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PRIVATE
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MY WEALTH
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MARKET UPDATE AND FUND REVIEW

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NDB | WEALTH

2019
JANUARY

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MARKET BRIEF BY NDB WEALTH

INFLATION RATE INCREASED

Inflation as measured by the CCPI increased to 3.7% in January 2019 compared to 2.8% in December 2018, on a year on year basis. The inflation index rose on the backdrop of higher Non-food inflation, which increased from 6.3% in January 2019 from 4.7% in the previous month. Food inflation continued to decline in January 2019. We expect inflation rate to increase in 2019 and be in the range of 5% - 6% in 2019.

SRI LANKAN RUPEE RECOVERS IN VALUE

The Sri Lankan rupee appreciated by 1.59% against the US Dollar in January 2019. The Sri Lankan Rupee also appreciated in value against the Euro and the Japanese Yen, however, further depreciated against the Sterling Pound during January 2019. The weaker US Dollar mainly as a result of the slowdown in planned policy rate hikes in the US may have been the main catalyst for the recovery in value of the Sri Lankan Rupee. However, the trade deficit and upcoming foreign debt repayments are expected to exert pressure on the Rupee. Gross official reserves were estimated at USD 6.1 billion as at January 2019.

BENCHMARK INTEREST RATE SETTLES DOWN

The benchmark 364-day Treasury bill rate declined to 10.69% in January 2019 from 11.20% in December 2018. Slowdown in foreign selling of LKR denominated government securities and repayment of USD 1 billion of debt released pressure to a certain extent on interest rates. Central Bank is planning to raise USD 5 billion through foreign loans, swaps and sovereign and development bonds during the first half of 2019. Foreign holding of LKR denominated debt stood at 2.8% as at January 2019. We expect interest rates to remain at current levels during the first quarter of 2019. However, if the Central bank manages to raise funds, the interest rates may decrease.

CONTINUED WEAK SENTIMENT

The two main indices of Colombo Stock Exchange recorded losses during the first month of 2019. Continued foreign selling and weak investor sentiment is suspected to be the catalyst for continued losses in Colombo Stock Exchange. Equity market will continue to be stressed due to weak public investments and consumption resulting to pressure on earnings. However, there might be a shift in sentiment on the back of election announcements in 2019.

Ranuka De Silva

Assistant Manager

EQUITY OUTLOOK

	Past month Performance (1st Jan – 31st Jan 2019)	Past 12 months Performance (Jan 2018 – Jan 2019)
All Share Price Index	-1.03%	-7.51%
S&P SL 20	-1.96%	-17.98%
MSCI Frontier Markets Index	4.76%	-16.98%
MSCI World Index	7.78%	-6.54%
MSCI Emerging Markets	8.76%	-14.24%
MSCI Asia Ex Japan	7.31%	-14.57%

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

The All Share Price Index and the S&P SL 20 Index, the two main indices of Colombo Stock Exchange (CSE), recorded losses in January 2019.

Continuous foreign selling and weak investor sentiment in the market may have been the main catalysts for continued losses in CSE.

On a comparative basis, the regional markets have performed much better during the first month of the year as both MSCI Emerging and MSCI Frontier market indices recorded significant gains of 8.76% and 4.76% respectively.

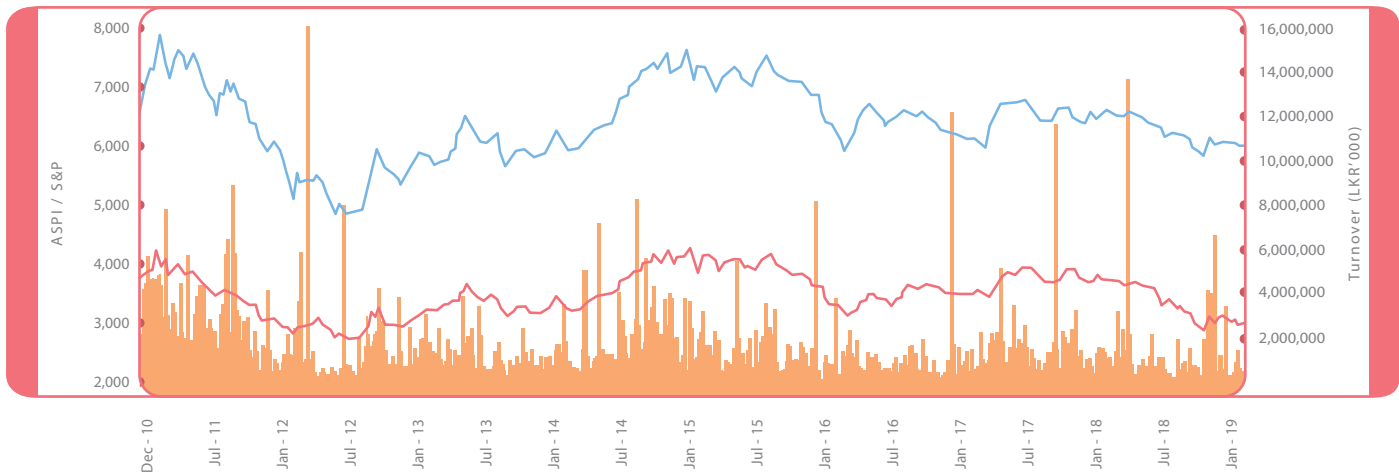
Emerging markets started 2019 on a high note as riskier assets were buoyed by a more dovish Federal Reserve (Central Bank in the US) and the resumption of US - China trade talks.

Emerging and frontier markets are less liquid than developed countries and despite the good opportunities and growth; they are almost more prone to exogenous shocks.

Compared to 2018, the investment case for emerging markets has vastly improved, mainly due to the expectations of easing on monetary policy impacting the US dollar.

This would relieve some of the pressure on emerging economies that must pay higher prices on imports from the US when the dollar is strong.

