



ASSET
MANAGEMENT



PRIVATE
WEALTH MANAGEMENT



MY WEALTH
MANAGEMENT

MARKET UPDATE AND FUND REVIEW

!t's time

NDB | **WEALTH**

2019
AUGUST

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MARKET BRIEF BY NDB WEALTH

INFLATION MANAGED

Inflation as measured by the CCPI picked up marginally to 3.4% in August on a year-on-year basis from the previous month's 3.3% mainly owing to rising non-food prices. During the month the index was up 0.1% as prices in the non-food category increased by 0.5% led by transport prices increasing following the upward revision of fuel prices during the month. We believe the Central Bank will manage inflation at mid-single digit levels this year despite spikes in administratively determined commodity prices from time to time.

RUPEE DEPRECIATES

The Sri Lankan Rupee fell significantly against the US Dollar (USD) in August by 2.48%, however the rupee still remains a net gainer on a year-to-date basis at 1.12%. The Rupee also declined against the Pound Sterling, Euro and the Japanese Yen. The Central Bank bought USD 128 mn of foreign exchange in the market in July, while no sales of the currency were recorded. Gross official reserves stood at USD 8.3 bn as at end July 2019. We expect the Rupee to see further pressure owing to balance of payment pressures as well as foreigners exiting out of rupee denominated investments.

INTEREST RATES FALL

Interest rates declined across the board with the benchmark 364-day t-bill rate closing the month at 8.22% in August following the Central Bank's decision to slash policy rates by 0.50%. The total foreign holding of LKR denominated bills and bonds fell to 2.01%, as foreign investors became aggressive sellers amounting to LKR 25.9 bn during the month. We expect interest rates to remain low in the short-term given policy action by the Central Bank.

BEARISH EQUITY MARKET

Following positive returns in the last two months the equity market turned negative once again in August with the All Share Price Index (ASPI) falling by 0.77% and the S&P SL 20 index declining 2.51% in the backdrop of weak investor sentiment following election uncertainties and foreign selling. Net foreign selling for the month of August stood at LKR 2.12 bn. while on a year-to-date basis foreigners were net-sellers amounting to LKR 1.33 bn. We expect the market to be range-bound despite the reduction in interest rates as political uncertainties, foreign selling and lackluster economic conditions are expected to weigh in on the indices.

Amaya Nagodavithane

Research Analyst

EQUITY OUTLOOK

	Past month Performance (1st Aug - 31st Aug 2019)	Past 12 months Performance (Aug 2018 - Aug 2019)	Year to Date Performance (1st Jan 2019 - 31st Aug 2019)
All Share Price Index	-0.77%	-3.13%	-2.69%
S&P SL 20	-2.51%	-9.93%	-7.23%
MSCI Frontier Markets Index	-1.59%	8.23%	13.15%
MSCI World Index	-2.05%	0.26%	15.15%
MSCI Emerging Markets	-4.88%	-4.36%	3.90%
MSCI Asia Ex Japan	-4.38%	-6.34%	3.98%

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

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

Weak corporate results coupled with pressure on the exchange rate may have contributed to the negative returns in August 2019.

MSCI indices recorded losses across the board due to a various reasons.

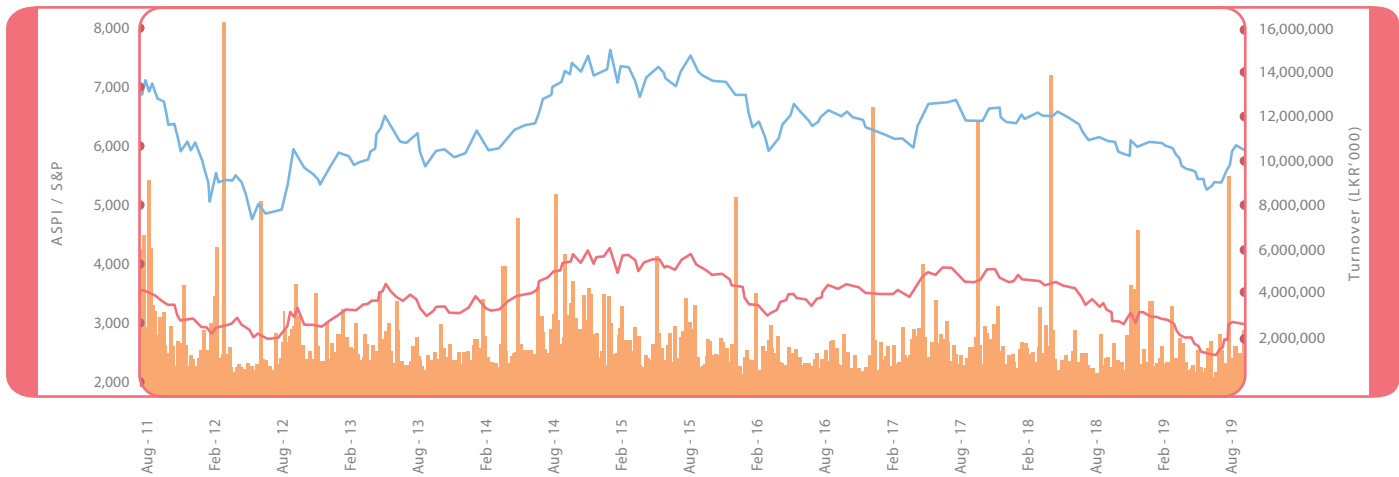
China contributed significantly towards the losses recorded in the MSCI Emerging Market Index due to the ongoing trade war with the U.S. coupled with slowdown in domestic growth.

However, the more developed market equities also came under pressure as market expectations of a possible global recession in 2020 increased.

Overall pressure on growth may have pushed policy makers in at least 12 countries, including Thailand, Indonesia, Peru and Sri Lanka, to follow the U.S. Central bank's lead and reduce rates.

During a recession, investors withdraw funds from more volatile markets and seek safe havens such the US Dollar and Gold. This will have a major impact on emerging and frontier markets which are considered riskier compared to the developed markets because they carry additional political, economic and currency risks.

