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MARKET UPDATE AND FUND REVIEW

July 2024

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NDB | **WEALTH**

Inflation Rises despite lower electricity and fuel prices

Year-on-year inflation rose to 2.40% from 1.70% in June, due to base effects, despite lower electricity and fuel prices. Food inflation increased slightly to 1.5%, while non-food inflation surged to 2.8%. On a Month-on-month basis, overall CCPI decreased by 0.5%, with non-food prices falling by 0.7% and food prices rising by 0.1%, driven by higher costs for fresh fruit and vegetables and lower electricity and fuel prices.

Mixed performance of the Sri Lankan Rupee

During the month of July, the Sri Lankan Rupee appreciated by 1.1% against the USD, closing at LKR 302.40. Overall, the Rupee gained 7.13% year-to-date. It depreciated against the GBP (-0.57%), JPY (-4.04%), and EUR (-0.12%), but appreciated by 1.45% against the INR. The Central Bank shifted from net buying to net selling, with USD 57 million sold in July.

Treasury Bill rates decline amid policy rate cut

In July 2024, the central bank of Sri Lanka lowered its policy rates by 25 basis points, reducing the Standing Lending Facility Rate to 9.25% and the Standing Deposit Facility Rate to 8.25%. Consequently, Treasury bill rates fell, with the 364-day T-bill yield decreasing by 36 basis points to 9.95%, while the 91-day and 182-day T-bill rates dropped to 9.14% and 9.34%, respectively. Broad money (M2b) growth slowed to 9.8% year-on-year in June from 10.6% in May, while private sector credit grew by 6.1%, up from 5.9% the previous month, with monthly credit disbursements increasing by LKR 74.5 billion.

Equity Market turns bearish

The Sri Lankan equity market experienced a bearish trend in July, with the ASPI falling by 6.1% and the S&P SL20 by 9%, driven by political instability. Key sectors like Capital Goods and Diversified Financials led the decline, with JKH, SLT, and LOFC being major contributors. Despite reduced investor activity and a daily turnover of LKR 1 billion, the month saw the highest net foreign inflow of the year at LKR 3.5 billion.

Vihanga Jayasinghe

Fund Manager

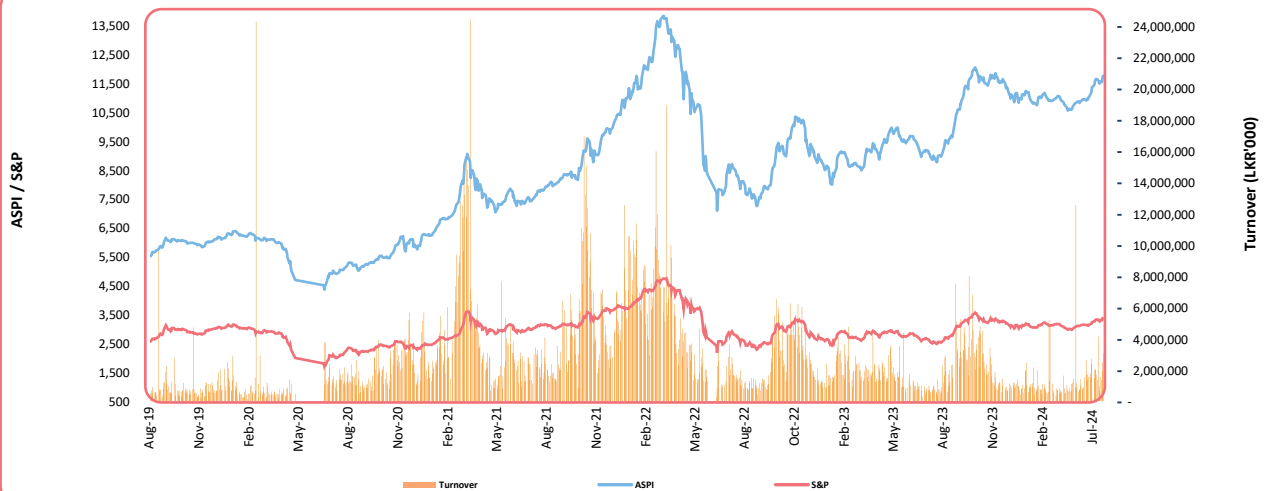
Equity Outlook

	Past month Performance (July 2024)	Past 12 months Performance (July 2023 – July 2024)	Year to Date Performance (July 2024)
All Share Price Index	-6.08%	0.17%	7.06%
S&PSL 20	-9.00%	-1.33%	6.43%
MSCI Frontier Markets Index	1.92%	7.43%	8.27%
MSCI World Index	1.78%	18.89%	14.03%
MSCI Emerging Markets	0.30%	6.27%	7.81%
MSCI Asia Ex Japan	-0.06%	6.60%	9.86%

Source: www.cse.lk and www.msci.com

- ◆ Investor sentiment on the Sri Lankan equity market turned bearish during the month of July driven by an unstable political climate that raised concerns about policy continuity. The All Share Price Index (ASPI) declined by 6.1%, whilst the more liquid S&P SL20 index declined by 9% over the month with overall investor activity reducing, as reflected by an average daily turnover of LKR 1 Billion.
- ◆ JKH, SLT and LOFC were the main counters that contributed to the downward movement with Capital Goods sector and Diversified Financials sector being primary sectors driving the bearish trend during the month.
- ◆ However, despite negative sentiment, July saw the highest net foreign inflow for the year thus far at LKR 3.5 Billion in the backdrop of a resolution being reached on external debt negotiations during the previous month. During the month of July, the US stock market had mixed results. Weaker than expected Consumer Price Index and labour market data caused the interest rate-sensitive Russell 2000 index, which includes small-cap companies, to outperform the larger S&P 500 index. Small caps are regarded by US analysts as particularly sensitive to interest rates and the latest outperformance is attributed to renewed optimism about the pace of future interest rate cuts. The S&P 500 rose by 1.13%, due to strong earnings in Communication Services, IT, Financial, and Healthcare sectors although poor earnings from Tesla and Alphabet led to a downturn in the technology sector.
- ◆ In July 2024, political events such as elections in France, combined with a mixed bag of corporate earnings results, contributed to a 1.25% decline in the STOXX 600 index, reflecting weaker performance of Europe's biggest companies. While some companies such as ASML, a semiconductor equipment manufacturer saw growth due to high demand, others like Unilever, the consumer goods giant, faced challenges from rising costs and reduced sales in certain markets. Additionally, Economic data such as Eurozone service sector inflation remaining stubborn at previous levels further highlighted an uncertain economic outlook.
- ◆ The Japanese stock market experienced volatility in July, initially reaching record highs due to a weak Yen contributing to better export earnings. However, with the Bank of Japan (BOJ) increasing policy rates, the Yen strengthened, particularly impacting export-reliant companies, and leading to a 2.79% decline in the Nikkei in July. BOJ's choosing to increase policy rates due to focus on wage growth instead of immediate action against higher-than-target inflation surprised investors, contributing to market volatility.

Colombo Stock Exchange Performance



Source: www.cse.lk

		July 2024	July 2023
CSE	Market PER	9.20X	5.84X
	Market PBV	0.96X	1.07X
	Market DY	4.15%	3.48%
MSCI Frontier Market	Market PER	10.77X	11.35X
	Market PBV	1.52X	1.66X
	Market DY	4.19%	4.23%

Colombo Stock Exchange	Jan-July 2024	Jan-July 2023
Foreign Inflows	LKR 36.20 Billion	LKR 6.17 Billion
Foreign Outflows	LKR 44.25 Billion	LKR 3.94 Billion
Net Foreign Inflows /(Outflows)	(LKR 5.96 Billion)	(LKR 2.23 Billion)

Source: www.cse.lk

**“The individual investor should act consistently
as an investor and not as a speculator”**

- Ben Graham.

