



ASSET
MANAGEMENT



PRIVATE
WEALTH MANAGEMENT



MY WEALTH
MANAGEMENT

MARKET UPDATE AND FUND REVIEW

September 2024

[Click here for download](#)



!t's time
NDB | WEALTH

Presidential Election 2024

Anura Kumara Dissanayake of the National People's Power (NPP) Party was declared president-elect at the conclusion of the presidential election held on September 21, 2024, leading with 5.6 million votes (42%). In contrast the Samagi Jana Balawegaya (SJB) trailed with 4.4 million votes (33%) and the former president, Ranil Wickremesinghe (RW) who contested as an independent candidate secured 2.3 million votes (17%). Since no party secured the required majority of over 50%, a second round of voting was conducted, where the NPP won the decisive round with 5.7 million votes.

Inflation moves to negative territory

In September 2024, the Colombo Consumer Price Index (CCPI) recorded a year-on-year deflation of -0.5%, down from 0.5% in August 2024. This was due to falling food and fuel prices, and lower water and electricity tariffs. Food inflation (Y-o-Y) dropped to -0.3% from 0.8%, and non-food inflation (YoY) fell to -0.5% from 0.4% during the month. On a month-on-month basis, the CCPI decreased by 0.1%, in September 2024. Core inflation dropped to 3.3% in September 2024 from 3.6% in August 2024.

The Rupee strengthens

The Sri Lankan Rupee closed at LKR 299.36 per USD for the month of September 2024, which was a 0.32% appreciation from the preceding month, on a year-to-date basis the rupee appreciated by 8.38%. The Central Bank purchased USD 148 million in August, maintaining its overall net buying position for the year, with a cumulative net purchase of USD 2,024 million year-to-date.

Treasury bill rates rise

The CBSL kept policy rates unchanged in the 5th monetary policy review held for 2024 in September. Treasury bill rates increased across all tenures during September 2024. While the 364-day T-bill yield rose only slightly by 4 basis points to 10.05%, the 91-day and 182-day T-bill rates surged by 100 and 88 basis points, reaching 10.49% and 10.72%, respectively, due to more funds being raised from the shorter tenures compared to the 364-day T-Bill. Credit to the private sector continued to expand, with a year-on-year growth of 8.6% in August 2024.

Immediately prior to the Presidential elections, Sri Lanka reached an agreement in principle for the restructuring of its ISB's of approximately USD 12.5 Bn with the Ad-hoc group of bondholders, the local consortium of Sri Lanka (LCSL) and China Development Bank.

Stock market exhibits bullish sentiment

The All Share Price Index (ASPI) increased by 9.07%, whilst the more liquid S&P SL20 index increased even further by 12.91% for the month of September. Investor activity saw a significant surge in September, with average daily turnover increasing by 135% compared to the previous month, reaching LKR 1.6 billion.

Thavisha Senarath Yapa

Fund Manager

- ◆ Anura Kumara Dissanayake of the National People's Power (NPP) being declared the winner of the 2024 Sri Lankan presidential election held on 21st September. The event marked a significant shift in the nation's political landscape, with voters shifting away from the traditional neoliberal regimes to a left-leaning administration as it recovers from its worst financial crisis in decades.
- ◆ The NPP lead the election with 5.6 million votes (42%) while the Samagi Jana Balawegaya (SJB) trailed with 4.4 million votes (33%) and the former president, Ranil Wickremesinghe (RW) who contested as an independent candidate secured 2.3 million votes (17%).
- ◆ Since no party secured the required majority of over 50%, a second round of voting was conducted. In this decisive round, the NPP won with 5.7 million votes, while the SJB secured 4.5 million.
- ◆ This historic event marked the first time in Sri Lanka's electoral history that a second round of voting was necessary to determine the winner. Further, this election also marked the first time that three candidates received more than 15% of the votes each.
- ◆ NPP dominated the majority of votes in 14 out of 22 districts, some of key electorates includes Gampaha, Colombo, Kalutara, Kurunegala, and Kandy while SJB secured notable victories in the Northern, Eastern, and Central Provinces, supported by minority parties. The NPP gained significant support from Sinhalese-majority regions but the party struggled to garner support from ethnic minority groups with Tamil and Muslim communities, particularly in the Northern and Eastern provinces, remaining cautious.
- ◆ From the 17.1 million registered voters, a low turnout of 79% was observed, compared to the 84% recorded in the 2019 presidential election.

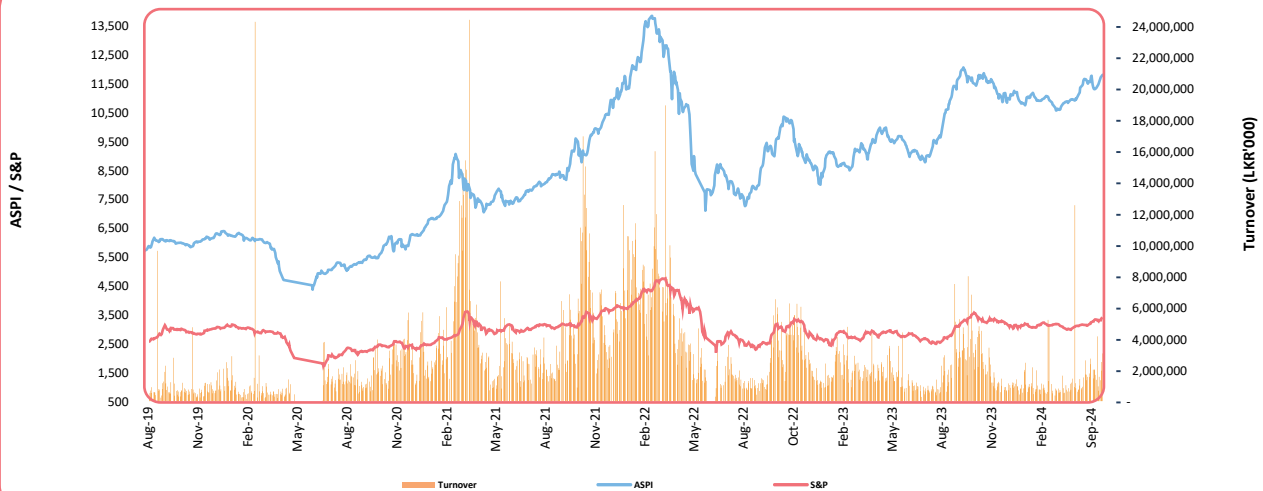
Equity Outlook

	Past month Performance (September 2024)	Past 12 months Performance (Sep 2023 – Sep 2024)	Year to Date Performance (YTD to Sep 2024)
All Share Price Index	9.07%	19.37%	11.27%
S&PSL 20	12.91%	9.10%	12.55%
MSCI Frontier Markets Index	0.61%	15.63%	11.15%
MSCI World Index	1.87%	33.03%	19.28%
MSCI Emerging Markets	6.72%	26.54%	17.24%
MSCI Asia Ex Japan	8.47%	29.39%	21.52%