Colombo Stock Exchange Performance



Turnover S&P ASPI

Source: www.cse.lk

		Aug 2019	Aug 2018
CSE	Market PER	9.97 X	9.46 X
	Market PBV	1.11 X	1.19 X
	Market DY	3.41%	3.22%
MSCI Frontier Market	Market PER	12.44 X	14.40 X
	Market PBV	1.84 X	1.88 X
	Market DY	4.23%	3.86%

Source: www.cse.lk

Foreign investors were net sellers during the months of August 2019 with net foreign selling for the month exceeding LKR 2 billion.

Colombo Stock Exchange	Jan - Aug 2019	Jan - Aug 2018
Foreign Inflows	LKR 39.69 Billion	LKR 57.16 Billion
Foreign Outflows	LKR 41.02 Billion	LKR 61.33 Billion
Net Foreign Inflows/(Outflows)	(LKR 1.33 Billion)	(LKR 4.17 Billion)

Source: www.cse.lk

**“ WHEN MAJOR DECLINES OCCUR, THEY OFFER
EXTRAORDINARY OPPORTUNITIES TO THOSE WHO ARE NOT
HANDICAPPED BY DEBT. NO ONE CAN TELL
WHEN THESE WILL HAPPEN. THE LIGHT CAN AT ANY TIME
GO FROM GREEN TO RED WITHOUT PAUSING AT YELLOW ”**

— Warren Buffet —



FIXED INCOME OUTLOOK

INTEREST RATES IN SRI LANKA

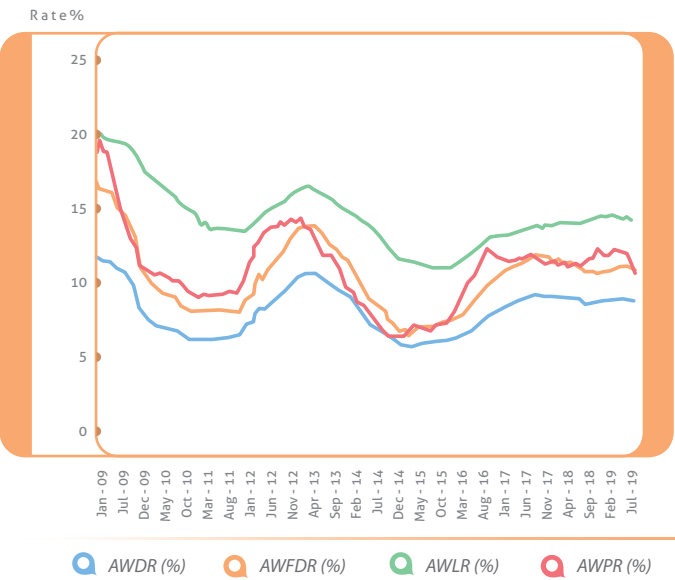
The Central Bank of Sri Lanka (CBSL) reduced its key policy rates by 50 basis points (0.50%) each in August. Accordingly the Standing Lending Facility Rate (or the rate CBSL lends to commercial banks) and the Standing Deposit Facility Rate (or the rate which commercial banks place their excess cash with CBSL) are now at 8.00% and 7.00% respectively.

	Aug 18	Dec 18	Jul 19	Aug 19
364 Day T-bill	8.99%	11.20%	8.38%	8.22%
5-Year Bond	9.95%	11.56%	9.72%	9.78%
1-Year Finance Company Fixed Deposit Ceiling Rate	12.46%	12.46%	11.08%	11.08%

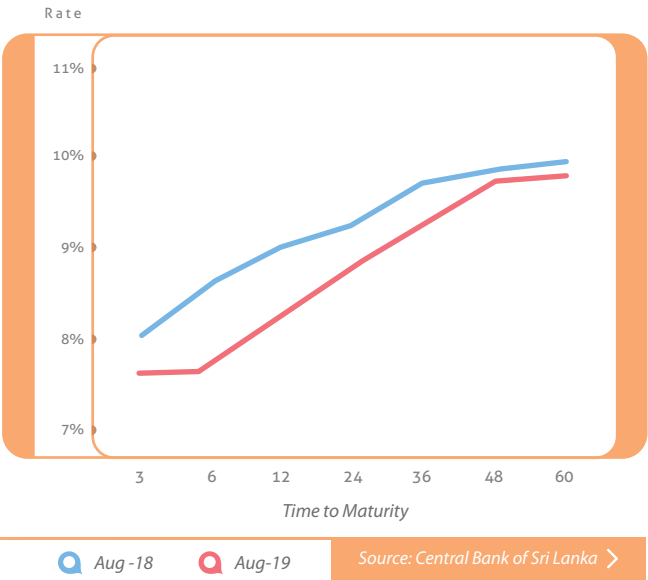
* Gross Rates provided. Net returns earned on Government Securities would vary depending on the individual's tax bracket while Fixed Deposits will be subject to a final WHT of 5% for individuals.

Source: Central Bank of Sri Lanka >

AVERAGE LENDING & DEPOSIT RATES



YIELD CURVE - LKR TREASURIES



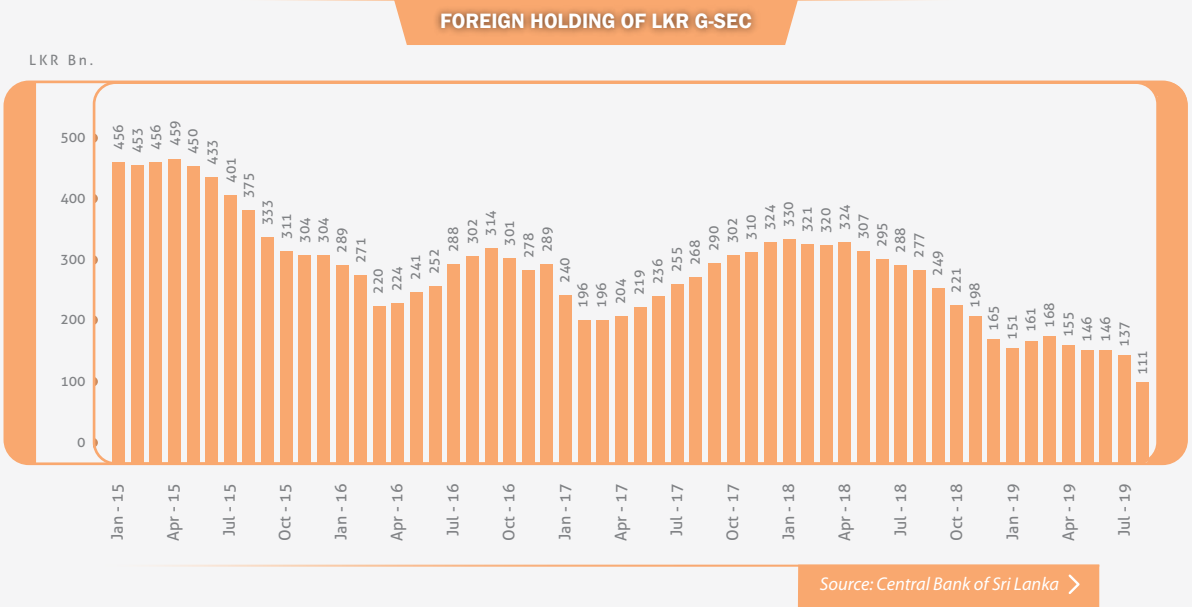
AWDR: Average Weighted Deposit Rate | AWFDR: Average Weighted Fixed Deposit Rate | AWLR: Average Weighted Lending Rate
| AWPR: Average Weighted Prime Lending rate