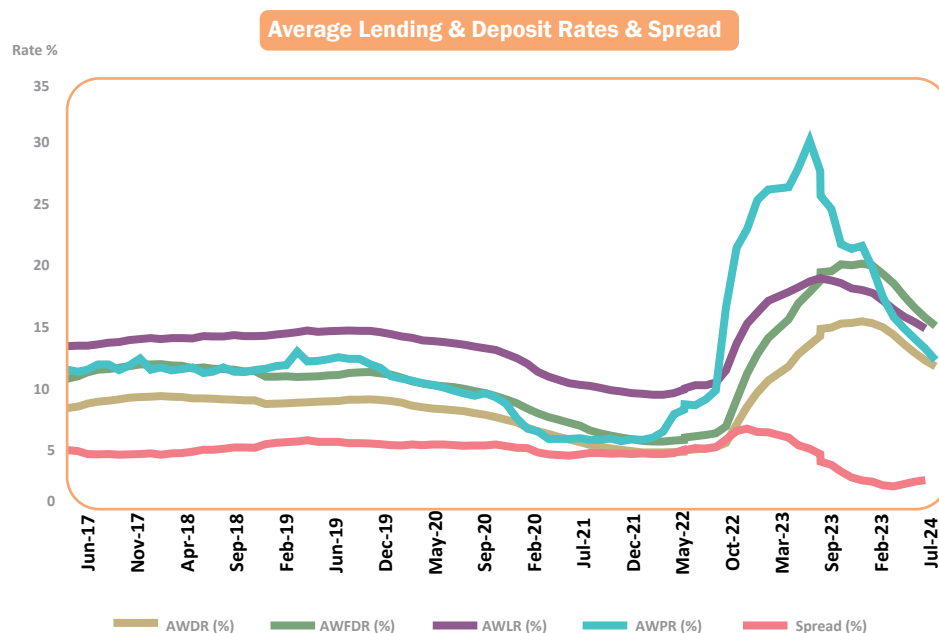


Fixed Income Outlook

- ◆ In the 4th monetary policy review for 2024 held during the month of July, the central bank of Sri Lanka decided to lower policy rates by 25 basis points. Consequently, the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) was reduced to 9.25% and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) reduced to 8.25% during the month

	Jul-23	Dec-23	Jun-24	Jul-24
364 Day T-bill	14.29%	12.93%	10.31%	9.95%
5-Year Bond	14.72%	13.75%	11.65%	12.07%
1-Year Finance Company Fixed Deposit Ceiling Rate	16.14%	14.89%	11.76%	12.05%

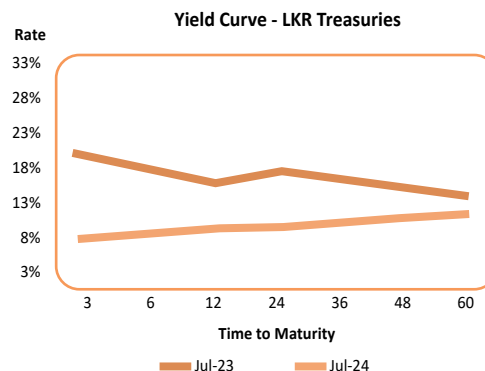
* Gross Rates provided. Net returns would change based on prevailing tax regulations.
Source: Central Bank of Sri Lanka



AWDR: Average Weighted Deposit Rate | AWFDR: Average Weighted Fixed Deposit Rate | AWLR: Average Weighted Lending Rate |
AWPR: Average Weighted Prime Lending rate

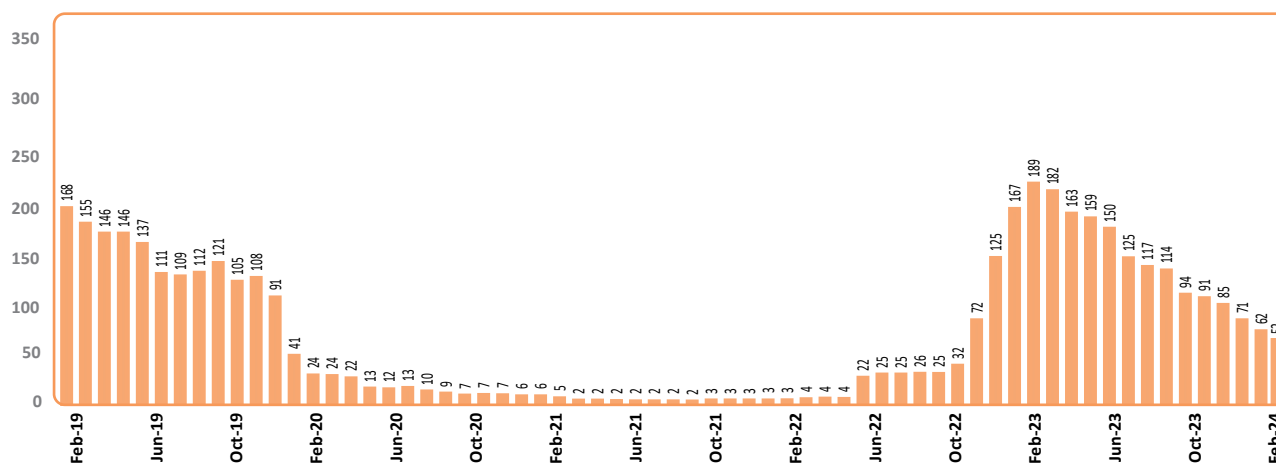
- ◆ Treasury bill rates declined during July across the board, with the benchmark 364-day T-bill yield decreasing by 36 bps to 9.95% from 10.31% in June 2024. Similarly, the weighted average T-bill rates for the 91-day and 182-day durations decreased by 93 basis points to 9.14% and 85 basis points to 9.34%, respectively.
- ◆ Broad money (M2b) growth experienced a slight deceleration, easing to 9.8% year-on-year in June 2024 from 10.6% in May 2024. In contrast, credit to the private sector continued to expand, with a year-on-year growth of 6.1% in June 2024, up from 5.9% in May 2024. Monthly private sector credit disbursements rose by LKR 74.5 billion, or 1.0%, in June 2024.

Outstanding LKR Govt. Securities LKR 17,022 Billion	
T Bills (Total)	T Bonds (Total)
LKR 3,922 Billion	LKR 13,099 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 16,970 Billion	LKR 52 Billion
Total Foreign Holding of Bills and Bonds – 0.31%	



Foreign Holding of LKR Government - Securities

LKR Bn.



Source: Central Bank of Sri Lanka

- Foreign investors remained as net sellers in LKR denominated government securities during July recording an outflow of LKR 10.1 billion. As a result, the foreign holding reduced to 0.31% of the total outstanding government securities from 0.37% last month. Thus, foreign investors were net sellers of LKR 65.5 billion for 2024.

1 Year FD Rates – Sri Lankan Banks		
	Jul-24	Jun-24
NSB	7.75%	7.75%
COMB	7.50%	8.00%
SAMP	8.50%	8.50%
HNB	7.50%	8.00%
NDB	8.25%	8.25%

Source: Respective Commercial Banks

Rates on Credit Cards		Jul-24
HSBC		28.00%
SCB		28.00%
Sampath		28.00%
NDB		28.00%
AMEX		26.00%

