



ASSET
MANAGEMENT



PRIVATE
WEALTH MANAGEMENT



MY WEALTH
MANAGEMENT

MARKET UPDATE AND FUND REVIEW

!t's time
NDB | WEALTH

2019
JUNE

[Click here for download](#)



MARKET BRIEF BY NDB WEALTH

INFLATION RATE DECLINES

Inflation as measured by the CCPI decreased to 3.8% in June 2019 from 5.0% in May 2019, on a year on year basis. Lower food inflation is the main catalyst driving the overall inflation lower. However, core inflation remained relatively high at 5.8% as at June 2019 (6.2% in May 2019). We expect inflation to be around 4% - 6% in 2019.

SRI LANKAN RUPEE DIPS marginally

Sri Lankan Rupee dips marginally for the month of June. The Sri Lankan rupee depreciated by a mere 0.23% against the US Dollar during the quarter. It also depreciated against the Euro, Japanese Yen and the Indian Rupee by 1.44%, 3.09% and 0.39% respectively during the period, while it appreciated by 2.90% against the Sterling Pound. The Central Bank concluded the second issuance of International Sovereign Bond in 2019 in June 2019. The Central Bank continued to be a net buyer of US Dollars in the second quarter of 2019, as total net purchases of US Dollars exceeded USD 138 million for the first five months of 2019.

BENCHMARK INTEREST RATE DECLINES

The benchmark 364-day Treasury bill rate decreased sharply by 170 basis points during the second quarter to 8.70% as at June 2019. The issuance of the second sovereign bond, low credit demand, improved liquidity in the market and lower global interest rates have been the key factors for the sharp decrease in interest rates. Foreign investors were net sellers of LKR denominated securities during the second quarter of 2019. Approximately LKR 22 billion worth of net selling was recorded within the second three months of 2019, drawing down the foreign holding of LKR denominated securities to 2.6% as at end of June 2019, from 3.1% in March 2019. We expect interest rates to decline in the immediate short term.

POSITIVE RETURNS

The two main indices of Colombo Stock Exchange recorded gains in June; after recording losses for five consecutive months in 2019. Despite positive returns In June, the All Share Price Index and the S&P SL 20 index have declined by 11.24% and 20.37% respectively, during the first half of 2019. While reducing interest rates are a positive signal to equity markets, continuous foreign selling and weak investor sentiment coupled with political uncertainty may hamper overall returns in the market. We expect the equity market to be range bound in the short term.

Indika De Silva

Fund Manager

EQUITY OUTLOOK

	Past month Performance (1st Jun - 30th Jun 2019)	Past 12 months Performance (Jun 2018 - Jun 2019)	Year to Date Performance (1st Jan - 30th Jun 2019)
All Share Price Index	1.15%	-13.28%	-11.24%
S&P SL 20	1.08%	-26.33%	-20.37%
MSCI Frontier Markets Index	2.35%	5.23%	12.14%
MSCI World Index	6.63%	6.94%	17.38%
MSCI Emerging Markets	6.24%	1.21%	10.58%
MSCI Asia Ex Japan	6.58%	-0.48%	10.70%

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

The two main indices of the Colombo Stock Exchange (CSE), All Share Price Index (ASPI) and S&P SL 20 Index, recorded gains for the first time in 2019 during the month of June.

Significant reductions in interest rates helped bolster positive returns in June 2019.

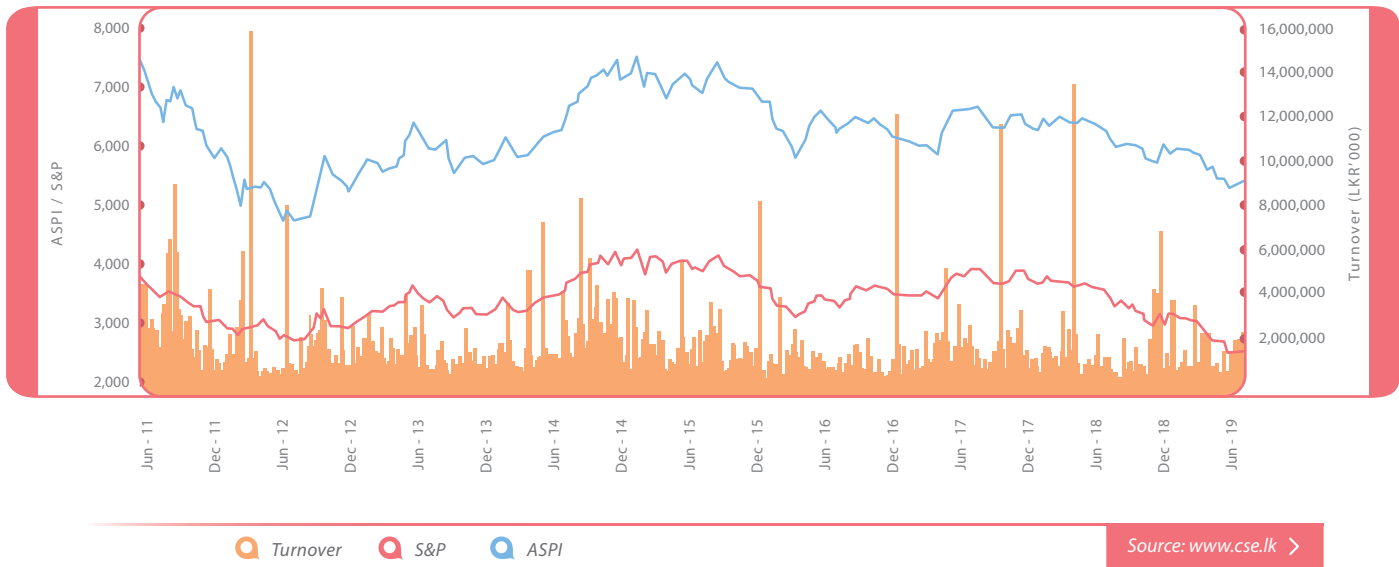
Emerging and frontier market indices recorded significant gains during the month, mainly owing to the decline in interest rates in the US.

Lower interest rates in the US would cause US bond yields to drop, enticing investors to consider investments in riskier assets.

As a result, despite the lower growth, easy monetary policy has benefited the emerging and frontier markets.

Frontier markets and emerging markets grow at a much faster pace than developed markets. However, these markets also carry risks, particularly liquidity risk where markets are small, leading to entry and exit problems if you are invested in these markets.

Colombo Stock Exchange Performance



		Jun 2019	Jun 2018
CSE	Market PER	8.60 X	10.39 X
	Market PBV	1.01 X	1.25 X
	Market DY	3.73%	3.12%
MSCI Frontier Market	Market PER	12.54 X	13.71 X
	Market PBV	1.83 X	1.89 X
	Market DY	4.31%	3.88%

Source: www.cse.lk

Foreigners remained net sellers of over LKR 700 million in June.