Colombo Stock Exchange Performance



Turnover S&P ASPI

Source: www.cse.lk

		Jan 2019	Jan 2018
CSE	Market PER	9.37 X	10.69 X
	Market PBV	1.18 X	1.32 X
	Market DY	3.33%	3.07%
MSCI Frontier Market	Market PER	13.24 X	15.86 X
	Market PBV	1.81 X	2.01 X
	Market DY	3.87%	2.86%

Source: www.cse.lk



Foreign investors continued to be seller sin the market for the 7th Consecutive month.

Colombo Stock Exchange	Jan 2019	Jan 2018
Foreign Inflows	LKR 4.55 Billion	LKR 10.70 Billion
Foreign Outflows	LKR 6.87 Billion	LKR 6.70 Billion
Net Foreign Inflows/(Outflows)	(LKR 2.32 Billion)	LKR 4.03 Billion

Source: www.cse.lk

**“ IT’S WAITING THAT HELPS YOU AS AN INVESTOR,
AND A LOT OF PEOPLE JUST CAN’T STAND TO WAIT ”**

— Charlie Munger —



FIXED INCOME OUTLOOK

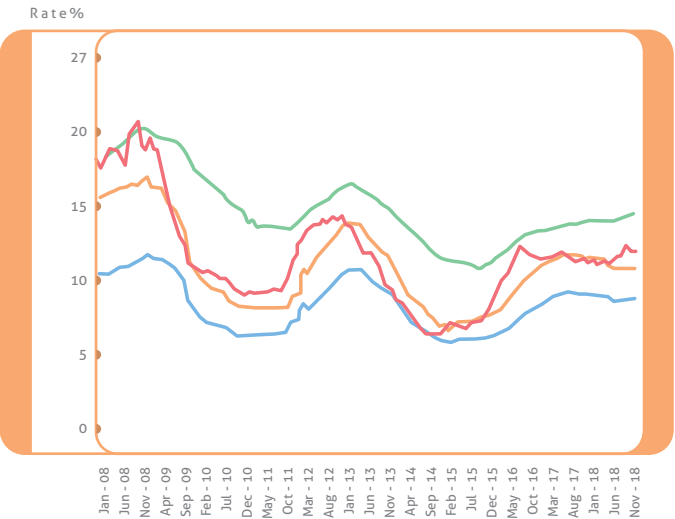
INTEREST RATES IN SRI LANKA

The Central Bank of Sri Lanka (CBSL) maintained its key policy rates stable in January holding the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) at 9.00% and 8.00% respectively.

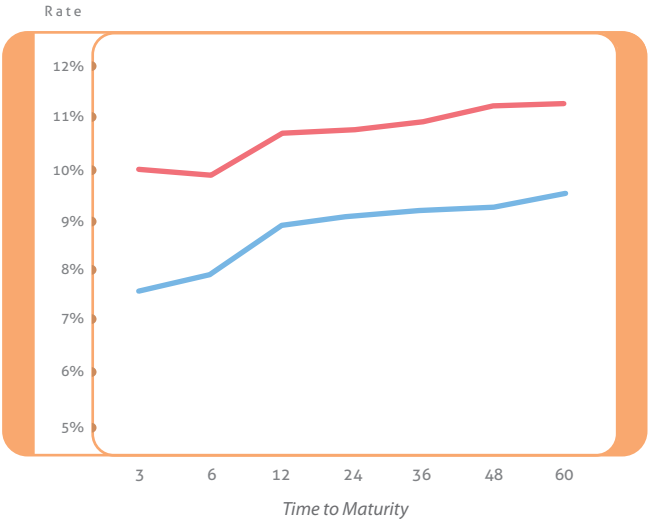
	Jan 18	Dec 18	Jan 19
364 Day T-bill	8.90%	11.20%	10.69%
5-Year Bond	9.55%	11.56%	11.28%
1-Year Finance Company Fixed Deposit Ceiling Rate	12.11%	12.46%	14.22%

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

AVERAGE LENDING & DEPOSIT RATES



YIELD CURVE - LKR TREASURIES



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

Jan-18 Jan-19

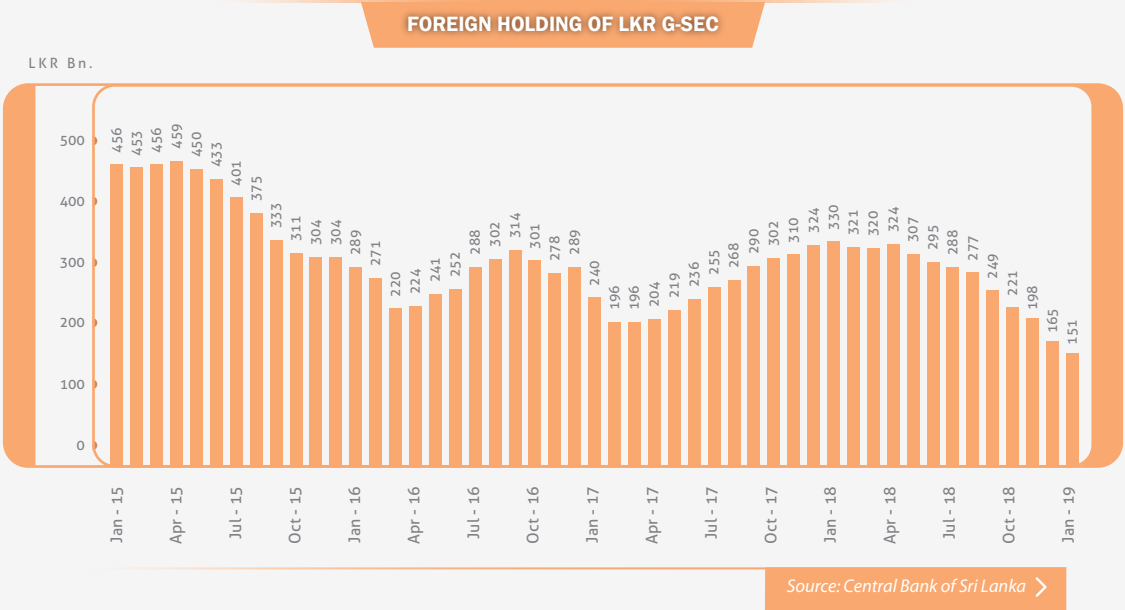
Source: Central Bank of Sri Lanka >

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

Treasury Bill rates decreased with the benchmark 364-day T-Bill rate falling to 10.69% and the 182-day T-Bill closing the month at 9.87%. The 91-day bill continued to not be on offer since November.

