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MARKET UPDATE AND FUND REVIEW

May 2023

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NDB | WEALTH

MARKET BRIEF BY NDB WEALTH

Inflation on a free fall

Inflation as measured by the CCPI continued on its disinflation path, slowing considerably to 25.2% in May on a year-on-year basis from the previous month's 35.3% primarily due to falling non-food prices. The deceleration in inflation is expected to continue in the ensuing period, supported by tight monetary and fiscal policies, strengthening of the exchange rate, normalization in global commodity prices and the favorable base effect.

The Rupee strengthens

The Sri Lankan Rupee appreciated significantly by 8.84% against the USD in May to close the month at LKR 295.52, and has gained by a considerable 22.87% on a year to date basis. The CBSL was a net buyer of foreign exchange in the market in April amounting to USD 147 mn., whilst gross official reserves are estimated to have surpassed USD 3 bn in May. We expect the Rupee to witness pressure during the second half of the year with the gradual removal of import restrictions and recovery in consumer demand.

Interest rates fall

Interest rates declined marginally in May with the benchmark 364-day T-Bill rate falling to 22.97%. Foreign holding of LKR denominated government securities continued on its upward trajectory increasing by LKR 36 bn. during the month and foreign investors were net buyers on a year to date basis at LKR 135.6 bn. Credit to the private sector continued to fall contracting by 8.3% in April on a year-on-year basis owing to the impact of tight monetary conditions. 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 lackluster

The stock market continued to fall in May with the All Share Price Index (ASPI) contracting by 4.76% and the S&P SL 20 index declining 7.5% amidst lackluster investor participation from both local and foreign investors. Foreign investors were net sellers on the bourse in May, amounting to LKR 184 mn; however, foreign investors remain net buyers amounting to LKR 1.36 bn on a year-to-date basis. Given weak earnings expectations and uncertainties surrounding domestic debt restructuring leading to cautious investor sentiment, we expect the equity market to be range-bound in the period ahead.

Amaya Nagodavithane
Fund Manager

EQUITY OUTLOOK

	Past month Perfomance (May 2023)	Past 12 months Performance (May 2022 - May 2023)	Year to Date Performance (YTD up to May 2023)
All Share Price Index	-4.76%	5.51%	0.77%
S&PSL 20	-7.50%	-9.62%	-8.12%
MSCI Frontier Markets Index	-0.52%	-9.17%	3.20%
MSCI World Index	-0.92%	2.61%	8.81%
MSCI Emerging Markets	-1.65%	-8.07%	1.16%
MSCI Asia Ex Japan	-1.81%	-7.72%	0.38%

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

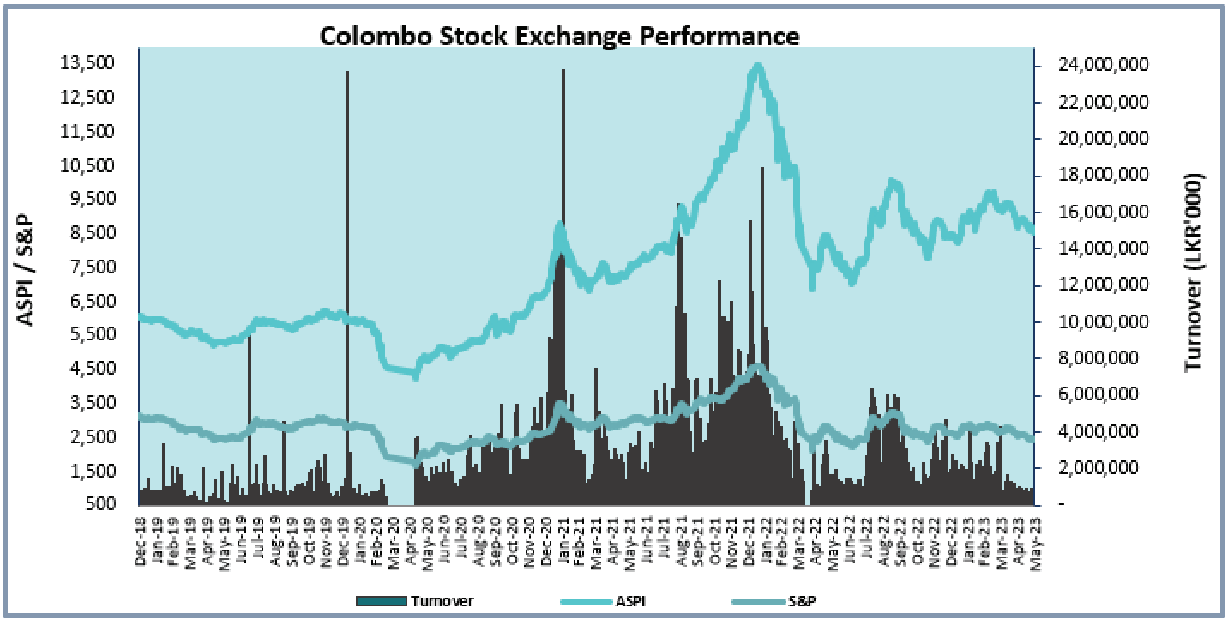
- The market remained pessimistic in May 2023 with a 4.76% drop in the ASPI and a 7.50% decrease in the S&PSL20 index. The weak performance of the two indices was attributed to poor quarterly company earnings and the overhang of domestic debt restructuring.

- Net foreign outflows of Rs. 184 million were observed in May, with limited inflows witnessed in the back drop of poor market sentiment coupled with heightened outflows towards the end of the month where investors may have taken advantage of the appreciation of the rupee against the dollar.

- In the U.S., the S&P500 experienced limited fluctuations on Wall Street, with a mere 0.25% increase in May 2023. The focal point driving market dynamics was the ongoing negotiations surrounding the debt ceiling, instilling a sense of uncertainty. Nevertheless, investor sentiment turned positive following the May 27th announcement resolving to raise the debt ceiling.