Treasury Bill rates fell across the board with the benchmark 364-day T-Bill rate falling to 8.22% and the 91-day and 182-day T-Bill closing the month at 7.63% and 7.70% respectively.

Broad money (M2b) growth slowed to 8.20% year-on-year in July, from the previous month's 8.70% whilst credit extended to the private sector slowed considerably to 7.70% year-on-year (July 2019) from 8.70% in June. During the month private sector credit disbursements were down marginally by LKR 1.20 Bn (-0.02% m-o-m).

Outstanding LKR Govt. Securities LKR 5,540 Billion	
T Bills (Total)	T Bonds (Total)
LKR 892 Billion	LKR 4,648 Billion
Domestic (Bills & Bonds)	Foreign (Bills & Bonds)
LKR 5,429 Billion	LKR 111 Billion
Total Foreign Holding of Bills and Bonds - 2.01%	

Source: Central Bank of Sri Lanka >



Foreign holding of government securities continued to decline, falling by LKR 25.9 billion in August to 2.01% of all outstanding government securities, due to foreign investors selling out of local government securities. Year-to-date, total net sales by foreigners stood at LKR 53.2 billion.

1 Year FD Rates – Sri Lankan Banks			Rates on Credit Cards		Aug 19
	Aug 2019	Jul 2019			
NSB	9.83%	9.83%	HSBC		31.00%
COMB	9.00%	9.00%	SCB		31.80%
SAMP	8.50%	9.00%	Sampath		31.80%
HNB	9.83%	9.83%	NDB		31.80%
NDB	9.83%	9.83%	AMEX		31.80%

Source: Respective Commercial Banks >

Sampath Bank reduced its fixed deposit rates in August.

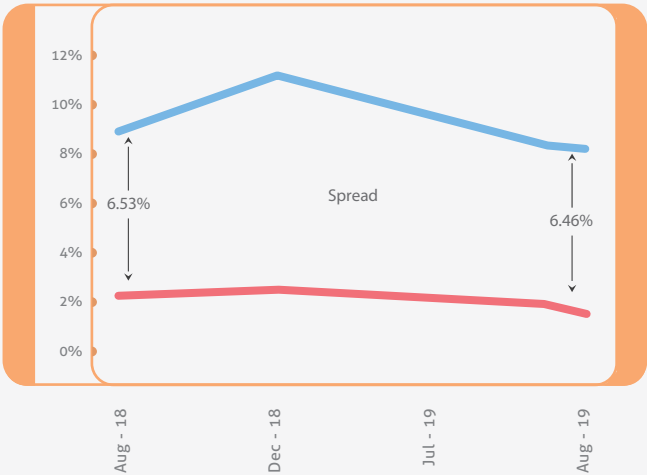
NDBIB CRISIL Fixed Income Indices Total return as at 30/08/2019	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	2.23%	9.29%	9.10%
NDBIB-CRISIL 364 Day T-Bill Index	2.62%	10.18%	10.24%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	2.98%	11.90%	12.91%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	2.78%	11.60%	13.74%

Source: www.crisil.com >

Central Bank Policy Rates	2016	2017	2018	Latest
Sri Lanka	7.00%	7.25%	8.00%	7.00%
US	0.50% - 0.75%	1.25% - 1.50%	2.25% - 2.50%	2.00% - 2.25%
Euro Zone	0.00%	0.00%	0.00%	0.00%
Australia	1.50%	1.50%	1.50%	1.00%
India	6.25%	6.00%	6.50%	5.40%

Source: www.cbrates.com >

1 YEAR TREASURY RATE - USD Vs. LKR



Sri Lanka US

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

The US manufacturing sector contracted in August for the first time since 2016 sparking fears that a trade war with China could bring on a recession and fuelling expectations of another rate cut this year.

364 Day Treasury Bill Rate	Aug 18	Dec 18	Jul 19	Aug 19
Sri Lanka	8.99%	11.20%	8.38%	8.22%
India	7.33%	6.94%	5.93%	5.70%
US	2.46%	2.63%	2.00%	1.76%
Euro Zone	-0.67%	-0.75%	-0.74%	-0.88%

Source: Respective Central Banks >

	Rates on Savings Accounts Aug 2019
Sri Lanka	4.00%
US	0.03%
Euro Zone	0.11%
Australia	1.15%
India	3.50%

Source: Respective Commercial Banks >

Despite weak economic growth, the European Central Bank is debating against cutting interest rates further, as the present negative interest rates have weakened the Euro zone's already struggling banking system, discouraged lending and motivated banks and savers to accumulate physical cash.