Colombo Stock Exchange	Jan - Jun 2019	Jan - Jun 2018
Foreign Inflows	LKR 23.69 Billion	LKR 49.26 Billion
Foreign Outflows	LKR 30.03 Billion	LKR 50.57 Billion
Net Foreign Inflows/(Outflows)	(LKR 6.34 Billion)	(LKR 1.31 Billion)

Source: www.cse.lk

**“ THE INVESTOR OF TODAY DOES NOT PROFIT FROM
YESTERDAY’S GROWTH ”**

— Warren Buffet —



FIXED INCOME OUTLOOK

INTEREST RATES IN SRI LANKA

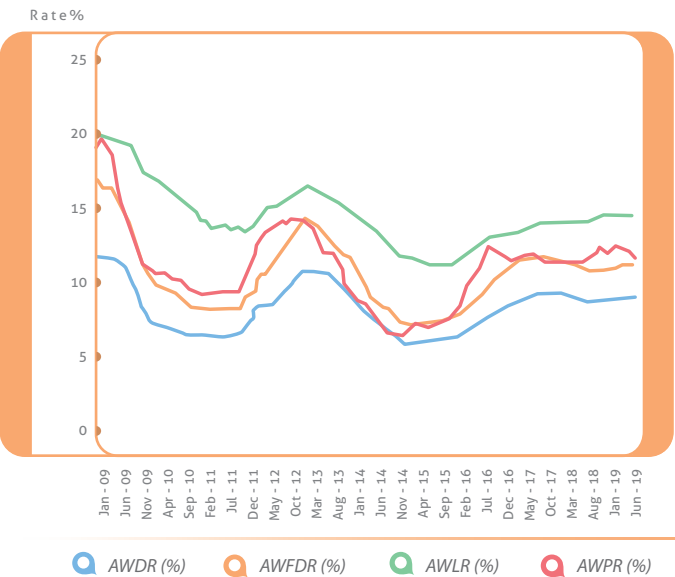
Since the monetary policy meeting in May the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) is at 8.50% and 7.50% respectively.

	Jun 18	Dec 18	May 19	Jun 19
364 Day T-bill	9.39%	11.20%	8.88%	8.70%
5-Year Bond	10.36%	11.56%	9.98%	10.00%
1-Year Finance Company Fixed Deposit Ceiling Rate	12.11%	12.46%	12.79%	12.79%

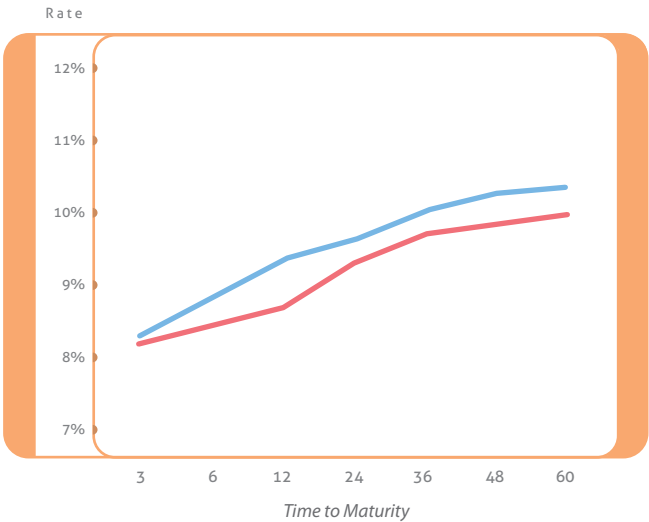
* Gross Rates provided. Net returns earned on Government Securities would vary depending on the individual's tax bracket while Fixed Deposits will be subject to a ~final WHT of 5% for individuals.

Source: Central Bank of Sri Lanka >

AVERAGE LENDING & DEPOSIT RATES



YIELD CURVE - LKR TREASURIES



AWDR (%) AWFDR (%) AWLR (%) AWPR (%)

Jun-18 Jun-19

Source: Central Bank of Sri Lanka >

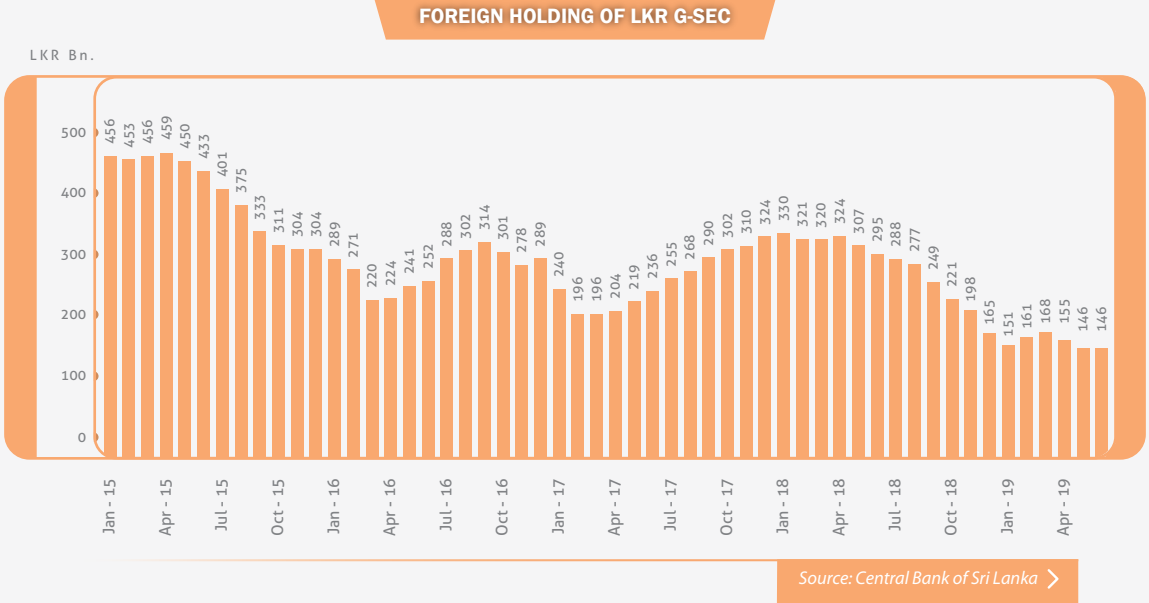
AWDR: Average Weighted Deposit Rate | AWFDR: Average Weighted Fixed Deposit Rate | AWLR: Average Weighted Lending Rate
| AWPR: Average Weighted Prime Lending rate

Treasury Bill rates decreased across the board with the benchmark 364-day T-Bill rate falling to 8.70% and the 91-day and 182-day T-Bill closing the month at 8.24% and 8.49% respectively.

Broad money (M2b) growth slowed to 9.00% year-on-year in April, from the previous month's 9.80% whilst credit extended to the private sector slowed considerably to 9.90% year-on-year from 11.30% in March. During the month private sector credit disbursements were down significantly by LKR 43.40 Bn. (-0.8% m-o-m). This was the largest decline seen in loans to private borrowers in recent history.