- Similarly, European stocks reached their lowest point in two months on the last trading day of the month, as worries about a worldwide economic slowdown stemming from China's weak economic data and uncertainty surrounding the U.S. debt ceiling overshadowed any optimism arising from indications of reduced inflation in certain significant eurozone economies. The STOXX 600 index, an index which represents the overall performance of European stocks, concluded 1.1% down, having reached its lowest level since March 30th.

- The Hang Seng China Enterprises Index closed 2.2% down on the last trading day of May, capping its worst week since March before markets closed Friday for a holiday. The deepening selloff in Chinese stocks reflects waning investor hopes of a rebound amid a struggling economy, distressed property market, unresolved US-China tensions, and accelerated foreign outflows due to Yuan weakness.



Source: www.cse.lk

		May 2023	May 2022
CSE	Market PER	4.63	6.27x
	Market PBV	0.85	0.98x
	Market DY	4.38	3.80x
MSCI Frontier Market	Market PER	10.36x	11.62x
	Market PBV	1.54x	1.86x
	Market DY	4.67x	4.03x

Colombo Stock Exchange	Jan - May 2023	Jan - May 2022
Foreign Inflows	LKR 15.17 Billion	LKR 22.58 Billion
Foreign Outflows	LKR 13.81 Billion	LKR 23.74 Billion
Net Foreign Inflows /Outflows	(LKR 1.36 Billion)	(LKR 1.16 Billion)

Source: www.cse.lk

“In investing, what is comfortable is rarely profitable.”

-Robert Arnott

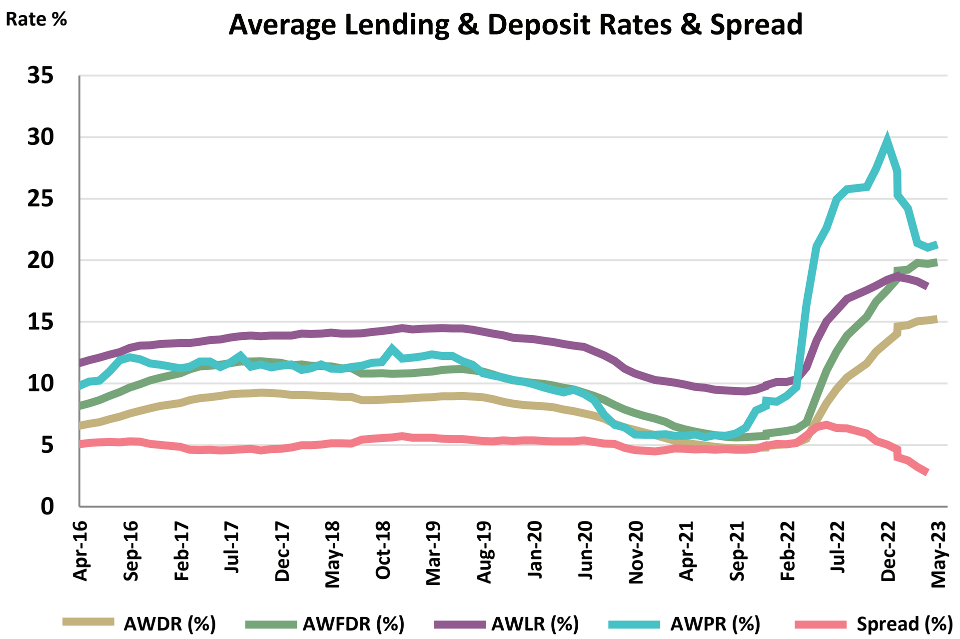
Fixed Income Outlook

Interest Rates in Sri Lanka

- On 1st of June 2023, the Central Bank of Sri Lanka decided to reduce its policy rates by 250 bps in the 4th monetary policy meeting for 2023; accordingly, the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) was reduced to 14.00% and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) reduced to 13.00%.

	May-22	Dec-22	Apr-23	May-23
364 Day T-bill	24.30%	29.27%	23.00%	22.97%
5-Year Bond	21.38%	26.76%	24.83%	24.98%
1 -Year Finance Company Fixed Deposit Ceiling Rate	26.31%	31.31%	24.74%	25.01%

** 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

- The benchmark 364-days T-bill yield declined by 3 bps in May to 22.97%. The 91-days weighted average T-bill dropped by 8 bps to 22.66% whilst the 182-days weighted average T-bill increased by 3 bps to 25.30%. During the first half of the month yields increased marginally amid delays in the announcement regarding debt restructuring; although, yields stabilized towards the end of the month.

- Broad money (M2b) growth slowed down to 3.7% on a year-on-year basis in April, from the previous month's 6.2%, whilst the credit to the private sector contracted by 8.3% year-on-year basis in April from the 5.0% contraction recorded in the previous month. Monthly private sector credit disbursement decreased by LKR 43.20 billion or by 0.6% in April 2023.