Broad money (M2b) growth edged up to 13.9% year-on-year in November, from the previous month's 13.5% whilst credit extended to the private sector accelerated by 16.2% year-on-year in November from 16.1% in October. During the month, private sector credit disbursements increased by LKR 79.3 Bn. (1.5% m-o-m), despite the introduction of import restrictions by the government to curtail vehicle imports and other non-essential imports.

Outstanding LKR Govt. Securities LKR 5,219 Billion / USD 29.01 Billion	
T Bills (Total)	T Bonds (Total)
LKR 914 Billion	LKR 4,305 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 5,068 Billion	LKR 151 Billion
Total Foreign Holding of Bills and Bonds – 2.90%	
Source: Central Bank of Sri Lanka >	



Foreign holding of government securities continued to decline in to 2019, falling by LKR 13 billion in January to 2.90%, with foreign investors selling out of local government securities albeit at a slower pace.

1 Year FD Rates – Sri Lankan Banks			Rates on Credit Cards		Jan 19
	Jan 2019	Dec 2018			
NSB	10.50%	10.50%	HSBC		28.00%
COMB	11.00%	11.00%	SCB		28.00%
SAMP	12.00%	12.00%	Sampath		28.00%
HNB	11.00%	11.00%	NDB		28.00%
NDB	11.75%	11.75%	AMEX		28.00%
Source: Respective Commercial Banks >					

Commercial banks maintained their fixed deposit rate during the month of January.

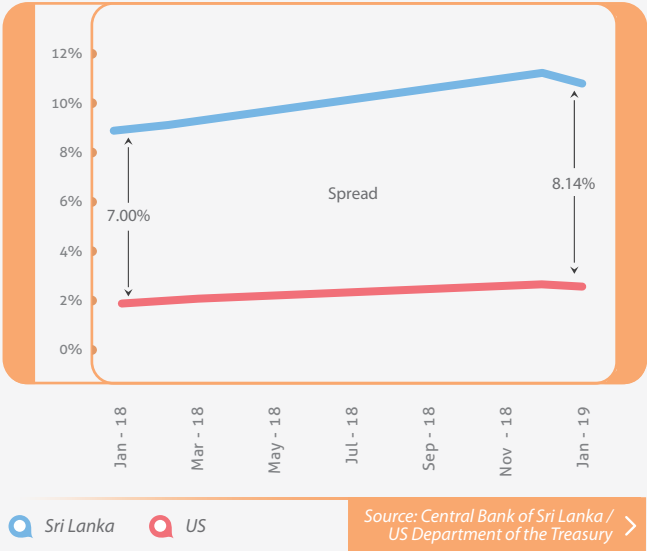
NDBIB CRISIL Fixed Income Indices Total return as at 31/01/2019	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	2.49%	8.45%	8.73%
NDBIB-CRISIL 364 Day T-Bill Index	2.76%	7.70%	8.62%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	3.61%	7.01%	10.42%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	4.36%	4.71%	10.24%

Source: www.crisil.com >

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

Source: www.cbrates.com >

1 YEAR TREASURY RATE - USD Vs. LKR



The US Federal Reserve’s dovish rhetoric sent a strong signal that the US rate-hike policy is nearing an end and also indicated that its efforts to reduce the USD 4 trillion balance sheet could end sooner than expected. On this backdrop US Treasury yields declined followed by most global sovereign yields.

364 Day Treasury Bill Rate	Jan 18	Dec 18	Jan 19
Sri Lanka	8.90%	11.20%	10.69%
India	6.58%	6.94%	6.78%
US	1.90%	2.63%	2.55%
Euro Zone	-0.64%	-0.75%	-0.60%

Source: Respective Central Banks >

	Rates on Savings Accounts Jan 2019
Sri Lanka	4.00%
US	0.03%
Euro Zone	0.11%
Australia	1.65%
India	3.50%

Source: Respective Commercial Banks >

India's central bank unexpectedly lowered interest rates, cutting its 'Policy repo rate' by 0.25% to 6.25% to boost a slowing economy after a sharp fall in the inflation rate. This was the new Reserve Bank of India (RBI) Governor's maiden monetary policy.

**“ PRIORITIES SAVINGS FIRST,
AND ONLY SPEND WHAT IS LEFT OVER ”**

— NDB Wealth —



INFLATION RATES

Country	Jan 18	Dec 18	Jan 19
Sri Lanka	5.77%	2.77%	3.75%
US	2.07%	1.91%	1.91%*
Euro Zone	1.31%	1.57%	1.57%*
India	5.07%	2.19%	2.19%*

* Dec 2018

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

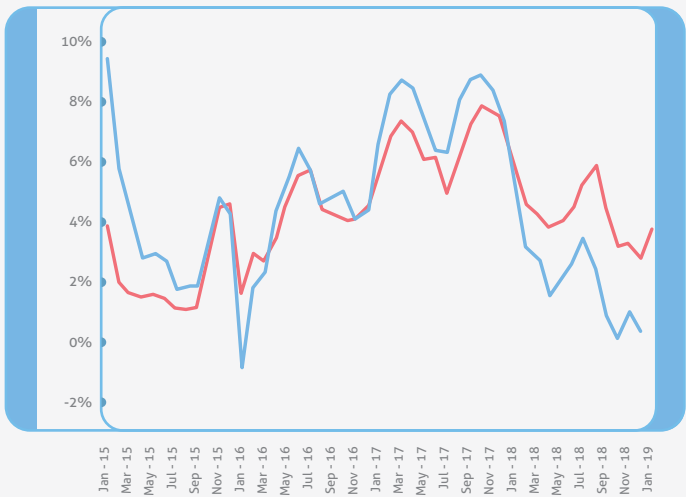
Inflation as measured by the CCPI (2013=100), picked up to 3.7% in January 2019 on a year-on-year basis from the previous month's 2.8% mainly on account of rising non-food prices. During the month the index was up 0.9% with prices in the non-food category increasing by 2.4%. However food prices declined 2.5% during the month. Within the non-food category prices of mainly housing, water, electricity, gas and other fuels increased whilst within the food category prices of vegetables and coconuts declined. On an annual average basis inflation slowed to 4.1% in January.

Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport) too accelerated to 5.5% year-on-year in January from the previous month's 3.1%. On an annual average basis core inflation increased to 3.7%.

We are of the view that inflation will hover at mid single digit levels in 2019.

On the global front, both US and Eurozone inflation decreased to 1.91% and 1.57% year-on-year respectively in November.

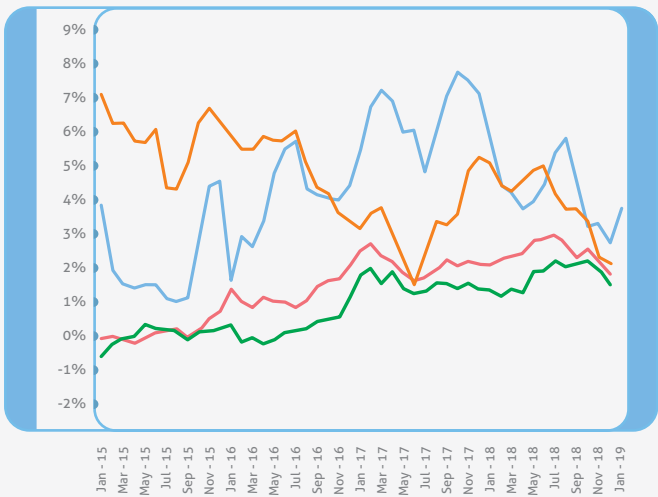
INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



CCPI NCPI

Source: Department of Census and Statistics Sri Lanka

GLOBAL INFLATION RATES



Sri Lanka US Euro zone India

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

FOREX OUTLOOK

Exchange Rates Vs. LKR	Jan 18	Dec 18	Jan 19	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	153.77	182.75	179.88	-14.52%	1.59%
GBP	216.04	231.86	236.00	-8.46%	-1.75%
EURO	190.18	208.99	206.77	-8.03%	1.07%
YEN	1.41	1.65	1.65	-14.66%	-0.14%
AUD	124.22	128.87	130.53	-4.84%	-1.27%
CAD	124.54	134.08	136.91	-9.03%	-2.06%
INR	2.42	2.61	2.53	-4.17%	3.36%
BHD	407.87	484.78	477.13	-14.52%	1.60%
CNY	24.27	26.57	26.79	-9.40%	-0.82%

Source: Central Bank of Sri Lanka >

The Sri Lankan Rupee reversed its decline, appreciating by 1.59%, for the first time since April 2016 against the US Dollar (USD) in January to close the month at LKR 179.88 per 1 USD. The rupee however lost 1.75% against the Pound Sterling and gained 1.07% against the Euro during the month.

The US Dollar fell broadly against both developed and emerging-market currencies on Fed's dovish sentiments on monetary policy.

The British Pound was a notable decliner against a basket of currencies given that the EU and the UK are far apart on any Brexit deal.

Emerging Asian currencies started the new year on a high as riskier assets were driven by a more dovish US Fed.

USD PER 1 EURO MOVEMENT



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

COMMODITY OUTLOOK

	Past month Performance (1st Jan – 31st Jan 2019)	Past 12 months Performance (Jan 2018 – Jan 2019)
Bloomberg Commodity Index	5.23%	-10.10%
Gold	3.31%	-2.97%
Tea	1.44%	-22.53%
Oil (Brent)	4.98%	-14.09%

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

Bloomberg Commodity Index staged a rebound from the heavy losses suffered in December 2018 by gaining 5.23% in January 2019.

The main contributor towards the biggest monthly rally in the Bloomberg Commodity Index since April 2016 may be the Central Bank in the US deciding to slowdown the rate hikes for 2019 and 2020.

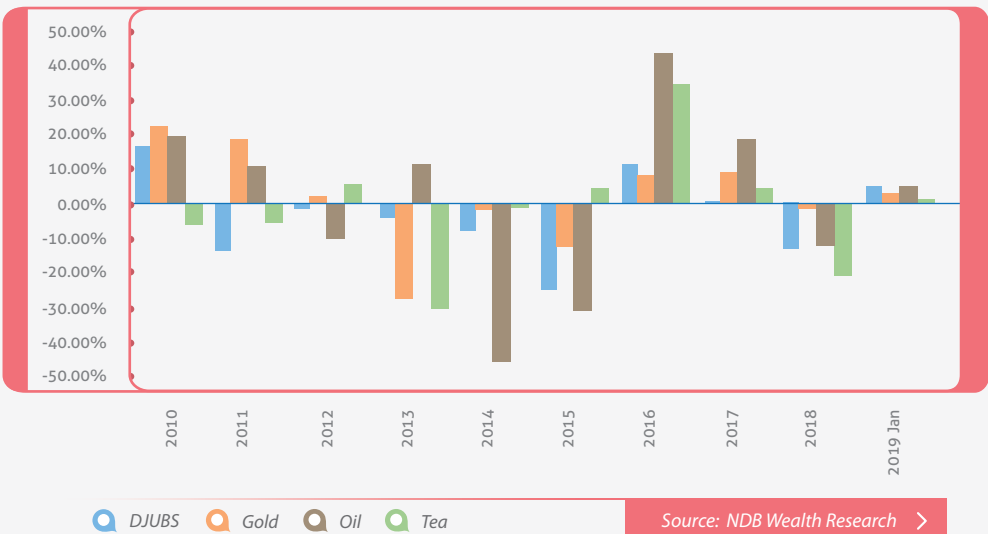
The Fed's (Central Bank in the US) pivot has also caused the dollar to weaken, and a weaker dollar generally makes commodities more affordable because they are largely traded in greenbacks.