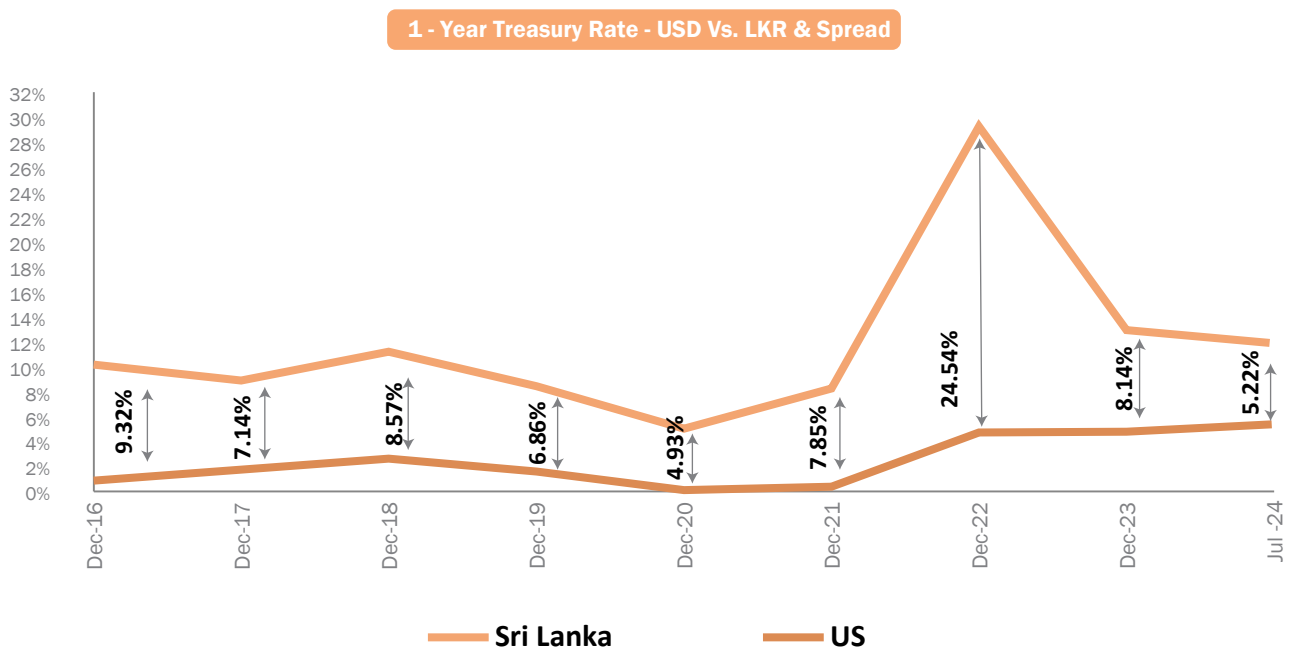
Source: Respective Commercial Banks

NDIB CRISIL Fixed Income Indices Total return as at 31/07/2024	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	2.47%	16.14%	18.01%
NDBIB-CRISIL 364 Day T-Bill Index	2.47%	15.48%	13.39%
NDBIB CRISIL 3 Year T-Bond Index -TRI	3.10%	23.90%	14.63%
NDBIB - CRISIL 5 Year T- Bond Index -TRI	3.56%	24.13%	12.97%

Source: www.crisil.com

Central Bank Policy Rates	2021	2022	2023	Jul-24
Sri Lanka	5.00%	14.50%	9.00%	8.25%
US	0.00% - 0.25%	4.25% - 4.50%	5.25% - 5.50%	5.25% - 5.50%
Euro Zone	0.00%	2.50%	4.50%	4.25%
Australia	0.10%	3.10%	4.35%	4.35%
India	4.00%	6.25%	6.50%	6.50%

Source: www.cbrates.com



Source: Central Bank of Sri Lanka / US Department of the Treasury

- ♦ As November approaches, shifting expectations for the U.S. presidential election are leading bond investors to anticipate that yields will remain elevated for an extended period. This expectation persists despite a projected rate cut in September, which is expected to primarily affect shorter-term debt while leaving longer-term bonds largely unaffected.

364 Day Treasury Bill Rate	Jul-23	Dec-23	Jun-24	Jul-24
Sri Lanka	14.29%	12.93%	10.31%	9.95%
India	6.88%	7.12%	6.95%	6.79%
US	5.37%	4.79%	5.09%	4.73%
Euro Zone	3.42%	3.05%	3.10%	2.92%

Source: Respective Commercial Banks

Rates on Savings Accounts July 2024	
Sri Lanka	3.00%
US	0.01%
Euro Zone	0.75%
Australia	4.90%
India	3.00%

Source: Respective Central Banks

- ♦ The Bank of Japan raised its policy rate from a range of 0% to 0.1% to 0.25%, marking the highest rate since 2008. This move aims to curb the yen's decline against the U.S. dollar, with the Bank also projecting that inflation will remain around its 2% target in the coming years.
- ♦ China's government bonds saw increased activity as financial institutions rapidly bought them up. The People's Bank of China expressed concerns that this surge in bond purchases could signal an ongoing decline in interest rates, which might destabilize the exchange rate and affect economic expectations. In response, the central bank announced plans to sell treasury bonds to temper the bond market rally.

“The value of fixed income is found in its consistency.”

– NDB Wealth.



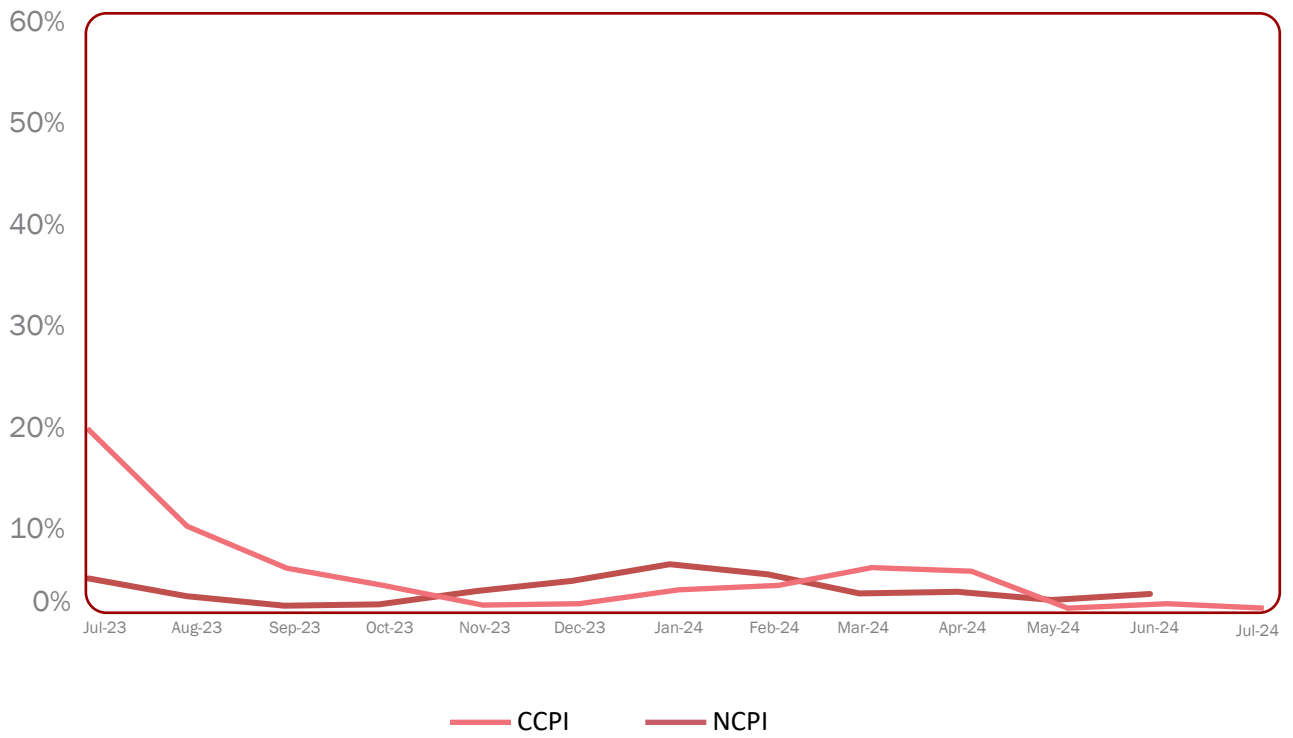
Inflation Rates

Country	Jul-23	Dec-23	Jun-24	Jul-24
Sri Lanka	6.30%	4.00%	1.70%	2.40%
US	3.18%	3.35%	2.97%	2.97%*
Euro Zone	5.30%	2.90%	2.50%	2.50%*
India	7.44%	5.69%	5.08%	5.08%*

Source: Department of Census and Statistics - Sri Lanka, <https://www.rateinflation.com/inflation-rate/usa-inflation-rate/>, <http://www.inflation.eu/>, <https://tradingeconomics.com/india/inflation-cpi>
* June 2024