**“ THOUGHTFUL FINANCIAL PLANNING
TODAY WILL SECURE A SAFER TOMORROW ”**

— NDB Wealth —



INFLATION RATES

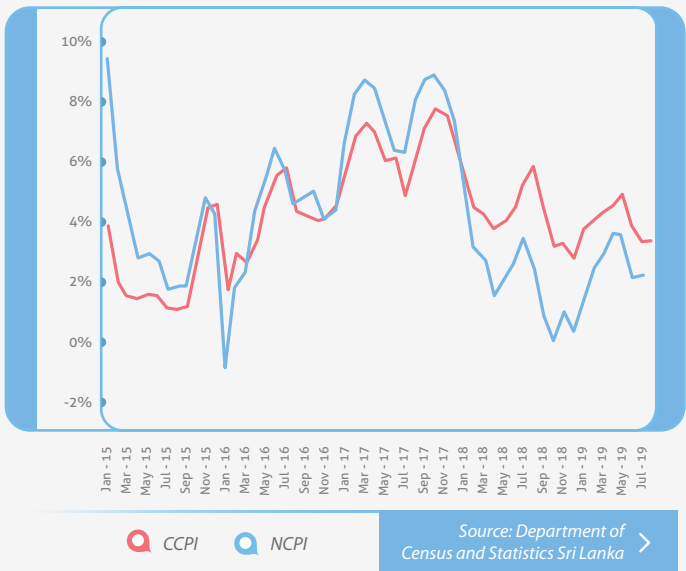
Country	Aug 18	Dec 18	Jul 19	Aug 19
Sri Lanka	5.89%	2.77%	3.34%	3.42%
US	2.70%	1.91%	1.81%	1.81%*
Euro Zone	2.08%	1.52%	1.02%	1.02%*
India	3.69%	2.11%	3.15%	3.15%*

* July 2019

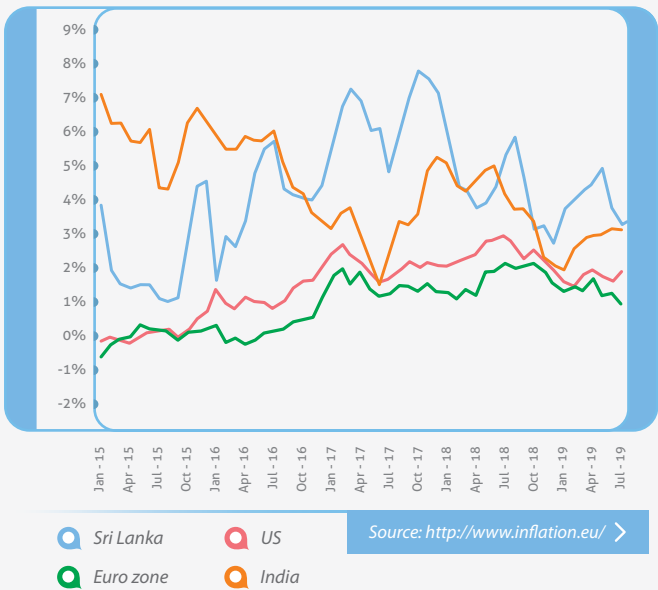
Source: Department of Census and Statistics - Sri Lanka, <http://www.inflation.eu/>, <https://tradingeconomics.com/> >

- Inflation as measured by the CCPI (2013=100), picked up marginally to 3.4% in August on a year-on-year basis from the previous month's 3.3% mainly owing to rising non-food prices.
- During the month the index was up 0.1% as prices in the non-food category increased by 0.5%. Within the non-food category, prices of mainly transport increased following the upward revision of fuel prices in August.
- Food prices however, declined by 1% during the month owing to prices of vegetables and green chillies falling. On an annual average basis inflation slowed to 3.8% in August.
- Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport) slowed to 5.6% year-on-year in August from the previous month's 5.7%. On an annual average basis core inflation increased to 5.0%.
- We are of the view that the Central Bank will be able to manage inflation at mid-single digit levels this year despite spikes in administratively determined commodity prices from time to time.
- On the global front, US inflation accelerated to 1.81% whilst Euro Zone inflation slowed to 1.02% year-on-year in July.

INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



GLOBAL INFLATION RATES



FOREX OUTLOOK

Exchange Rates Vs. LKR	Aug 18	Dec 18	Aug 19	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	161.47	182.75	180.72	-10.65%	1.12%
GBP	210.11	231.86	220.18	-4.57%	5.31%
EURO	188.33	208.99	199.69	-5.69%	4.66%
YEN	1.46	1.65	1.70	-14.26%	-2.77%
AUD	117.07	128.87	121.32	-3.51%	6.22%
CAD	124.02	134.08	135.91	-8.75%	-1.35%
INR	2.28	2.61	2.52	-9.46%	3.53%
BHD	422.26	484.78	479.34	-11.91%	1.14%
CNY	23.39	26.57	25.26	-7.41%	5.17%

Source: Central Bank of Sri Lanka >

The Sri Lankan Rupee depreciated significantly in August by 2.48% to close the month at LKR 180.72 per USD. The Rupee however continues to be a net gainer on a year-to-date basis at 1.12% against the USD.

The Rupee also lost a considerable 2.73% against the Pound Sterling and 1.57% against the Euro during the month.

The US Dollar fell across the board following the release of subdued US manufacturing data increasing speculation of another rate cut by the US Federal Reserve.

The Pound Sterling gained against a basket of currencies after Prime Minister Boris Johnson lost his majority in the House of Commons, enabling Brexit to be possibly delayed and prevent the ‘No-deal Brexit’ anticipated in October.

Emerging Asian currencies rose after weak US manufacturing data dampened the US Dollar.

USD PER 1 EURO MOVEMENT



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

COMMODITY OUTLOOK

	Past month Performance (1st Aug - 31st Aug 2019)	Past 12 months Performance (Aug 2018 - Aug 2019)	Year to Date Performance (1st Jan 2019 - 31st Aug 2019)
Bloomberg Commodity Index	-2.48%	-8.05%	0.36%
Gold	6.19%	24.86%	19.99%
Tea	0.78%	-15.01%	-10.74%
Oil (Brent)	-7.42%	-18.98%	4.94%

