



ASSET
MANAGEMENT



PRIVATE
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MY WEALTH
MANAGEMENT

MARKET UPDATE AND FUND REVIEW

!t's time

NDB | WEALTH

2023
FEBRUARY

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MARKET BRIEF BY NDB WEALTH

INFLATION SLOWS

Inflation as measured by the CCPI continued to fall slowing to 50.6% in February on a year-on-year basis from the previous month's 51.7% due to falling food prices. The deceleration in inflation is expected to continue in the ensuing period, supported by subdued aggregate demand, improvements in domestic supply conditions and normalization in global commodity prices.

THE RUPEE STRENGTHENS

The Sri Lankan Rupee appreciated marginally by 0.14% against the USD in February to close the month at LKR 361.63, and has gained 0.41% on a year to date basis. The CBSL was a net buyer of foreign exchange in the market in January amounting to USD 211 mn., whilst gross official reserves stood at USD 2.1 bn. We expect the pressure on the Rupee to ease going forward on account of higher tourism receipts, increased worker remittances and exporter conversions.

INTEREST RATES FALL

Interest rates declined across the board in February with the benchmark 364-day T-Bill rate falling to 27.67%. Foreign holding of LKR denominated government securities increased by LKR 7 bn. during the month and foreign investors were net buyers on a year to date basis at LKR 6.9 bn. Credit to the private sector continued to fall slowing to 6.4% in December on a year-on-year basis signaling the impact of monetary tightening on credit demand. We expect, interest rates to decline further with inflation and exchange rate pressures easing however any uncertainties surrounding domestic debt restructuring may lead to volatility in interest rates.

STOCK MARKET ADVANCES FURTHER

The stock market continued on its rally in February with the All Share Price Index (ASPI) increasing by 3.65% and the S&P SL 20 index rising 1.16% amidst renewed buying interest from both local and foreign investors. Foreign investors were net buyers on the bourse in February, amounting to LKR 1.93 bn and remains net buyers amounting to LKR 2.34 bn. on a year-to-date basis. Given macro-economic uncertainties and weak earnings expectations, we expect the equity market to be range-bound, not ruling out the possibility of intermittent rallies we may witness from time to time.

Amaya Nagodavithane

Fund Manager

EQUITY OUTLOOK

	Past month Performance (Feb 2023)	Past 12 months Performance (Feb 2022 - Feb 2023)	Year to Date Performance (Jan 2023 - Feb 2023)
All Share Price Index	3.65%	-20.64%	8.23%
S&P SL 20	1.16%	-28.96%	6.11%
MSCI Frontier Markets Index	-2.47%	-18.28%	1.92%
MSCI World Index	-2.37%	-6.86%	4.57%
MSCI Emerging Markets	-6.48%	-15.28%	0.90%
MSCI Asia Ex Japan	-6.81%	-14.07%	0.85%

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



In February 2023, the Colombo Stock Exchange had a fluctuating performance. Despite the volatility witnessed during the month, ASPI & S&P SL 20 gained 3.65% and 1.16% respectively. Additionally, the average turnover for the month was 1.86 Billion.



Net foreign inflows recorded for the month totaled 1.93 Billion which was a significant increase compared to the month of January where the Net Foreign Inflows were at 410 Million.



US stocks ended February with declines in all three major indices due to concerns about high interest rates, prompted by economic data and comments from US Federal Reserve officials. After a strong January, the S&P 500, Dow, and Nasdaq fell 2.61%, 4.19%, and 1.11%, respectively during the month of February 2023.

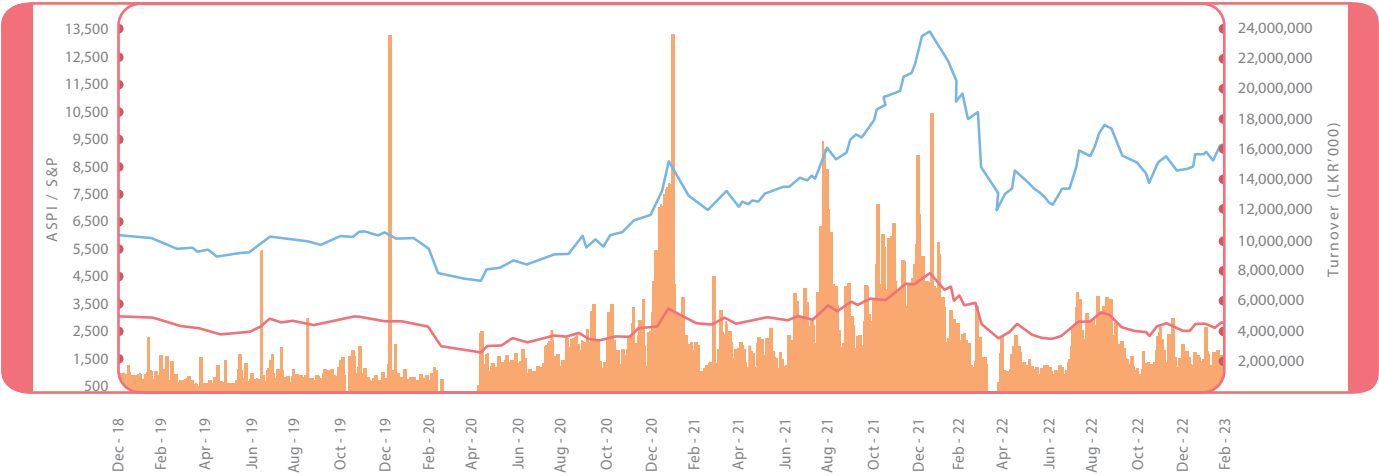


The Hang Seng index declined by 9.5% in February 2023, marking the worst February performance since 1982. This drop occurred as investors took profits and partially moved their investments to the China A-share market. Meanwhile, the China's CSI 300 Index rose 0.63%, while the Shanghai Composite Index climbed 0.66%



In February, the MSCI EM Asia Index faced a significant drop of over 7%. This was due to the stronger dollar, which led to investors selling off Asian assets, causing local currencies to weaken and hurting corporate borrowers who have dollar-denominated debt.