Outstanding LKR Govt. Securities LKR 5,479 Billion	
T Bills (Total)	T Bonds (Total)
LKR 918 Billion	LKR 4,561 Billion
Domestic (Bills & Bonds)	Foreign (Bills & Bonds)
LKR 5,333 Billion	LKR 146 Billion
Total Foreign Holding of Bills and Bonds - 2.67%	

Source: Central Bank of Sri Lanka >



Foreign holding of government securities declined further, falling however by a marginal LKR 25 million in June to 2.67%, with foreign investors selling out of local government securities. On a year-to-date basis too foreigners remained net sellers amounting to LKR 18.4 billion.

1 Year FD Rates – Sri Lankan Banks		
	Jul 2019	May 2019
NSB	9.83%	10.50%
COMB	9.00%	10.00%
SAMP	9.83%	10.00%
HNB	9.83%	11.00%
NDB	9.83%	11.00%

Rates on Credit Cards		Jun 19
HSBC		31.80%
SCB		31.80%
Sampath		31.80%
NDB		28.00%
AMEX		31.80%

Source: Respective Commercial Banks >

All commercial banks reduced their fixed deposit rates in July following the revision of the deposit ceiling rates effective July 1st.

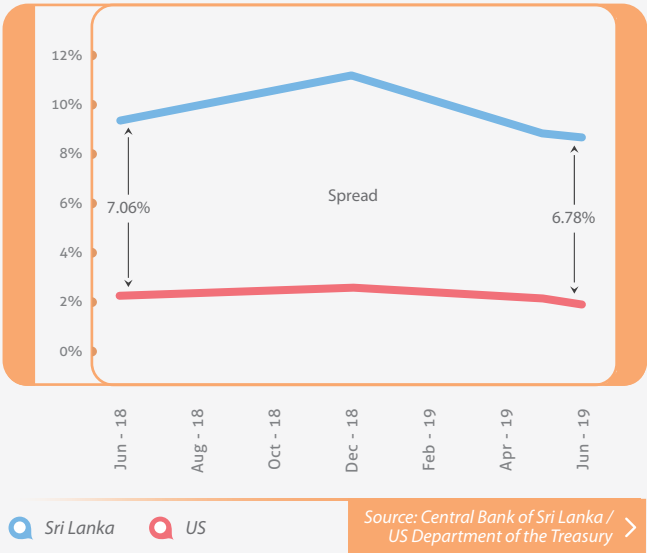
NDIB CRISIL Fixed Income Indices Total return as at 28/06/2019	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	2.46%	9.25%	9.08%
NDBIB-CRISIL 364 Day T-Bill Index	3.82%	10.35%	10.17%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	5.70%	12.65%	13.25%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	7.12%	13.47%	13.99%

Source: www.crisil.com >

Central Bank Policy Rates	2016	2017	2018	Latest
Sri Lanka	7.00%	7.25%	8.00%	7.50%
US	0.50% - 0.75%	1.25% - 1.50%	2.25% - 2.50%	2.25% - 2.50%
Euro Zone	0.00%	0.00%	0.00%	0.00%
Australia	1.50%	1.50%	1.50%	1.00%
India	6.25%	6.00%	6.50%	5.75%

Source: www.cbrates.com >

1 YEAR TREASURY RATE - USD Vs. LKR



Amid concerns over slowing US economic growth and prolonged trade tensions, the US Federal Reserve has taken a dovish stance fuelling market expectations that interest rate cuts were likely before the end of the year.

364 Day Treasury Bill Rate	Jun 18	Dec 18	May 19	Jun 19
Sri Lanka	9.39%	11.20%	8.88%	8.70%
India	7.13%	6.94%	6.30%	6.16%
US	2.33%	2.63%	2.21%	1.92%
Euro Zone	-0.71%	-0.75%	-0.64%	-0.69%

Source: Respective Central Banks >

	Rates on Savings Accounts Jun 2019
Sri Lanka	4.00%
US	0.03%
Euro Zone	0.11%
Australia	1.40%
India	3.50%

Source: Respective Commercial Banks >

The Reserve Bank of Australia cut interest rates back-to-back in early June and July by 0.25% each to a historic low of 1% with a view of addressing the country’s slowing economy and rising unemployment.

**“DISCIPLINE AND PLANNING ARE THE KEY INGREDIENTS
FOR BUILDING WEALTH”**

— NDB WEALTH —



INFLATION RATES

Country	Jun 18	Dec 18	May 19	Jun 19
Sri Lanka	4.41%	2.77%	4.96%	3.83%
US	2.87%	1.91%	1.79%	1.79%*
Euro Zone	1.97%	1.52%	1.22%	1.22%*
India	4.92%	2.11%	3.05%	3.05%*

* May 2019

Source: Department of Census and Statistics - Sri Lanka, <http://www.inflation.eu/>, <https://tradingeconomics.com/> >

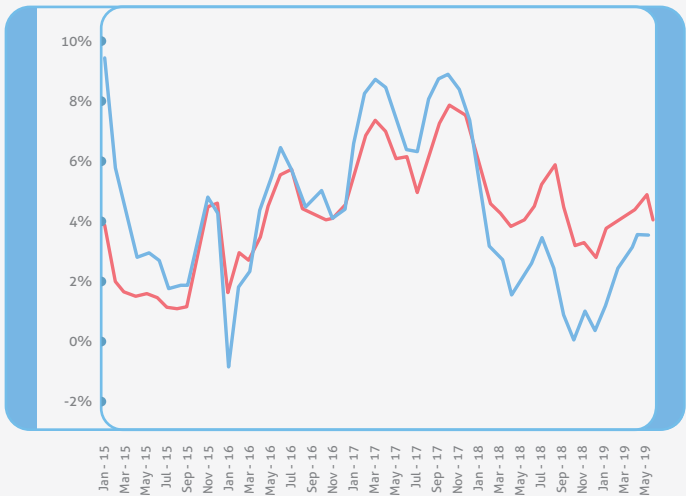
Inflation as measured by the CCPI (2013=100), slowed considerably to 3.8% in June on a year-on-year basis from the previous month's 5.0% mainly on account of the base effect. Within the food category prices of mainly sea fish, vegetables and big onions increased whilst within the non-food category prices of transport and health increased. On an annual average basis inflation remained flat at 4.2% in June.

Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport) slowed to 5.8% year-on-year in June from the previous month's 6.2% again on the base effect. On an annual average basis core inflation increased to 4.7%.

We are of the view that the central bank will be able to manage inflation at mid-single digit levels this year.

On the global front, US and Euro Zone inflation slowed to 1.79% and 1.22% year-on-year respectively in May.