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

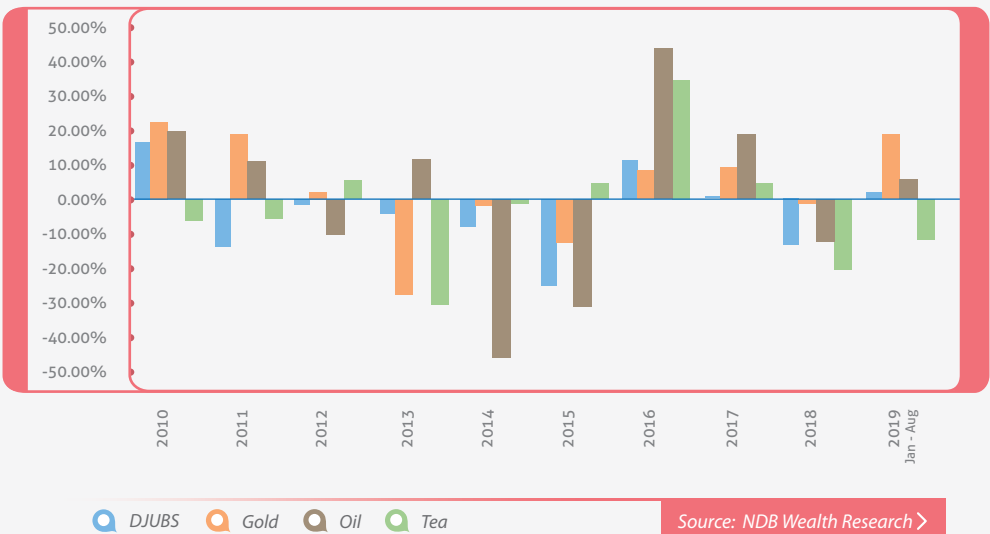
Bloomberg commodity index recorded losses for the second consecutive month in August 2019, as uncertainty surrounding the U.S. - China trade war feeds expectations of a global economic slowdown and demand for raw materials.

Crude oil prices declined in August due to the decline in Russia's oil output cuts during the month increasing the overall supply and the escalating tariff announcements by Beijing and Washington that heightened worries over the global and U.S. economic outlook.

Worries about a global slowdown and declining interest rates have boosted the overall sentiment on Gold as a safe haven and the overall gold has appreciated in value by approximately 20% for the first eight months of the year.

Assets such as gold which are traditionally considered to be safe haven investments which investors flock to when market risk increase. Sensitivity towards the asset has increased in the recent past with increase in headline risk and general market woes.

Commodity Price Movements



PROPERTY OUTLOOK

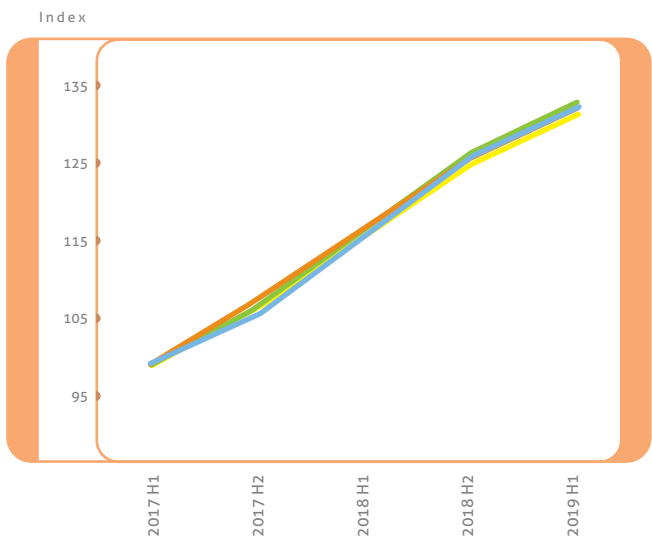
The Land Price Index published by the Central Bank of Sri Lanka increased by 13.60% during the first half of 2019 in comparison to the corresponding period in the previous year.

There are three sub-indices under the land price index, residential, commercial and industrial. All three have contributed towards the index growth momentum.

Industrial land price index recorded the highest YoY growth rate of 14.90% followed by commercial land price index increase by 13.20%.

The residential land prices have seen an increase of 12.80% as at the end of the first half of 2019.

MOVEMENTS OF LPI



GEOGRAPHICAL COVERAGE OF LPI SINCE 2017: COLOMBO DISTRICT



Residential LPI Commercial LPI Industrial LPI LPI (Overall)

Source: Central Bank of Sri Lanka >

Sri Lanka has commenced the process of calling proposals for investments in the reclaimed land in Colombo by CHEC Port City Colombo (Pvt) Ltd. Initially proposals are being called to build a hotel, convention centre, hospital and an international School.

The reclamation project was at a cost of 1.40 Billion US dollars and under the agreement with CHEC Port City Colombo (Pvt) Ltd, Sri Lanka has been given part of the reclaimed land for development.

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 August 2019									
Profit Sharing Ratio*	30:70	-	60:40	65:35	75:25	80:20	85:15	-	90:10
Distributed Profit	3.53%	-	7.07%	7.66%	8.84%	9.43%	10.02%	-	10.61%
Bank of Ceylon Islamic Business Unit - As of July 2019									
Profit Sharing Ratio*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	4.86%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC - Al Adalah Islamic Banking unit - As of July 2019									
Profit Sharing Ratio*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	6.05%	-	7.44%	8.76%	10.22%	-	-	-	-
Hatton National Bank PLC - "Hnb Al - Najah" Islamic Banking unit - As of June 2019 (Released Quarterly)									
Profit Sharing Ratio*	30:70	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	3.60%	-	8.25%	8.75%	9.50%	-	-	-	-
National Development Bank PLC - “Shareek” Islamic Banking unit - As of July 2019									
Profit Sharing Ratio* (3Mn - 50Mn)	40:60	60:40	65:35	40:60	65:35	-	-	-	-
Distributed Profit	5.25%	6.75%	7.00%	7.50%	10.00%	-	-	-	-
Citizen Development Business Finance PLC - Islamic Banking unit - As of June 2019									
Profit Sharing Ratio*	32:68	52:48	52:48	52:48	55:45	62:38	62:38	-	-
Distributed Profit	6.41%	10.02%	10.42%	11.02%	12.23%	13.03%	13.43%	-	-
Commercial Leasing & Finance PLC - Islamic Finance - As of July 2019									
Profit Sharing Ratio*	30:70	50:50	53:47	55:45	55:45	59:41	60:40	64:36	65:35
Distributed Profit	5.68%	8.33%	8.83%	9.33%	11.08%	11.83%	12.33%	12.33%	12.83%
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of July 2019									
Profit Sharing Ratio*	25:75	31:69	34:66	36:64	38:62	-	-	-	-
Distributed Profit	6.39%	7.93%	8.70%	9.21%	9.72%	-	-	-	-
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of July 2019									
Profit Sharing Ratio*	30:70	60:40	62:38	66:34	66:34	67:33	69:31	70:30	74:26
Distributed Profit	4.20%	8.33%	8.83%	9.33%	10.57%	10.73%	11.05%	11.21%	11.85%
Peoples Leasing Islamic Business Unit - As of July 2019									
Profit Sharing Ratio*	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	6.46%	-	8.12%	8.80%	9.48%	-	-	-	-