Colombo Stock Exchange Performance



Turnover S&P ASPI

Source: www.cse.lk >

		Feb 2023	Feb 2022
CSE	Market PER	5.02 X	12.04 X
	Market PBV	0.93 X	1.57 X
	Market DY	4.04%	2.37%
MSCI Frontier Market	Market PER	10.24 X	13.38 X
	Market PBV	1.60 X	2.07 X
	Market DY	4.27%	3.23%

>

Colombo Stock Exchange	Jan - Feb 2023	Jan - Feb 2022
Foreign Inflows	LKR 7.51 Billion	LKR 17.17 Billion
Foreign Outflows	LKR 5.16 Billion	LKR 20.29 Billion
Net Foreign Inflows/(Outflows)	LKR 2.34 Billion	(LKR 3.12 Billion)

Source: www.cse.lk >

**“ THE STRONGEST
BULL MARKETS I'VE BEEN IN ARE BUILT
ON WALLS OF WORRY. ”**

— Cathie Wood —



FIXED INCOME OUTLOOK

Interest Rates in Sri Lanka

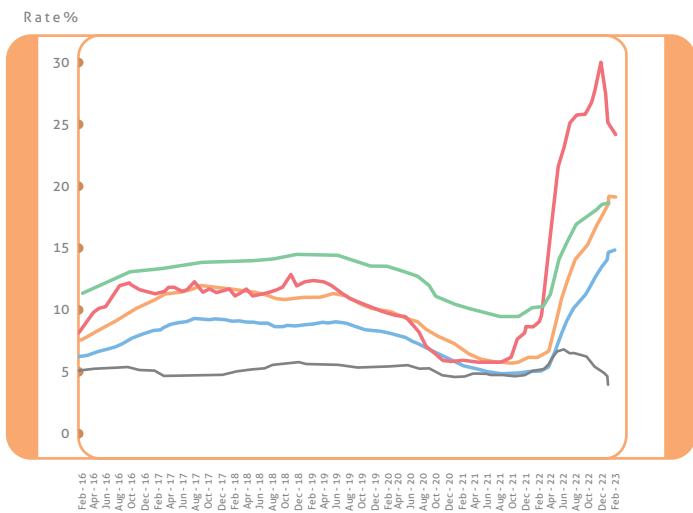
The central bank maintained its Standing Lending Facility Rate (the rate CBSL lends to commercial banks) at 15.50% and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) at 14.50% during the month of February 2023.

	Feb 22	Dec 22	Jan 23	Feb 23
364 Day T-bill	8.53%	29.27%	27.78%	27.67%
5-Year Bond	11.63%	26.76%	26.92%	26.67%
1-Year Finance Company Fixed Deposit Ceiling Rate	10.11%	31.31%	30.56%	29.71%

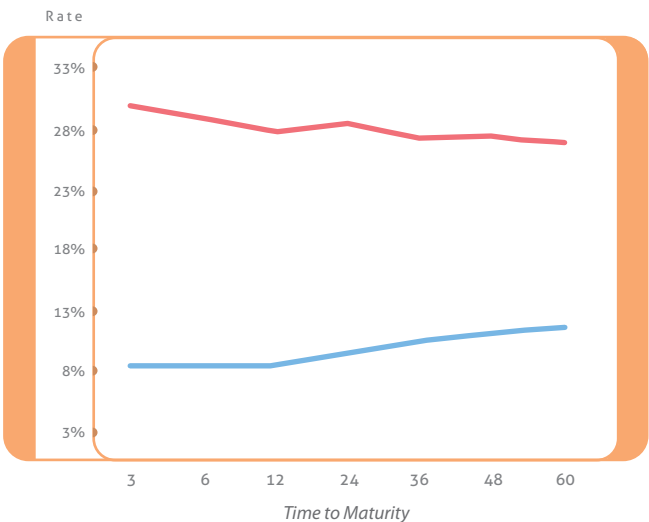
* Gross Rates provided. Net returns would change based on prevailing tax regulations.

Source: Central Bank of Sri Lanka >

AVERAGE LENDING & DEPOSIT RATES & SPREAD



YIELD CURVE - LKR TREASURIES



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

Feb-22 Feb-23

Source: Central Bank of Sri Lanka >

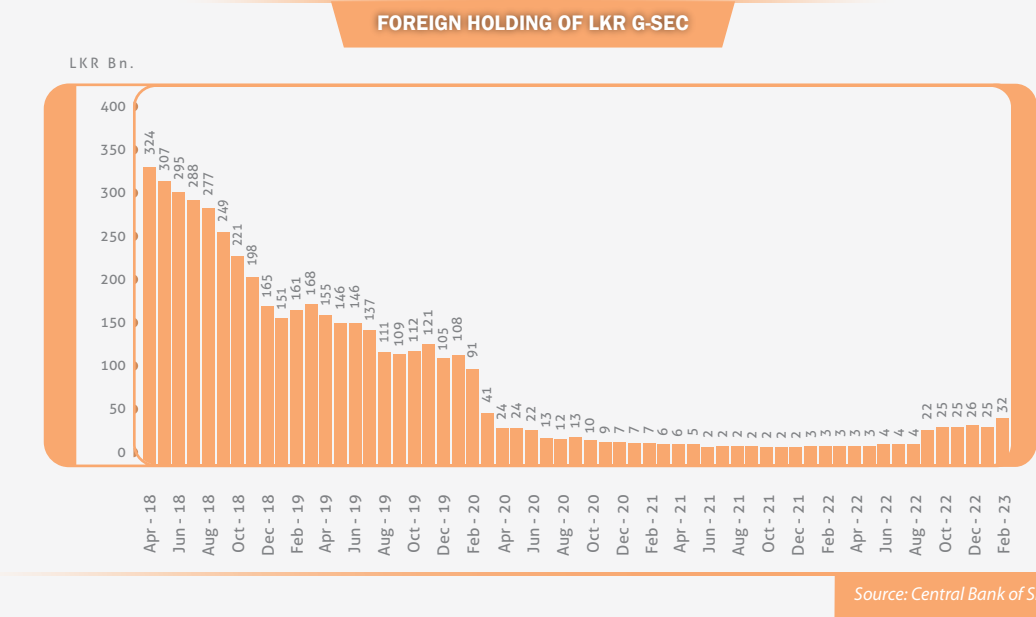
AWDR: Average Weighted Deposit Rate | AWFDR: Average Weighted Fixed Deposit Rate | AWLR: Average Weighted Lending Rate
| AWPR Average Weighted Prime Lending rate