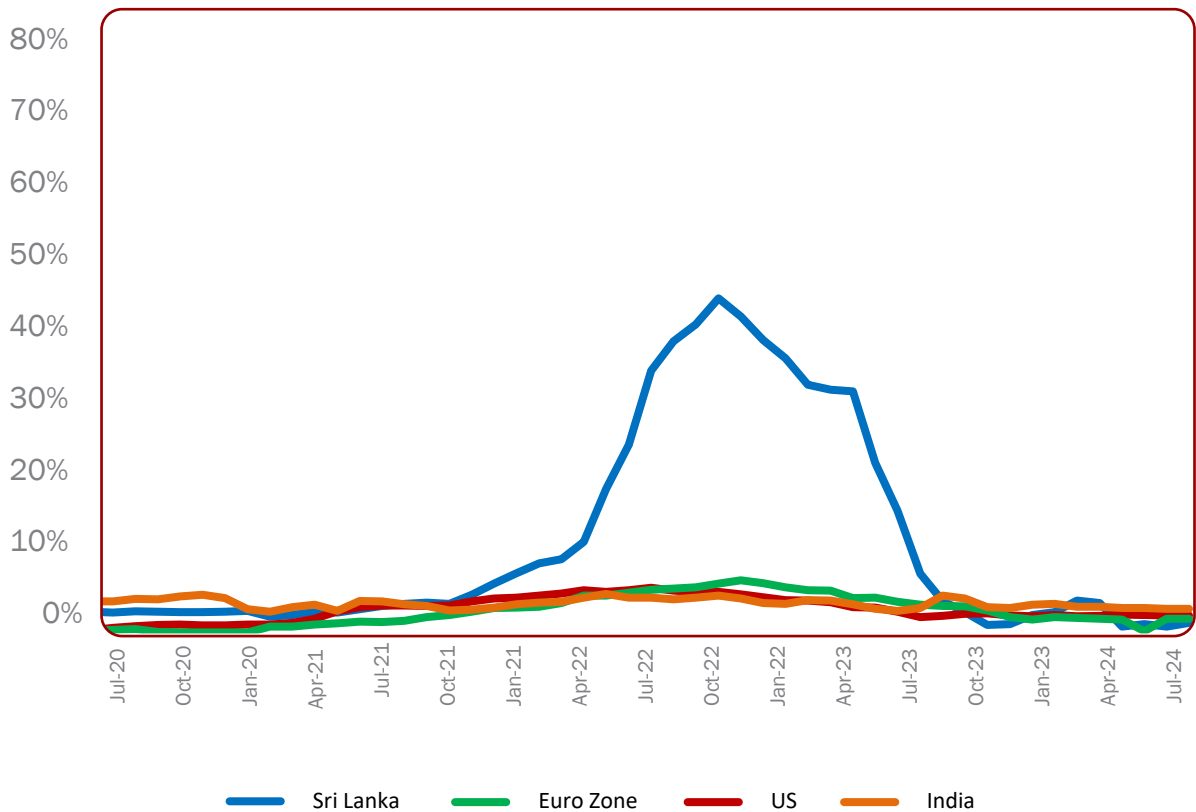
- ◆ The year-on-year inflation, as measured by the Colombo Consumer Price Index climbed to 2.40% in July 2024 from 1.70% recorded in June 2024, in spite of lower Electricity & Fuel prices, due to the base effect. Food inflation (Y-o-Y) rose to 1.5% in July 2024 from 1.4% in June 2024 & Non-Food inflation (Y-o-Y) rose to 2.8% in July 2024 from 1.8% in June 2024.
- ◆ Month-on-month inflation figures saw an overall percentage decrease in CCPI of 0.5% for July 2024 with Non-food inflation (M-o-M) declining by 0.7% for July 2024 & Food inflation (M-o-M) moving up slightly by 0.1%. Increase in the prices of Fresh Fruit & Vegetables contributed to the price increase observed in the Food category while the price decreases observed in the Non-Food category, was essentially driven by lower Electricity & Fuel prices.
- ◆ Core inflation (Y-o-Y), which excludes volatile food, energy & transport prices, remained unchanged at 4.4% in July 2024.
- ◆ Despite the rise in inflation witnessed due to the base effect, inflation is expected to remain below the CBSL target level of 5% in the near term, and stabilize around mid-single digit levels in the medium term, supported by appropriate policy measures.
- ◆ Inflation (Y-o-Y) in the U.S dropped to 3.0% in June 2024 from 3.3% observed in May 2024 due to falling Gasoline prices and a slower growth in Shelter costs. The Euro Zone annual inflation rate reduced to 2.5% in June 2024 from 2.6% in May 2024 as price growth slowed in many sectors. Annual inflation in India rose, above market expectations, to 5.08% in July 2024 from 4.67% recorded in May 2024, primarily driven by a rise in food prices.

Inflation - Point to Point Change - CCPI vs NCPI



Source: Department of Census and Statistics

Global Inflation Rates



Source: <https://www.rateinflation.com/inflation-rate/usa-inflation-rate/>
<https://tradingeconomics.com/india/inflation-cpi>

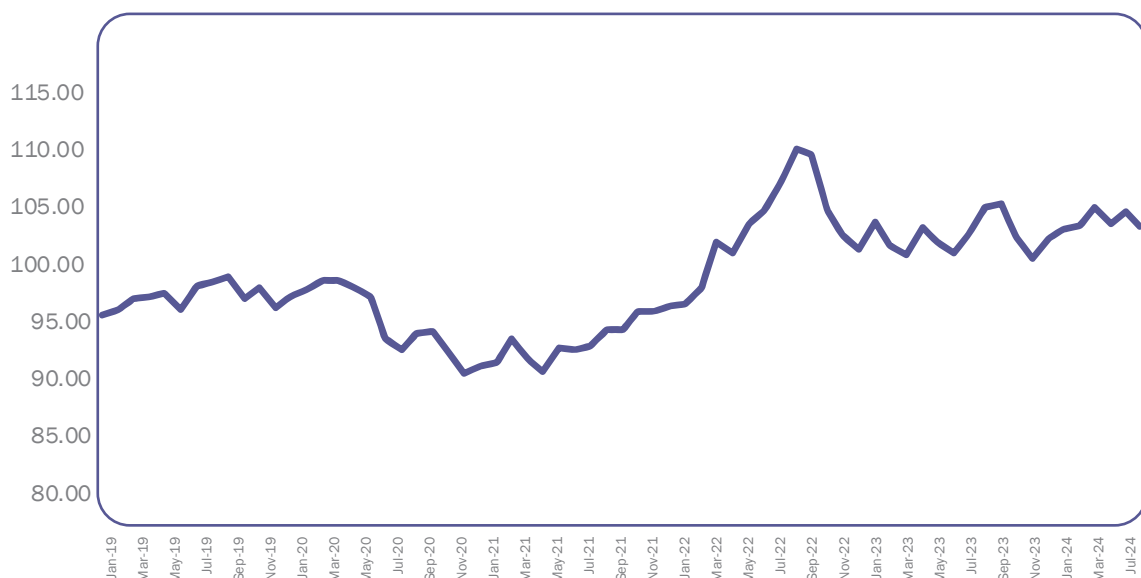
Forex Outlook

Exchange Rates Vs. LKR	Jul-23	Dec-23	Jul-24	1 Year. Apr/(Dep) LKR	YTD App/(Dep) LKR
USD	329.36	323.92	302.37	8.92%	7.13%
GBP	423.19	412.61	388.43	8.95%	6.23%
EUR	362.65	358.75	327.33	10.79%	9.60%
YEN	2.33	2.29	1.98	17.61%	15.79%
AUD	219.88	221.63	196.34	11.99%	12.88%
CAD	248.59	244.90	218.38	13.83%	12.15%
INR	4.00	3.90	3.61	10.88%	7.89%
BHD	873.65	859.24	802.07	8.92%	7.13%
CNY	46.12	45.67	41.77	10.41%	9.32%

Source: Central Bank of Sri Lanka

- ◆ The Sri Lankan Rupee closed at LKR 302.40 per USD for the month of July, which was a 1.1% appreciation from the preceding month, on a year to date basis the rupee appreciated by 7.13%.
- ◆ For the month of July, the Sri Lankan Rupee depreciated by 0.57% against the Sterling Pound (GBP) and by a notable 4.04% against the Japanese Yen (YEN) while it recorded a marginal depreciation of 0.12% against the Euro (EUR). Conversely, during the same period, the Sri Lankan Rupee appreciated by 1.45% against the Indian Rupee (INR).
- ◆ In July, the Central Bank transitioned from a net buying position held for the preceding 11 months to a net selling position of USD 57 million.
- ◆ The Sterling Pound Strengthened against the Euro during the month of July due to the upcoming general elections in Britain, which is expected to pave the way for more cautious economic policies. The Euro weakened during the month of July due to the political risks in France.
- ◆ The Chinese Yuan weakened during the month of July due to a weak domestic economy and negative market sentiment driven by a waning property sector and sluggish consumer demand.
- ◆ The DXY Index which tracks a basket of currencies against the US Dollar, weakened by 1.3% during the month of July. This was driven by the appreciation of the of the Euro and the Sterling Pound against the US Dollar due to softer economic data such as higher unemployment rates.