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

- ◆ Prices on the Colombo Stock Exchange declined in the first half of September amid election uncertainty. However, the market rebounded in the latter half as confidence improved especially post-election and the All Share Price Index (ASPI) closed the month with a positive growth of 9.07%, whilst the more liquid S&P SL20 index increased even further by 12.91% for the month of September.
- ◆ Investor activity surged in September, particularly in the latter half of the month, with average daily turnover rising by 135% compared to the previous month, reaching LKR 1.6 billion.
- ◆ The primary sectors that drove the upward movement during the month of September were the Capital Goods, Diversified Financials and the Banking sectors respectively. The main counters that contributed the most towards the upward movement included LOLC Finance, John Keells Holdings, LOLC Holdings and Commercial Bank respectively. For the month of September, the Colombo stock exchange exhibited a Net foreign outflow of LKR 638 million.
- ◆ In the U.S. stock market, both the Dow Jones Industrial Average (DJIA), which tracks 30 major U.S. companies, and the S&P 500, which represents the performance of 500 large-cap stocks, closed at historic highs for September. This bullish momentum was fueled by a 0.50% rate cut by the Federal Reserve in the backdrop of controlled inflation and robust corporate earnings which is expected to further stimulate economic activity.
- ◆ During the month of September, the Chinese stock market experienced a significant resurgence, driven by a series of stimulus measures such as interest rate cuts and regulatory changes signaling a full-scale effort to revive the economy, which boosted confidence among investors. As a result, the Shanghai Composite Index which tracks all the stocks listed on the Shanghai Stock Exchange surged by 17%, whilst the CSI 300 index which reflects the top 300 stocks on the Shanghai and Shenzhen exchanges surged even further to 21% in September.
- ◆ In September 2024, European markets experienced a mix of volatility and cautious optimism. Stock indices were pressured by weaker-than-expected economic data, with the Eurozone's Composite Price managers Index staying in contraction, indicating a slowdown in economic activity, especially in manufacturing. The FTSE 100, representing the 100 largest publicly traded companies listed on the London Stock Exchange experienced a marginal drop of 1.7% amid these mixed economic signals.

Colombo Stock Exchange Performance



Source: www.cse.lk

		Sep 2024	Sep 2023
CSE	Market PER	8.02	6.06x
	Market PBV	0.95	1.04x
	Market DY	4.54 %	4.12 %
MSCI Frontier Market	Market PER	10.67	11.04
	Market PBV	1.53	1.52
	Market DY	4.21%	4.28%

Colombo Stock Exchange	Jan - Sep 2024	Jan - Sep 2023
Foreign Inflows	LKR 37.97 Billion	LKR 32.02 Billion
Foreign Outflows	LKR 43.87 Billion	LKR 28.37 Billion
Net Foreign Inflows /(Outflows)	(LKR 5.89 Billion)	(LKR 3.65 Billion)

Source: www.cse.lk

**“The big money is not in the buying or selling,
but in the waiting.”**

- Charlie Munger



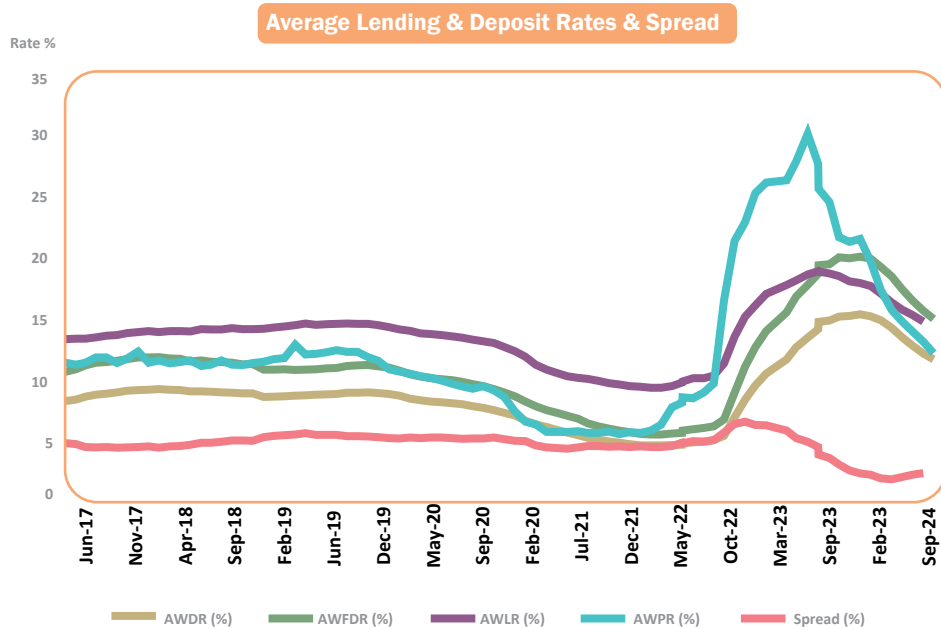
Fixed Income Outlook

Interest Rates in Sri Lanka

- In the 5th monetary policy review held for 2024 during the month of September, the Central Bank of Sri Lanka decided to maintain policy rates. The Standing Lending Facility Rate (the rate CBSL lends to commercial banks) was maintained at 9.25% and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) was maintained at 8.25% during the month.

	Sep-23	Dec-23	Jul-24	Sep-24
364 Day T-bill	13.30%	12.93%	10.01%	10.05%
5-Year Bond	13.72%	13.75%	12.44%	12.73%
1-Year Finance Company Fixed Deposit Ceiling Rate	15.39%	14.89%	12.03%	12.06%

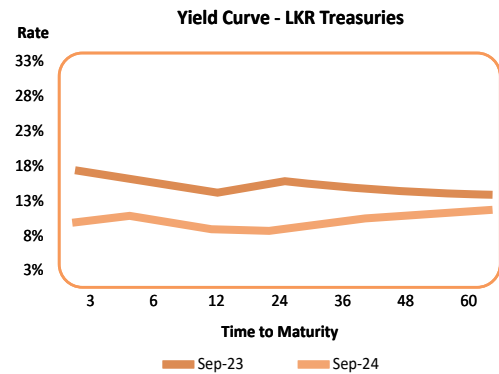
* Gross Rates provided. Net returns would change based on prevailing tax regulations.
Source: Central Bank of Sri Lanka



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

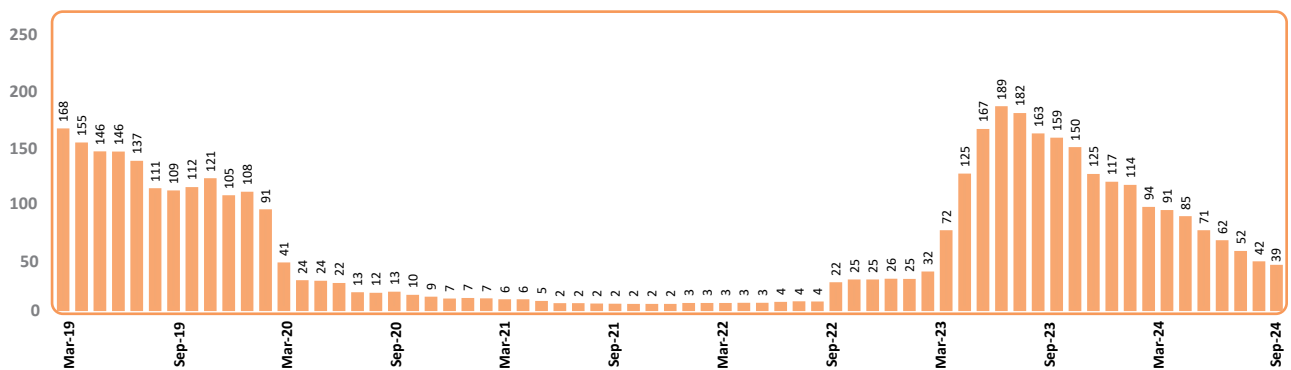
- Treasury bill rates increased during September across all tenures, with the benchmark 364-day T-bill yield marginally increasing by 4 basis points to 10.05% from 10.01% in August 2024. In contrast, the weighted average rates for the 91-day and 182-day T-bills surged significantly, rising by 100 basis points to 10.49% and 88 basis points to 10.72%, respectively. This sharp increase was primarily due to the control of the 364-day T-bill rates, with most of the funds raised being shifted to the shorter tenures.
- Broad money (M2b) growth increased to 9.3% year-on-year in August 2024 from 8.6% in July 2024. Similarly, credit to the private sector continued to expand, with a year-on-year growth of 8.6% in August 2024, up from 6.8% in July 2024. Monthly private sector credit disbursements was positive for the 4th consecutive month, rising by LKR 135.1 billion, or 1.8%, in August 2024.