The Treasury bill yields continued to decline during the month, with the benchmark 364-days T-bill yield decreasing by 11 bps to 27.67% and the 91-days and 182-days T-bill yields decreasing by 19 bps to 29.72% and by 5 bps to 28.67% respectively.

Broad money (M2b) growth increased to 15.5% on a year-on-year basis in December, from the previous month's 15.3% whilst the credit to the private sector persisted to decline to 6.4% year-on-year basis in December from 8.4% recorded in the preceding month. Monthly private sector credit disbursement decreased by LKR 72.6 billion in December, a sharp decline from the LKR 30.9 billion reduction during the previous month.

Outstanding LKR Govt. Securities LKR 13,371 Billion	
T Bills (Total)	T Bonds (Total)
LKR 4,351 Billion	LKR 9,020 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 13,338 Billion	LKR 32.5 Billion
Total Foreign Holding of Bills and Bonds: 0.24%	

Source: Central Bank of Sri Lanka >



Foreign buying of LKR denominated bills and bonds increased by LKR 7 billion during the month, compared to January, with the foreign holdings increasing to 0.24% of the total outstanding government securities. Thus, foreign investors were net buyers at LKR 6.9 Bn in 2023.

1 Year FD Rates - Sri Lankan Banks		
	Feb 2023	Jan 2023
NSB	12.00%	12.00%
COMB	17.00%	17.00%
SAMP	17.00%	17.00%
HNB	17.50%	17.50%
NDB	19.00%	19.00%

Rates on Credit Cards	Feb 23
HSBC	36.00%
SCB	36.00%
Sampath	36.00%
NDB	36.00%
AMEX	36.00%

Source: Respective Commercial Banks >

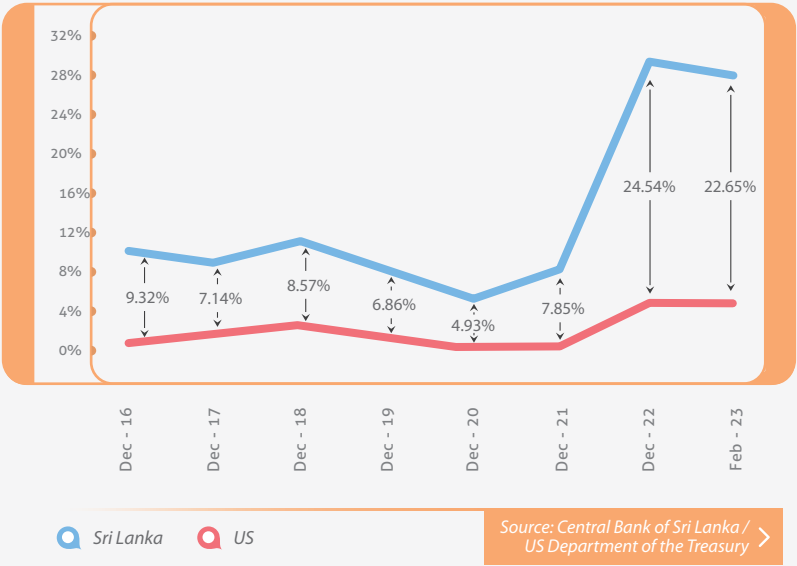
NDIB CRISIL Fixed Income Indices Total return as at 28/02/2028	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	8.12%	21.78%	10.87%
NDBIB-CRISIL 364 Day T-Bill Index	7.07%	4.61%	5.43%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	5.13%	-12.10%	-0.52%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	9.32%	-18.01%	-3.41%

Source: www.crisil.com >

Central Bank Policy Rates	2020	2021	2022	Latest
Sri Lanka	4.50%	5.00%	14.50%	14.50%
US	0.00% - 0.25%	0.00% - 0.25%	4.25% - 4.50%	4.50% - 4.75%
Euro Zone	0.00%	0.00%	2.50%	3.00%
Australia	0.10%	0.10%	3.10%	3.35%
India	4.00%	4.00%	6.25%	6.50%

Source: www.cbrates.com >

1 YEAR TREASURY RATE - USD Vs. LKR & SPREAD



The majority of central banks in prominent economies worldwide raised interest rates during February, owing to prolonged inflation data that exceeded both markets and policy maker expectations.

364 Day Treasury Bill Rate	Feb 22	Dec 22	Jan 23	Feb 23
Sri Lanka	8.53%	29.27%	27.78%	27.67%
India	4.51%	6.89%	6.89%	7.22%
US	1.01%	4.73%	4.68%	5.02%
Euro Zone	-0.68%	2.46%	2.67%	3.16%

Source: Respective Central Banks >

	Rates on Savings Accounts Feb 2023
Sri Lanka	4.00%
US	0.01%
Euro Zone	0.25%
Australia	4.00%
India	3.00%

Source: Respective Commercial Banks >



Despite the risk of a potential recession, investors remained vigilant of any further rate hikes by the US Federal Reserve, as strengthening labor market data contributed to the elevated inflation levels.

