

Monthly Report | Jan-2024

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

Fund Manager Comment

For the month of Jan 2024, the fund generated an annualized return of 11.23%. T-Bill yields continued on the downward momentum at a much faster pace, with the 3M, 6M and 12M yields witnessing significant declines of 254bps, 196bps and 93bps respectively, compared to 35bps, 36bps decline in 3M and 6M tenures respectively while 4bps increase in 12M seen in Dec 2023. T-bill yields for the 3M, 6M and 12M tenures closed in for Jan 2024 at 11.97%, 12.20% and 12.00% compared to 14.51%, 14.16% and 12.93% respectively as at the end of Dec 2023. Notably, the offered amounts at T-Bill Auctions were lower than the maturities and it created a significant demand at primary auctions, pushing T-Bill yields lower. Jan 2024 had two bond auctions, with the first auction offering LKR 120bn and LKR 116bn being accepted. The second bond auction offered only LKR 40bn and was fully subscribed. The secondary bond market saw yield on a downward trajectory across the board on the mid and long tenures. Policy rates were remained unchanged during the 1st Monetary Policy Review in 2024 as forecasted, and it is expected that there will be a temporary pause in further relaxation of Monetary Policy in the short run. Mudarabah rates have also followed the declining trend similar to conventional rates and is expected to decline further in coming months.

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.

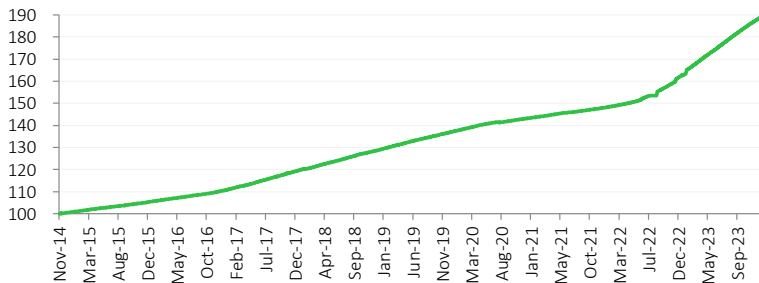
Key Facts

Fund Type	Open-ended Shariah Income Fund
NAV per unit (LKR)	16.4228
Fund AuM (LKR Millions)	131.69
Inception	02-Nov-14
Fund Domicile	Sri Lanka
ISIN	LKSSIFU00003
Fund Currency	LKR

Performance Since Inception

02/11/2014 to 31/1/2024

Growth of LKR 100 invested on 02/11/2014



Performance Summary

	Fund
Last Month	11.23%
3 Month	12.05%
6 Month	13.24%
YTD p.a.	11.23%
1 Year p.a.	14.77%
2 Year p.a.	12.55%
3 Year p.a.	9.42%
5 Year p.a.	7.79%
Since Inception p.a.	7.08%

All returns shown are annualized

Risk - Reward Indicator

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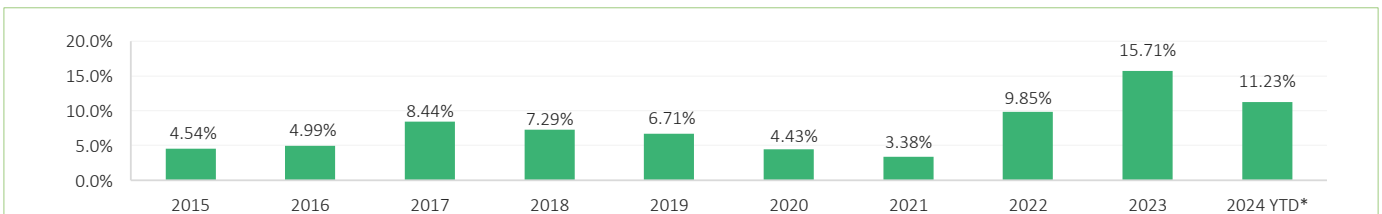
Shariah-compliant income funds are less risky compared to equity funds. Investors should consider the following risks: Market risks, Currency risks, Liquidity risks, Operational risks and Political and Legal risks.

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)*	2.25%

*as of 31 Dec 2023

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

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Maturity Profile	% of AUM	Credit Profile	Fitch	LRA	Total
<1 M	31.4%	AA+	-	-	-
1-3M	19.2%	AA	-	-	-
3-6M	27.5%	AA-	-	-	-
6-9M	0.0%	A+	9.0%	-	9.0%
9-12M	21.9%	A	28.2%	14.8%	43.0%
	100.0%	A-	19.9%	-	19.9%
		BBB+	13.7%	-	13.7%
		BBB	13.1%	-	13.1%
		<BBB	1.2%	-	1.2%

Diversification

Largest exposure to any single institution	14.8%
No. of institutions invested in	10

85.2% 14.8% 100.0%

*Previously A+ rated by ICRA before their discontinuation in Sri Lanka.

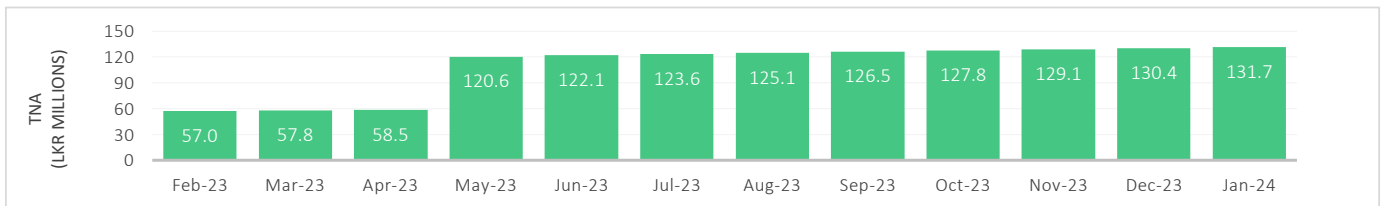
Asset Allocation	% of TNA
Wakala Investments	86.3%
Mudharaba Savings	8.8%
Mudharaba Term Deposits	4.9%
Cash & Other Net Assets	-0.1%
	100.0%

Fund Indicators

Fund Indicators	Fund
Duration (Yrs)	0.32
Average Effective Maturity (Months)	4.05
Yield to Maturity (YTM)*	13.40%

*YTM is calculated as at 31.1.2024 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.



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