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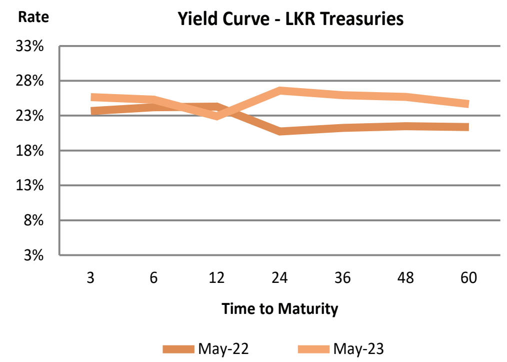
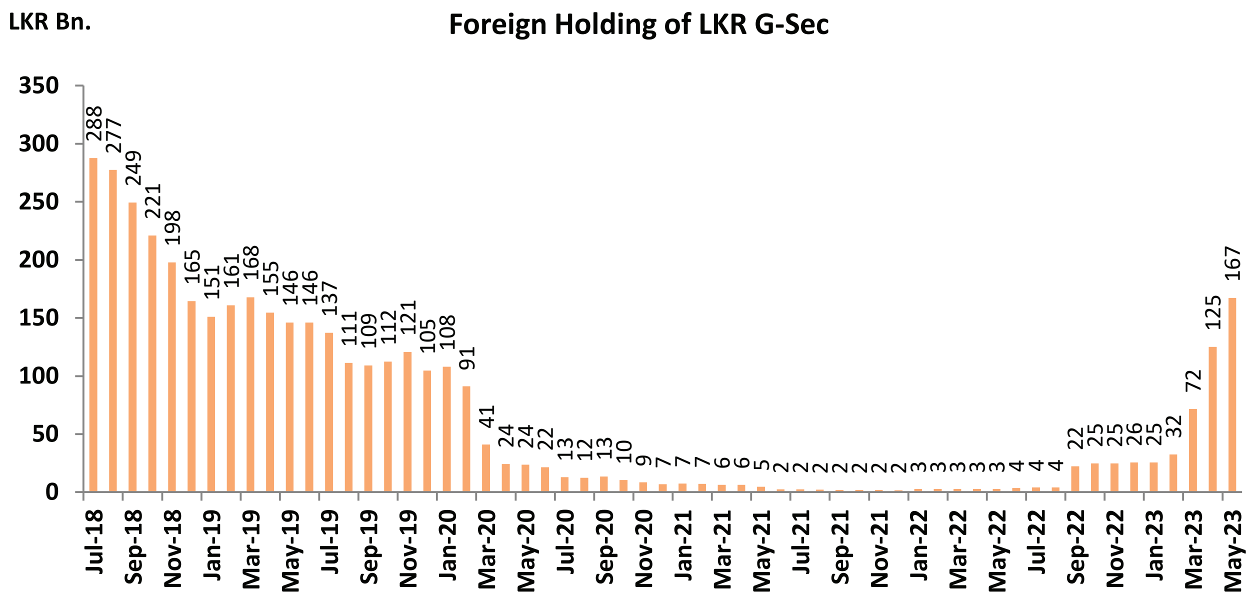
Outstanding LKR Govt. Securities LKR 14,118 Billion	
T Bills (Total)	**T Bonds (Total)**
LKR 5,086 Billion	LKR 9,032 Billion
Domestic (Bills & Bonds)	**Foreign (Bills & bonds)**
LKR 13,957 Billion	LKR 161.22 Billion
Total Foreign Holding of Bills and Bonds – 1.14%	





Source: Central Bank of Sri Lanka

- Foreign participation in LKR denominated bills and bonds continued its increase, recording LKR 36.1 billion of additional investments during the month, with the foreign holdings increasing to 1.14% of the total outstanding government securities from 0.90% last month. Foreign investors were net buyers on a year to date basis at LKR 135.64 Bn in 2023.

1 Year FD Rates – Sri Lankan Banks	May-23	Apr-23
NSB	10.00%	12.00%
COMB	14.00%	16.00%
SAMP	15.00%	17.00%
HNB	15.00%	16.00%
NDB	15.00%	17.00%

Source: Central Bank of Sri Lanka

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

Source: Central Bank of Sri Lanka

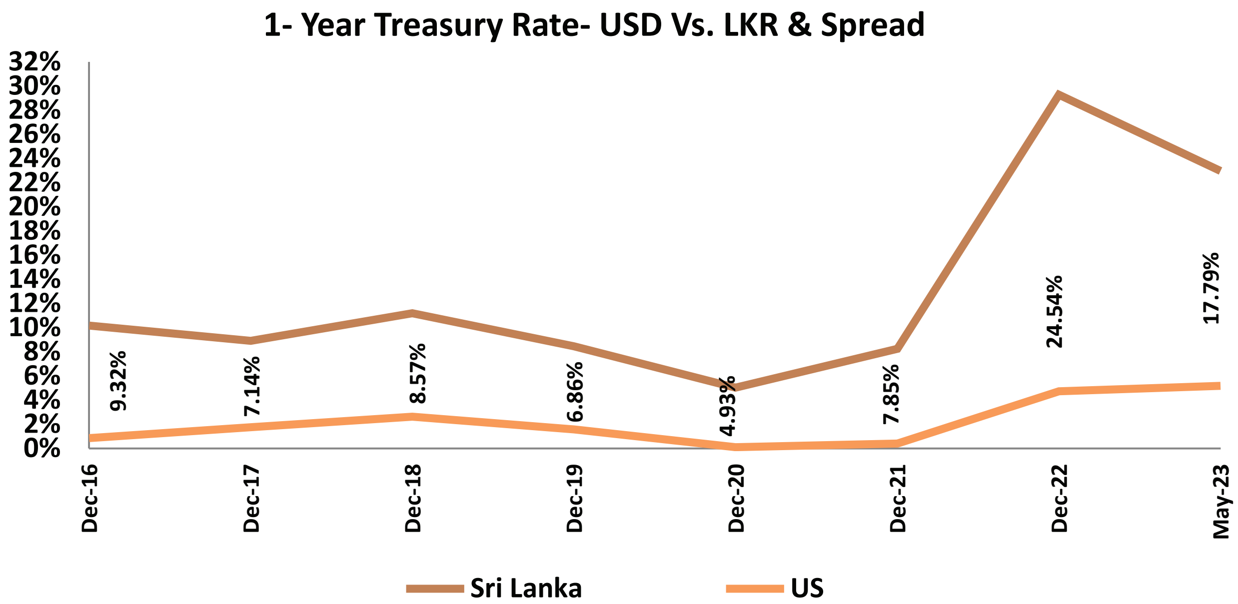
- Banks have reduced the fixed deposit interest rates by 100-200 bps in May 2023.

NDIB CRISIL Fixed Income Indices Total return as at 31/05/2023	3 month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	7.35%	29.50%	12.80%
NDBIB-CRISIL 364 Day T-Bill Index	9.09%	24.16%	7.36%
NDBIB CRISIL 3 Year T-Bond Index-TRI	10.35%	15.40%	0.85%
NDBIB-CRISIL5 Year T-Bond Index-TRI	12.89%	16.34%	1.60%

Source: www.crisil.com

Central Bank Policy Rates	2020	2021	2022	Latest
Sri Lanka	4.50%	5.00%	14.50%	13.00%
US	0.00%-0.25%	0.00%-0.25%	4.25%-4.50%	5.00%-5.25%
Euro Zone	0.00%	0.00%	2.50%	3.75%
Australia	0.10%	0.10%	3.10%	3.85%
India	4.00%	4.00%	6.25%	6.50%

Source: www.cbrates.com



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

- During the month central banks tightened their monetary policies to curb inflationary pressure on the respective economies as US Federal Reserve, European Central Bank and Australian central bank increased its policy rates by 25 bps.

