10	Janashakthi Insurance PLC	1.96%			
		98.75%			

* Total Net Assets

Fund performance Analysis ¹	9 months
Fund Turnover ratio (%)	112.6
Max. Monthly Gain* (%)	Dec-22 9.6%
Max. Monthly Loss* (%)	Oct-22 -5.3%

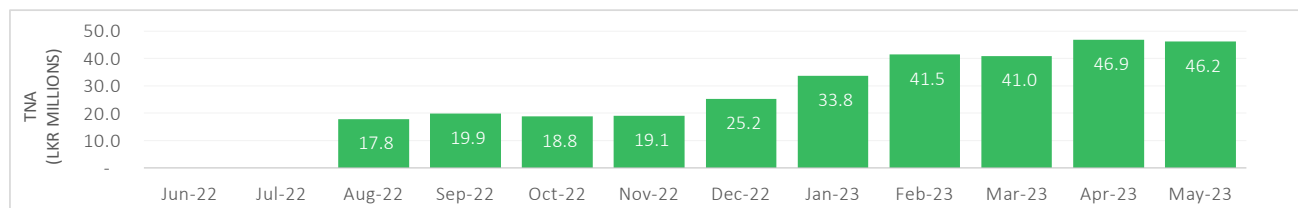
*Non-annualized returns

Asset Allocation	% of TNA
Equities	78.59%
Short Term Fixed Deposits	11.17%
Money Market Savings a/c	10.94%
Cash & Other Net Assets	-0.71%
	100.00%

Hit Ratio ¹	9 months
Months Outperformance	4
Hit Ratio (%)	44.4

¹ The above fund performance analysis and Hit Ratio are calculated from Aug 2022 to May 2023 since the fund's inception date is 23.08.2022

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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