Outstanding LKR Govt. Securities LKR 17,154 Billion	
T Bills (Total)	T Bonds (Total)
LKR 3,917 Billion	LKR 13,237 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 17,115 Billion	LKR 39 Billion
Total Foreign Holding of Bills and Bonds – 0.23%	



Foreign Holding of LKR Government - Securities

LKR Bn.



Source: Central Bank of Sri Lanka

- Foreign investors remained as net sellers in LKR denominated government securities during September recording an outflow of LKR 2.7 billion. As a result, the foreign holding reduced to 0.23% of the total outstanding government securities from 0.25% last month. Overall, foreign investors were net sellers of LKR 78.0 billion for the year so far in 2024.

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

Source: Respective Commercial Banks

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

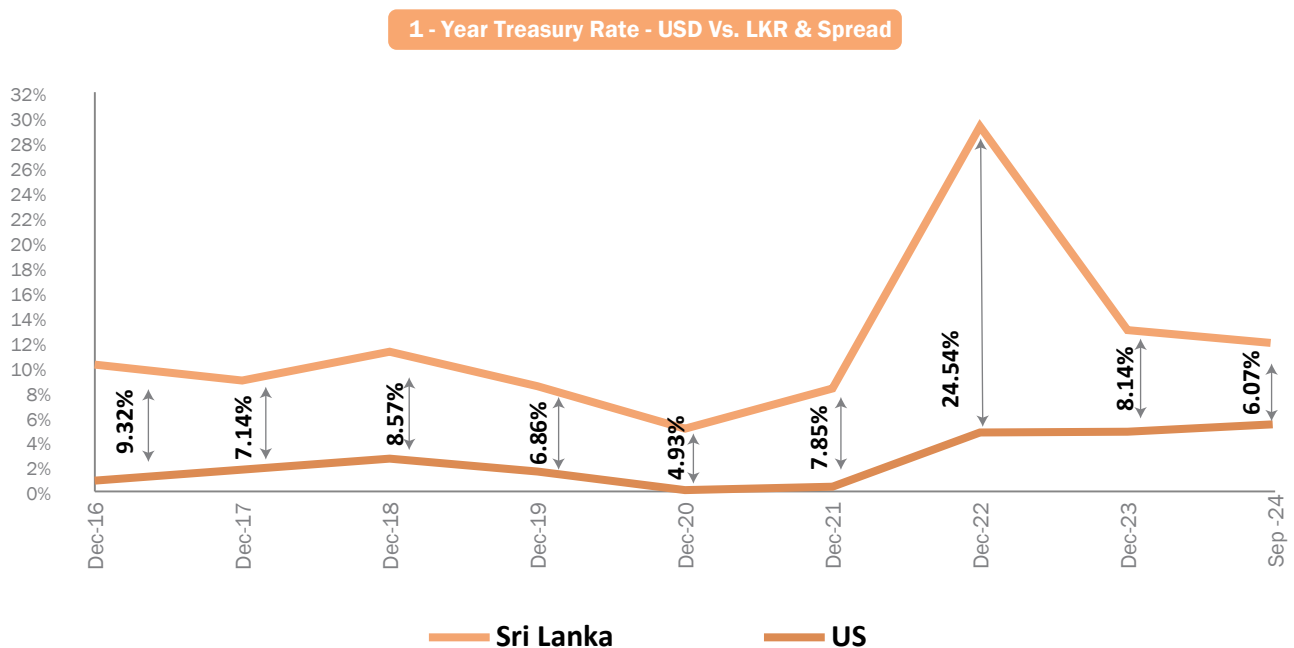
Source: Respective Commercial Banks

NDIB CRISIL Fixed Income Indices Total return as at 30/09/2024	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	2.33%	13.60%	18.31%
NDBIB-CRISIL 364 Day T-Bill Index	2.34%	13.48%	14.12%
NDBIB CRISIL 3 Year T-Bond Index -TRI	2.76%	23.75%	16.72%
NDBIB - CRISIL 5 Year T- Bond Index -TRI	2.12%	22.45%	15.73%

Source: www.crisil.com

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

Source: www.cbrates.com



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

- ♦ The Federal Reserve made its first policy rate cut in over four years, announcing an aggressive 50 basis point reduction in interest rates in September. This move has raised concerns in the U.S. bond markets, as investors fear that looser financial conditions could reignite inflationary pressures.

364 Day Treasury Bill Rate	Sep-23	Dec-23	Aug-24	Sep-24
Sri Lanka	13.30%	12.93%	10.01%	10.05%
India	7.07%	7.12%	6.71%	6.70%
US	5.46%	4.79%	4.38%	3.98%
Euro Zone	3.51%	3.05%	2.70%	2.43%

Source: Respective Central Banks

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

Source: Respective Central Banks

- ◆ Similarly, the European Central Bank reduced interest rates by 25 basis points during the month, signaling a downward trend in borrowing costs in the coming months as inflation eases and economic growth in the eurozone weakens.

External Debt Restructuring (EDR)

- ◆ In September of 2024, Sri Lanka reached an agreement in principle for the restructuring of its ISB's of approximately USD 12.5 Bn with the Ad-hoc group of bondholders, the local consortium of Sri Lanka (LCSL). Sri Lanka has also finalized an agreement in principle with the China Development Bank.
- ◆ Investors were presented with a USD-denominated bond, to be exchanged for the past-due interest (PDI) on existing ISBs. This bond includes an 11% haircut on claims as of March 2024. The bond's amortization structure features a step-up schedule: 7% in 2024, 20% annually through 2027, and 33% in 2028. Additionally, it offers a fixed coupon rate of 4%.
- ◆ A macro linked bond was proposed to the investors, with the principal haircut, coupon reduction, and maturity extension tied to GDP performance. Based on the IMF's baseline forecast for Sri Lanka, the bond includes a 27% principal haircut, 28% coupon reduction, and a 5-year maturity extension. A control variable based on cumulative real GDP growth also applies.
- ◆ The table below shows GDP thresholds and the control variables proposed for each scenario.

Instrument	Nominal GDP (USD bn)	Agreement in Principle (AIP)	
		Control Variable (real GDP cumulative growth in %, 2024-2027)	
	Avg 2025 - 2027	Observed cumulative growth greater than 11.5% (IMF projections)	Observed cumulative growth lower than 11.5% (IMF projections)
GDP threshold #1	107	Adjustment activated	No adjustment activated
GDP threshold #2	99	Adjustment activated	No adjustment activated
GDP threshold #3	94	Adjustment activated	No adjustment activated
IMF baseline	88.6	N/R	N/R
Threshold below IMF baseline #1	86.7	No adjustment activated	Adjustment activated
Threshold below IMF baseline #2	84.7	No adjustment activated	Adjustment activated

- ◆ The bond holders were also presented with a local option, where both local and foreign bondholders can choose the local option, with a cap of 25% of the outstanding bonds, though priority will be given to local bondholders.
- ◆ According to the terms of the local option, 70% of the face value of the outstanding bonds can be exchanged for USD-denominated bonds with a 10% principal haircut and a lower coupon rate until 2028. The remaining 30% may be converted into LKR-denominated bonds at a floating coupon rate (SLFR + 0.5%) with a maturity extension of 13 years, with principal repayments starting in 2036.