364 Day Treasury Bill Rate	May22	Dec 22	Apr-23	May-23
Sri Lanka	24.30%	29.27%	23.00%	22.97%
India	5.91%	6.89%	7.00%	6.88%
US	2.08%	4.73%	4.80%	5.18%
Euro Zone	-0.08%	2.46%	2.94%	3.02%

Source: Respective Commercial Banks

	Rates on Savings Accounts May 2023
Sri Lanka	3.25%
US	0.01%
Euro Zone	0.25%
Australia	4.40%
India	3.00%

Source: Respective Central Banks

- It is expected US Federal Reserve to halt its potential rate hikes in the foreseeable future as the fear of an economic recession and banking crisis looms.

“To grow your wealth; invest wisely,
monitor economic developments,
listen to experts and exit timely”

- NDB Wealth

Inflation Rates

Country	May-22*	Dec - 22*	Apr - 23*	May - 23*
Sri Lanka	39.13%	57.20%	35.30%	25.20%
US	8.58%	6.45%	4.93%	4.93%***
Euro Zone	8.05%	9.20%	7.00%	7.00%***
India	7.00%	5.72%	4.70%	4.70%***

Source: Department of Census and Statistics - Sri Lanka, http://www.inflation.eu/, https://www.rateinflation.com/inflation- rate/ usa-inflation-rate/, https://tradingeconomics.com/india/inflation-cpi
** Base Year (2013=100)*
***Base Year (2021=100)*
****Apr 2023*

- Inflation as measured by the CCPI (2021=100) reduced drastically to 25.20% on a year-on-year basis in May 2023 compared to 35.30% in April 2023 driven by the decline in both Food and Non-Food Prices.

- Food and Non-Food inflation declined to 21.5% and 27.0% respectively on a year-on-year basis in May 2023 from 30.6% and 37.6% recorded in April 2023.

- On a month-on-month basis, overall inflation remained unchanged; although divergent trends were observed within the Food and Non-Food categories with Food inflation recording an increase of 1.70%, and non-food inflation recording a decrease of 0.78%.

- During the month, price increases were primarily observed in the food category, particularly in sea fish, vegetables, and sugar whilst the decline in non-food inflation was mainly driven in sub categories of ‘Transport’ and ‘Housing, Water, Electricity, Gas and Other Fuels’.

- Core inflation, which excludes the volatile components of food, energy, and transport prices, decreased to 20.3% in May 2023, compared to 27.8% in April 2023.

- Based on our projections, the downward trajectory of inflation is anticipated to persist throughout the year and reach single-digit levels by the end of 2023. This decline is attributed by the lagged impact of tight monetary and fiscal policies, decline in domestic prices amidst LKR appreciation against USD and favorable impact of statistical base effect.

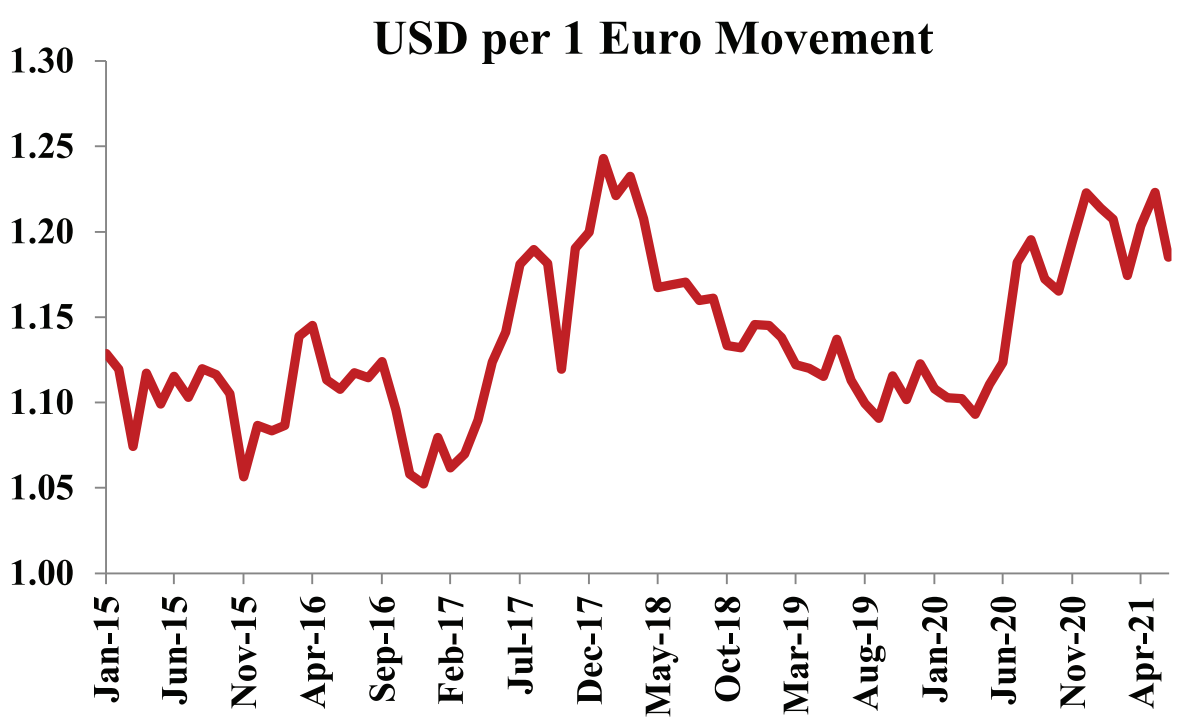
- On the global front, in April 2023, both the United States and India experienced a slowdown in inflation, with rates of 4.93% and 4.70% respectively, compared to 4.99% and 5.66% in March 2023. This decline was driven by lower food prices. However, inflation in the European Union increased to 7.00% from 6.90% in March. This rise was driven by higher costs of services and energy, which offset the slower growth in food prices in the EU.