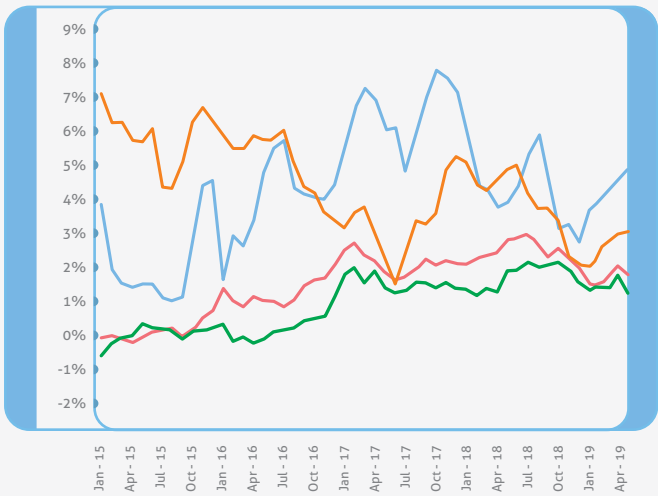
INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



CCPI NCPI

Source: Department of Census and Statistics Sri Lanka >

GLOBAL INFLATION RATES



Sri Lanka US
Euro zone India

Source: <http://www.inflation.eu/> >

FOREX OUTLOOK

Exchange Rates Vs. LKR	Jun 18	Dec 18	Jun 19	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	158.26	182.75	176.54	-10.36%	3.52%
GBP	206.91	231.86	223.67	-7.49%	4.21%
EURO	183.10	208.99	200.70	-8.77%	6.40%
YEN	1.43	1.65	1.64	-12.69%	2.21%
AUD	116.25	128.87	123.65	-5.99%	5.66%
CAD	119.32	134.08	134.83	-11.50%	2.85%
INR	2.30	2.61	2.56	-10.06%	3.29%
BHD	418.67	484.78	468.28	-10.59%	3.60%
CNY	24.65	26.57	25.67	-3.95%	4.12%

Source: Central Bank of Sri Lanka >

The Sri Lankan Rupee dipped marginally by 0.07% in June to close the month at LKR 176.54 per 1 USD. However the rupee still remains a net gainer on a year-to-date basis at 3.52% against the USD. The Rupee lost 0.53% against the Pound Sterling and a considerable 2.13% against the Euro during the month.

The Pound Sterling fell across the board as investors avoided the Sterling until a clearer picture forms on how Brexit is expected to workout.

The USD lost against a basket of currencies amid market expectations that US interest rate cuts were likely before the end of the year which prompted the greenback to weaken.

Given this dovish signaling from the US Federal Reserve, most Asian currencies gained against the USD.

USD PER 1 EURO MOVEMENT



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

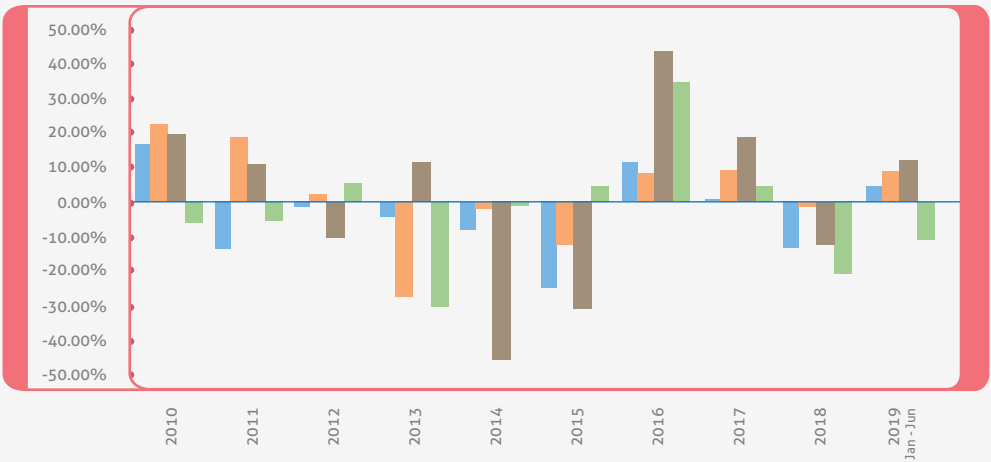
COMMODITY OUTLOOK

	Past month Performance (1st Jun - 30th Jun 2019)	Past 12 months Performance (Jun 2018 - Jun 2019)	Year to Date Performance (1st Jan - 30th Jun 2019)
Bloomberg Commodity Index	2.51%	-8.88%	3.82%
Gold	5.87%	6.04%	8.69%
Tea	-8.53%	-16.63%	-11.12%
Oil (Brent)	-10.25%	-15.81%	12.11%

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

- Total returns for the Bloomberg Commodity recorded a gain of 2.51% after recording losses for three consecutive months from March to May 2019.
- Gold's status as a haven investment soared after the central bank in the US signaled a path toward lower interest rates, and the prolonged U.S.-China trade war threatened global growth.
- Gold had struggled to climb above USD 1,350 after the Fed started raising interest rates in late 2015. It received a boost recently when policy makers in the US signaled their openness to cutting borrowing costs, propelling the price through that closely-watched technical level and sending it to the highest since 2013.
- Oil prices were trading down significantly despite OPEC's success at pulling a deal together to extend the production cuts into 2020.
- OPEC was unable to offset the dampened mood brought on by grim oil demand prospects and an unsettled US-China trade row.
- Trade talks between the US and China could be the decisive factor in the oil price outlook for the second half of 2019.

Commodity Price Movements



DJUBS Gold Oil Tea

Source: NDB Wealth Research >

PROPERTY OUTLOOK

- Land has traditionally been the investment of all Sri Lankans given the land owning culture that has been embedded due to the agriculture based economy in the island.
- Real-estate investment has provided a consistent return and has seemingly been a hedge against inflation and currency depreciation.
- As at the end of 1Q 2019 the demand for land has been increasing in the grater Colombo region according to Lanka Business Online. The statement is backed by the research done by Lanka Property web on property advertisements placed on the site.
- Thalahena, Ragama, Gothatuwa, Kolonnawa have recorded the highest price increase between 1Q2018 and 1Q2 019 with prices increases of 64%, 55% and 35% respectively as per the same research.
- Prices in Athurugiriya, Pita Kotte, and Kottawa have recorded price appreciation in the range of 25% - 30% YoY as at 1Q 2019.
- The Colombo city development is high priority for the policymakers therefore prices in the grater Colombo area will continue to appreciate.
- This is evident through previously underdeveloped areas such as Thalahena, Gothatuwa and Kolonnawa experiencing price appreciation of property due to infrastructure changes and proximity to the city.