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

Source: Respective Company Data >

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

WHITE LIST AS OF APRIL 2018

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

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

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

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

UNIT TRUST FUNDS OFFERED BY NDB WM



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

Fund Overview

NDB Wealth Growth Fund

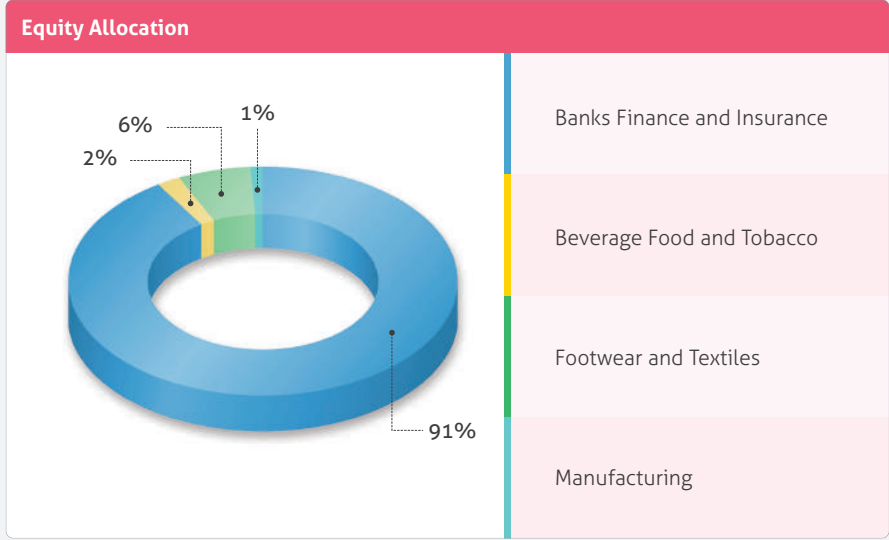
Type: Open Ended

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-Jul-19
YTD Yield	0.89%
NAV per unit	10.2998
AUM (LKR Mn.)	194.55
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.44%
Max Equity Allocation	97.00%
Current Equity Allocation	87.01%
Fund Leverage	0.00%

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	

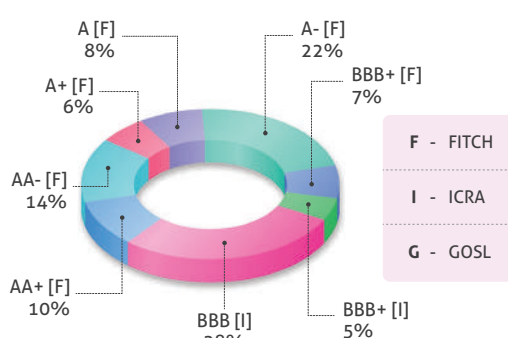
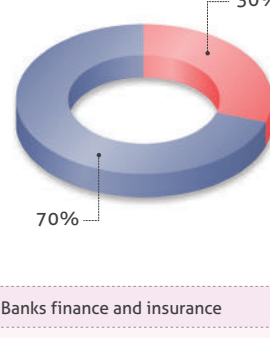
Historical Returns		
Period	Fund Returns *	ASPI Returns
Last Month	22.24%	10.48%
Last 3 months	16.40%	8.34%
Last 6 months	1.60%	-0.91%
Last 12 months	-4.02%	-3.45%
Year 2018	-6.79%	-4.98%
Year 2017	7.09%	2.26%
★ After fees, excluding front end and back end loads		

Fixed Income Allocation	
Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	12.99%
Average Duration	0.17
Maturity	% Holding
Under 1 Month	40.06%
3 Months - 6 Months	59.94%

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.
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		
Type: Open Ended	Investments: Listed Equities and Corporate Debt	
Currency: LKR	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.		
Portfolio Allocation		
By Credit Rating		By Equity Sector
		
Historical Returns		
Period	Fund Returns★	ASPI Returns
Last month	2.10%	10.48%
Last 3 months	4.39%	8.34%
Last 6 months	5.72%	-0.91%
Last 12 months	8.52%	-3.45%
Year 2018	7.47%	-4.98%
Year 2017	10.10%	2.26%
★ 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 - 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 Snapshot		31-Jul-19
YTD Yield	6.65%	
NAV per unit	37.6630	
AUM (LKR Mn.)	226.43	
Fund Currency	LKR	
Fund Inception	1-Dec-97	
Expense Ratio	1.97%	
Max Equity Allocation	97.00%	
Current Equity Allocation	15.66%	
Fund Leverage	0.00%	
Top 5 Portfolio Holdings (In Alphabetical Order)		
COMMERCIAL BANK OF CEYLON PLC		
DFCC BANK		
DIALOG AXIATA PLC		
HATTON NATIONAL BANK PLC		
SAMPATH BANK PLC		
Fixed Income Allocation		
Minimum Fixed Income Allocation	3.00%	
Current Fixed Income Allocation	84.34%	
Average Duration	0.54	
Maturity	% Holding	
Under 1 Month	28.06%	
1 Month - 3 Months	10.64%	
3 Months - 6 Months	21.93%	
6 Months - 1 Year	21.44%	
1 Year - 10 Years	17.94%	

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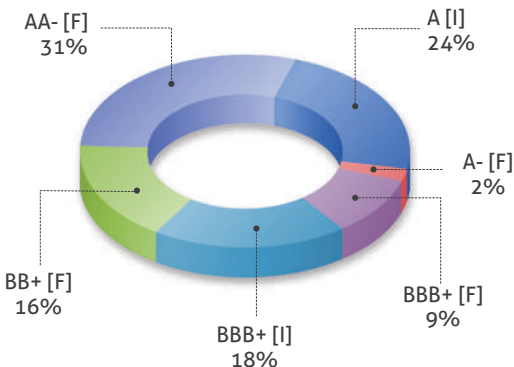
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Fund Overview