Forex Outlook

Exchange Rates Vs. LKR	May - 22	Dec -22	May - 23	1 Year. Apr/(Dep) LKR	YTD App/(Dep) LKR
USD	360.76	363.11	295.52	22.08%	22.87%
GBP	455.28	437.35	366.20	24.33%	19.43%
EUR	387.74	386.93	316.43	22.54%	22.28%
YEN	2.82	2.74	2.11	33.33%	29.58%
AUD	259.08	245.61	192.04	34.91%	27.89%
CAD	284.81	267.95	216.65	31.46%	23.68%
INR	4.65	4.39	3.57	30.07%	22.79%
BHD	956.83	963.09	783.82	22.07%	22.87%
CNY	54.08	52.19	41.60	30.01%	25.47%

Source: Central Bank of Sri Lanka

- The Sri Lankan rupee appreciated by 8.84% against the US Dollar during April 2023, closing at LKR 295.52 by the month end.
- The Sri Lankan rupee made gains of 9.72% and 12.04% against the Sterling Pound and Euro, respectively, during the month.
- The US Dollar progressed against a basket of currencies, driven mainly by raised expectations that the interest rates will remain high for an extended period of time.
- The Sterling Pound weakened against the USD due to the resurgent US Dollar and weaknesses in the British economy.
- The Chinese Yuan slid to a 6-month low against the USD following disappointing economic data and widening yield differentials with the US.

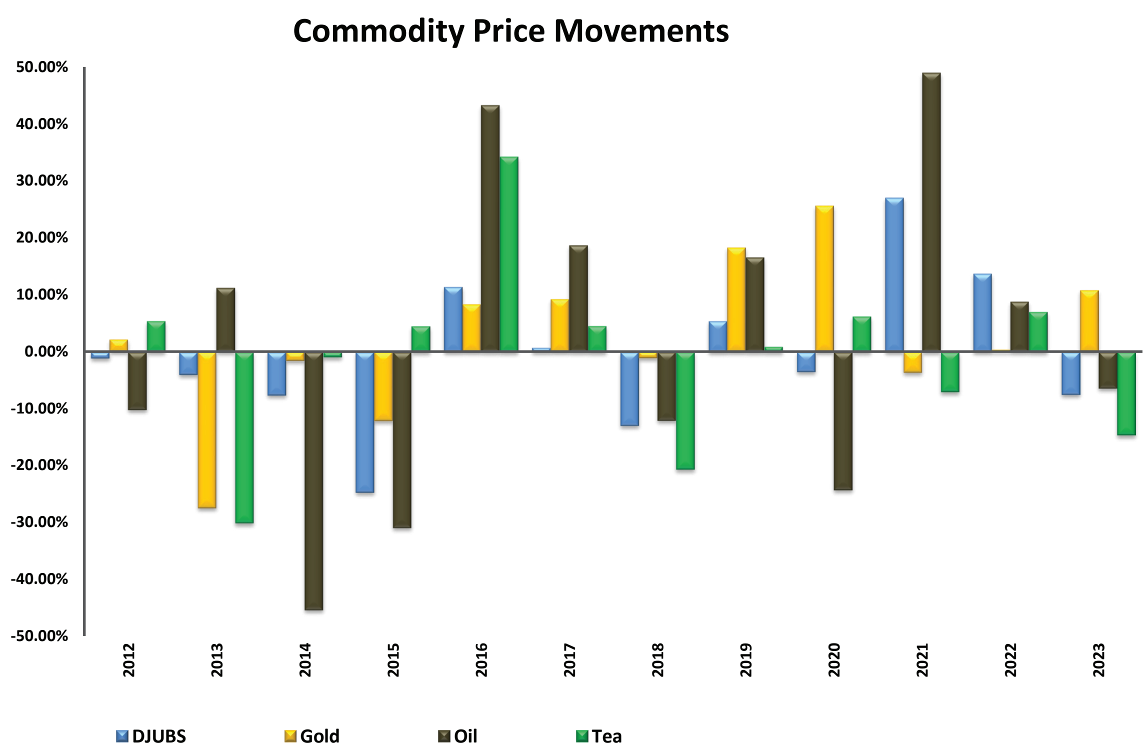


Commodity Outlook

	Past month Performance (Up to 31st May 2023)	Past 12 months Performance (Up to 31st May 2023)	Year to Date Performance Up to 31st May 2023
Bloomberg Commodity Index	-6.09%	-19.44%	-7.53%
Gold	-0.38%	7.77%	10.82%
Tea	-12.60%	-8.22%	-14.66%
Oil (Brent)	-10.00%	-32.63%	-6.43%

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

- The Bloomberg Commodity Index (BCOM) declined by 6.09% in May mainly due to the price decrease in gold, crude oil and gas.
- During the month, crude oil price experienced a decline of 10.00%. This downward movement was influenced by two key factors: the decision of both the US Federal Reserve and the European Central Bank to increase their policy rates, and a contraction in China's April manufacturing activities. These developments raised concerns about the pace of the expected recovery of the global economy.
- Crude oil price will continue to depend heavily on the recovery of the demand from China and further decisions on the overall supply by OPEC+ countries.
- Tea prices declined by 12.60% on a month on month basis as the demand may have dropped due to the appreciation of the Sri Lankan rupee against the USD.
- The price of gold reduced by 0.38% in May on a month-on-month basis as a result of both the US Federal Reserve and the European Central Bank increasing their policy rates, which in turn prompted investors to shift their focus towards treasury products, which yields a return over holding the precious metal.



Property Outlook

- Demand for Sri Lankan properties from international buyers increased by 40% in 2022 compared to the previous year, with a particular surge observed in residential properties located in the Colombo district. The highest increase in traffic came from countries such as the United Kingdom, Australia, the United States, Canada, and several Middle-Eastern countries, according to the Real Estate Market Outlook Report 2023 by LankaPropertyWeb.