“Successful fixed income investing is a blend of foresight, patience, and a deep understanding of economic cycles.”

– NDB Wealth.



Inflation Rates

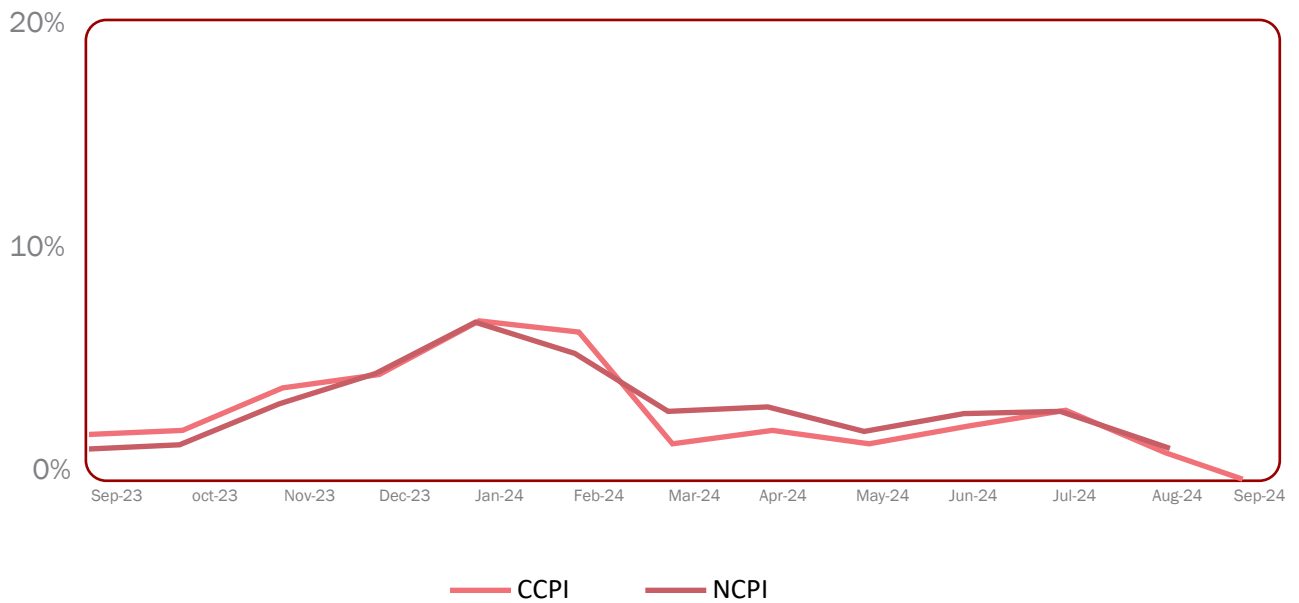
Country	Sep-23	Dec-23	Aug-24	Sep-24
Sri Lanka	1.30%	4.00%	0.50%	-0.50%
US	3.70%	3.35%	2.53%	2.53%*
Euro Zone	4.30%	2.90%	2.20%	2.20%*
India	5.02%	5.69%	3.65%	3.65%*

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

*August 2024

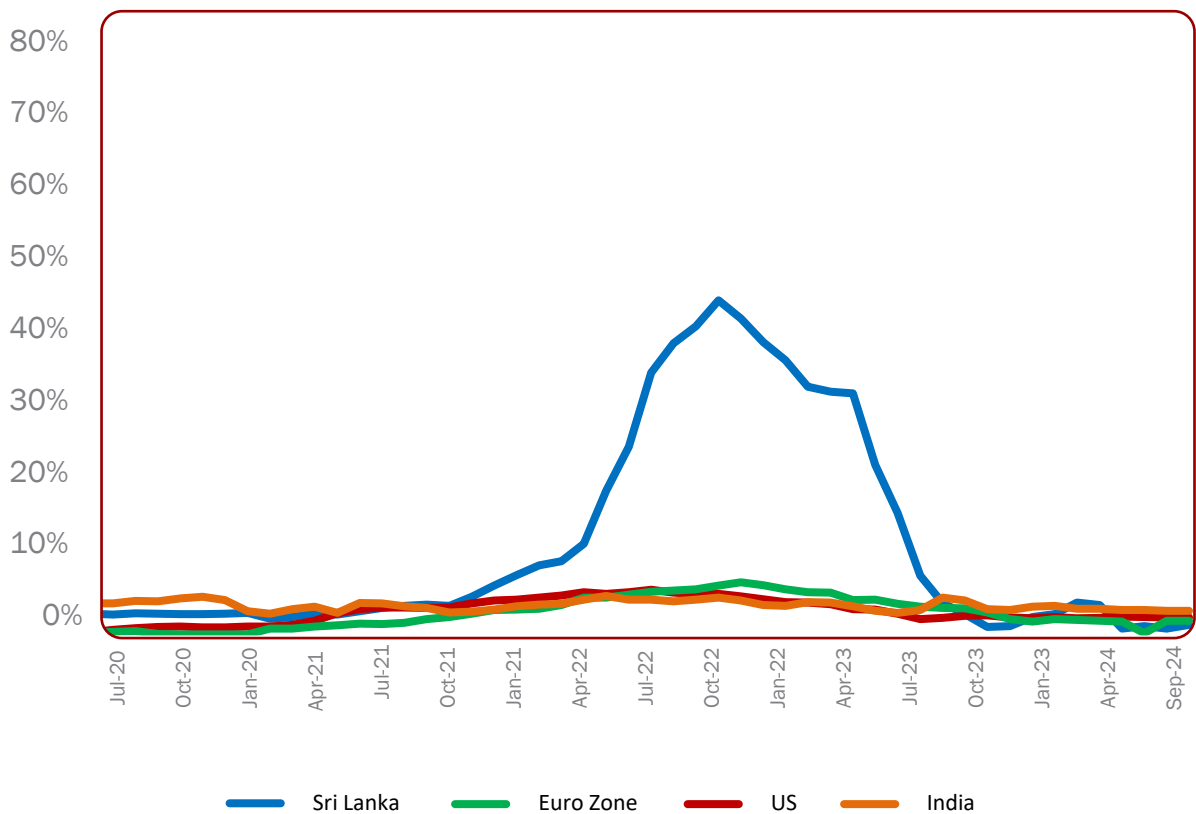
- ◆ The year-on-year inflation, as measured by the Colombo Consumer Price Index moved to negative territory recording a deflation figure of -0.5% for September 2024 compared to 0.5% recorded in August 2024. A combination of falling food & fuel prices and lower water & electricity tariffs contributed to this decrease in the CCPI. Both Food inflation (Y-o-Y) & Non-Food inflation (Y-o-Y) declined in September 2024, with a figure of -0.3% observed for Food inflation (compared 0.8% in August 2024) and a figure of -0.5% observed for Non-Food inflation (compared to 0.4% in August 2024).
- ◆ On a month-on-month basis, Food inflation declined by 0.6% while Non-Food inflation increased by 0.1% resulting in an overall monthly percentage decrease in CCPI of 0.1% for September 2024. A fall in the price of vegetables was the main contributor for the price decrease observed in the Food category while the price increase observed in the Non-Food category, was primarily driven by rising Education fees and increase in the price of 'Alcoholic beverages Tobacco and Narcotic' items.
- ◆ Core inflation (Y-o-Y), which excludes volatile food, energy & transport prices, declined to 3.3% in September 2024 from 3.6% observed in August 2024.
- ◆ Despite the deflationary environment witnessed during the month, inflation is expected to stabilize around positive mid-single digit levels in the medium term, supported by appropriate policy measures.
- ◆ Inflation (Y-o-Y) in the U.S slowed for a fifth consecutive month to 2.5% in August 2024, the lowest since February 2021, as a result of the prices of gasoline and groceries continuing to normalize.
- ◆ The Euro Zone annual inflation rate dropped to 2.2% in August 2024 from 2.6% observed in July 2024, due to a notable decline in energy costs.
- ◆ Annual inflation in India rose marginally to 3.65% in August 2024 from 3.54% recorded in July 2024, due to increases in food prices.