US Dollar Index (DXY)



Source: <http://www.x-rates.com/>

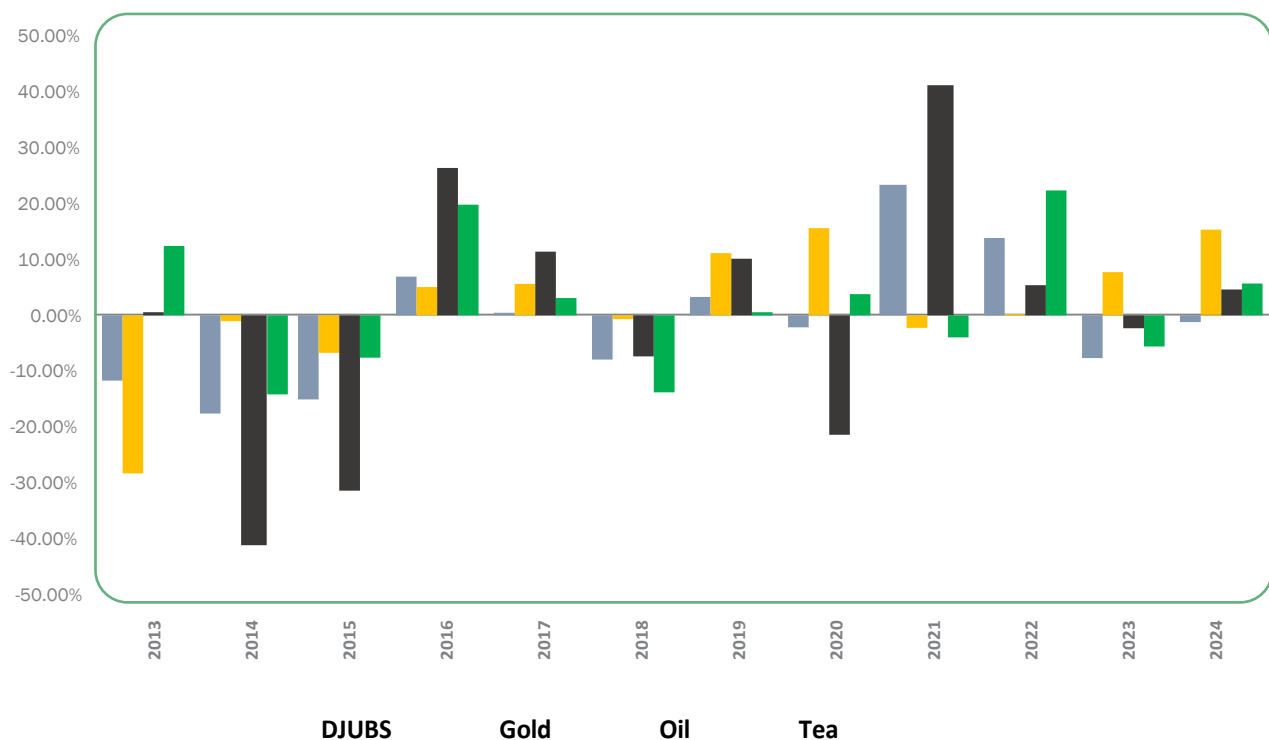
Commodity Outlook

	Past month Performance (Up to 30 th July 2024)	Past 12 months Performance (July 2023 - July 2024)	Year to Date Performance (YTD to 31st July 2024)
Bloomberg Commodity Index	-4.50%	-10.15%	-2.23%
Gold	3.08%	22.92%	18.36%
Tea	-1.48%	65.53%	11.65%
Oil (Brent)	3.32%	6.49%	9.55%

Source: www.worldbank.com, Bloomberg and NDB Wealth Research

- ◆ Despite strong performances from major components like gold and crude oil, the Bloomberg Commodity Index fell by 4.50% in July, largely due to economic slowdowns in China, Europe, and the US.
- ◆ Crude oil prices gained by 3.32 %, primarily driven by decreasing crude inventories, investors covering short positions, and renewed geopolitical tensions in the Middle East.
- ◆ Tea prices declined by 1.48% in July as they continued to adjust from the levels observed in May.
- ◆ In July 2024, gold prices surged by 3.08%, hitting record highs. This rise is largely due to escalating geopolitical tensions, concerns over US budget deficits, and the outlook on interest rates.

Commodity Price Movements



Source: worldbank.org, marketwatch.com

Property Outlook

- ◆ In June 2024, Sri Lanka's Construction Purchasing Managers' Index (PMI) reached 59.5, the highest value, mainly due to projects funded by multilateral agencies, especially for road repairs and water distribution.

Based on the components of the PMI, the New Orders increased during the month suggesting a positive

- ◆ outlook for the industry. Meanwhile, the Quantity of Purchases also rose due to higher demand for materials, even though most construction material prices are trending downward.

Further, employment in the construction sector continued to decline in June, but at a slower rate, as compa-

- ◆ nies remained cautious about hiring. Additionally, Suppliers' Delivery Time increased further during the month.

The Real Estate Market Outlook Report 2024 by LankaProperty Web indicates that the demand for residential apartments in Sri Lanka is expected to dominate the market by 2025. The Western Province is projected to

- ◆ lead with 90.6%, followed by Gampaha at 8.9%, and Kalutara at 0.5%.

The report also notes that the Sri Lankan real estate sector expects to add over 8,000 new residential apartments by 2026, with interest from overseas buyers, particularly from the USA, Canada, the United Kingdom, Australia, New Zealand, and the UAE.

- ◆ Expectations for construction activities over the next three months remain positive due to a gradual increase in project availability. However, many firms are cautious about potential uncertainties associated with the upcoming election period.

◆

Source: CBSL,

<https://www.dailynews.lk/2024/07/22/business/592652/substantial-interest-shown-in-the-lankan-land-market/>

Islamic Finance Industry

- ♦ Islamic Financing is finance activity that is consistent with principles of Islamic law (Shari'ah) which prohibits the payment or acceptance of interest.
- ♦ NDB WM provides our client's discretionary management services on a shari'ah compliant basis for portfolio values above Rs. 200 million.
- ♦ The Islamic Money Plus Fund is a unit trust fund offered by NDB Wealth Management and approved by the Securities Exchange Commission of Sri Lanka, investing in a diversified portfolio of Shari'ah compliant short term securities issued by corporates and in Mudharabah and Wakala deposits and savings accounts. The fund provides liquidity with higher returns compared to savings accounts to its investors and would be an ideal substitute for direct investments in Mudharabah savings accounts and deposits. (Trustee: Hatton National Bank PLC)

Mudharabah and Wakala Deposit Rates of Selected Service Providers

	Savings	1 month	3 month	6 month	1 Year+	2 Year	3 Year	4 Year	5 Year
Amana Bank - As of July 2024									
Mudharabah PSR*	30:70	-	55:45	60:40	65:35	70:30	75:25	-	90:10
Distributed Profit	3.33%	-	6.76%	7.26%	7.51%	10.50%	11.00%	-	12.00%
Bank of Ceylon Islamic Business Unit - As of June 2024									
Mudharabah PSR*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	2.13%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of June 2024									
Mudharabah PSR*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	2.90%	-	3.60%	4.30%	4.90%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of July 2024									
Mudharabah PSR*	15:85	-	55:45	60:40	70:30	-	75:25	-	-
Distributed Profit**	2.25%	-	7.00%	7.25%	7.50%	-	8.25%	-	-
Wakala Rates	-	6.75%	7.00%	7.50%	7.50%	9.15%	9.50%	9.80%	10.25%
National Development Bank PLC-"Shareek" Islamic Banking unit - As of July 2024									
Mudharabah PSR*	70:30	50:50	55:45	60:40	70:30	-	-	-	-
Distributed Profit	3.50%	7.00%	7.75%	8.00%	8.50%	-	-	-	-
Wakala Rates	-	7.00%	7.75%	8.00%	8.25%	-	-	-	-
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of July 2024									
Wakala Rates		6.00%	6.50%	6.75%	7.65%	9.00%	9.25%	9.75%	10.25%
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of July 2023									
Mudharabah PSR*	25:75	42:58	46:54	46:54	46:54	48:52	51:49	53:47	56:44
Distributed Profit	5.17%	8.69%	9.52%	9.52%	9.52%	9.93%	10.55%	10.97%	11.59%
Wakala Rates	-	7.50%	8.00%	8.00%	8.75%	9.50%	10.00%	10.50%	11.00%
Peoples Leasing Islamic Business Unit - As of June 2023									
Wakala Rates		7.50%	7.50%	7.50%	8.00%	10.00%	10.00%		

* PSR/Profit Sharing Ratio provides profit ratio for Customer: Financial Institution;

*Profits distributed at Maturity

Source: Respective company data

- ◆ The white list of shari'ah compliant stocks provides investors a means of ethical investing. The Core business is screened to ensure that corporate dealing in conventional banking, conventional insurance, alcoholic drinks, tobacco, pork production, arms manufacturing, pornography or related activities are excluded. Companies are also screened in terms of levels of debt, illiquid assets and non compliant investments.