Moreover, Oil prices increased in January as OPEC and its allies make headway in cutting production, as well as concerns about what turmoil in big producer Venezuela may mean for supplies going forward.

Gold prices surged over 3% in January 2019, the highest since May 2018 in a sign of demand for haven assets.

Moving forward, the economic data such as on consumption and production in the US and Chinese economies would be decisive for the performance of Oil and Gold prices.

Commodity Price Movements



PROPERTY OUTLOOK



With the prevailing lackluster sentiment in the economy, there seem to be a hint of optimism arising within the property markets in the island.



The Sunday Observer, goes on to state that there was a reduction in interest by first time home buyers due to the fluctuating exchange rates and lack of investment knowledge.



In regard to the supply side of the market, the developments that commenced in FY2017 will be nearing completion, and within the next 2 to 3 years it is estimated by KPMG Sri Lanka, that over 6,000 units are due to enter the island real-estate market.



Moreover, Mr. Rohith Dissanayake, Sales and Marketing Director at Capitol Developers, believes that there will be a knock on effect of the Port City development that will have on the property market in the island. As it will create a demand for rental properties to service Port City.



However, he continues to state that the final quarter of 2018 brought in a cloud of uncertainty on to the property market in the island due to the political and macro uncertainties.



Head of Sales and Marketing at Elysian Realty (Pvt) Ltd, a developer in the southern coast (Mirissa) states that they have experienced an increase in interest for the development, in expectation of capital gains and favorable rental yields by investors.



The developer assumes that the gain in momentum is due to the infrastructural development in the coastal regions that has provided accessibility and convenience.



A survey conducted in FY2018 in collaboration with Lanka Property Web Real-estate Intelligence Unit (RIU) concluded that a larger portion of Sri Lankans prefer to invest in real-estate appose to other traditional investments.



However, the market lacks in terms of products for retail investors to participate in real-estate investments, such as Real Estate Investment Trust in Sri Lanka.



This could be an area that can be looked at by financial product developers to create a more vibrant investment environment for real-estate in the island.

ISLAMIC FINANCE INDUSTRY

Islamic Financing is finance activity that is consistent with principles of Islamic law (Shari’ah) which prohibits the payment or acceptance of interest.

NDB WM provides our client’s discretionary management services on a shari’ah compliant basis for portfolio values above Rs. 100.0 million.

The Islamic Money Plus Fund is a unit trust fund offered by NDB Wealth Management and approved by the Securities Exchange Commission of Sri Lanka, investing in a diversified portfolio of Shari’ah compliant short term securities issued by corporates and in Mudharabah deposits and savings accounts. The fund provides reasonable liquidity and tax free income to its investors and would be an ideal substitute for direct investments in Mudharabah savings accounts and deposits. (Trustee: Hatton National Bank PLC)

Mudharabah Deposit Rates of Selected Service Providers

	Savings	1 month	3 month	6 month	1 Year ⁺	2 Year ⁺	3 Year ⁺	4 Year ⁺	5 Year ⁺
Amana Bank - As of December 2018									
Profit Sharing Ratio*	30:70	-	60:40	65:35	75:25	80:20	85:15	-	90:10
Distributed Profit	3.50%	-	7.00%	7.59%	8.75%	9.34%	9.92%	-	10.50%
Bank of Ceylon Islamic Business Unit - As of December 2018									
Profit Sharing Ratio*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	3.95%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of December 2018									
Profit Sharing Ratio*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	5.30%	-	6.90%	8.38%	9.58%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of December 2018 (Released Quarterly)									
Profit Sharing Ratio*	30:70	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	4.10%	-	9.50%	10.00%	10.75%	-	-	-	-
National Development Bank PLC-"Shareek" Islamic Banking unit - As of December 2018									
Profit Sharing Ratio* (3Mn - 50Mn)	40:60	60:40	65:35	40:60	65:35	65:35	-	-	-
Distributed Profit	5.60%	7.05%	7.50%	8.00%	11.50%	11.50%	-	-	-
Citizen Development Business Finance PLC- Islamic Banking unit - As of December 2018									
Profit Sharing Ratio*	32:68	52:48	52:48	52:48	55:45	62:38	62:38	-	-
Distributed Profit	6.43%	10.04%	11.65%	12.06%	12.26%	13.06%	13.26%	-	-
Commercial Leasing & Finance PLC- Islamic Finance – As of December 2018									
Profit Sharing Ratio*	35 :65	50:50	53:47	55:45	55:45	59:41	60:40	64:36	65:35
Distributed Profit	8.45%	12.07%	12.31%	12.55%	12.80%	13.76%	14.00%	14.49%	15.21%
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of December 2018									
Profit Sharing Ratio*	20:80	26:74	28:72	30:70	31:69	-	-	-	-
Distributed Profit	7.41%	9.63%	10.38%	11.12%	11.49%	-	-	-	-
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of December 2018									
Profit Sharing Ratio*	30:70	60:40	62:38	66:34	66:34	67:33	69:31	70:30	74:26
Distributed Profit	5.48%	10.97%	11.33%	12.06%	12.06%	12.24%	12.61%	12.79%	13.52%
Peoples Leasing Islamic Business Unit - As of December 2018									
Profit Sharing Ratio*	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	6.05%	-	8.07%	8.74%	10.09%	-	-	-	-

* Profit sharing ratio provides profit ratio for Customer: Financial Institution; * Profits distributed at Maturity