Inflation - Point to Point Change - CCPI vs NCPI



Source: Department of Census and Statistics

Global Inflation Rates



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

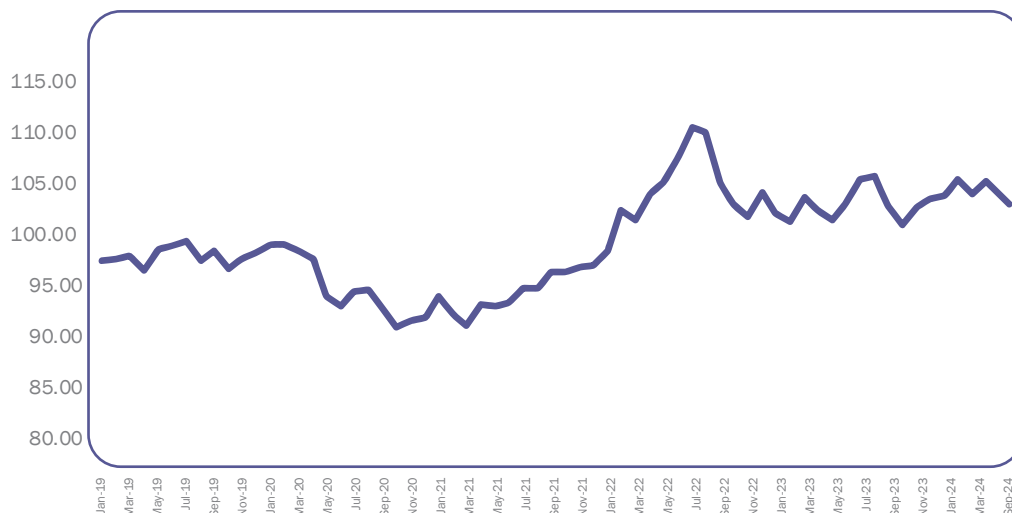
Forex Outlook

Exchange Rates Vs. LKR	Sep-23	Dec-23	Sep-24	1 Year. Apr/(Dep) LKR	YTD App/(Dep) LKR
USD	324.45	323.92	299.36	8.38%	8.21%
GBP	394.01	412.61	400.46	(1.61)%	3.03%
EUR	342.65	358.75	334.01	2.59%	7.41%
YEN	2.18	2.29	2.10	3.57%	8.98%
AUD	207.32	221.63	207.05	0.13%	7.04%
CAD	239.99	244.90	221.45	8.37%	10.59%
INR	3.90	3.90	3.58	8.97%	8.96%
BHD	861.52	859.24	794.08	8.49%	8.21%
CNY	44.43	45.67	42.68	4.11%	7.01%

Source: Central Bank of Sri Lanka

- ◆ The Sri Lankan Rupee closed at LKR 299.36 per USD for the month of September, which was a 0.32% appreciation from the preceding month. Overall, on a year-to-date basis, the rupee appreciated by 8.38%.
- ◆ For the month of September, the Sri Lankan Rupee depreciated by 1.28% against the Sterling Pound (GBP) and by 1.34% against the Japanese yen (YEN), whilst a marginal decline of 0.45% against the Euro (Euro). Conversely, during the same period, the Sri Lankan Rupee appreciated by 0.13% against the Indian Rupee (INR).
- ◆ The Central Bank purchased USD 148 million in August, maintaining its overall net buying position for the year, with a cumulative net purchase of USD 2,024 million year-to-date.
- ◆ The Chinese government implemented a large stimulus package in order to combat the challenges faced by the ongoing real estate slump and subdued consumer demand. The package which included rate cuts and reduced bank reserve requirements, boosted market sentiment and pushed the Chinese Yuan to a 16-month high in September.
- ◆ The Sterling Pound (GBP) strengthened during the month of September, as the Bank of England remained relatively cautious in cutting interest rates. Even though the economic growth was revised down from preliminary estimates, positive signals from household finances and business investments aided in the strengthening of the Sterling Pound.
- ◆ The DXY Index which tracks a basket of currencies against the US Dollar weakened by 0.95% during the month of September. The Index reached a 14-month low, primarily driven by the Federal Reserve interest rate cut, and marginally recovered during the month.

US Dollar Index (DXY)



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

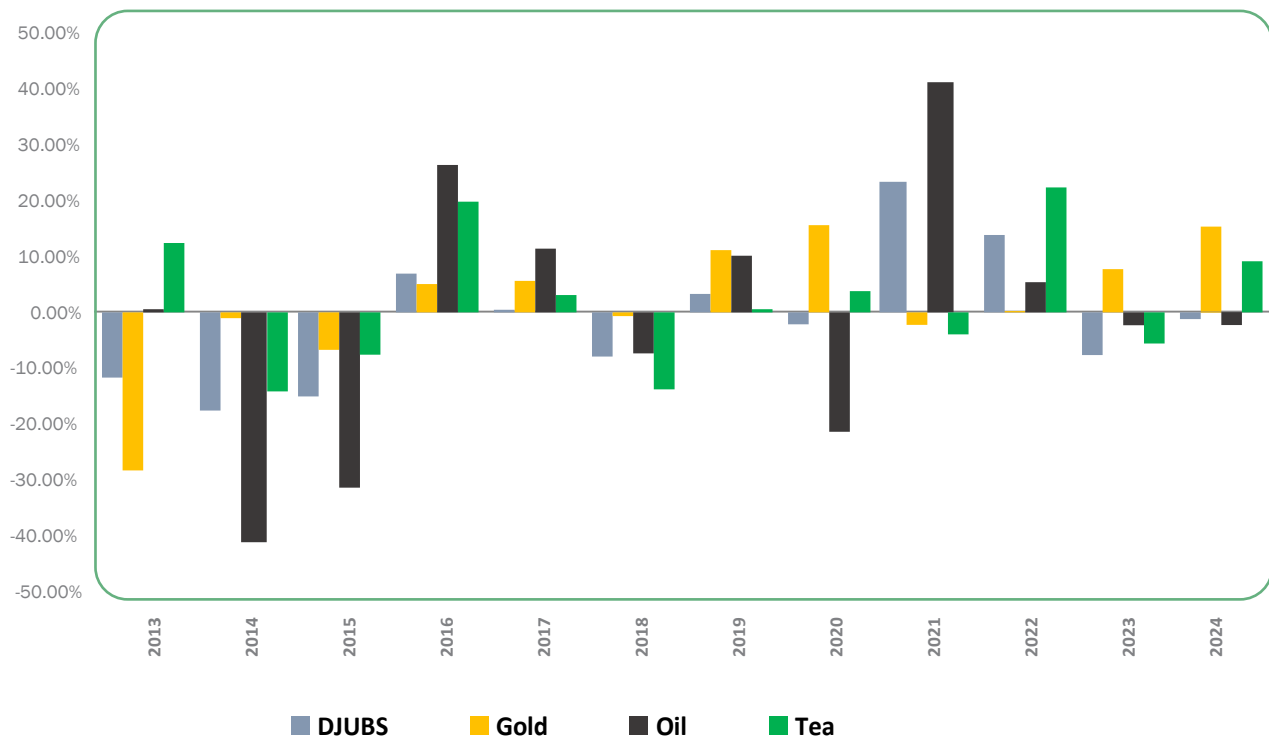
Commodity Outlook

	Past month Performance (September 2024)	Past 12 months Performance (Sep 2023 - Sep 2024)	Year to Date Performance (YTD to 31 st Sep2024)
Bloomberg Commodity Index	4.42%	-4.29%	1.71%
Gold	4.06%	34.17%	26.87%
Tea	1.82%	12.63%	11.58%
Oil (Brent)	-8.12%	-20.96%	-4.58%