- According to the Report, the appreciation of US dollar against the Sri Lankan rupee, exceeding 80% in 2022, led to a rise in overseas interest, especially from expatriates, making property investments more appealing to those earning in currencies such as the USD and GBP.

- House prices experienced an average asking price increase of 4.4%, while apartment prices soared by 60.4% over the past year, as highlighted in the report.

- The Market Outlook report reveals that apartments constructed in the late 90s and early 2000s have continued to appreciate in value, even after reaching over 20 years of age. The report emphasizes the high demand for completed buildings and rentals due to factors such as rising construction costs (over 65% increase), significantly increasing housing loan rates, and the majority of new units still being under construction.

- Furthermore, the Real Estate Market Outlook report predicts the introduction of more than 6,000 new residential apartment units in the real estate market over the next two years. Consequently, the total number of recognized apartment units is projected to reach approximately 39,000 by the end of 2025. Additionally, the report forecasts the addition of approximately 1 million square feet of Grade A office space to the market by the same year.

- Based on sellers' asking prices, the three-bedroom category has consistently been the most-sought-after option among all types of residential dwellings in recent years. In 2022, approximately 42% of the search traffic for residential houses on the LankaPropertyWeb website was attributed to three-bedroom dwellings. Furthermore, nearly half (48%) of the apartment units available in Colombo were three-bedroom units, according to the report.

Source: LankaPropertyWeb - Real Estate Market Outlook Report 2023

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)

	Savings	Savings	Savings	Savings	Savings	2 Year	3 Year	4 Year	5 Year
Amana Bank - As of May 2023									
*Mudharabah PSR**	30:70	-	55:45	60:40	65:35	70:30	75:25	-	90:10
Distributed Profit	3.66%	5.74%	6.71%	8.04%	7.94%	8.55%	9.16%	-	10.99%
Bank of Ceylon Islamic Business Unit - As of May 2023									
*Mudharabah PSR**	45:55	-	-	-	-	-	-	-	-
Distributed Profit	3.56%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-Al Adalah Islamic Banking unit - As of May 2023									
*Mudharabah PSR**	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	6.24%	-	7.64%	9.17%	11.23%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of April 2023									
*Mudharabah PSR**	15:85	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	2.50%	-	15.00%	15.50%	16.00%	-	-	-	-
Wakala Rates	-	-	12.50%	12.00%	11.00%				
National Development Bank PLC-"Shareek" Islamic Banking unit - As of May 2023									
*Mudharabah PSR**	40:60	-	-	-	-	-	-	-	-
Distributed Profit	3.50%	-	-	-	-	-	-	-	-
Wakala Rates	-	12.00%	14.75%	15.25%	16.50%	-	-	-	-
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of May 2023									
*Mudharabah PSR**	15:85	43:57	47:53	50:50	53:47	-	-	-	-
Distributed Profit	4.09%	14.25%	15.31%	16.02%	14.81%	-	-	-	-
Wakala Rates		17.50%	19.00%	19.25%	18.00%	18.50%	19.00%	19.00%	19.00%
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of May 2023									
*Mudharabah PSR**	25:75	69:31	71:29	72:28	79:21	82:18	85:15	69:31	75:25
Distributed Profit	4.69%	12.94%	13.31%	13.50%	14.81%	15.37%	15.94%	12.94%	14.06%
Wakala Rates	-	17.00%	17.00%	16.50%	16.00%	13.00%	13.00%	13.00%	13.00%
Peoples Leasing Islamic Business Unit - As of March 2023**									
*Mudharabah PSR**	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	4.50%	-	12.14%	11.20%	14.00%	-	-	-	-
Wakala Rates					16.50%				

* 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 May 2023

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

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Fund Overview

NDB Wealth Growth Fund

Type: Open Ended
Currency: LKR

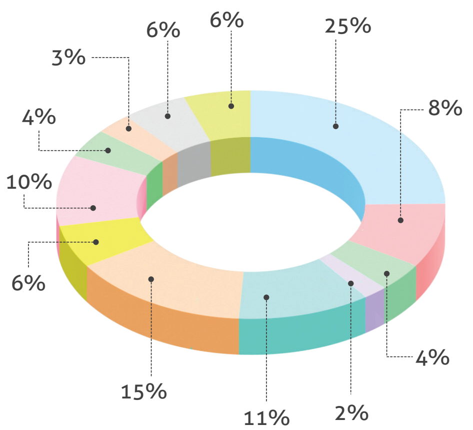
Investments: Listed Equities
ISIN: LKNWGRU00005

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.

Fund Snapshot — 31-May-23

YTD Yield	9.51%
NAV per unit	9.34
AUM (LKR Mn.)**	174.51
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.77%
Max Equity Allocation	97.00%
Current Equity Allocation	84.60%
Fund Leverage	0.00%

Equity Allocation



- Banks
- Capital Goods
- Consumer Durables & Apparel
- Materials
- Insurance
- Food & Staples Retailing
- Food Beverage & Tobacco
- Utilities
- Diversified Financials
- Software & Services
- Consumer Services
- Telecommunication Services

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

Period	Fund Returns *	ASPI Returns
Last Month	-2.14%	-4.76%
Last 3 months	-0.49%	-6.89%
Last 6 months	10.65%	-1.11%
Last 12 months	13.13%	5.51%
Year 2022	-31.26%	-30.56%
Year 2021	27.93%	80.48%

* After fees, excluding front end and back end loads ** AUM before expense allowance adjustment

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	15.40%
Average Duration	0.0397

Maturity	% Holding
Under 1 Month	100.00%
0	0.00%

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 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

Fund Overview

NDB Wealth Growth and Income Fund

Type: Open Ended
Currency: LKR

Investments: Listed Equities and Corporate Debt
ISIN: LKNWGIU00004

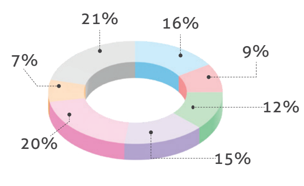
NDB Wealth Growth and Income Fund is an open-ended balanced fund incorporated in Sri Lanka, invested in a combination of listed shares in the Colombo Stock Exchange and LKR based corporate debt instruments and government securities. The Fund aims to achieve income on a medium to long term basis by investing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