**“ FIXED INCOME INVESTING REQUIRES DISCIPLINE,
PATIENCE AND A LONG-TERM PERSPECTIVE. ”**

— NDB Wealth —



INFLATION RATES

Country	Feb-22	Dec-22	Jan-22	Feb-23
Sri Lanka	15.10%	57.20%	51.70%	50.60%
US	7.87%	6.45%	6.41%	6.41%*
Euro Zone	5.87%	9.20%	8.60%	8.60%*
India	6.10%	5.72%	6.52%	6.52%*

*Jan 2023

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



Sri Lanka's base year of inflation has been revised from 2013 to 2021 from January 2023 onwards where, more weightage has been allocated to non-food inflation category. This is to accommodate the change in expenditure patterns and changes in goods and services available in the market.



Inflation as measured by the CCPI (2021=100) reduced to 50.6% on a year-on-year basis in February 2023 from 51.70% in January 2023 driven by decline in Food inflation in February 2023 from 60.0% on a year-on-year basis in January 2023 however, non-food inflation on year on year basis increased to 48.8% in February 2023 from 47.9% in January 2023.



Despite the monthly decline of 0.74% in the food inflation category, overall inflation increased by 0.47% in February 2023 on a month-on-month basis primarily contributed by increased prices within the non-food inflation category, which was 1.20%.



Price reductions within food category were seen in vegetables, eggs, rice and fish during the month whilst price increase was observed in coconuts, fresh fruits and tea leaves. On the other hand, in the non-food inflation category, price increase was primarily witnessed in Electricity, Transport and Clothing.



Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport), reduced to 43.60% year on year in February 2023 from 45.6% in January 2023.

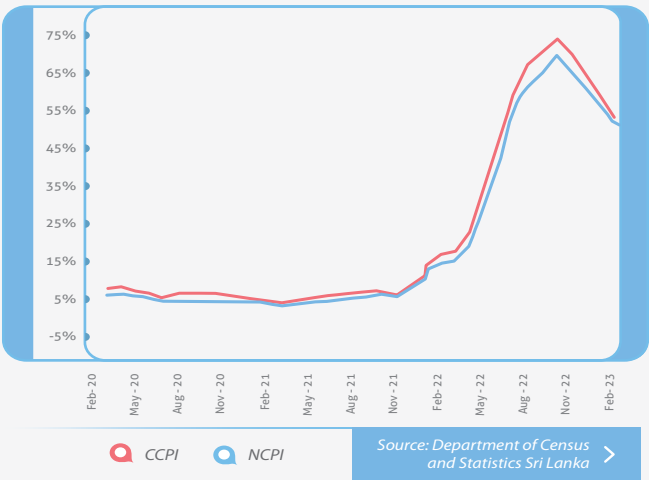


We expect the inflation to follow a declining momentum through 2023 amidst subdued demand conditions, easing of supply-side shortages and the expected passthrough of easing global energy and food prices to domestic prices, along with the favorable statistical base effect.

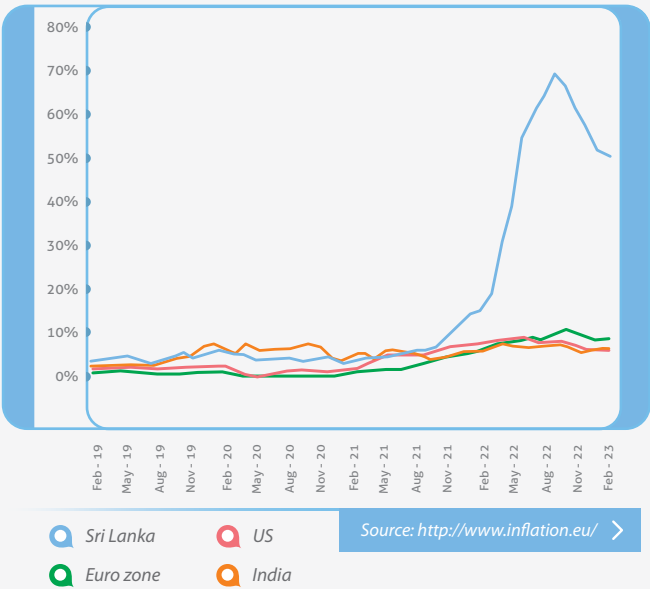


On the global front, US and Euro Zone inflation slowed to 6.41% and 8.60% in January 2023 from 6.45% and 9.20% in December 2022. However, inflation in India increased to 6.52% in January 2023 from 5.72% in December 2022 largely driven by food prices.

INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



GLOBAL INFLATION RATES



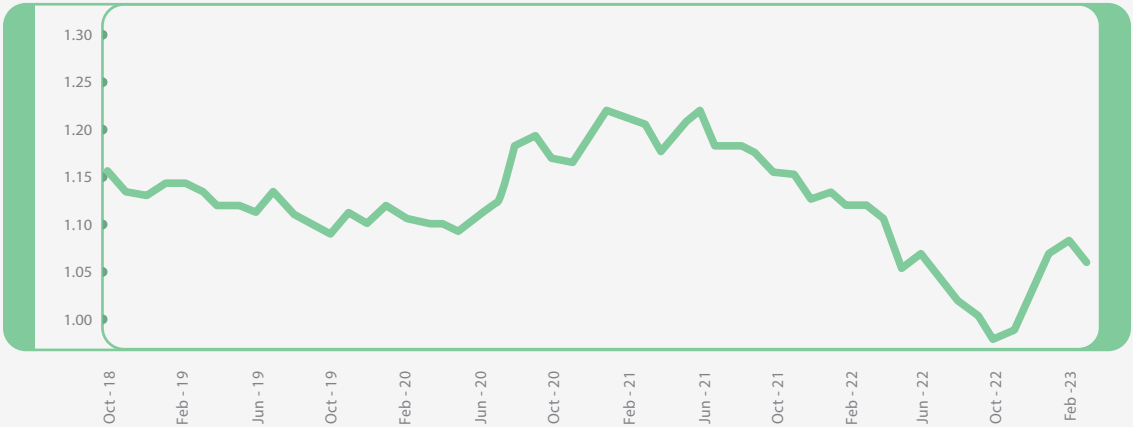
FOREX OUTLOOK

Exchange Rates Vs. LKR	Feb-22	Dec-22	Feb-23	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	201.06	363.11	361.63	-44.40%	0.41%
GBP	268.62	437.35	435.98	-38.39%	0.31%
EURO	224.50	386.93	383.08	-41.40%	1.01%
YEN	1.74	2.74	2.65	-34.44%	3.15%
AUD	144.39	245.61	243.96	-40.81%	0.68%
CAD	157.25	267.95	266.39	-40.97%	0.59%
INR	2.68	4.39	4.37	-38.77%	0.27%
BHD	533.29	963.09	959.17	-44.40%	0.41%
CNY	31.84	52.19	52.13	-38.91%	0.12%