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

- ◆ The Bloomberg Commodity Index rose by 4.42% in September, following an early September decline driven by the energy sector. This rebound was largely due to an improved economic outlook after the U.S. Federal Reserve lowered interest rates.
- ◆ Despite ongoing geopolitical tensions in the Middle East, crude oil prices fell by 8.12%, mainly due to increased supply from OPEC+ and weaker demand from China.
- ◆ Prices for high-grown tea declined in September, but the overall market saw a 1.82% gain, supported by the rising prices for medium-grown and low-grown varieties.
- ◆ Gold prices gained by 4.06%, fueled by the weakened U.S. dollar and the Federal Reserve's interest rate cut in September.

Commodity Price Movements



Source: worldbank.org, marketwatch.com

Property Outlook

- ◆ In the second quarter of 2024, the Sri Lankan GDP from construction sector expanded by 15.5%, leading to a cumulative growth of 14.8% for the first half of 2024. This recovery is largely attributed to the cooling of imported construction material prices and the softening of interest rates.
- ◆ The Sri Lanka Purchasing Managers' Index (PMI) for Construction increased at a slower rate in August 2024, reaching an index value of 51.4, compared to the notably higher level recorded in the previous month.
- ◆ According to the PMI survey, New Orders remained stable, as many survey participants noted a slowdown in the awarding of new projects. Meanwhile, employment continued to decline in August, and Suppliers' Delivery Times also increased.
- ◆ The Quantity of Purchases experienced a decline, as many companies were cautious with their buying decisions due to the gradual decrease in material prices and expectations of moderate activity levels leading up to the presidential election.
- ◆ Despite the slowdown, most firms surveyed are optimistic that construction activities will accelerate after September.
- ◆ The Chamber of Construction Industry of Sri Lanka has highlighted that the country's construction market, valued at USD 10 billion in 2023, is set to expand with an annual growth rate of 5.0% between 2025 and 2028. This growth will be driven by substantial investments from both public and private sectors, with a particular focus on energy infrastructure, especially renewable energy projects.

Source:

- CBSL
- <https://www.dailynews.lk/2024/09/05/business/623249/construction-market-to-grow-5-from-2025/>
- <https://www.dailymirror.lk/breaking-news/Sri-Lankas-construction-sector-expands-15-5-in-2Q/108-291970>

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 September 2024									
Mudharabah PSR*	30:70	-	55:45	60:40	65:35	70:30	75:25	-	90:10
Distributed Profit	3.15%	-	6.74%	7.24%	7.51%	7.75%	10.85%	-	11.85%
Bank of Ceylon Islamic Business Unit - As of September 2024									
Mudharabah PSR*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	3.04%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of August 2024									
Mudharabah PSR*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	2.98%	-	3.60%	4.30%	4.90%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of July 2024 & Wakala Rates as of August 2024									
Mudharabah PSR*	15:85	-	55:45	60:40	70:30	-	75:25	-	-
Distributed Profit**	2.00%	-	7.00%	7.25%	7.50%	-	8.00%	-	-
Wakala Rates	-	6.75%	7.00%	7.50%	7.50%	9.15%	11.50%	9.80%	12.50%
National Development Bank PLC-"Shareek" Islamic Banking unit - As of September 2024									
Mudharabah PSR*	70:30	50:50	55:45	60:40	70:30	-	-	-	-
Distributed Profit	3.50%	7.00%	7.75%	8.00%	8.50%	-	-	-	-
Wakala Rates	-	7.00%	7.75%	8.00%	8.25%	-	-	-	-
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of September 2024									
Wakala Rates		6.00%	6.50%	6.75%	7.65%	9.00%	9.25%	9.75%	10.25%
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of August 2023									
Mudharabah PSR*	25:75	36:64	38:62	38:62	42:58	46:54	48:52	50:50	52:48
Distributed Profit	4.95%	7.13%	7.52%	7.52%	8.32%	9.11%	9.50%	9.90%	10.30%
Wakala Rates	-	7.50%	8.00%	8.00%	9.00%	9.50%	10.00%	10.50%	11.00%
Peoples Leasing Islamic Business Unit - As of September 2023									
Wakala Rates		7.50%	7.50%	7.50%	8.00%	10.00%	10.00%		

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

*Profits distributed at Maturity

Source: Respective company data

UNIT TRUST FUNDS OFFERED BY NDB WM



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

NDB Wealth Growth Fund

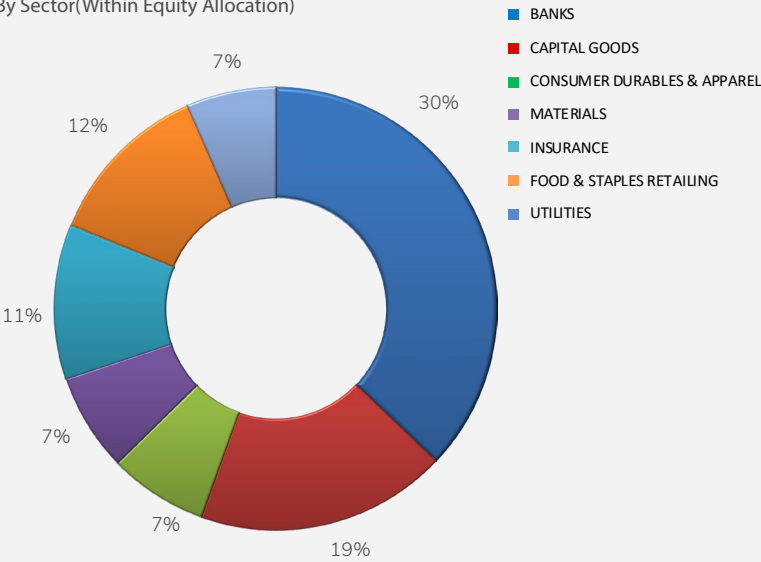
Fund Overview

Type : Open Ended Currency: LKR
Investments: Listed Equities

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

Equity Allocation

By Sector (Within Equity Allocation)



Historical Returns

Period	Fund Returns *	ASPI Returns
Last Month	6.40%	9.07%
Last 3 months	-4.03%	-2.38%
Last 6 months	3.10%	3.59%
Last 12 months	4.13%	4.58%
Year 2023	37.47%	25.50%
Year 2022	-31.26%	-30.56%

★ After fees, excluding front end and back end loads

★★ AUM before expense allowance adjustment

Other Features

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

Fund Snapshot

30-Sep-24

YTD Yield	10.26%
NAV per unit	12.92
AUM (LKR Mn.) **	273.75
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.92%
Max Equity Allocation	97.00%
Current Equity Allocation	75.79%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

CARGILLS (CEYLON) PLC
COMMERCIAL BANK OF CEYLON PLC
HATTON NATIONAL BANK PLC
HAYLEYS PLC
SAMPATH BANK PLC

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	24.21%
Average Duration	0.0000
Maturity	% Holding
Under 1 Month	100.00%

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.