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. 100.0 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 deposits and savings accounts. The fund provides reasonable liquidity and tax free income to its investors and would be an ideal substitute for direct investments in Mudharabah savings accounts and deposits. (Trustee: Hatton National Bank PLC)

Mudharabah 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 May 2019									
Profit Sharing Ratio*	30:70	-	60:40	65:35	75:25	80:20	85:15	-	90:10
Distributed Profit	3.52%	-	7.05%	7.64%	8.81%	9.40%	9.99%	-	10.57%
Bank of Ceylon Islamic Business Unit - As of May 2019									
Profit Sharing Ratio*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	3.95%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of May 2019									
Profit Sharing Ratio*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	6.57%	-	8.03%	9.49%	10.95%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of March 2019 (Released Quarterly)									
Profit Sharing Ratio*	30:70	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	4.27%	-	9.50%	10.00%	10.75%	-	-	-	-
National Development Bank PLC-"Shareek" Islamic Banking unit - As of April 2019									
Profit Sharing Ratio* (3Mn - 50Mn)	40:60	60:40	65:35	40:60	65:35	65:35	-	-	-
Distributed Profit	5.25%	7.10%	7.75%	8.25%	11.00%	10.80%	-	-	-
Citizen Development Business Finance PLC- Islamic Banking unit - As of May 2019									
Profit Sharing Ratio*	32:68	52:48	52:48	52:48	55:45	62:38	62:38	-	-
Distributed Profit	6.40%	10.03%	10.40%	11.00%	12.20%	13.00%	13.40%	-	-
Commercial Leasing & Finance PLC- Islamic Finance – As of May 2019									
Profit Sharing Ratio*	30 :70	50:50	53:47	55:45	55:45	59:41	60:40	64:36	65:35
Distributed Profit	5.13%	7.52%	7.69%	8.03%	9.22%	9.56%	9.74%	10.08%	10.43%
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of May 2019									
Profit Sharing Ratio*	25:75	31:69	34:66	36:64	38:62	-	-	-	-
Distributed Profit	7.43%	9.22%	10.11%	10.70%	11.30%	-	-	-	-
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of May 2019									
Profit Sharing Ratio*	30:70	60:40	62:38	66:34	66:34	67:33	69:31	70:30	74:26
Distributed Profit	4.20%	8.41%	8.69%	9.25%	9.25%	9.39%	9.67%	9.81%	10.37%
Peoples Leasing Islamic Business Unit - As of May 2019									
Profit Sharing Ratio*	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	6.89%	-	9.19%	9.95%	10.72%	-	-	-	-

* 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 APRIL 2018

Finance and Insurance	Healthcare	Laxapana Batteries PLC	Namunukula Plantation PLC
Amana Takaful PLC	Asiri Surgical Hospitals PLC	Piramal Glass Ceylon PLC	Talawakelle Tea Estates PLC
Amana Takaful Life PLC	Ceylon Hospitals PLC (Durdans)	Printcare (Ceylon) PLC	Udapussellawa Plantations PLC
Amana Bank PLC	Singhe Hospitals PLC	Regnis(Lanka) PLC	Watawala Plantations PLC
Beverages and Food	Investment Trust	Royal Ceramic Lanka PLC	Hapugastanne Plantations PLC
Bairaha Farms PLC	Ascot Holdings PLC	Samson International	Power & Energy
Dilmah Ceylon Tea Company PLC	Lanka Century Investments PLC	Sierra Cables PLC	Lanka IOC PLC
Harischandra Mills PLC	Renuka Holdings PLC	Singer Industries (Ceylon) Plc	Lotus Hydro Power PLC
Nestle Lanka PLC	Land and Property	Swadeshi Industrial Works PLC	Panasian Power PLC
Raigam Wayamba Salterns PLC	Colombo Land & Development Company PLC	Swisstek Ceylon PLC	Vallibel Power Erathna PLC
Renuka Agri Foods PLC	Serendib Engineering Group PLC	Teejay Lanka PLC	Vidullanka PLC
Renuka Foods PLC	Manufacturing	Tokyo Cement (Company) PLC	Services
Tea Smallholder Factories PLC	Abans Electricals Plc	Richard Pieris Exports PLC	Lake House Printing & Publishers PLC
Three Acre Farms PLC	ACL Cables PLC	Motors	Paragon Ceylon PLC
Chemicals and Pharmaceuticals	ACL Plastics PLC	Autodrome PLC	Stores & Supplies
Chemanex PLC	Agstar Fertilizers PLC	C M Holdings PLC	Gestetner of Ceylon PLC
Haycarb PLC	Alufab PLC	Diesel & Motor Engineering PLC	Hunter & Company PLC
Industrial Asphalts (Ceylon) Plc	Alumex PLC	Sathosa Motors PLC	Telecommunications
J.L. Morison Son & Jones (Ceylon) PLC	B P P L Holdings PLC	United Motors Lanka PLC	Dialog Axiata PLC
Union Chemicals Lanka Plc	Bogala Graphite Lanka PLC	Plantations	Sri Lanka Telecom PLC
Construction & Engineering	Central Industries PLC	Aitken Spence Plantation Managements PLC	Trading
Access Engineering PLC	Ceylon Grain Elevators PLC	Balangoda Plantations PLC	C. W. Mackie PLC
Lankem Developments PLC	Chevron Lubricants Lanka PLC	Bogawantalawa Tea Estates PLC	Eastern Merchants PLC
Diversified Holdings	Dankotuwa Porcelain PLC	Elpitiya Plantations PLC	Office Equipment PLC
Expolanka Holdings PLC	Dipped Products PLC	Horana Plantations PLC	
Sunshine Holdings Plc	Kelani Cables PLC	Kahawatte Plantation PLC	
Footwear & Textiles	Lanka Aluminium Industries PLC	Kelani Valley Plantations PLC	
Ceylon Leather Products PLC	Lanka Ceramic PLC	Madulsima Plantations PLC	
Hayleys Fabric PLC	Lanka Tiles PLC	Malwatte Valley Plantations PLC	
Odel PLC	Lanka Walltiles PLC	Maskeliya Plantations PLC	

Source: www.icp.lk (I Capital Partners - former Amana Capital Limited) >

NOTE 1: The White List has taken to consideration the latest company financials and September 2017 Management Accounts

NOTE 2: No changes from the previous month's list

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

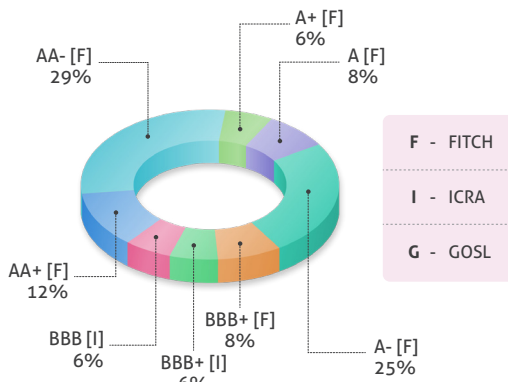
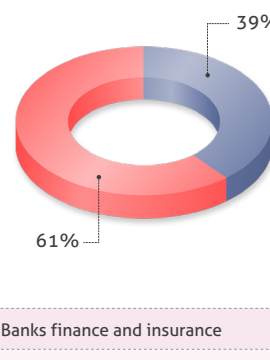
Fund Overview

