

Monthly Report | Jun-2023

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

Fund Manager Comment

The Colombo Stock Exchange indices recorded increases during June 2023 with ASPI gaining 10.38% while the S&P SL20 Index gained 12.07%. The Fund's benchmark ASTRI also gained 10.83% while the Fund gained of 7.43% during the same period. Indices had a positive momentum on the back of the overall decline in market interest rates which expected to direct fund inflows to Equity from Fixed Income, seeking better returns. Although the looming threat of a DDR existed, it was expected that there will be minimal impact on banks. In addition, with the steep decline in deposit rates, bank NIMs were expected to expand in the short run. Therefore index heavy banks recorded price gains across the board and drove indices up. Subsequently, the DDR was announced at the end of the month with mainly impacting CBSL T Bill holdings and Superannuation Funds. Therefore since the severity of DDR is less than anticipated, it is expected to be positive on Equities. We expect interest rates to decline further with another policy rate cut, as the risk premium of DDR is no longer exist and expect Mudarabah rates to follow a similar pattern. Considering the market rates' decline, the fund locked in its Mudarabah investments at higher rates.

Source: SFAM and CSE

Performance Since Inception 03/12/2012 to 30/06/2023

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
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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%							6.49%
	ASTRI	4.4%	3.6%	1.2%	-3.4%	-4.7%	10.8%							11.76%
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)	12.15
Fund AuM (LKR Millions)	67.88
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	7.43%	10.83%
YTD	6.49%	11.76%
3M	2.19%	2.01%
6M	6.49%	11.76%
1 Year	14.08%	29.22%
2 Year p.a.	3.15%	10.09%
3 Year p.a.	8.13%	22.72%
5 Year p.a.	3.56%	9.10%
Since Inception p.a.	4.15%	6.35%

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

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Top 10 Holdings

	% of TNA
1 Hemas Holdings PLC	13.33%
2 LB Finance PLC - Wakala	13.26%
3 Hayleys PLC	10.86%
4 Vidullanka PLC - Wakala	9.38%
5 Teejay Lanka PLC	9.05%
6 Hatton National Bank PLC - Wakala	7.37%
7 Chevron Lubricants Lanka PLC	4.60%
8 Lanka Tiles PLC	4.08%
9 ACL Cables PLC	3.77%
10 Bairaha Farms PLC	3.77%
	79.47%

Top 10 Equity Sector Allocation

	% of TNA
1 Capital Goods	32.04%
2 Consumer Durable & Apparel	12.51%
3 Materials	11.07%
4 Utilities	6.01%
5 Food Beverage & Tobacco	5.32%
	66.95%

Fund Indicators

	Fund	Benchmark
1 Year Standard Deviation (%)	4.88	7.72
3 Years Standard Deviation (%)	5.98	9.78
1 Year Sharp Ratio	-3.41	-0.19
3 Years Sharp Ratio	-0.09	1.44
3 Years Beta	0.54	
3 Years Alpha (%)	-0.35	

Fund Performance Analysis

		12 months
Fund Turnover Ratio (%)		117.2
Maximum monthly Gain (%)*	(Aug '22)	9.5
Maximum monthly Loss (%)*	(Oct '22)	-9.3

Hit Ratio

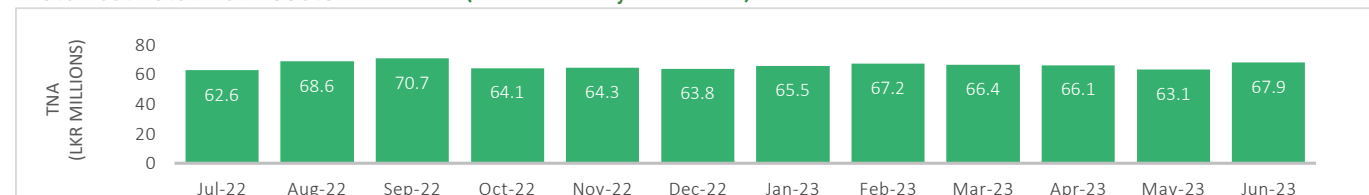
Months Outperformance	4
Hit Ratio (%)	33.3

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

Asset Allocation

Equities	66.95%
Fixed Income Securities	32.02%
Cash & Other Net Assets	1.03%
	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.



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