White List as of July 2024

Beverages and Food	Chevron Lubricants Lanka PLC
Bairaha Farms PLC	Dipped Products PLC
Ceylon Grain Elevators PLC	Samson International PLC
Three Acre Farms PLC	Union Chemicals Lanka PLC
Ceylon Cold Stores PLC	
Lanka Milk Foods PLC	Chemicals and Pharmaceuticals
Nestle Lanka PLC	Haycarb PLC
Renuka Agri Foods PLC	Muller and Phipps (Ceylon) PLC
Renuka Foods PLC	Union Chemicals Lanka PLC
Telecommunication	Banks / Insurance / Diversified Financials
Dialog Axiata PLC	Amana Bank PLC
Sri Lanka Telecom PLC	Amana Takaful PLC
Diversified Holdings	Amana Takaful Life PLC
Sunshine Holdings PLC	Textile
Expo Lanka Holdings PLC	Hayleys Fabric PLC
Healthcare	Teejay Lanka PLC
Ceylon Hospitals PLC	Engineering & Construction
Manufacturing	Access Engineering PLC
ACL Cables PLC	Unisyst Engineering PLC
Central Industries PLC	Plantations
E B Creasy & Company PLC	Kelani Valley Plantations PLC
Kelani Cables PLC	Agalawatte Plantations PLC
Lanka Tiles PLC	Kotagala Plantations PLC
Lanka Walltiles PLC	Malwatte Valley Plantations PLC
Laxapana Batteries PLC	Namunukula Plantations PLC
Royal Ceramics Lanka PLC	Talawakelle Tea Estates PLC
Sierra Cables PLC	Watawala Plantations PLC
Dankotuwa Porcelain PLC	Tea Smallholder Factories PLC
Regnis (Lanka) PLC	Others
ACL Plastics PLC	Vallibel Power Erathna PLC
PGP Glass Ceylon PLC	Colombo Dockyard PLC
Lanka Aluminium Industries PLC	Lanka Ashok Leyland PLC

Source: www.takaful.lk (Amana Takaful Life PLC)

UNIT TRUST FUNDS OFFERED BY NDB WM



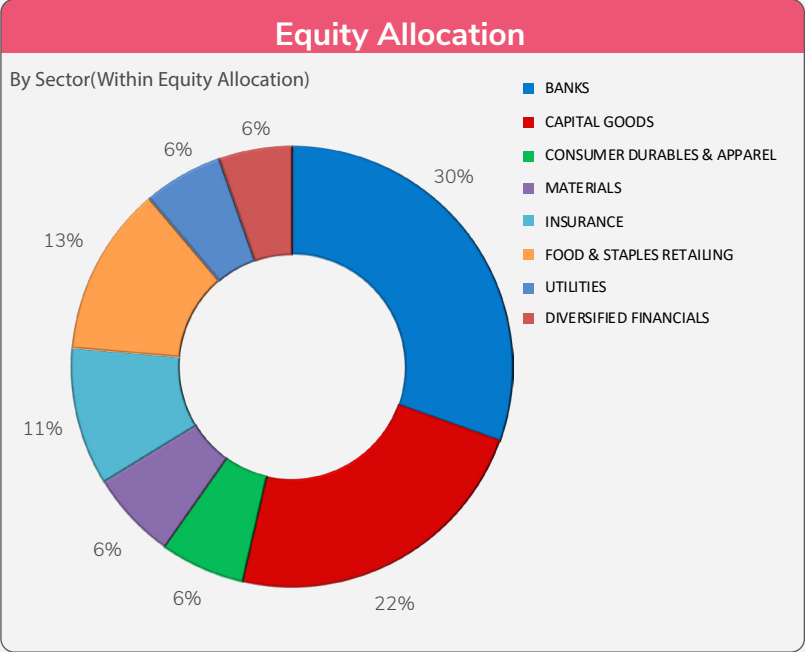
- NDB Wealth Growth Fund
- NDB Wealth Growth & Income Fund
- NDB Wealth Income Fund
- NDB Wealth Income Plus Fund
- NDB Wealth Money Fund
- NDB Wealth Money Plus Fund
- NDB Wealth Islamic Money Plus Fund
- NDB Wealth Gilt Edged Fund

NDB Wealth Growth Fund

Fund Overview

Type : Open Ended Currency: LKR
Investments: Listed Equities

NDB Wealth Growth Fund is an open-ended equity fund incorporated in Sri Lanka, invested in listed shares of the Colombo Stock Exchange. The Fund aims to achieve capital growth on a medium to long term basis by investing in a diversified portfolio of stocks of stable companies with a proven track record.



Historical Returns		
Period	Fund Returns [★]	ASPI Returns
Last Month	-5.84%	-6.08%
Last 3 months	-6.67%	-7.74%
Last 6 months	13.16%	10.62%
Last 12 months	4.37%	0.17%
Year 2023	37.47%	25.50%
Year 2022	-31.26%	-30.56%

★ After fees, excluding front end and back end loads

★★ AUM before expense allowance adjustment

Fund Snapshot	31-Jul-24
YTD Yield	8.17%
NAV per unit	12.68
AUM (LKR Mn.) ^{★★}	243.76
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.91%
Max Equity Allocation	97.00%
Current Equity Allocation	91.15%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)	
CARGILLS (CEYLON) PLC	
COMMERCIAL BANK OF CEYLON PLC	
HATTON NATIONAL BANK PLC	
HAYLEYS PLC	
PEOPLES INSURANCE LTD	

Fixed Income Allocation	
Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	8.85%
Average Duration	0.0939
Maturity	% Holding
Under 1 Month	100.00%

Other Features	
Valuation	Daily Valuation Instruments less than one year - cost plus accrued basis. Instruments greater than one year - n/a.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions to listed equity 15% of NAV; maximum exposure restrictions on fixed income investments depend on the features of each security, (Ex: Rated, Guaranteed, etc.), and are regulated by the Trustee and the SEC.
Fee Details	Management Fee : 2.25% p.a. of NAV / Trustee fee : 0.10-0.19% p.a. of NAV / Custodian fee : 0.05% p.a.of NAV, depending on fund size Exit fee : 1% if less than 1 year ; 0 if greater than 1 year
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Bank of Ceylon

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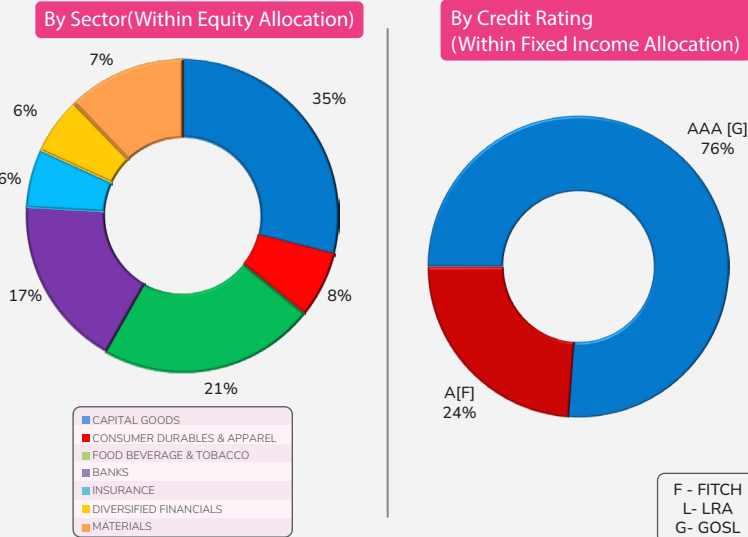
NDB Wealth Growth and Income Fund

Fund Overview

Type : Open Ended | **Investments:** Listed Equities and Corporate Debt
Currency: LKR

NDB Wealth Growth and Income Fund is an open-ended balanced fund incorporated in Sri Lanka, invested in a combination of listed shares in the Colombo Stock Exchange and LKR based corporate debt instruments and government securities. The Fund aims to achieve income on a medium to long term basis by investing in a diversified portfolio of stocks of stable companies with a proven track record.