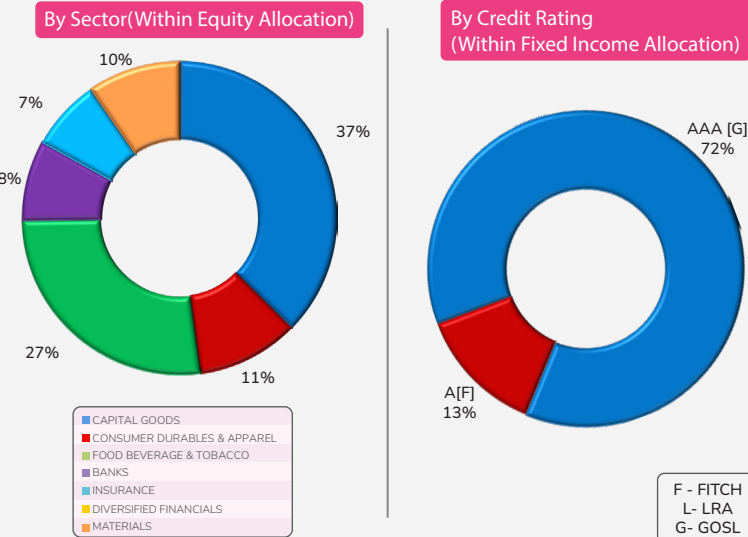
NDB Wealth Growth and Income Fund

Fund Overview

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

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

Portfolio Allocation



Histrcial Returns

Period	Fund Returns	ASPI Returns
Year to Date	15.66%	11.27%
Last Month	5.01%	9.07%
Last 3 Months	-3.52%	-2.38%
Last 6 Months	5.74%	3.59%
Last 12 Months	12.61%	4.58%
Year 2023	33.34%	25.50%
Year 2022	-19.49%	-30.56%

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

** AUM before expense allowance adjustment.

Fund Snapshot

30-Sep-24

YTD Yield	15.66%
NAV per unit	63.67
AUM (LKR Mn.)**	345.39
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.26%
Max Equity Allocation	97.00%
Current Equity Allocation	66.88%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

CIC HOLDINGS PLC (NON VOTING)
HAYLEYS PLC
ROYAL CERAMICS LANKA PLC
SUNSHINE HOLDINGS PLC
TEEJAY LANKA PLC

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	33.12%
Average Duration	0.20
Maturity	% Holding
Under 1 Yr	87.88%
1 Yrs - 5 Yrs	12.12%

Other Features

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

Disclaimer

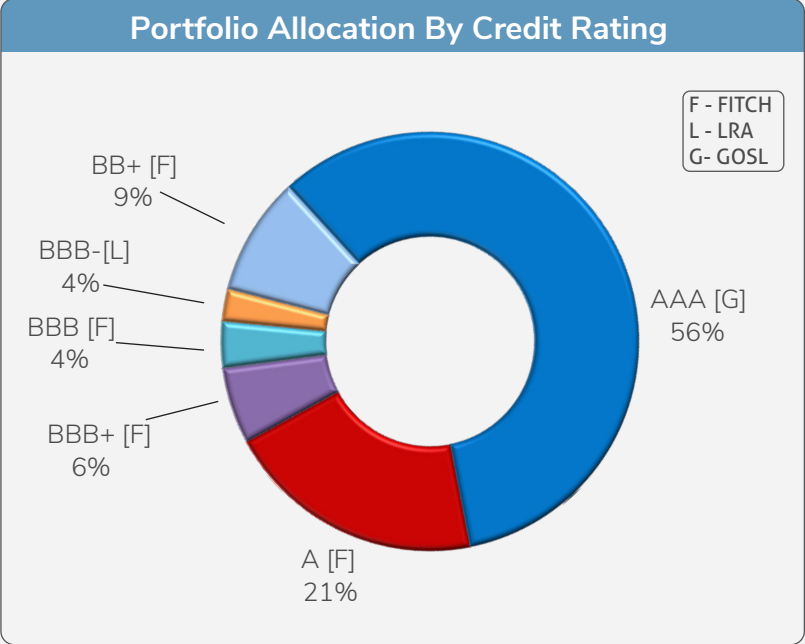
Past performance is not a guide to future performance. The value of any investment and the income from it can fall as a result of market and currency fluctuations and investors could get back less than the amount originally invested. This report does not constitute a financial promotion, a recommendation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

NDB Wealth Income Fund

Fund Overview

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

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



Fund Snapshot	30-Sep-24
YTD Yield	13.73%
YTD Yield (Annualized)	18.29%
NAV per unit	29.6539
AUM (LKR Mn.)	611.40
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	0.99%
Average Maturity (Yrs)	2.87
Average Duration	2.13

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	8.47%	9.59%
6 Months - 1 Year	12.76%	11.10%
1 Year - 5 Years	77.11%	14.50%
Over 5 Years	1.66%	13.10%

Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	13.73%	18.29%
Last month	1.23%	14.99%
Last 3 months	2.24%	8.90%
Last 6 months	6.35%	12.67%
Last 12 months	19.79%	19.79%
Year 2023	41.89%	41.89%
Year 2022	8.21%	8.21%

Other Features	
Valuation	Daily Valuation All Instruments are marked to market.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions on investments depend on the features of each security, (Ex: Rated, Guaranteed, etc), and are regulated by the Trustee and the SEC.
Fee Details	Management Fee : 0.65% p.a. of NAV / Trustee fee : 0.10-0.19% p.a. of NAV, based on fund size / Custodian fee : 0.05% p.a. of NAV 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

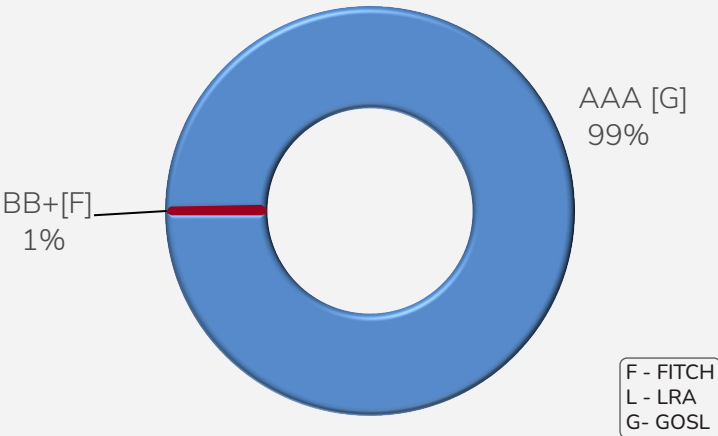
NDB Wealth Income Plus Fund

Fund Overview

Type : Open Ended Currency: LKR
Investments: Fixed Income Securities

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



Fund Snapshot

30-Sep-24

YTD Yield	9.97%
YTD Yield (Annualized)	13.29%
NAV per unit	29.7598
AUM (LKR Mn.)	3,617.60
Fund Currency	LKR
Fund Inception	7-Apr-16
Expense Ratio	0.76%
Average Maturity (Yrs)	0.23
Average Duration	0.23

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	3.10%	9.60%
1 Month - 3 Months	96.90%	10.90%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	9.97%	13.29%
Last month	0.15%	1.86%
Last 3 months	0.17%	0.68%
Last 6 months	4.48%	8.94%
Last 12 months	15.57%	15.57%

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.