Fund Snapshot

Fund Snapshot	31-May-23
YTD Yield	3.78%
NAV per unit	42.84
AUM (LKR Mn.)**	201.74
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.90%
Max Equity Allocation	97.00%
Current Equity Allocation	64.40%
Fund Leverage	0.00%

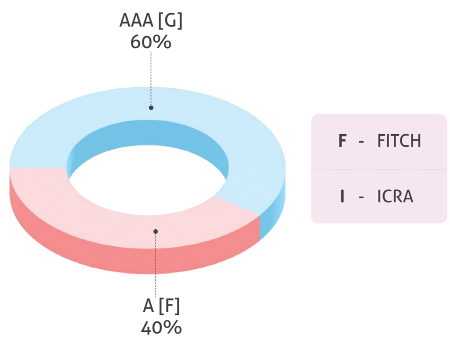
Portfolio Allocation

By Sector
(Within Equity Allocation)



- Capital Goods
- Consumer Durables & Apparel
- Consumer Services
- Telecommunication Services
- Food Beverage & Tobacco
- Utilities
- Diversifield Financials

By Credit Rating
(Within Fixed Income Allocation)



Top 5 Portfolio Holdings (In Alphabetical Order)

- AITKEN SPENCE HOTEL HOLDINGS PLC
- CEYLON COLD STORES PLC
- DIALOG AXIATA PLC
- HATTON NATIONAL BANK PLC
- JOHN KEELLS HOLDINGS PLC

Historical Returns

Period	Fund Returns*	ASPI Returns
Year to Date	3.78%	0.77%
Last month	-1.59%	-4.76%
Last 3 months	-1.21%	-6.89%
Last 6 months	3.95%	-1.11%
Last 12 months	1.60%	5.51%
Year 2022	-19.49%	-30.56%
Year 2021	19.02%	80.48%

* After fees, excluding front end and back end loads ** AUM before expense allowance adjustment

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	35.60%
Average Duration	1.00

Maturity	% Holding
Under 3 Months	58.58%
1 Year - 5 Years	41.42%

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

Fund Overview

NDB Wealth Income Fund

Type: Open Ended
Currency: LKR

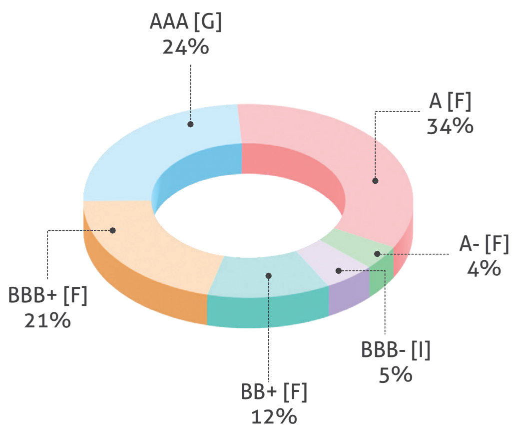
Investments: Corporate Debt Instruments
ISIN: LKNWINU00000

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.

Fund Snapshot

Fund Snapshot	31-May-23
YTD Yield	10.16%
YTD Yield (Annualized)	24.57%
NAV per unit	20.2444
AUM (LKR Mn.)	422.80
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	0.84%
Average Maturity (Yrs)	1.93
Average Duration	1.14

Portfolio Allocation By Credit Rating



F - FITCH
I - ICRA
G - GOSL

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	23.26%	21.05%
1 Month - 3 Months	10.84%	25.80%
3 Months - 6 Months	11.58%	15.90%
6 Months - 1 Year	7.96%	21.30%
1 Year - 5 Years	46.37%	19.60%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	10.16%	24.57%
Last month	1.82%	21.47%
Last 3 months	5.95%	23.61%
Last 6 months	12.20%	24.47%
Last 12 months	19.16%	19.16%
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

Fund Overview

NDB Wealth Income Plus Fund

Type: Open Ended
Currency: LKR

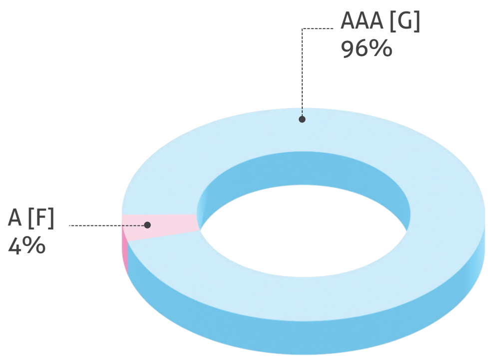
Investments: Fixed Income Securities
ISIN: LKNWIPU00005

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

Fund Snapshot	31-May-23
YTD Yield	11.99%
YTD Yield (Annualized)	28.99%
NAV per unit	24.1987
AUM (LKR Mn.)	105.10
Fund Currency	LKR
Fund Inception	7-Apr-16
Expense Ratio	0.67%
Average Maturity (Yrs)	0.94
Average Duration	0.77

Portfolio Allocation By Credit Rating



F - FITCH
I - ICRA
G - GOSL

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	3.95%	16.52%
6 Months - 1year	96.05%	23.00%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	11.99%	28.99%
Last month	1.58%	18.58%
Last 3 months	6.69%	26.56%
Last 6 months	14.93%	29.95%
Last 12 months	27.83%	27.83%

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

Fund Overview

NDB Wealth Money Fund

Type: Open Ended
Currency: LKR

Investments: Short Term Bank Deposits
ISIN: LKNWMNU00002

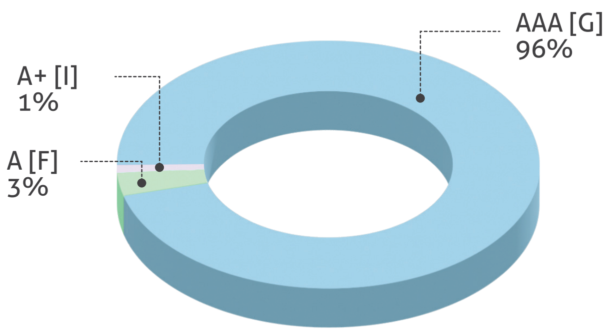
NDB Wealth Money Fund is an open-ended money market fund incorporated in Sri Lanka, investing in short-term government securities and high credit quality LKR based bank deposits.