Source: Central Bank of Sri Lanka >

- The Sri Lankan rupee appreciated by 0.14% against the US Dollar during January 2023, closing at LKR 361.63 by the end of the month.
- The Rupee demonstrated progress against both the Sterling Pound and Euro, with a gain of 2.66% and 2.60% respectively during the month.
- The US Dollar appreciated against a basket of currencies, where the resurgence of the US Dollar was mainly supported by the hawkish rate hike expectations by the Fed in response to stronger US activity.
- The Sterling Pound slipped against the US Dollar as a result of inflation data from the UK that led investors to scale back their expectations for potential interest rate hikes.
- The Asian currencies experienced a decline, where the sentiment was influenced by higher US yields and hawkish comments made by Federal Reserve officials.

USD PER 1 EURO MOVEMENT



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

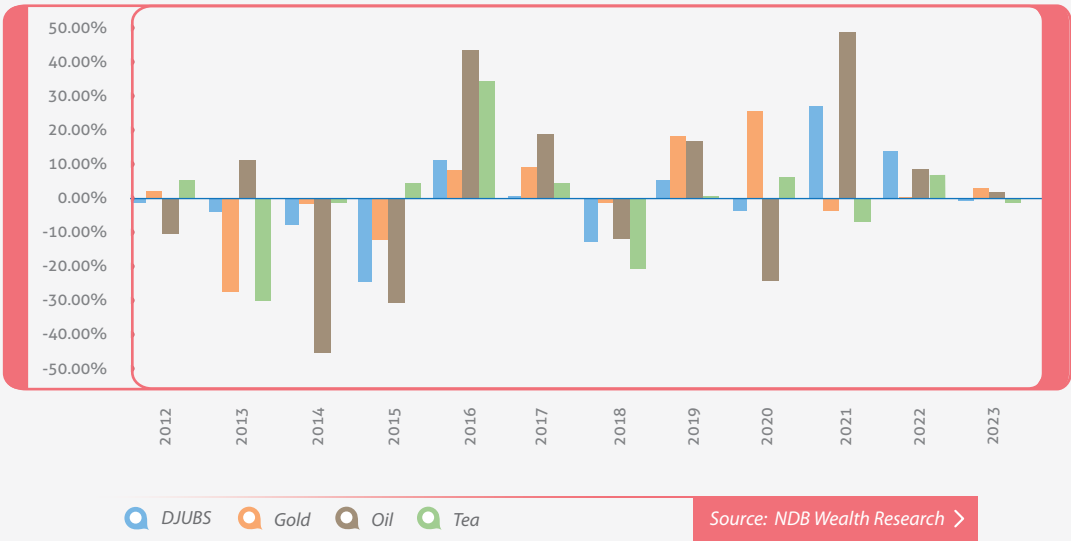
COMMODITY OUTLOOK

	Past month Performance (1st Feb 2023 - 28th Feb 2023)	Past 12 months Performance (Feb 2022 - Feb 2023)	Year to Date Performance (1st Jan 2023 - 28th Feb- 2023)
Bloomberg Commodity Index	-5.04%	-7.32%	-5.89%
Gold	-2.27%	-0.09%	3.17%
Tea	-3.70%	9.29%	-1.12%
Oil (Brent)	-0.46%	-13.63%	2.24%

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

- The Bloomberg Commodity Index (BCOM) declined by 5.04% during the month of February 2023, mainly due to price decrease of gold, oil and cocoa during the month.
- Crude oil price dropped by 0.46% in February 2023 as rumors emerged that UAE had held internal debates on leaving OPEC and pumping more oil to the market. Further, subpar GDP growth results of China also may have contributed towards the drop-in oil prices.
- However, crude oil prices are expected to gather momentum as the demand from China is expected to normalize towards the latter half of 2023. Moreover, curtailed supply by OPEC+ countries and continued disruptions in supply due to Russia-Ukraine war may lead to higher oil prices in 2023.
- Tea prices decreased by 3.70% on month on month basis as the prices fell to USD 3.95 from USD 4.10 due to lower demand witnessed during the month.
- With the US Federal Reserve and the European Central bank emphasizing the need to increase its policy rates in the upcoming policy meetings to curb inflationary pressure has resulted the gold prices to decrease by 2.27% in February 2023.

Commodity Price Movements



PROPERTY OUTLOOK

According to the CBSL, the Land Valuation Indicator (LVI) for the Colombo District increased by 14.8% year on year to reach 205.2 during the second half of 2022. All sub-indicators of LVI, including Residential LVI, Commercial LVI, and Industrial LVI, contributed to this overall increase.

Of the three sub-indicators, Commercial LVI recorded the highest year on year increase at 15.7%, followed by Residential LVI at 15.2%, and Industrial LVI at 13.6%. However, there was a downward trend observed in the annual increase of LVI in H2 2022, driven by the decline in the annual increase of Industrial LVI.

The Real Estate Market Outlook Report 2023 by Lanka Property Web revealed a 40% increase in overseas buyer interest in Sri Lankan properties in 2022 compared to the previous year. The largest contributors to this are the traffic from UK, Australia, the US, Canada, and Middle Eastern countries.

The decline in the LKR standing against the USD in 2022 is attributed to the increased overseas interest by expatriates, making property investments more appealing to investors and expatriates with their earnings in currencies such as USD and GBP.