NDB Wealth Growth Fund		Fund Snapshot		31-May-19
Type: Open Ended	Investments: Listed Equities	YTD Yield	-18.40%	
Currency: LKR	ISIN: LKNWGRU00005	NAV per unit	8.3306	
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.		AUM (LKR Mn.)	158.71	
		Fund Currency	LKR	
		Fund Inception	1-Dec-97	
		Expense Ratio	2.43%	
		Max Equity Allocation	97.00%	
		Current Equity Allocation	89.45%	
		Fund Leverage	0.00%	
Equity Allocation		Top 5 Portfolio Holdings (In Alphabetical Order)		
		CENTRAL FINANCE COMPANY PLC		
		COMMERCIAL BANK OF CEYLON PLC		
		HATTON NATIONAL BANK PLC		
		PEOPLES INSURANCE LTD		
		SEYLAN BANK PLC		
Historical Returns		Fixed Income Allocation		
Period	Fund Returns ★	Minimum Fixed Income Allocation		3.00%
Last Month	-5.85%	Current Fixed Income Allocation		10.55%
Last 3 months	-13.36%	Average Duration		0.39
Last 6 months	-18.65%	Maturity		% Holding
Last 12 months	-25.02%	Under 1 Month		8.35%
Year 2018	-6.79%	3 Months - 6 Months		91.65%
Year 2017	7.09%			
★ After fees, excluding front end and back end loads				
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 Front-end fee : 2% / 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			

Disclaimer

Past performance is not a guide to future performance. The value of any investment and the income from it can fall as a result of market and currency fluctuations and investors could get back less than the amount originally invested. This report does not constitute a financial promotion, a recommendation or an offer to sell or a solicitation to buy units in the fund. See Information Memorandum for important information.

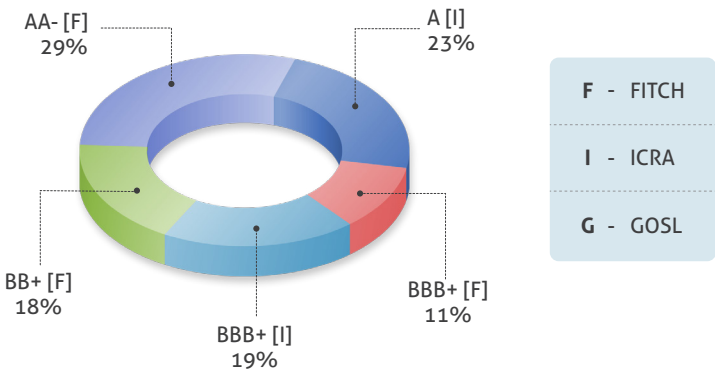
Fund Overview

NDB Wealth Growth and Income Fund			Fund Snapshot		31-May-19
Type: Open Ended	Investments: Listed Equities and Corporate Debt		YTD Yield	3.53%	
Currency: LKR	ISIN: LKNWGIU00004		NAV per unit	36.5592	
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.			AUM (LKR Mn.)	195.41	
			Fund Currency	LKR	
			Fund Inception	1-Dec-97	
			Expense Ratio	1.99%	
			Max Equity Allocation	97.00%	
			Current Equity Allocation	7.72%	
			Fund Leverage	0.00%	
Portfolio Allocation					
By Credit Rating			By Equity Sector		
					
F - FITCH I - ICRA G - GOSL			Banks finance and insurance Telecommunications		
Historical Returns					
Period	Fund Returns★	ASPI Returns			
Last month	1.33%	-3.06%			
Last 3 months	2.20%	-8.69%			
Last 6 months	3.75%	-11.77%			
Last 12 months	6.92%	-17.00%			
Year 2018	7.47%	-4.98%			
Year 2017	10.10%	2.26%			
★ After fees, excluding front end and back end loads.					
Fixed Income Allocation					
Minimum Fixed Income Allocation		3.00%			
Current Fixed Income Allocation		92.28%			
Average Duration		0.73			
Maturity		% Holding			
Under 1 Month		5.76%			
1 Month - 3 Months		19.27%			
3 Months - 6 Months		12.12%			
6 Months - 1 Year		38.96%			
1 Year - 5 Years		23.89%			
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, Front-end fee : 1.5%.				
Fund Manager	NDB Wealth Management Ltd.				
Trustee & Custodian	Hatton National Bank PLC				

Disclaimer

Past performance is not a guide to future performance. The value of any investment and the income from it can fall as a result of market and currency fluctuations and investors could get back less than the amount originally invested. This report does not constitute a financial promotion, a recommendation or an offer to sell or a solicitation to buy units in the fund. See Information Memorandum for important information.

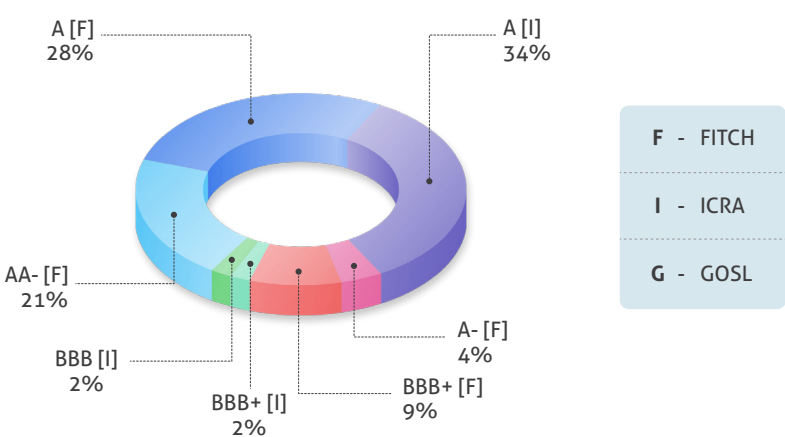
Fund Overview

NDB Wealth Income Fund			
Type: Open Ended Currency: LKR	Investments: Corporate Debt Instruments ISIN: LKNWINU00000		
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.			
Portfolio Allocation By Credit Rating			
			
Fund Snapshot			
YTD Yield	6.24%		
YTD Yield (Annualized)	15.09%		
NAV per unit	13.2278		
AUM (LKR Mn.)	302.15		
Fund Currency	LKR		
Fund Inception	1-Dec-97		
Expense Ratio	1.35%		
Average Maturity (Yrs)	2.04		
Average Duration	1.43		
Maturity Profile			
Maturity	% Holding	AVG YTM (Net)	
Under 1 Month	1.98%	11.48%	
1 Month - 3 Months	8.02%	15.80%	
3 Months - 6 Months	40.20%	10.70%	
6 Months - 1 Year	16.69%	11.20%	
1 Year - 10 Years	33.10%	13.00%	
Historical Returns			
Period	Fund Returns	Annualized Return	Equivalent Gross Return (Annualized) *
Year to Date	6.24%	15.09%	15.88%
Last month	1.76%	20.75%	21.84%
Last 3 months	3.92%	15.55%	16.37%
Last 6 months	7.48%	15.00%	15.79%
Last 12 months	11.51%	11.51%	12.12%
Year 2018	10.00%	10.00%	10.52%
Year 2017	14.34%	14.34%	15.10%
★ Reflects the equivalent return from a similar investment prior to deducting WHT of 5%			
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 : 1.00% 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.		
Fund Manager	NDB Wealth Management Ltd.		
Trustee & Custodian	Bank of Ceylon		

Disclaimer

Past performance is not a guide to future performance. The value of any investment and the income from it can fall as a result of market and currency fluctuations and investors could get back less than the amount originally invested. This report does not constitute a financial promotion, a recommendation or an offer to sell or a solicitation to buy units in the fund. See Information Memorandum for important information.

