

Monthly Report | Jul-2023

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

Fund Manager Comment

For the month of July, the fund generated an annualized return of 14.96%. The Domestic Debt Optimization (DDO) was announced at the end of last month with mainly impacting CBSL T-bill holdings and Superannuation Funds. As a consequence, at the beginning of July, both T-bill and T-bond yields experienced a historic decline of 10% to 12% across all maturities. This notable decline directly resulted from the DDO announcement, which led to a reduction in the risk premium associated with T-bills and T-bonds. Further, as the decline in inflation is faster than anticipated and with the intention of providing impetus to the economic growth to rebound, CBSL relaxed their monetary policy stance by reducing policy rates by 200 bps in July 2023. Consequently, the Standing Deposit Facility Rate (SDFR) and Standing Lending Facility Rate (SLFR) stood at 11.00% and 12.00 as at 31 Jul 2023. The benchmark yields dropped to lower levels as the 3,6 and 12-month bills ended at 19.96%, 17.69% and 14.29% respectively as of July 31, 2023. These are the lowest yields recorded since June 2022.

Source: SFAM and CBSL

Investment Objective

The objective of the Fund is to provide current income and liquidity to unit holders by investing in Shariah compliant income-based securities.

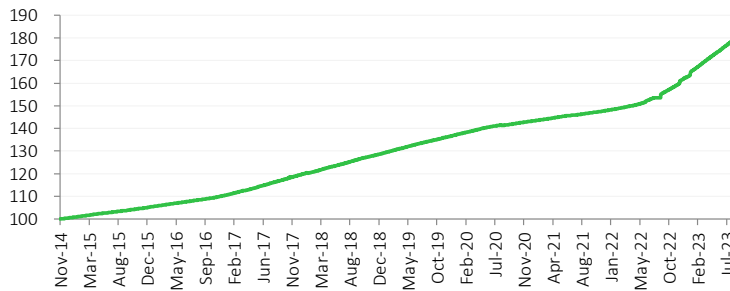
Key Facts

Fund Type	Open-ended Shariah Income Fund
NAV per unit (LKR)	15.3954
Fund AuM (LKR Millions)	123.59
Inception	02-Nov-14
Fund Domicile	Sri Lanka
ISIN	LKSSIFU00003
Fund Currency	LKR

Performance Since Inception

02/11/2014 to 31/07/2023

Growth of LKR 100 invested on 02/11/2014



Performance Summary

Period	Fund
Last Month	14.96%
3 Month	14.69%
6 Month	15.31%
YTD p.a.	16.36%
1 Year p.a.	16.02%
2 Year p.a.	10.46%
3 Year p.a.	8.02%
5 Year p.a.	7.36%
Since Inception p.a.	6.83%

All returns shown are annualized

Risk - Reward Indicator

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

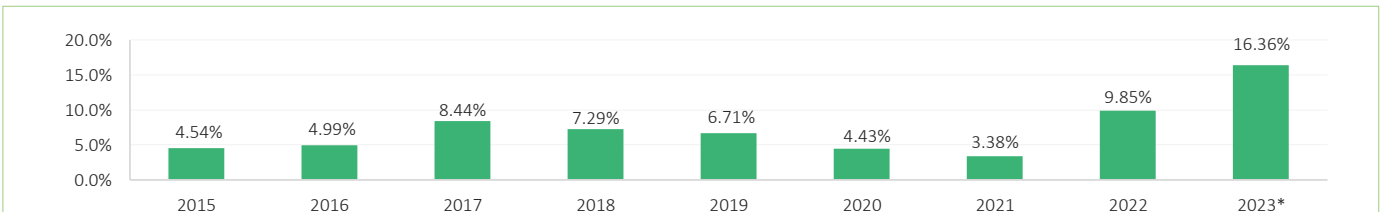
Shariah-compliant income funds are less risky compared to equity funds. Investors should consider the following risks: Market risks, Currency risks, Liquidity risks, Operational risks and Political and Legal risks.

Investment Terms

Issue/redemption	Daily
Minimum investment (LKR)	1,000
Management fee p.a.	0.60%
Trustee fee p.a.	0.15%
Custodian fee p.m.(charged to the Fund)	LKR 20,000
Total Expense Ratio (TER)*	1.77%

*as of 31 Dec 2022

Calendar Year Performance



Past performance is not a guarantee, nor an indication of current or future performance. Current performance may be lower or higher than that shown. Performance data is calculated net of all fees and commissions. This chart shows how the Fund has performed in each of the last 8 calendar years.

*Annualized Year to Date (YTD) Return

Monthly Report | Jul-2023

Maturity Profile	% of AUM	Credit Profile	Fitch	LRA	Total
<1 M	24.0%	AAA	-	-	-
1-3M	4.3%	AA+	-	-	-
3-6M	42.4%	AA	-	-	-
6-9M	2.7%	AA-	-	-	-
9-12M	26.7%	A+	7.3%	-	7.3%
	100.0%	A	37.1%	13.6%	50.7%
		A-	26.5%	-	26.5%
		BBB+	-	1.7%	1.7%
		BBB	12.5%	-	12.5%
		<BBB	1.3%	-	1.3%
			84.6%	15.4%	100.0%

Diversification

Largest exposure to any single institution	14.0%
No. of institutions invested in	10

Asset Allocation

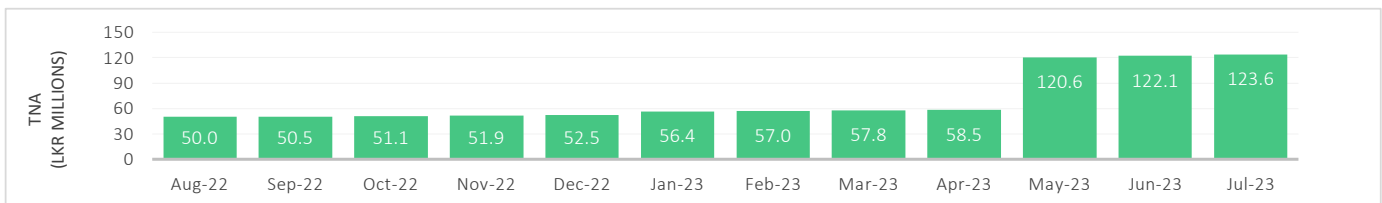
Asset Allocation	% of TNA
Wakala Investments	78.9%
Mudharaba Savings	10.1%
Mudharaba Term Deposits	11.1%
Cash & Other Net Assets	-0.1%
	100.0%

Fund Indicators

Fund Indicators	Fund
Duration (Yrs)	0.41
Average Effective Maturity (Months)	5.01
Yield to Maturity (YTM)*	16.07%

*YTM is calculated as at 31.07.2023 and does not take into account market fluctuations and expenses to the portfolio. The YTM is an indication only and is subject to change.

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 Explanatory Memorandum of the Fund should be read and understood prior to investing.