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.

Fund Snapshot

Fund Snapshot	31-May-23
YTD Yield	10.98%
YTD Yield (Annualized)	26.55%
NAV per unit	28.3545
AUM (LKR Mn.)	77,925.76
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.76%
Average Maturity (Yrs)	0.34
Average Duration	0.30

Portfolio Allocation By Credit Rating



F - FITCH
I - ICRA
G - GOSL

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	25.45%	24.35%
1 Month - 3 Months	24.70%	25.70%
3 Months - 6 Months	21.44%	25.50%
6 Months - 1 Year	28.40%	24.20%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	10.98%	26.55%
Last month	2.08%	24.52%
Last 3 months	6.43%	25.50%
Last 6 months	13.49%	27.06%
Last 12 months	26.09%	26.09%
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

Fund Overview

NDB Wealth Money Plus Fund

Type: Open Ended
Currency: LKR

Investments: Money Market Corporate Debt Securities
ISIN: LKNWMPU00007

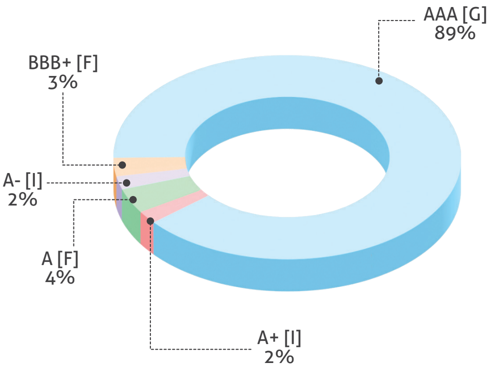
NDB Wealth Money Plus Fund is an open-ended money market fund incorporated in Sri Lanka, invested in short term LKR based corporate debt instruments including commercial paper, securitized paper, bank deposits as well as Sri Lanka Treasury Bills, Bonds and government securities backed Repurchase transactions.

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

Fund Snapshot	31-May-23
YTD Yield	10.18%
YTD Yield (Annualized)	24.61%
NAV per unit	31.1475
AUM (LKR Mn.)	3,358.63
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.93%
Average Maturity (Yrs)	0.23
Average Duration	0.22

Portfolio Allocation By Credit Rating



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I - ICRA
G - GOSL

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	26.65%	23.74%
1 Month - 3 Months	42.08%	25.80%
3 Months - 6 Months	9.91%	25.90%
6 Months - 1 Year	21.35%	25.00%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	10.18%	24.61%
Last month	2.07%	24.41%
Last 3 months	6.05%	23.99%
Last 6 months	12.42%	24.91%
Last 12 months	22.18%	22.18%
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

Fund Overview

NDB Wealth Islamic Money Plus Fund

Type: Open Ended
Currency: LKR

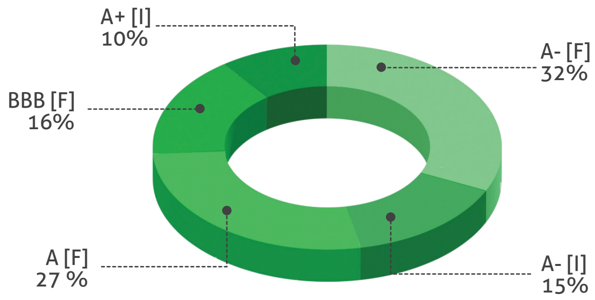
Investments: Short Term Shariah Compliant Investments
ISIN: LKNWISU00009

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

Fund Snapshot	31-May-23
YTD Yield	6.82%
YTD Yield (Annualized)	16.49%
NAV per unit	20.7141
AUM (LKR Mn.)	805.71
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.23%
Average Duration	0.33

Portfolio Allocation By Credit Rating



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I - ICRA

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	42.82%	17.25%
1 Month - 3 Months	13.12%	19.10%
3 Months - 6 Months	9.85%	20.50%
6 Months - 1 Year	34.21%	17.30%

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%

Approved Investments

	Investment Type
Shariah compliant money market investments up to 366 days	Mudharabah term deposits and Wakala Investments in Commercial Banks / Specialized 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

Shariah Supervisory Board

Shafique Jakhura	Mufti
Muhammed Huzaifah	Maulana

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	6.82%	16.49%
Last month	1.41%	16.63%
Last 3 months	4.14%	16.41%
Last 6 months	8.43%	16.91%
Last 12 months	17.64%	17.64%

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

Fund Overview

NDB Wealth Gilt Edged Fund

Type: Open Ended
Currency: LKR

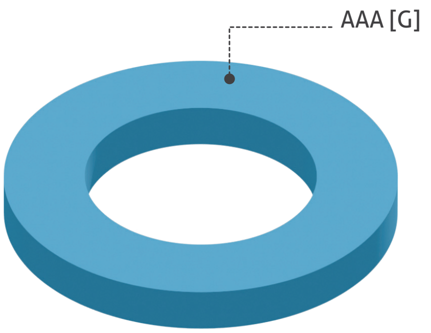
Investments: Government of Sri Lanka Securities
ISIN: LKNWGEU00003

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

Fund Snapshot	31-May-23
YTD Yield	17.20%
YTD Yield (Annualized)	41.57%
NAV per unit	22.1457
AUM (LKR Mn.)	77.49
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	0.98%
Average Maturity (Yrs)	5.55
Average Duration	2.71

Portfolio Allocation By Credit Rating



Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	14.47%	15.00%
1 Year - 5 Years	33.38%	27.20%
Over 5 Years	52.15%	24.30%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	17.20%	41.57%
Last month	3.61%	42.53%
Last 3 months	11.34%	45.00%
Last 6 months	23.34%	46.81%
Last 12 months	9.65%	9.65%
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

Discliamer

NDB
Wealth Management

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