Fund Overview

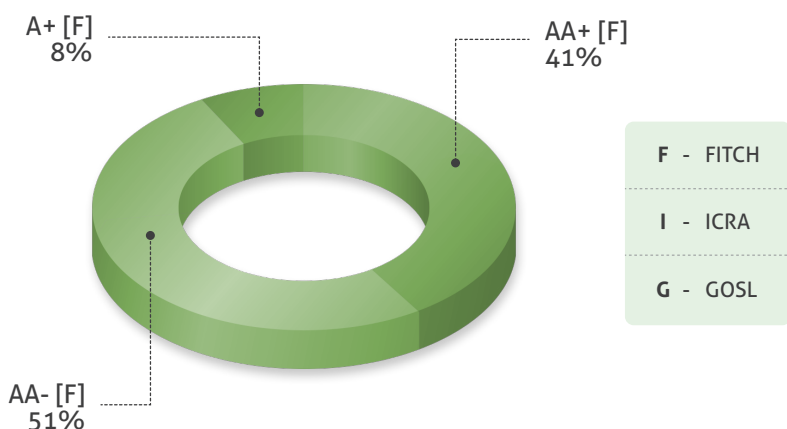
NDB Wealth Income Plus Fund			
Type: Open Ended Currency: LKR	Investments: Fixed Income Securities ISIN: LKNWIPU00005		
NDB Wealth Income Plus Fund is an open-ended fixed Income fund incorporated in Sri Lanka, invested in LKR based corporate debt instruments including commercial paper, securitized paper, quoted and unquoted debentures,bank deposits as well as Sri Lanka Treasury Bills, Bonds and government securities backed Repurchase transactions. The Fund aims to provide higher returns by investing in a portfolio of Gilt Edged and Corporate Debt securities.			
Portfolio Allocation By Credit Rating			
			
F - FITCH I - ICRA G - GOSL			
Fund Snapshot			
YTD Yield	4.85%		
YTD Yield (Annualized)	11.71%		
NAV per unit	14.1277		
AUM (LKR Mn.)	307.95		
Fund Currency	LKR		
Fund Inception	7-Apr-16		
Expense Ratio	0.71%		
Average Maturity (Yrs)	0.51		
Average Duration	0.46		
Maturity Profile			
Maturity	% Holding	AVG YTM (Net)	
Under 1 Month	38.00%	11.47%	
1 Month - 3 Months	7.51%	13.70%	
3 Months - 6 Months	5.53%	13.80%	
6 Months - 1 Year	48.96%	12.60%	
Historical Returns			
Period	Fund Returns	Annualized Return	Equivalent Gross Return (Annualized) *
Year to Date	4.85%	11.71%	12.33%
Last month	0.99%	11.62%	12.23%
Last 3 months	2.94%	11.68%	12.30%
Last 6 months	5.85%	11.74%	12.36%
Last 12 months	12.03%	12.03%	12.66%
★ Reflects the equivalent return from a similar investment prior to deducting WHT of 5%.			
Other Features			
Valuation	Daily Valuation Cost plus accrued basis		
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 : 0.50% p.a. of NAV. Trustee and Custodian fee : 0.065 - 0.1% p.a. of NAV, based on fund size. Exit fee : 2% if less than 1 year ; 0 if greater than 1 year		
Fund Manager	NDB Wealth Management Ltd.		
Trustee & Custodian	Bank of Ceylon		

Disclaimer

Past performance is not a guide to future performance. The value of any investment and the income from it can fall as a result of market and currency fluctuations and investors could get back less than the amount originally invested. This report does not constitute a financial promotion, a recommendation or an offer to sell or a solicitation to buy units in the fund. See Information Memorandum for important information.

Fund Overview

NDB Wealth Money Fund	
Type: Open Ended Currency: LKR	Investments: Short Term Bank Deposits ISIN: LKNWMNU00002
NDB Wealth Money Fund is an open-ended money market fund incorporated in Sri Lanka, invested in short-term 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 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-May-19
YTD Yield	4.38%	
YTD Yield (Annualized)	10.59%	
NAV per unit	17.9769	
AUM (LKR Mn.)	177.53	
Fund Currency	LKR	
Fund Inception	1-Jun-12	
Expense Ratio	0.98%	
Average Maturity (Yrs)	0.42	
Average Duration	0.39	

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	21.20%	7.13%
1 Month - 3 Months	11.38%	11.30%
3 Months - 6 Months	20.41%	10.70%
6 Months - 1 Year	47.01%	12.10%

Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	4.38%	10.59%
Last month	0.83%	9.79%
Last 3 months	2.65%	10.50%
Last 6 months	5.26%	10.54%
Last 12 months	9.71%	9.71%
Year 2018	8.74%	8.74%
Year 2017	9.50%	9.50%

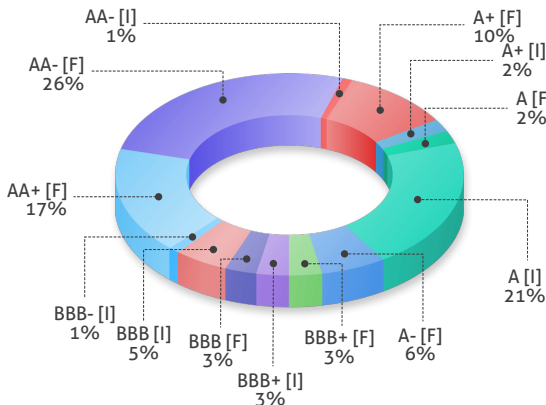
Other Features	
Valuation	Daily Valuation Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential 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

Disclaimer

Past performance is not a guide to future performance. The value of any investment and the income from it can fall as a result of market and currency fluctuations and investors could get back less than the amount originally invested. This report does not constitute a financial promotion, a recommendation or an offer to sell or a solicitation to buy units in the fund. See Information Memorandum for important information.

