

Monthly Report | Sep-2023

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

Fund Manager Comment

The Colombo Stock Exchange indices recorded gains during Sep 2023 with ASPI gaining by 1.99% while the S&P SL20 Index gained 2.13%. The Fund's benchmark ASTRI gained 2.02%, while the Fund gained of 0.23% during the same period. During initial part of the month, the bourse had a positive momentum. However following that, investors adopted a wait and see approach as the IMF Review was ongoing ahead of the release of its 2nd tranche and due to the uncertainty over a possible delay in 2nd tranche. As a result, the market turnover dipped and indices displayed some weakness. Foreigners were net sellers with a net foreign outflow of LKR 1.5 Bn during the month. We anticipate interest rates to drop further and hence shift some fund inflows to equity from fixed income. In addition, with improved macro-economic fundamentals such as declining inflation, improving foreign reserves, increasing tourist arrivals, improved remittances etc. as well as 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 despite the short term hiccup. Mudarabah rates are also expected decline in coming months. Considering that, the fund locked in its Mudarabah investments at higher rates wherever possible.

Source: SFAM and CSE

Performance Since Inception 03/12/2012 to 30/09/2023

Growth of LKR 100 invested on 03.12.2012



ASTRI represents all shares listed on CSE, whereas the SSBF is limited to Shariah compliant shares, as per White List.

Risk - Reward Indicator

Low	Medium	High
-----	--------	------

The risk is considered Medium as the maximum equity allocation of the Fund is 70% in comparison with pure equity funds. 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	Sep	Oct	Nov	Dec	YTD
2023	SSBF	2.9%	2.5%	-1.2%	-0.4%	-4.5%	7.4%	8.6%	0.9%	0.2%				16.91%
	ASTRI	4.4%	3.6%	1.2%	-3.4%	-4.7%	10.8%	21.3%	-2.1%	2.0%				35.31%
2022	SSBF	8.1%	-11.3%	-16.5%	-5.0%	3.9%	-4.1%	5.3%	9.5%	3.0%	-9.3%	0.3%	-0.8%	-18.85%
	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%
2021	SSBF	5.6%	-7.7%	-2.0%	-0.7%	0.5%	-0.4%	2.9%	1.4%	-0.5%	3.8%	7.6%	6.1%	16.78%
	ASTRI	28.0%	-13.7%	-4.7%	1.2%	2.7%	5.9%	3.6%	10.8%	5.1%	7.5%	12.7%	6.9%	80.91%

Past performance is not a guarantee, nor an indication of current or future performance. This 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 over the medium to long term a balance between capital appreciation and income by investing in Shariah compliant equity securities listed on the CSE and Shariah compliant income securities as approved by the Shariah Council of the Fund and as permitted by the SEC.

Key Facts

Fund Type	Open-ended Shariah Balanced Fund
NAV per unit (LKR)	13.34
Fund AuM (LKR Millions)	74.53
Inception	03-Dec-12
Fund Domicile	Sri Lanka
ISIN	LKSSBFU00008
Fund Currency	LKR
Benchmark*	ASTRI

*All Share Total Return Index

Performance Summary

	Fund	Benchmark
Last Month/ 1M	0.23%	2.02%
YTD	16.91%	35.31%
3M	9.79%	21.07%
6M	12.20%	23.50%
1 Year	5.54%	15.67%
2 Year p.a.	6.06%	10.26%
3 Year p.a.	7.43%	24.39%
5 Year p.a.	5.93%	14.59%
Since Inception p.a.	4.95%	8.09%

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)*	2.65%

*as at 31 Dec 2022

Monthly Report | Sep-2023

Top 10 Holdings		% of TNA	Fund Indicators	Fund	Benchmark
1	Hemas Holdings PLC	13.92%	1 Year Standard Deviation (%)	4.55	8.17
2	LB Finance PLC - Wakala	12.08%	3 Years Standard Deviation (%)	5.84	10.15
3	Teejay Lanka PLC	12.07%	1 Year Sharp Ratio	-6.96	-2.63
4	Vidullanka PLC - Wakala	11.65%	3 Years Sharp Ratio	-0.53	1.37
5	Richard Pieris Finance Ltd - Wakala	6.71%	3 Years Beta	0.51	
6	Chevron Lubricants Lanka PLC	6.13%	3 Years Alpha (%)	-0.42	
7	Bairaha Farms PLC	5.11%			
8	ACL Cables PLC	4.48%			
9	Lanka Tiles PLC	3.69%			
10	Tokyo Cement Co. Lanka PLC - NV	3.51%			
		79.35%			

Fund Performance Analysis		12 months
Fund Turnover Ratio (%)		134.4
Maximum monthly Gain (%)*	(Jul '23)	8.6
Maximum monthly Loss (%)*	(Oct '22)	-9.3

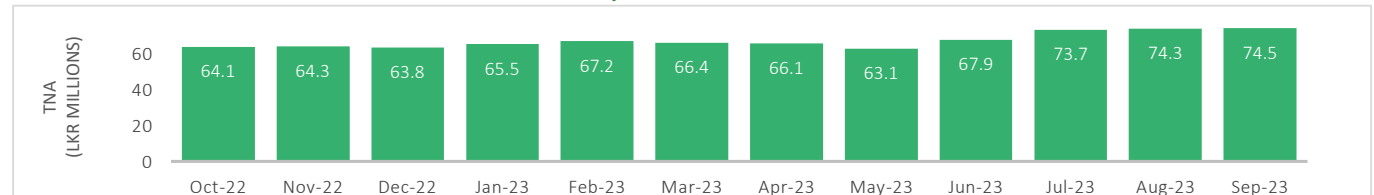
Top Equity Sector Allocation		% of TNA
1	Capital Goods	22.08%
2	Materials	12.75%
3	Consumer Durable & Apparel	12.07%
4	Food Beverage & Tobacco	10.13%
5	Utilities	5.64%
6	Energy	1.56%
7	Banks	0.00%
		64.24%

Hit Ratio		
Months Outperformance		5
Hit Ratio (%)		41.7

*Maximum Gain/Loss returns for the last 12 months (non annualized return)

Asset Allocation		
Equities		64.24%
Fixed Income Securities		32.29%
Cash & Other Net Assets		3.47%
		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
 Technical Partner : I Capital Limited
 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.



DISCLAIMER

Unit Trust investments are subject to market risks and there is no assurance or guarantee that the objectives of the Fund will be achieved. As with any investment in securities, the value of units and income from them can go up or down. The contents herein should not be construed as investment, legal or tax advice. Investors should seek independent professional advice to ascertain (a) the possible tax consequences, (b) the legal requirements and (c) any foreign exchange restrictions or exchange control requirements which may be encountered under the laws of the countries of citizenship, residence or domicile, and which may be relevant to the subscription for and redemption of units in the Fund. This document is prepared on the basis of publicly available information, internally developed data and other sources, believed to be reliable. Detailed information provided in the Key Investor Information Document of the Fund should be read and understood prior to investing.