

## 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 ASTRI also declined 4.70% while the Fund declined of 4.48% during the same period. The negative momentum during the month was mainly driven by the uncertainty regarding a possible Domestic Debt Restructure which made investors adopting a cautious approach. In addition, weaker earnings reported by many listed corporates for March 2023 quarter further enhanced the negative sentiment. Average daily turnover dropped to LKR 666 Mn in May 2023 from LKR 964 Mn in Apr 2023. Foreigners were net sellers with a net foreign outflow of LKR 184 Mn during the month. In upcoming months, we expect interest rates to sharply decline and expect Mudarabah rates to follow a similar trend. Conversely, the decline in interest rates is positive for equities. Moreover, with IMF Board Level Approval received, overall 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 and CSE

### Performance Since Inception 03/12/2012 to 31/05/2023

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%								-0.88%
	ASTRI	4.4%	3.6%	1.2%	-3.4%	-4.7%								0.84%
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)	11.31
Fund AuM (LKR Millions)	63.15
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	-4.48%	-4.70%
YTD	-0.88%	0.84%
3M	-5.99%	-6.83%
6M	-1.65%	-1.04%
1 Year	1.80%	5.58%
2 Year p.a.	-0.70%	7.60%
3 Year p.a.	7.63%	21.01%
5 Year p.a.	1.77%	6.19%
Since Inception p.a.	3.48%	5.36%

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	Fund Indicators	Fund	Benchmark
1	LB Finance PLC - Wakala	14.25%	1 Year Standard Deviation (%)	4.70	7.91
2	Hemas Holdings PLC	13.07%	3 Years Standard Deviation (%)	5.94	9.69
3	Vidullanka PLC - Wakala	10.08%	1 Year Sharp Ratio	-4.76	-2.35
4	Hayleys PLC	9.94%	3 Years Sharp Ratio	0.05	1.41
5	Teejay Lanka PLC	9.28%	3 Years Beta	0.54	
6	Hatton National Bank PLC - Wakala	7.92%	3 Years Alpha (%)	-0.32	
7	Chevron Lubricants Lanka PLC	4.57%			
8	Bairaha Farms PLC	3.99%			
9	Lanka Tiles PLC	3.67%			
10	Hayleys Fabric PLC	3.58%			
		80.35%			

### Fund Performance Analysis

		12 months
Fund Turnover Ratio (%)		122.0
Maximum monthly Gain (%)*	(Aug '22)	9.5
Maximum monthly Loss (%)*	(Oct '22)	-9.3

Top 10 Equity Sector Allocation		% of TNA
1	Capital Goods	30.13%
2	Consumer Durable & Apparel	12.86%
3	Materials	10.45%
4	Food Beverage & Tobacco	6.17%
5	Utilities	6.14%
		65.75%

### Hit Ratio

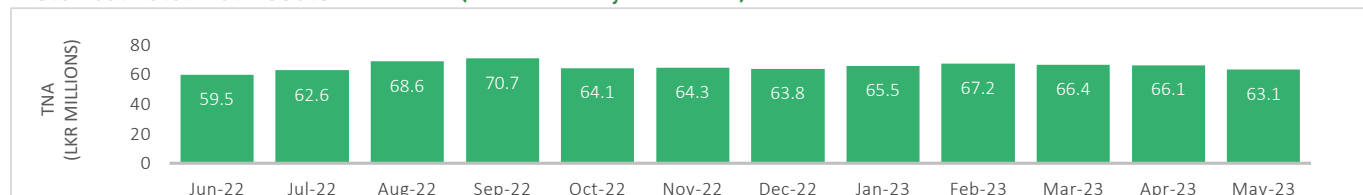
Months Outperformance	5
Hit Ratio (%)	41.7

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

### Asset Allocation

Equities	65.75%
Fixed Income Securities	32.84%
Cash & Other Net Assets	1.41%
	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.



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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.