Fund Overview

NDB Wealth Money Plus Fund	
Type: Open Ended	Investments: Money Market Corporate Debt Securities
Currency: LKR	ISIN: LKNWMPU00007
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	
	
F - FITCH	
I - ICRA	
G - GOSL	

Fund Snapshot		31-May-19
YTD Yield	4.98%	
YTD Yield (Annualized)	12.05%	
NAV per unit	20.1297	
AUM (LKR Mn.)	20,519.56	
Fund Currency	LKR	
Fund Inception	1-Jun-12	
Expense Ratio	0.85%	
Average Maturity (Yrs)	0.51	
Average Duration	0.46	

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	18.18%	10.22%
1 Month - 3 Months	14.52%	13.40%
3 Months - 6 Months	10.90%	13.70%
6 Months - 1 Year	56.40%	12.40%

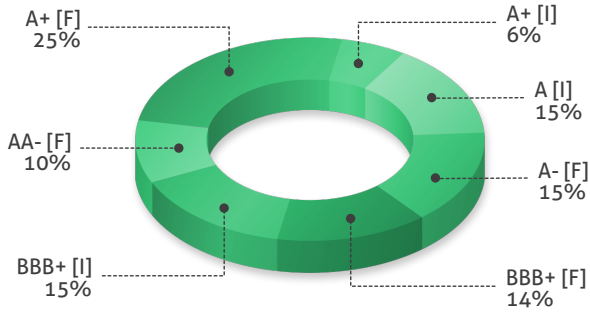
Historical Returns			
Period	Fund Returns	Annualized Return	Equivalent Gross Return (Annualized) *
Year to Date	4.98%	12.05%	12.68%
Last month	1.01%	11.86%	12.49%
Last 3 months	3.05%	12.10%	12.73%
Last 6 months	5.99%	12.00%	12.64%
Last 12 months	11.88%	11.88%	12.51%
Year 2018	11.53%	11.53%	12.14%
Year 2017	11.38%	11.38%	11.98%
★ Reflects the equivalent return from a similar investment prior to deducting WHT of 5%			

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

Disclaimer

Past performance is not a guide to future performance. The value of any investment and the income from it can fall as a result of market and currency fluctuations and investors could get back less than the amount originally invested. This report does not constitute a financial promotion, a recommendation or an offer to sell or a solicitation to buy units in the fund. See Information Memorandum for important information.

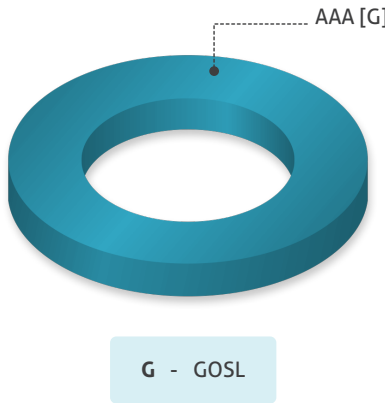
Fund Overview

NDB Wealth Islamic Money Plus Fund			
Type: Open Ended	Investments: Short Term Shariah Compliant Investments		
Currency: LKR	ISIN: LKNWISU00009		
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			
			
Fund Snapshot			
YTD Yield	4.53%		
YTD Yield (Annualized)	10.96%		
NAV per unit	14.04		
AUM (LKR Mn.)	284.26		
Fund Currency	LKR		
Fund Inception	1-Jun-15		
Expense Ratio	1.47%		
Average Duration	0.36		
Maturity Profile			
Maturity	% Holding	AVG YTM (Net)	
Under 1 Month	17.69%	8.99%	
1 Month - 3 Months	19.02%	13.10%	
3 Months - 6 Months	29.53%	13.60%	
6 Months - 1 Year	33.77%	11.90%	
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		
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	Equivalent Gross Return (Annualized)*
Year to Date	4.53%	10.96%	11.53%
Last month	0.92%	10.83%	11.40%
Last 3 months	2.79%	11.08%	11.66%
Last 6 months	5.42%	10.87%	11.45%
Last 12 months	10.90%	10.90%	11.48%
★ Reflects the equivalent return from a similar investment prior to deducting WHT of 5%			
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		

Disclaimer

Past performance is not a guide to future performance. The value of any investment and the income from it can fall as a result of market and currency fluctuations and investors could get back less than the amount originally invested. This report does not constitute a financial promotion, a recommendation or an offer to sell or a solicitation to buy units in the fund. See Information Memorandum for important information.

Fund Overview

NDB Wealth Gilt Edged Fund		Fund Snapshot		31-May-19
Type: Open Ended	Investments: Government of Sri Lanka Securities	YTD Yield	12.04%	
Currency: LKR	ISIN: LKNWGEU00003	YTD Yield (Annualized)	29.11%	
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.		NAV per unit	15.9275	
		AUM (LKR Mn.)	64.97	
		Fund Currency	LKR	
		Fund Inception	1-Dec-97	
		Expense Ratio	1.11%	
		Average Maturity (Yrs)	8.95	
		Average Duration	5.19	
Portfolio Allocation By Credit Rating		Maturity Profile		
		Maturity	% Holding	AVG YTM (Net)
		Under 1 Month	9.7%	8.60%
		Over 5 Years	90.3%	10.70%
Historical Returns				
Period	Fund Returns		Annualized Return	
Year to Date	12.04%		29.11%	
Last month	4.09%		48.13%	
Last 3 months	7.24%		28.71%	
Last 6 months	15.31%		30.71%	
Last 12 months	21.02%		21.02%	
Year 2018	11.45%		11.45%	
Year 2017	10.41%		10.41%	
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			

Disclaimer

Past performance is not a guide to future performance. The value of any investment and the income from it can fall as a result of market and currency fluctuations and investors could get back less than the amount originally invested. This report does not constitute a financial promotion, a recommendation or an offer to sell or a solicitation to buy units in the fund. See Information Memorandum for important information.

DISCLAIMER

This document is compiled by NDB Wealth Management Limited (NDBWealth) for the use of its clients, and should not be construed as an offer or solicitation of an offer to buy/sell any securities or assets. This document is for the personal information of the authorized recipient and is not for public distribution. This should not be reproduced or redistributed to any other person or in any form. All information has been compiled using information from news sources, available documentation and NDBWealth's own research material and relates to current and historical information, but do not guarantee its accuracy or completeness. In compiling this report, NDBWealth has made every endeavour to ensure its accuracy, but cannot hold NDBWealth or its employees for any error that maybe found herein. Neither NDBWealth nor its employees can accept responsibility for any loss or damage caused due to any decisional action made by the investors based on such information or any options, conclusions or recommendations herein whether that loss or damage is caused by any fault or negligence on the part of NDBWealth.

NDB WEALTH MANAGEMENT LTD

NDB Capital Building, Level G, No: 135, Bauddhaloka Mawatha, Colombo 4, Sri Lanka

Tel (+94) 77 744 8888 | (+94) 11 230 3232

E-mail : contact@ndbinvestors.com | Web : www.ndbwealth.com