According to Lanka Property Web, over 6,000 new residential apartment units are expected to enter the real estate market in the next two years, bringing the total number of recognized apartment units to approximately 39,000 by the end of 2025.

Since the start of 2023, there has been an increase in demand for sales, rentals, and lands through visitor traffic, with sales demand being the highest at a 24% increase compared to December 2022. This trend will continue if Sri Lanka starts to show stability both economically and politically.

Source: CBSL, KPMG, Trading Economics, BNP Paribas, Realtor.com



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 February 2023									
Mudharabah PSR*	30:70	-	55:45	60:40	65:35	70:30	75:25	-	90:10
Distributed Profit	3.42%	5.74%	6.67%	8.07%	7.47%	7.99%	8.56%	-	10.27%
Bank of Ceylon Islamic Business Unit - As of February 2023									
Mudharabah PSR*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	3.20%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of February 2023									
Mudharabah PSR*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	9.20%	-	11.40%	13.40%	15.50%	-	-	-	-
Hatton National Bank PLC-"Hnb AI- Najah" Islamic Banking unit - As of February 2023									
Mudharabah PSR*	15:85	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	2.50%	-	15.75%	16.25%	17.25%	-	-	-	-
Wakala Rates	-	-	16.00%	16.50%	17.50%				
National Development Bank PLC-"Shareek" Islamic Banking unit - As of February 2023									
Mudharabah PSR*	40:60	-	-	-	-	-	-	-	-
Distributed Profit	2.50%	-	-	-	-	-	-	-	-
Wakala Rates	-	12.00%	17.00%	18.00%	19.00%	-	-	-	-
LB AI Salamah (LB Finance PLC - Islamic Business Unit) - As of February 2023									
Wakala Rates	-	-	18.50%	18.75%	19.00%	16.50%	16.00%	15.50%	15.00%
LOLC AI-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of February 2023									
Mudharabah PSR*	25:75	64:36	66:34	67:33	74:26	77:23	80:20	69:31	75:25
Distributed Profit	5.84%	14.95%	15.42%	15.65%	17.29%	17.99%	18.69%	16.12%	17.52%
Wakala Rates	-	15.50%	15.50%	15.75%	18.00%	17.50%	18.00%	14.25%	14.25%
Peoples Leasing Islamic Business Unit - As of February 2023									
Mudharabah PSR*	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	3.54%	-	11.20%	12.12%	14.00%	-	-	-	-

* 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 FEBRUARY 2023

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	Tokyo Cement Company (Lanka) 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

Fund Overview

NDB Wealth Growth Fund		Fund Snapshot	31-Jan-23
Type: Open Ended	Investments: Listed Equities	YTD Yield	2.78%
Currency: LKR	ISIN: LKNWGRU00005	NAV per unit	8.76
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.)**	167.39
		Fund Currency	LKR
		Fund Inception	1-Dec-97
		Expense Ratio	1.60%
		Max Equity Allocation	97.00%
		Current Equity Allocation	78.72%
		Fund Leverage	0.00%
Equity Allocation		Top 5 Portfolio Holdings (In Alphabetical Order)	
		CARGILLS (CEYLON) PLC	
		COMMERCIAL BANK OF CEYLON PLC	
		HATTON NATIONAL BANK PLC	
		PEOPLES INSURANCE LTD	
		WINDFORCE LIMITED	
Historical Returns		Fixed Income Allocation	
Period	Fund Returns *		
Last Month	2.78%	Minimum Fixed Income Allocation	3.00%
Last 3 months	4.10%	Current Fixed Income Allocation	21.28%
Last 6 months	6.88%	Average Duration	0.2134
Last 12 months	-33.09%		
Year 2022	-31.26%	Maturity	% Holding
Year 2021	27.93%	Under 1 Month	39.33%
★ After fees, excluding front end and back end loads ★★ AUM before expense allowance adjustment		3 Months - 6 Year	60.67%
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

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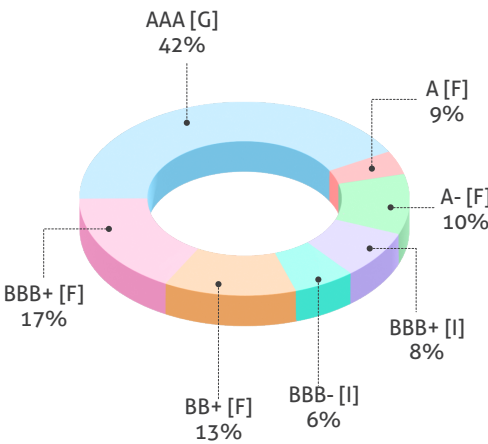
Fund Overview

NDB Wealth Growth and Income Fund		Fund Snapshot	31-Jan-23
Type: Open Ended	Investments: Listed Equities and Corporate Debt	YTD Yield	1.93%
Currency: LKR	ISIN: LKNWGIU00004	NAV per unit	42.08
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.)**	202.09
		Fund Currency	LKR
		Fund Inception	1-Dec-97
		Expense Ratio	1.13%
		Max Equity Allocation	97.00%
		Current Equity Allocation	46.32%
		Fund Leverage	0.00%
Portfolio Allocation		Top 5 Portfolio Holdings (In Alphabetical Order)	
By Sector (Within Equity Allocation) 17% 5% 20% 13% 13% 12% 19% 1% Capital Goods Consumer Durables & Apparel Consumer Service Energy Food Beverage & Tobacco Transportation Utilities Diversified Financials By Credit Rating (Within Fixed Income Allocation) AAA [G] 84% A- [F] 0% BBB+ [I] 11% A [F] 5% F - FITCH I - ICRA G - GOSL		AITKEN SPENCE HOTEL HOLDINGS PLC	
		HAYLEYS FABRIC PLC	
		LANKA IOC PLC	
		SUNSHINE HOLDINGS PLC	
		WINDFORCE LIMITED	
Historical Returns		Fixed Income Allocation	
Period	Fund Returns*	Minimum Fixed Income Allocation	3.00%
Year to Date	1.93%	Current Fixed Income Allocation	53.68%
Last month	1.93%	Average Duration	0.04
Last 3 months	3.34%	Maturity	% Holding
Last 6 months	-0.65%	Under 3 Months	100.00%
Last 12 months	-18.73%		
Year 2021	-19.49%		
Year 2020	19.02%		
★ After fees, excluding front end and back end loads ★★ AUM before expense allowance adjustment			
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		