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

WHITE LIST AS OF APRIL 2018

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

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

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

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

UNIT TRUST FUNDS OFFERED BY NDB WM



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

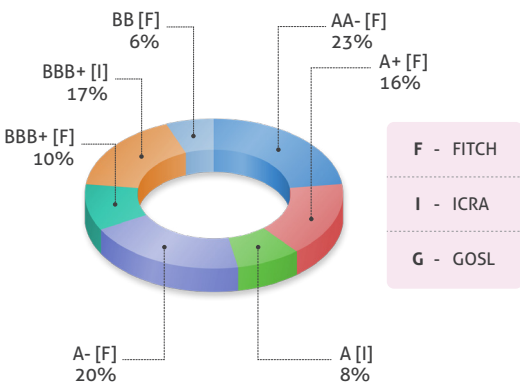
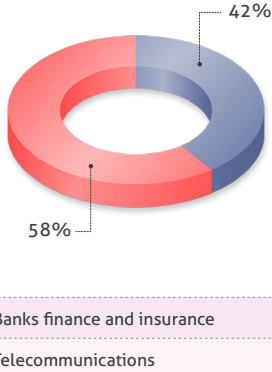
Fund Overview

NDB Wealth Growth Fund		Fund Snapshot	31-Dec-18
Type: Open Ended	Investments: Listed Equities	YTD Yield	-6.99%
Currency: LKR	ISIN: LKNWGRU00005	NAV per unit	10.2085
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.)	208.10
		Fund Currency	LKR
		Fund Inception	1-Dec-97
		Expense Ratio	2.65%
		Max Equity Allocation	97.00%
		Current Equity Allocation	86.40%
		Fund Leverage	0.00%
Equity Allocation		Top 5 Portfolio Holdings (In Alphabetical Order)	
		CENTRAL FINANCE COMPANY PLC	
		COMMERCIAL BANK OF CEYLON PLC	
		HATTON NATIONAL BANK PLC	
		PEOPLES INSURANCE LTD	
		SEYLAN BANK PLC	
Historical Returns		Fixed Income Allocation	
Period	Fund Returns *	Minimum Fixed Income Allocation	
Last Month	-0.31%	3.00%	
Last 3 months	1.78%	Current Fixed Income Allocation	
Last 6 months	-5.32%	13.60%	
Last 12 months	-6.99%	Average Duration	
Year 2017	7.09%	0.02	
Year 2016	-0.92%	Maturity	
		% Holding	
		Under 1 Month	100.00%
★ After fees, excluding front end and back end loads			
Other Features			
Valuation	Daily Valuation Instruments less than one year - cost plus accrued basis. Instruments greater than one year - n/a.		
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.		
Exposure Restrictions	Maximum exposure restrictions to listed equity 15% of NAV; maximum exposure restrictions on fixed income investments depend on the features of each security, (Ex: Rated, Guaranteed, etc.), and are regulated by the Trustee and the SEC.		
Fee Details	Management Fee : 2.25% p.a. of NAV. Trustee fee : 0.10 - 0.19% p.a. of NAV. Custodian fee : 0.05% p.a. of NAV, depending on fund size Front-end fee : 2% / Exit fee : 1% if less than 1 year ; 0 if greater than 1 year.		
Fund Manager	NDB Wealth Management Ltd.		
Trustee & Custodian	Bank of Ceylon		

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Fund Overview

NDB Wealth Growth and Income Fund		Fund Snapshot		31-Dec-18	
Type: Open Ended	Investments: Listed Equities and Corporate Debt	YTD Yield	7.47%		
Currency: LKR	ISIN: LKNWGIU00004	NAV per unit	35.3131		
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.)	191.93		
		Fund Currency	LKR		
		Fund Inception	1-Dec-97		
		Expense Ratio	2.04%		
		Max Equity Allocation	97.00%		
		Current Equity Allocation	8.94%		
		Fund Leverage	0.00%		
		Portfolio Allocation		Top 4 Portfolio Holdings (In Alphabetical Order)	
		By Credit Rating  By Equity Sector 		COMMERCIAL BANK OF CEYLON PLC	
		DIALOG AXIATA PLC			
		SAMPATH BANK PLC			
		SINGER FINANCE (LANKA) PLC			
Historical Returns		Fixed Income Allocation			
Period	Fund Returns★	ASPI Returns	Minimum Fixed Income Allocation	3.00%	
Last month	0.21%	0.55%	Current Fixed Income Allocation	91.06%	
Last 3 months	0.69%	3.24%	Average Duration	0.78	
Last 6 months	2.66%	-2.30%	Maturity	% Holding	
Last 12 months	7.47%	-4.98%	Under 1 Month	17.30%	
Year 2017	10.10%	2.26%	1 Month - 3 Months	13.30%	
Year 2016	4.13%	-9.66%	3 Months - 6 Months	10.20%	
★ After fees, excluding front end and back end loads.		6 Months - 1 Year	32.30%		
		1 Year - 5 Years	26.90%		
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 : 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, Front-end fee : 1.5%.				
Fund Manager	NDB Wealth Management Ltd.				
Trustee & Custodian	Hatton National Bank PLC				

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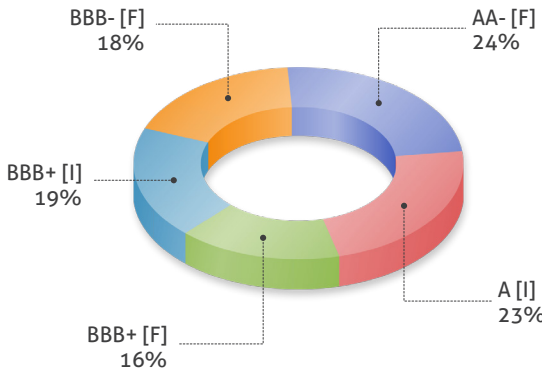
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Fund Overview

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.	