NDB Wealth Money Fund

Fund Overview

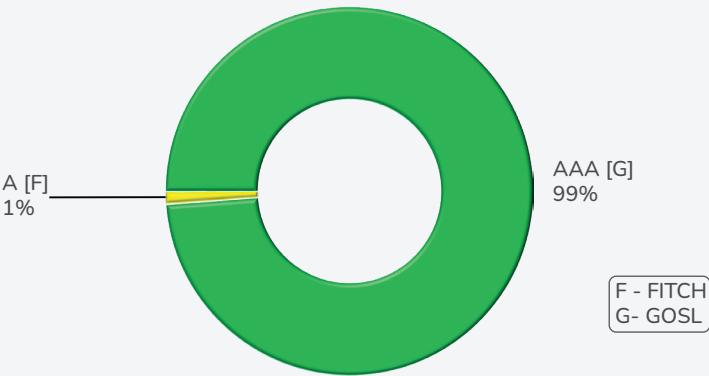
Type : Open Ended | Investments: Short Term Government Securities & Bank Deposits

Currency: LKR

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

The Fund aims to provide optimal returns with low risk and moderate liquidity to investors by investing in short-term government securities and high-quality bank deposits with maturities less than 397 days with credit ratings of A- and above.

Portfolio Allocation By Credit Rating



Fund Snapshot

30-Sep-24

YTD Yield	8.47%
YTD Yield (Annualized)	11.28%
NAV per unit	34.3712
AUM (LKR Mn.)	203,555.08
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.84%
Average Maturity (Yrs)	0.25
Average Duration	0.24

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	21.63%	9.88%
1 Month - 3 Months	40.21%	9.51%
3 Months - 6 Months	27.64%	9.82%
6 Months - 1 Year	10.52%	9.61%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	8.47%	11.28%
Last month	0.72%	8.81%
Last 3 months	2.27%	9.01%
Last 6 months	4.97%	9.91%
Last 12 months	13.05%	13.05%
Year 2023	24.03%	24.03%
Year 2022	17.79%	17.79%

Other Features

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

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.

NDB Wealth Money Plus Fund

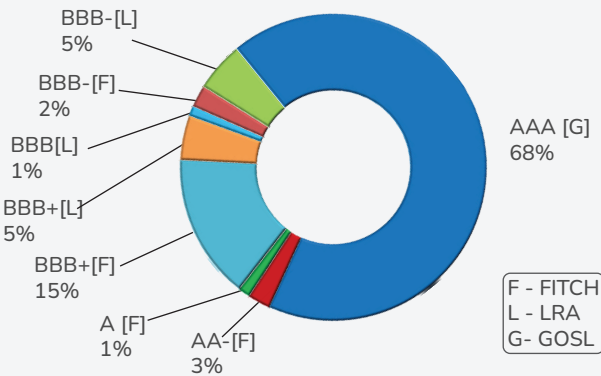
Fund Overview

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

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

The Fund aims to provide liquidity to investors while enhancing returns by investing in a diversified portfolio of short term corporate debt securities with maturities less than 397 days.

Portfolio Allocation By Credit Rating



Fund Snapshot

30-Sep-24

YTD Yield	8.65%
YTD Yield (Annualized)	11.52%
NAV per unit	37.7985
AUM (LKR Mn.)	10,584.49
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.98%
Average Maturity (Yrs)	0.35
Average Duration	0.33

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	20.04%	9.88%
1 Month - 3 Months	29.74%	9.85%
3 Months - 6 Months	10.55%	11.65%
6 Months - 1 Year	39.68%	9.93%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	8.65%	11.52%
Last month	0.72%	8.82%
Last 3 months	2.24%	8.90%
Last 6 months	5.04%	10.06%
Last 12 months	13.25%	13.25%
Year 2023	23.07%	23.07%
Year 2022	14.08%	14.08%

Other Features

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

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.

NDB Wealth Islamic Money Plus Fund

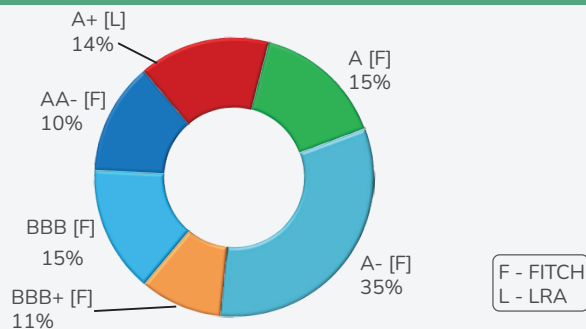
Fund Overview

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

NDB Wealth Islamic Money Plus Fund is an open-ended money market fund incorporated in Sri Lanka, invested exclusively in short term LKR based Shariah compliant investments including Mudharabah term deposits, Mudharabah savings deposits, Wakala investments and sukuk investments less than 397 days.

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

Portfolio Allocation By Credit Rating



Target Asset Allocation

Investment Type	Asset Allocation
Shariah compliant money market investments up to 397 days	Max 90%
Shariah compliant money market investments less than 15 days	Min 10%

Shariah Supervisory Board

Shafique Jakhura	Mufti
Muhammed Huzaifah	Maulana

Fund Snapshot

30-Sep-24

YTD Yield	6.87%
YTD Yield (Annualized)	9.15%
NAV per unit	24.0653
AUM (LKR Mn.)	1,457.20
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.28%
Average Maturity (Yrs)	0.24
Average Duration	0.20

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	32.46%	7.57%
1 Month - 3 Months	36.41%	8.30%
3 Months - 6 Months	22.85%	8.10%
6 Months - 1 Year	8.27%	8.30%

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	6.87%	9.15%
Last month	0.56%	6.82%
Last 3 months	1.76%	6.99%
Last 6 months	3.91%	7.81%
Last 12 months	10.50%	10.50%
Year 2023	16.12%	16.12%
Year 2022	13.43%	13.43%

Other Features

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

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.

NDB Wealth Gilt Edged Fund

Fund Overview

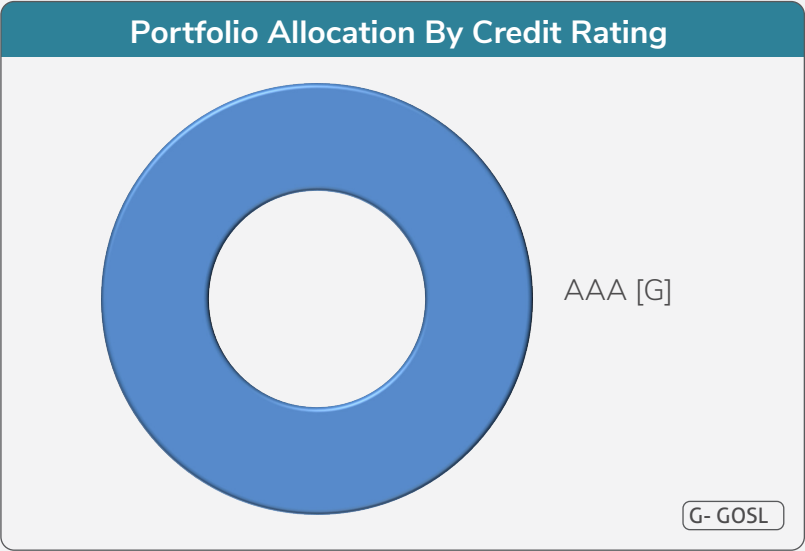
Type : Open Ended Currency: LKR

Investments: Government of Sri Lanka Securities

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

Fund Snapshot	30-Sep-24
YTD Yield	16.76%
YTD Yield (Annualized)	22.33%
NAV per unit	37.1394
AUM (LKR Mn.)	291.28
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.10%
Average Maturity (Yrs)	0.04
Average Duration	0.04

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	100.00%	9.90%



Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	16.76%	22.33%
Last month	0.70%	8.50%
Last 3 months	2.29%	9.10%
Last 6 months	7.70%	15.35%
Last 12 months	22.53%	22.53%
Year 2023	68.33%	68.33%
Year 2022	-2.93%	-2.93%

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

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 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