Portfolio Allocation



Histrcial Returns

Period	Fund Returns	ASPI Returns
Year to Date	15.12%	7.06%
Last Month	-3.97%	-6.08%
Last 3 Months	-2.64%	-7.74%
Last 6 Months	16.21%	10.62%
Last 12 Months	16.85%	0.17%
Year 2023	33.34%	25.50%
Year 2022	-19.49%	-30.56%

* After fees, excluding front end and back end loads.

** AUM before expense allowance adjustment.

Fund Snapshot

31-Jul-24

YTD Yield	15.12%
NAV per unit	63.37
AUM (LKR Mn.)**	353.54
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.27%
Max Equity Allocation	97.00%
Current Equity Allocation	82.45%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

HATTON NATIONAL BANK PLC
HAYLEYS PLC
ROYAL CERAMICS LANKA PLC
SUNSHINE HOLDINGS PLC
TEEJAY LANKA PLC

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	17.55%
Average Duration	0.40
Maturity	% Holding
Under 1 Yr	77.88%
1 Yrs - 5 Yrs	22.12%

Other Features

Valuation	Daily Valuation Instruments less than one year – cost plus accrued basis, Instruments greater than one year – marked to market
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions to listed equity 15% of NAV; maximum exposure restrictions on fixed income investments depend on the features of each security, (Ex: Rated, Guaranteed, etc.), and are regulated by the Trustee and the SEC
Fee Details	Management Fee : 1.5% p.a. of NAV / Trustee fee : 0.11-0.15% p.a. of NAV, depending on fund size Custody Fee : Rs.10,000 per Month.
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Hatton National Bank PLC

Disclaimer

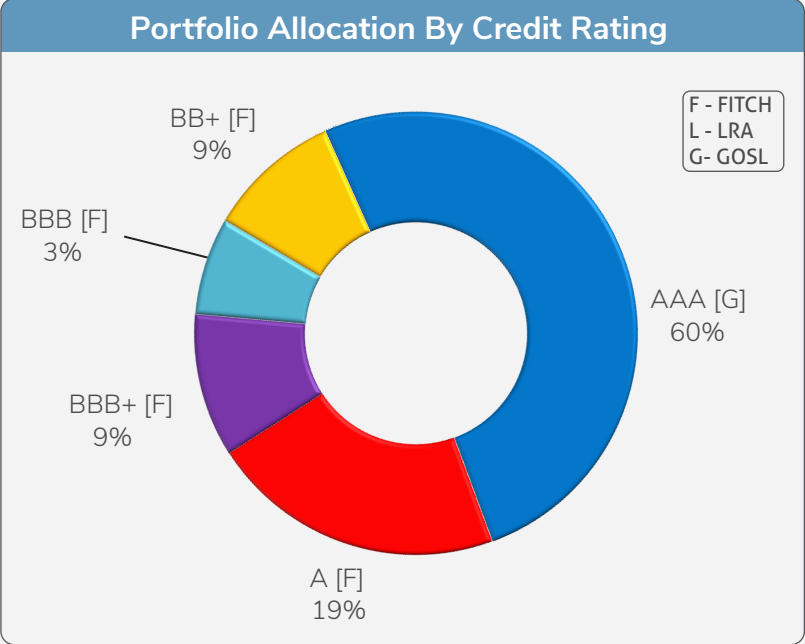
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NDB Wealth Income Fund

Fund Overview

Type : Open Ended Currency: LKR
Investments: Corporate Debt Instruments

NDB Wealth Income Fund is an open-ended Fixed Income fund incorporated in Sri Lanka, invested in LKR based corporate debt instruments including commercial paper, securitized paper, quoted and unquoted debentures as well as Sri Lanka Treasury Bills, Bonds and government securities backed Repurchase transactions. The Fund aims to enhance returns by investing in a diversified portfolio of corporate debt securities.



Fund Snapshot	31-Jul-24
YTD Yield	11.99%
YTD Yield (Annualized)	20.55%
NAV per unit	29.2007
AUM (LKR Mn.)	657.25
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	0.98%
Average Maturity (Yrs)	3.03
Average Duration	2.22

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	11.62%	13.16%
6 Months - 1 Year	11.59%	11.10%
1 Year - 5 Years	69.34%	14.30%
Over 5 Years	7.44%	12.30%

Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	11.99%	20.55%
Last month	0.68%	8.01%
Last 3 months	3.19%	12.65%
Last 6 months	9.56%	19.17%
Last 12 months	24.43%	24.43%
Year 2023	41.89%	41.89%
Year 2022	8.21%	8.21%

Other Features	
Valuation	Daily Valuation All Instruments are marked to market.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions on investments depend on the features of each security, (Ex: Rated, Guaranteed, etc), and are regulated by the Trustee and the SEC.
Fee Details	Management Fee : 0.65% p.a. of NAV / Trustee fee : 0.10-0.19% p.a. of NAV, based on fund size/ Custodian fee : 0.05% p.a.of NAV. switches or transfer of units made within 365 days from the creation date of any investment made after 1 st October 2021.
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Bank of Ceylon

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NDB Wealth Money Fund

Fund Overview

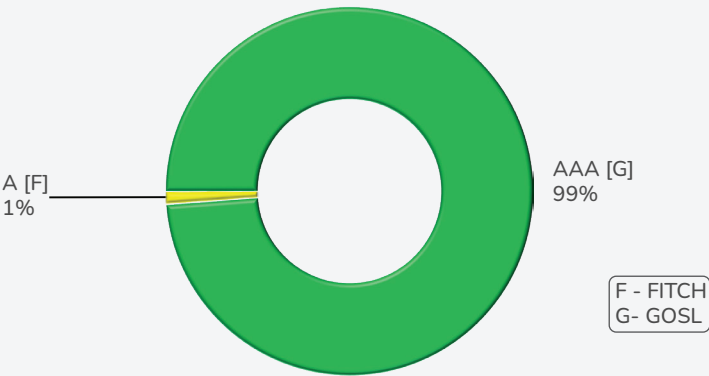
Type : Open Ended | Investments: Short Term Government Securities & Bank Deposits

Currency: LKR

NDB Wealth Money Fund is an open-ended money market fund incorporated in Sri Lanka, investing in short-term government securities and high credit quality LKR based bank deposits.

The Fund aims to provide optimal returns with low risk and moderate liquidity to investors by investing in short-term government securities and high-quality bank deposits with maturities less than 365 days with credit ratings of A- and above.