Fund Snapshot		31-Dec-18
YTD Yield	9.88%	
YTD Yield (Annualized)	9.88%	
NAV per unit	12.4507	
AUM (LKR Mn.)	288.39	
Fund Currency	LKR	
Fund Inception	1-Dec-97	
Expense Ratio	1.34%	
Average Maturity (Yrs)	2.06	
Average Duration	1.49	

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
1 Month - 3 Months	17.80%	13.00%
6 Months - 1 Year	40.60%	11.10%
1 Year - 5 Years	23.80%	12.20%
Over 5 Years	17.80%	12.00%

Portfolio Allocation By Credit Rating			
 F - FITCH I - ICRA G - GOSL			

Historical Returns			
Period	Fund Returns	Annualized Return	Equivalent Gross Return (Annualized) *
Year to Date	9.88%	9.88%	10.40%
Last month	1.06%	12.45%	13.11%
Last 3 months	1.61%	6.41%	6.74%
Last 6 months	3.91%	7.76%	8.17%
Last 12 months	9.88%	9.88%	10.40%
Year 2017	14.34%	14.34%	15.10%
Year 2016	8.00%	8.00%	8.43%
★ Reflects the equivalent return from a similar investment prior to deducting WHT of 5%			

Other Features	
Valuation	Daily Valuation All Instruments are marked to market.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions on investments depend on the features of each security, (Ex: Rated, Guaranteed, etc), and are regulated by the Trustee and the SEC.
Fee Details	Management Fee : 1.00% p.a. of NAV. Trustee fee : 0.10 - 0.19% p.a. of NAV based on fund size. Custodian fee : 0.05% p.a.of NAV.
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Bank of Ceylon

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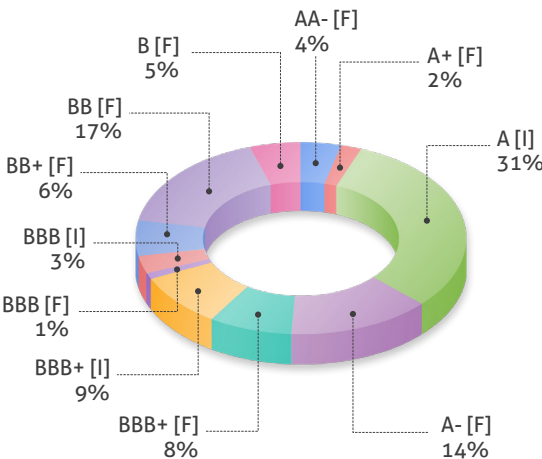
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Fund Overview

NDB Wealth Income Plus Fund	
Type: Open Ended	Investments: Fixed Income Securities
Currency: LKR	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-Dec-18
YTD Yield	12.13%	
YTD Yield (Annualized)	12.13%	
NAV per unit	13.4748	
AUM (LKR Mn.)	770.78	
Fund Currency	LKR	
Fund Inception	7-Apr-16	
Expense Ratio	0.69%	
Average Maturity (Yrs)	0.26	
Average Duration	0.24	

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	14.00%	11.30%
1 Month - 3 Months	36.20%	11.60%
3 Months - 6 Months	49.80%	12.40%

Portfolio Allocation By Credit Rating			
			
F - FITCH			
I - ICRA			
G - GOSL			

Historical Returns			
Period	Fund Returns	Annualized Return	Equivalent Gross Return (Annualized) *
Year to Date	12.13%	12.13%	12.77%
Last month	0.96%	11.32%	11.92%
Last 3 months	2.88%	11.43%	12.03%
Last 6 months	5.85%	11.61%	12.22%
Last 12 months	12.13%	12.13%	12.77%
★ Reflects the equivalent return from a similar investment prior to deducting WHT of 5%.			

Other Features	
Valuation	Daily Valuation Cost plus accrued basis
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Fee Details	Management Fee : 0.50% p.a. of NAV. Trustee and Custodian fee : 0.065 - 0.1% p.a. of NAV, based on fund size. Exit fee : 2% if less than 1 year ; 0 if greater than 1 year
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Bank of Ceylon

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Fund Overview

NDB Wealth Money Fund	
Type: Open Ended Currency: LKR	Investments: Short Term Government Securities ISIN: LKNWMNU00002
NDB Wealth Money Fund is an open-ended money market fund incorporated in Sri Lanka,invested in Government of Sri Lanka Treasury Bills, government securities backed Repurchase transactions and short term bank deposits.	
The Fund aims to provide liquidity to investors by investing in short term high quality instruments with maturities less than 365 days which include government securities, government guaranteed securities and short term bank deposits with credit ratings of AA- and above.	
Portfolio Allocation By Credit Rating	
AAA [F] 77% AAA [G] 23% F - FITCH I - ICRA G - GOSL	

Fund Snapshot		31-Dec-18
YTD Yield	8.74%	
YTD Yield (Annualized)	8.74%	
NAV per unit	17.2227	
AUM (LKR Mn.)	221.81	
Fund Currency	LKR	
Fund Inception	1-Jun-12	
Expense Ratio	0.91%	
Average Maturity (Yrs)	0.11	
Average Duration	0.1	
Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	90.90%	11.50%
6 Months - 1 Year	9.10%	11.80%

Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	8.74%	8.74%
Last month	0.84%	9.91%
Last 3 months	2.26%	8.95%
Last 6 months	4.40%	8.72%
Last 12 months	8.74%	8.74%
Year 2017	9.50%	9.50%
Year 2016	8.94%	8.94%

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

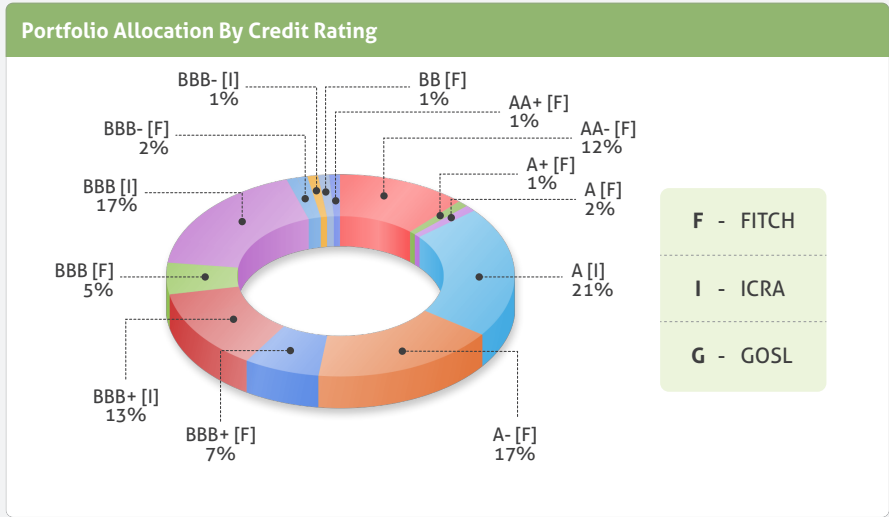
Investments: Money Market Corporate Debt Securities