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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	1.89%	
YTD Yield (Annualized)	22.29%	
NAV per unit	18.7246	
AUM (LKR Mn.)	394.50	
Fund Currency	LKR	
Fund Inception	1-Dec-97	
Expense Ratio	0.82%	
Average Maturity (Yrs)	1.30	
Average Duration	1.00	
Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	3.39%	16.62%
1 Month - 3 Months	19.96%	22.00%
3 Months - 6 Months	28.19%	29.00%
6 Months - 1 Year	21.11%	18.80%
1 Year - 5 Years	27.35%	13.40%
Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	1.89%	22.29%
Last month	1.89%	22.29%
Last 3 months	5.24%	20.78%
Last 6 months	8.65%	17.16%
Last 12 months	9.66%	9.66%
Year 2022	8.21%	8.21%
Year 2021	6.74%	6.74%
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. Exit Fee – 1% on redemptions, switches or transfer of units made within 365 days from the creation date of any investment made after 1st October 2021.	
Fund Manager	NDB Wealth Management Ltd.	
Trustee & Custodian	Bank of Ceylon	

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Fund Overview

NDB Wealth Income Plus Fund

Type: Open Ended

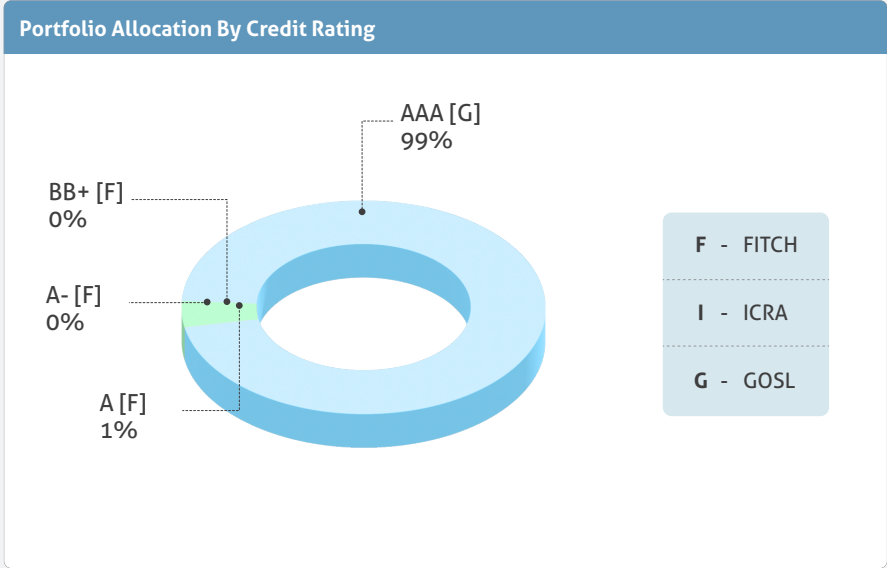
Currency: LKR

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.

Fund Snapshot	31-Jan-23
YTD Yield	2.61%
YTD Yield (Annualized)	30.69%
NAV per unit	22.1710
AUM (LKR Mn.)	7,859.82
Fund Currency	LKR
Fund Inception	7-Apr-16
Expense Ratio	0.63%
Average Maturity (Yrs)	0.15
Average Duration	0.14



Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	19.32%	30.01%
1 Month - 3 Months	80.68%	30.20%

Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	2.61%	30.69%
Last month	2.61%	30.69%
Last 3 months	7.91%	31.39%
Last 6 months	13.12%	26.03%
Last 12 months	21.80%	21.80%

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

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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, 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

AAA [G]
95%

A+ [I]
1%

A [F]
4%

A- [F]
0%

F - FITCH

I - ICRA

G - GOSL

Fund Snapshot		31-Jan-23
YTD Yield	2.27%	
YTD Yield (Annualized)	26.78%	
NAV per unit	26.1297	
AUM (LKR Mn.)	50,209.48	
Fund Currency	LKR	
Fund Inception	1-Jun-12	
Expense Ratio	0.73%	
Average Maturity (Yrs)	0.39	
Average Duration	0.33	

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	19.70%	27.75%
1 Month - 3 Months	15.68%	30.00%
3 Months - 6 Months	38.03%	29.30%
6 Months - 1 Year	26.59%	28.20%

Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	2.27%	26.78%
Last month	2.27%	26.78%
Last 3 months	6.84%	27.12%
Last 6 months	13.49%	26.76%
Last 12 months	19.71%	19.71%
Year 2022	17.79%	17.79%
Year 2021	5.58%	5.58%

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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Fund Overview

NDB Wealth Money Plus Fund

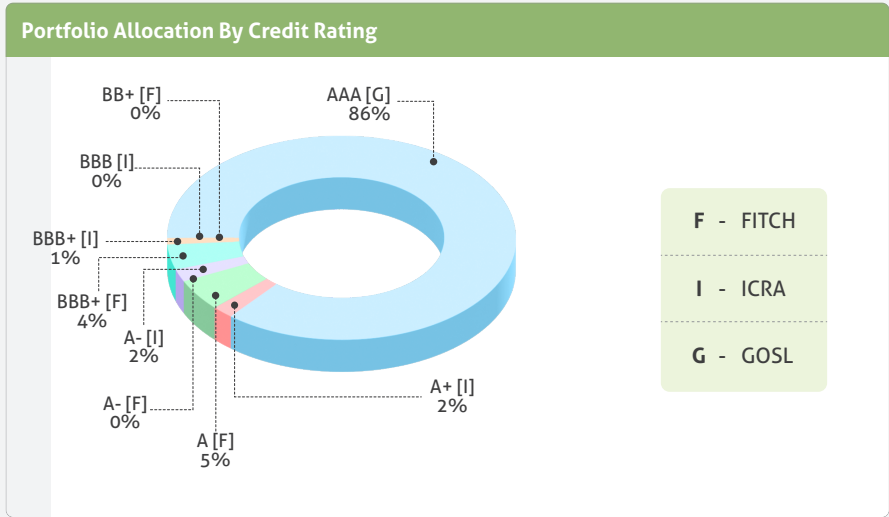
Type: Open Ended
Currency: LKR

Investments: Money Market Corporate Debt Securities
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