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-Jul-19
YTD Yield	8.22%	
YTD Yield (Annualized)	14.15%	
NAV per unit	13.4742	
AUM (LKR Mn.)	331.49	
Fund Currency	LKR	
Fund Inception	1-Dec-97	
Expense Ratio	1.35%	
Average Maturity (Yrs)	1.75	
Average Duration	1.20	

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	11.94%	12.15%
1 Month - 3 Months	37.25%	10.50%
3 Months - 6 Months	9.28%	11.70%
6 Months - 1 Year	10.81%	11.20%
1 Year - 10 Years	30.71%	12.90%

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	8.22%	14.15%	14.90%
Last month	0.96%	11.34%	11.94%
Last 3 months	3.66%	14.51%	15.28%
Last 6 months	6.90%	13.92%	14.65%
Last 12 months	11.51%	11.51%	12.12%
Year 2018	10.00%	10.00%	10.52%
Year 2017	14.34%	14.34%	15.10%
★ Reflects the equivalent return from a similar investment prior to deducting WHT of 5%			

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

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Fund Overview

NDB Wealth Income Plus Fund			
Type: Open Ended Currency: LKR	Investments: Fixed Income Securities ISIN: LKNWIPU00005		
NDB Wealth Income Plus Fund is an open-ended fixed Income fund incorporated in Sri Lanka, invested in LKR based corporate debt instruments including commercial paper, securitized paper, quoted and unquoted debentures,bank deposits as well as Sri Lanka Treasury Bills, Bonds and government securities backed Repurchase transactions. The Fund aims to provide higher returns by investing in a portfolio of Gilt Edged and Corporate Debt securities.			
Portfolio Allocation By Credit Rating			
AA- [F] 38% A [F] 51% BBB+ [F] 10% A- [F] 1% F - FITCH I - ICRA G - GOSL			
Fund Snapshot			
YTD Yield	6.95%		
YTD Yield (Annualized)	11.97%		
NAV per unit	14.4116		
AUM (LKR Mn.)	175.20		
Fund Currency	LKR		
Fund Inception	7-Apr-16		
Expense Ratio	0.72%		
Average Maturity (Yrs)	0.69		
Average Duration	0.63		
Maturity Profile			
Maturity	% Holding	AVG YTM (Net)	
Under 1 Month	2.28%	9.38%	
3 Months - 6 Months	9.94%	13.40%	
6 Months - 1 Year	87.78%	12.40%	
Historical Returns			
Period	Fund Returns	Annualized Return	Equivalent Gross Return (Annualized) *
Year to Date	6.95%	11.97%	12.60%
Last month	1.01%	11.87%	12.49%
Last 3 months	3.02%	11.97%	12.59%
Last 6 months	5.93%	11.95%	12.58%
Last 12 months	12.12%	12.12%	12.76%
★ 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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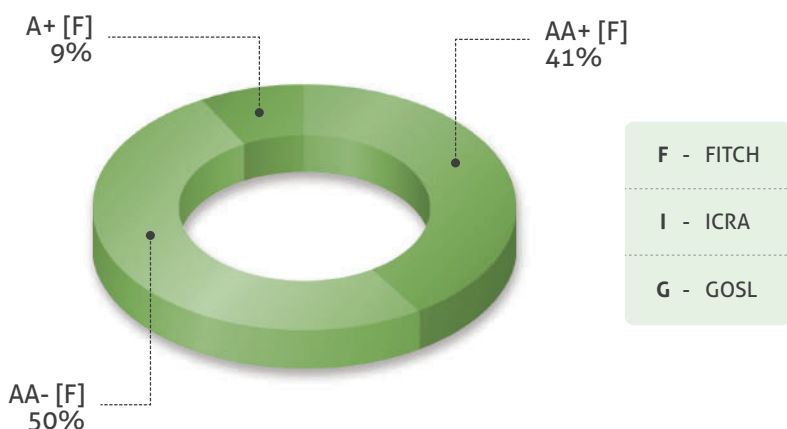
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Fund Overview

NDB Wealth Money Fund	
Type: Open Ended Currency: LKR	Investments: Short Term Bank Deposits ISIN: LKNWMNU00002
NDB Wealth Money Fund is an open-ended money market fund incorporated in Sri Lanka, invested in short-term high credit quality LKR based bank deposits.	
The Fund aims to provide optimal returns with low risk and moderate liquidity to investors by investing in short-term high quality bank deposits with maturities less than 365 days with credit ratings of A- and above.	

Fund Snapshot		31-Jul-19
YTD Yield	6.07%	
YTD Yield (Annualized)	10.45%	
NAV per unit	18.2676	
AUM (LKR Mn.)	179.65	
Fund Currency	LKR	
Fund Inception	1-Jun-12	
Expense Ratio	0.99%	
Average Maturity (Yrs)	0.34	
Average Duration	0.33	

Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	20.66%	6.65%
3 Months - 6 Months	79.34%	11.00%

Portfolio Allocation By Credit Rating		
		

Historical Returns		
Period	Fund Returns	Annualized Return
Year to Date	6.07%	10.45%
Last month	0.81%	9.53%
Last 3 months	2.46%	9.77%
Last 6 months	5.16%	10.41%
Last 12 months	9.96%	9.96%
Year 2018	8.74%	8.74%
Year 2017	9.50%	9.50%