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-Dec-18
YTD Yield	11.53%
YTD Yield (Annualized)	11.53%
NAV per unit	19.1742
AUM (LKR Mn.)	15,296.07
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.87%
Average Maturity (Yrs)	0.19
Average Duration	0.18



Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	31.10%	11.90%
1 Month - 3 Months	41.70%	12.40%
3 Months - 6 Months	19.20%	12.20%
6 Months - 1 Year	8.00%	13.08%

Historical Returns			
Period	Fund Returns	Annualized Return	Equivalent Gross Return (Annualized) *
Year to Date	11.53%	11.53%	12.14%
Last month	0.95%	11.24%	11.83%
Last 3 months	2.82%	11.21%	11.80%
Last 6 months	5.64%	11.18%	11.77%
Last 12 months	11.53%	11.53%	12.14%
Year 2017	11.38%	11.38%	11.98%
Year 2016	8.81%	8.81%	9.27%
★ Reflects the equivalent return from a similar investment prior to deducting WHT of 5%			

Other Features	
Valuation	Daily Valuation Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions on investments depend on the features of each security, (Ex: Rated, Guaranteed, et) 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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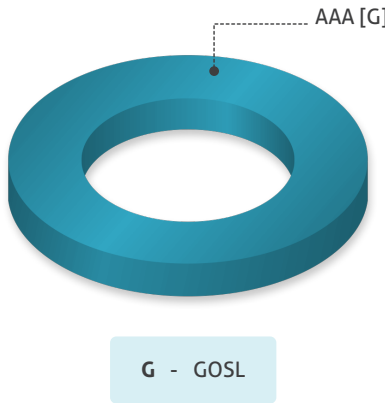
Fund Overview

NDB Wealth Islamic Money Plus Fund			
Type: Open Ended	Investments: Short Term Shariah Compliant Investments		
Currency: LKR	ISIN: LKNWISU00009		
NDB Wealth Islamic Money Plus Fund is an open-ended money market fund incorporated in Sri Lanka, invested exclusively in short term LKR based Shariah compliant investments including Mudharabah term deposits, Mudharabah savings deposits, Wakala investments and sukuk investments less than 366 days.			
The Fund aims to provide investors with liquidity and regular income through investing in a portfolio of short term shariah compaliant securities.			
Portfolio Allocation By Credit Rating			
BBB+ [F] 9% BBB+ [I] 17% A- [F] 16% A [I] 30% A+ [F] 28% F - FITCH I - ICRA			
Fund Snapshot			
YTD Yield	10.28%		
YTD Yield (Annualized)	10.28%		
NAV per unit	13.43		
AUM (LKR Mn.)	214.86		
Fund Currency	LKR		
Fund Inception	1-Jun-15		
Expense Ratio	1.26%		
Average Duration	0.23		
Maturity Profile			
Maturity	% Holding	AVG YTM (Net)	
Under 1 Month	33.16%	9.10%	
1 Month - 3 Months	53.27%	11.80%	
3 Months - 6 Months	4.60%	13.60%	
6 Months - 1 Year	8.97%	11.60%	
Target Asset Allocation			
Investment Type	Asset Allocation		
Shariah compliant money market investments up to 366 days	Max 90%		
Shariah compliant money market investments less than 15 days	Min 10%		
Shariah Supervisory Board			
Shafique Jakhura	Mufti		
Muhammed Huzaifah	Maulana		
Approved Investments			
	Investment Type		
Shariah compliant money market investments up to 366 days	Mudharabah term deposits and Wakala Investments in Commercial Banks / Specialised Banks / Finance Companies or any other authorized deposit taking Institution Sukuk / Wakala / Mudharabah securities issued by corporate entities subject to Shariah council approval.		
Shariah compliant money market investments less than 15 days	Mudharabah savings deposits		
Historical Returns			
Period	Fund Returns	Annualized Return	Equivalent Gross Return (Annualized)*
Year to Date	10.28%	10.28%	10.82%
Last month	0.85%	10.01%	10.54%
Last 3 months	2.60%	10.33%	10.87%
Last 6 months	5.31%	10.53%	11.08%
Last 12 months	10.28%	10.28%	10.82%
★ Reflects the equivalent return from a similar investment prior to deducting WHT of 5%			
Other Features			
Valuation	Daily Valuation Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.		
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.		
Fee Details	Management Fee : 0.80% p.a. of NAV. Trustee fee : 0.11% - 0.15% p.a. of NAV, based on the fund size Custody Fee : Rs.10,000 per Month.		
Fund Manager	NDB Wealth Management Ltd.		
Trustee & Custodian	Hatton National Bank PLC		

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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.	
Portfolio Allocation By Credit Rating	
	

Fund Snapshot		31-Dec-18
YTD Yield	11.45%	
YTD Yield (Annualized)	11.45%	
NAV per unit	14.2153	
AUM (LKR Mn.)	56.93	
Fund Currency	LKR	
Fund Inception	1-Dec-97	
Expense Ratio	0.76%	
Average Maturity (Yrs)	9.91	
Average Duration	5.39	
Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	4.1%	8.90%
Over 5 Years	95.9%	12.00%

Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	11.45%	11.45%
Last month	2.92%	34.36%
Last 3 months	5.15%	20.44%
Last 6 months	7.30%	14.47%
Last 12 months	11.45%	11.45%
Year 2017	10.41%	10.41%
Year 2016	20.19%	20.19%

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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