Fund Snapshot	31-Jan-23
YTD Yield	2.00%
YTD Yield (Annualized)	23.53%
NAV per unit	28.8347
AUM (LKR Mn.)	3,121.19
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.86%
Average Maturity (Yrs)	0.52
Average Duration	0.44



Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	8.65%	16.50%
1 Month - 3 Months	4.70%	29.90%
3 Months - 6 Months	36.25%	28.80%
6 Months - 1 Year	50.40%	28.40%

Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	2.00%	23.53%
Last month	2.00%	23.53%
Last 3 months	6.00%	23.81%
Last 6 months	11.08%	21.98%
Last 12 months	15.76%	15.76%
Year 2022	14.08%	14.08%
Year 2021	5.67%	5.67%

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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Fund Overview

NDB Wealth Islamic Money Plus Fund

Type: Open Ended

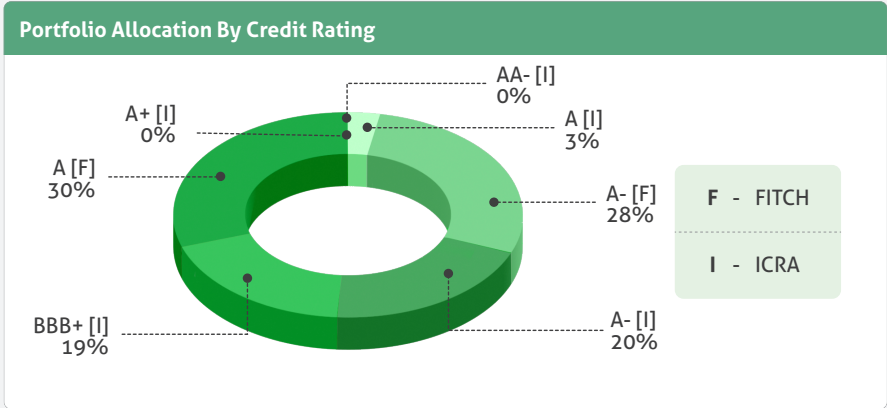
Currency: LKR

Investments: Short Term Shariah Compliant Investments

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.



Fund Snapshot	31-Jan-23
YTD Yield	1.24%
YTD Yield (Annualized)	14.60%
NAV per unit	19.6319
AUM (LKR Mn.)	696.48
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.19%
Average Duration	0.27

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	6.73%	19.13%
1 Month - 3 Months	29.41%	25.50%
3 Months - 6 Months	57.71%	17.20%
6 Months - 1 Year	6.15%	23.70%

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
Year to Date	1.24%	14.60%
Last month	1.24%	14.60%
Last 3 months	4.22%	16.75%
Last 6 months	8.84%	17.53%
Last 12 months	14.23%	14.23%

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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Fund Overview

NDB Wealth Gilt Edged Fund

Type: Open Ended

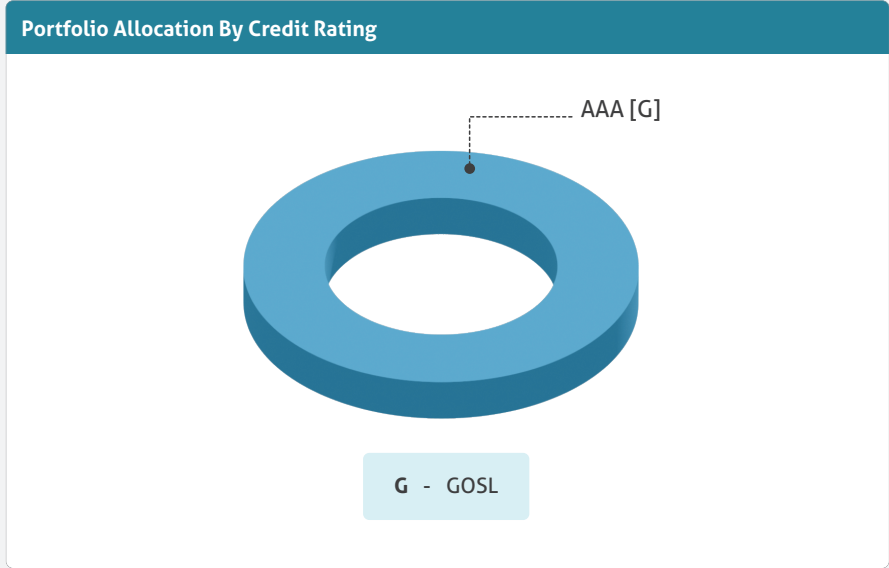
Currency: LKR

Investments: Government of Sri Lanka Securities

ISIN: LKNWGEU00003

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-Jan-23
YTD Yield	4.67%
YTD Yield (Annualized)	54.97%
NAV per unit	19.7782
AUM (LKR Mn.)	60.35
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	0.91%
Average Maturity (Yrs)	5.23
Average Duration	2.13



Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	35.95%	20.20%
Over 5 Years	64.05%	26.30%

Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	4.67%	54.97%
Last month	4.67%	54.97%
Last 3 months	13.19%	52.34%
Last 6 months	15.86%	31.46%
Last 12 months	1.11%	1.11%
Year 2022	-2.93%	-2.93%
Year 2021	4.38%	4.38%

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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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