Portfolio Allocation By Credit Rating



Fund Snapshot

31-Jul-24

YTD Yield	6.89%
YTD Yield (Annualized)	11.80%
NAV per unit	33.8700
AUM (LKR Mn.)	235,530.15
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.82%
Average Maturity (Yrs)	0.29
Average Duration	0.28

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	23.21%	10.44%
1 Month - 3 Months	26.28%	10.04%
3 Months - 6 Months	32.19%	9.52%
6 Months - 1 Year	18.32%	9.83%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	6.89%	11.80%
Last month	0.78%	9.17%
Last 3 months	2.49%	9.86%
Last 6 months	5.60%	11.22%
Last 12 months	15.01%	15.01%
Year 2023	24.03%	24.03%
Year 2022	17.79%	17.79%

Other Features

Valuation	Daily Valuation Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Fee Details	Management Fee : 0.55% p.a. of NAV. Trustee fee : 0.11-0.15% p.a. of NAV, depending on fund size. Custody Fee : Rs.10,000 per Month
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Hatton National Bank PLC

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NDB Wealth Money Plus Fund

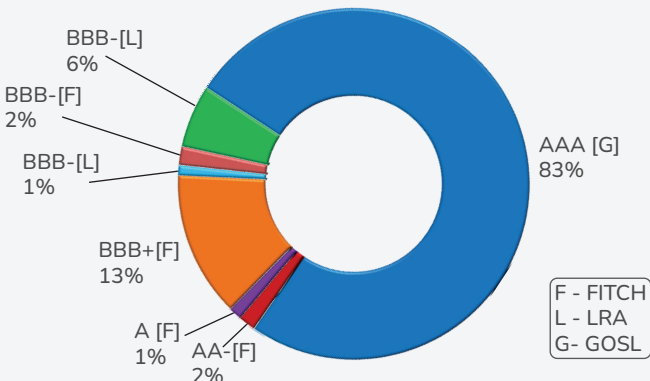
Fund Overview

Type : Open Ended Currency: LKR
Investments: Money Market Corporate Debt Securities

NDB Wealth Money Plus Fund is an open-ended money market fund incorporated in Sri Lanka, invested in short term LKR based corporate debt instruments including commercial paper, securitized paper, bank deposits as well as Sri Lanka Treasury Bills, Bonds and government securities backed Repurchase transactions.

The Fund aims to provide liquidity to investors while enhancing returns by investing in a diversified portfolio of short term corporate debt securities with maturities less than 365 days.

Portfolio Allocation By Credit Rating



Fund Snapshot

31-Jul-24

YTD Yield	7.08%
YTD Yield (Annualized)	12.13%
NAV per unit	37.2531
AUM (LKR Mn.)	11,834.74
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.97%
Average Maturity (Yrs)	0.43
Average Duration	0.40

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	21.19%	9.35%
1 Month - 3 Months	10.35%	10.35%
3 Months - 6 Months	26.87%	9.74%
6 Months - 1 Year	41.59%	10.34%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	7.08%	12.13%
Last month	0.77%	9.06%
Last 3 months	2.52%	9.99%
Last 6 months	5.82%	11.67%
Last 12 months	15.09%	15.09%
Year 2023	23.07%	23.07%
Year 2022	14.08%	14.08%

Other Features

Valuation	Daily Valuation Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions on investments depend on the features of each security, (Ex: Rated, Guaranteed, etc) and are regulated by the Trustee and the SEC.
Fee Details	Management Fee : 0.65% p.a. of NAV. Trustee fee : 0.11- 0.15% p.a. of NAV, depending on fund size. Custody Fee : Rs.10,000 per Month
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Hatton National Bank PLC

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NDB Wealth Islamic Money Plus Fund

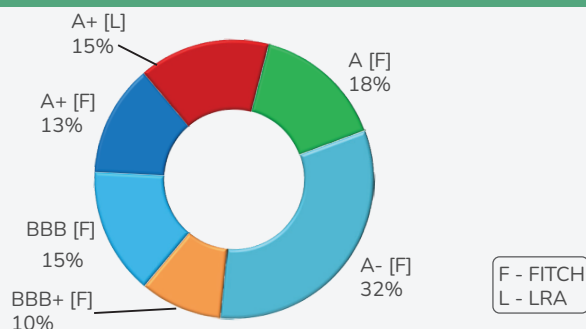
Fund Overview

Type : Open Ended Currency: LKR
Investments: Short Term Shariah compliant investments

NDB Wealth Islamic Money Plus Fund is an open-ended money market fund incorporated in Sri Lanka, invested exclusively in short term LKR based Shariah compliant investments including Mudharabah term deposits, Mudharabah savings deposits, Wakala investments and sukuk investments less than 366 days.

The Fund aims to provide investors with liquidity and regular income through investing in a portfolio of short term shariah compliant securities.

Portfolio Allocation By Credit Rating



Target Asset Allocation

Investment Type	Asset Allocation
Shariah compliant money market investments up to 366 days	Max 90%
Shariah compliant money market investments less than 15 days	Min 10%

Shariah Supervisory Board

Shafique Jakhura	Mufti
Muhammed Huzaifah	Maulana

Fund Snapshot

31-Jul-24

YTD Yield	5.65%
YTD Yield (Annualized)	9.68%
NAV per unit	23.7901
AUM (LKR Mn.)	1,448.34
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.26%
Average Maturity (Yrs)	0.39
Average Duration	0.31

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	26.40%	7.92%
1 Month - 3 Months	28.12%	8.80%
3 Months - 6 Months	30.34%	7.90%
6 Months - 1 Year	15.13%	8.10%

Approved Investments

	Investment Type
Shariah compliant money market investments up to 366 days	Mudharabah term deposits and Wakala Investments in Commercial Banks / Specialised Banks / Finance Companies or any other authorized deposit taking Institution Sukuk / Wakala / Mudharabah securities issued by corporate entities subject to Shariah council approval.
Shariah compliant money market investments less than 15 days	Mudharabah savings deposits

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	5.65%	9.68%
Last month	0.60%	7.04%
Last 3 months	1.98%	7.84%
Last 6 months	4.59%	9.20%
Last 12 months	11.83%	11.83%
Year 2023	16.12%	16.12%
Year 2022	13.43%	13.43%

Other Features

Valuation	Daily Valuation Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Fee Details	Management Fee : 0.80% p.a. of NAV. Trustee fee : 0.11% - 0.15% p.a. of NAV, based on the fund size Custody Fee : Rs.10,000 per Month.
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Hatton National Bank PLC

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NDB Wealth Gilt Edged Fund

Fund Overview

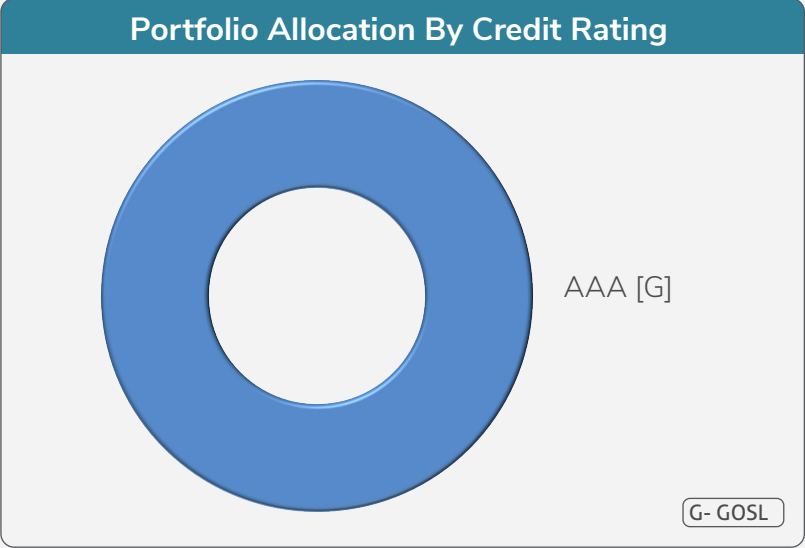
Type : Open Ended Currency: LKR

Investments: Government of Sri Lanka Securities

NDB Wealth Gilt Edged Fund is an open-ended unit trust fund incorporated in Sri Lanka, invested in Government of Sri Lanka Treasury Bills, Bonds and government securities backed Repurchase transactions. The Fund aims to maximize returns from investments by investing the fund exclusively in government securities and government guaranteed securities.

Fund Snapshot	31-Jul-24
YTD Yield	15.15%
YTD Yield (Annualized)	25.95%
NAV per unit	36.6259
AUM (LKR Mn.)	290.59
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.14%
Average Maturity (Yrs)	0.1
Average Duration	0.1

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	100.00%	9.40%



Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	15.15%	25.95%
Last month	0.88%	10.34%
Last 3 months	4.24%	16.80%
Last 6 months	12.40%	24.88%
Last 12 months	32.30%	32.30%
Year 2023	68.33%	68.33%
Year 2022	-2.93%	-2.93%

Other Features	
Valuation	Daily Valuation All Instruments are marked to market.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Fee Details	Management Fee : 0.65% p.a. of NAV Trustee fee : 0.10-0.19% p.a. of NAV, depending on fund size Custodian fee : 0.05% p.a.of NAV.
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Bank of Ceylon

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