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

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Fund Overview

NDB Wealth Money Plus Fund

Type: Open Ended

Currency: LKR

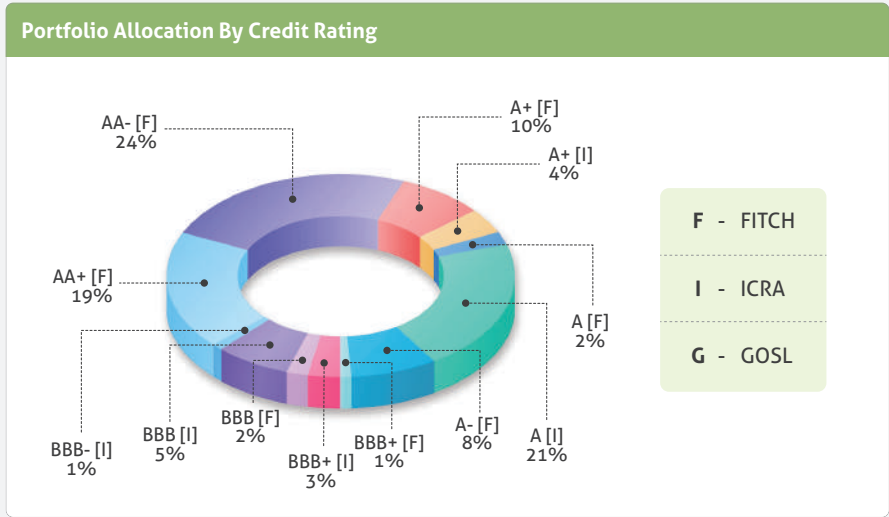
Investments: Money Market Corporate Debt Securities

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-Jul-19
YTD Yield	6.99%
YTD Yield (Annualized)	12.04%
NAV per unit	20.5151
AUM (LKR Mn.)	23,583.10
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.85%
Average Maturity (Yrs)	0.42
Average Duration	0.40



Maturity Profile		
Maturity	% Holding	AVG YTM (Net)
Under 1 Month	16.18%	9.20%
1 Month - 3 Months	19.35%	12.90%
3 Months - 6 Months	18.70%	11.80%
6 Months - 1 Year	45.78%	11.90%

Historical Returns			
Period	Fund Returns	Annualized Return	Equivalent Gross Return (Annualized) *
Year to Date	6.99%	12.04%	12.67%
Last month	0.95%	11.24%	11.83%
Last 3 months	2.94%	11.67%	12.28%
Last 6 months	5.96%	12.02%	12.66%
Last 12 months	12.02%	12.02%	12.65%
Year 2018	11.53%	11.53%	12.14%
Year 2017	11.38%	11.38%	11.98%

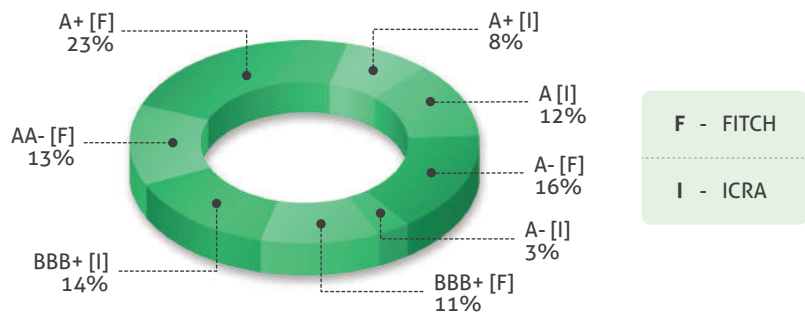
★ Reflects the equivalent return from a similar investment prior to deducting WHT of 5%

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

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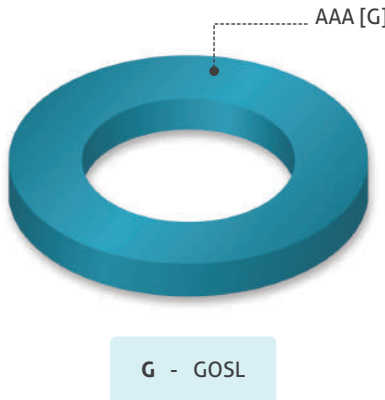
Fund Overview

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 compliant securities.			
Portfolio Allocation By Credit Rating			
			
F - FITCH			
I - ICRA			
Fund Snapshot			
YTD Yield	6.36%		
YTD Yield (Annualized)	10.95%		
NAV per unit	14.28		
AUM (LKR Mn.)	306.54		
Fund Currency	LKR		
Fund Inception	1-Jun-15		
Expense Ratio	1.46%		
Average Duration	0.37		
Maturity Profile			
Maturity	% Holding	AVG YTM (Net)	
Under 1 Month	11.19%	5.96%	
1 Month - 3 Months	34.64%	12.90%	
3 Months - 6 Months	15.75%	10.10%	
6 Months - 1 Year	38.42%	11.40%	
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	6.36%	10.95%	11.53%
Last month	0.86%	10.17%	10.70%
Last 3 months	2.68%	10.65%	11.21%
Last 6 months	5.42%	10.93%	11.50%
Last 12 months	10.85%	10.85%	11.42%
★ 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		Fund Snapshot		31-Jul-19
Type: Open Ended	Investments: Government of Sri Lanka Securities	YTD Yield	16.23%	
Currency: LKR	ISIN: LKNWGEU00003	YTD Yield (Annualized)	27.94%	
NDB Wealth Gilt Edged Fund is an open-ended unit trust fund incorporated in Sri Lanka, invested in Government of Sri Lanka Treasury Bills, Bonds and government securities backed Repurchase transactions. The Fund aims to maximize returns from investments by investing the fund exclusively in government securities and government guaranteed securities.		NAV per unit	16.5225	
		AUM (LKR Mn.)	67.33	
		Fund Currency	LKR	
		Fund Inception	1-Dec-97	
		Expense Ratio	1.29%	
		Average Maturity (Yrs)	8.84	
		Average Duration	5.13	
Portfolio Allocation By Credit Rating		Maturity Profile		
		Maturity	% Holding	AVG YTM (Net)
		Under 1 Month	9.2%	7.60%
		1 Year - 10 Years	90.8%	10.20%
Historical Returns				
Period	Fund Returns		Annualized Return	
Year to Date	16.23%		27.94%	
Last month	2.46%		29.01%	
Last 3 months	7.98%		31.65%	
Last 6 months	13.53%		27.28%	
Last 12 months	23.85%		23.85%	
Year 2018	11.45%		11.45%	
Year 2017	10.41%		10.41%	
Other Features				
Valuation	Daily Valuation All Instruments are marked to market.			
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.			
Fee Details	Management Fee : 0.65% p.a. of NAV Trustee fee : 0.10-0.19% p.a. of NAV, depending on fund size Custodian fee : 0.05% p.a.of NAV.			
Fund Manager	NDB Wealth Management Ltd.			
Trustee & Custodian	Bank of Ceylon			

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