ASSET MANAGEMENT

PRIVATE WEALTH MANAGEMENT

MY WEALTH MANAGEMENT

MARKET UPDATE AND FUND REVIEW

2016
MAY

!t's time

NDB | WEALTH

Click here for download

MARKET BRIEF BY NDB WEALTH

INFLATION TO RISE IN THE SHORT TERM

Inflation rate (CCPI) recorded a sharp increase on a year on year basis to 4.8% in April 2016 from 3.1% in March 2016. The annual average also increased to 1.7% in April from 1.3% in the previous month. Inflation was mainly driven up by the increased food prices, where food inflation has increased by 5.6%, on a year on year basis in May 2016. Core inflation, which excludes food and energy, too increased to 6.6% on year on year basis in May 2016, while on an annual average basis, core inflation rose to 4.5% in May 2016 from 4.1% in April 2016. We expect inflation rate to be around 5% - 7% in 2016, amid pressure on exchange rate and higher taxes.

LKR EXPECTED TO WEAKEN FURTHER

The Sri Lankan rupee depreciated by 1.27% against the US Dollar in May 2016. The central bank continued to be a net seller of over USD 250 Mn in the market during April 2016 (over USD 1,150 Mn for the year 2016). Foreign investors were net buyers of LKR denominated debt in May 2016 (up Rs. 5.72 Bn), in spite of the sharp reduction of Rs. 11 Bn) witnessed in the last week of the month. Gross official reserves stood at USD 6 Bn as at April 2016. We expect the Sri Lankan Rupee to be under pressure in 2016, mainly as a result of scheduled repayment of foreign debt and higher trade deficit.

INTEREST RATES ON THE RISE

The benchmark 364 day Treasury bill rate rose to 10.52% as the state continued to crowd out the private sector in the market. The premiums offered on corporate debt over the Treasury rates too increased as the demand for money remained high. The long term Treasury bond rates continued to be volatile. The tight policy measures adopted by the central bank is yet to see results, as the private sector credit growth remains high around 27.7% (as at March 2016) on a year on year basis. Considering the current economic environment, we expect interest rates to remain high during 2016, unless Sri Lanka attracts heavy foreign inflows by means of debt and FDIs.

STOCK MARKET TO REMAIN RANGE BOUND

The activity levels of the Colombo Stock Exchange continued to remain low as investors continued to take a “wait and see” approach towards the stock market. Heavy damages caused to people from certain areas of Colombo due to adverse weather, hampered the investor sentiment further. Moreover, continuous lack of policy coherence seems to have resulted in companies postponing their investment plans till some consistency in policy implementation is witnessed. We expect the stock market to be range bound in the short term.

FLEXIBLE INVESTMENT OPTIONS FOR INVESTORS

In a rising interest rate environment, investors could maximize short term returns by investing in NDB Wealth Money Plus and NDB Wealth Money Funds. For medium term investors, NDB Wealth launched NDB Wealth Income Plus fund, a fixed income fund, which is structured to deliver higher tax free returns to investors. Moreover, investors who are less risk averse could consider a long term investment in the stock market via NDB Wealth Growth and NDB Wealth Growth and Income Fund.

Indika De Silva
Fund Manager

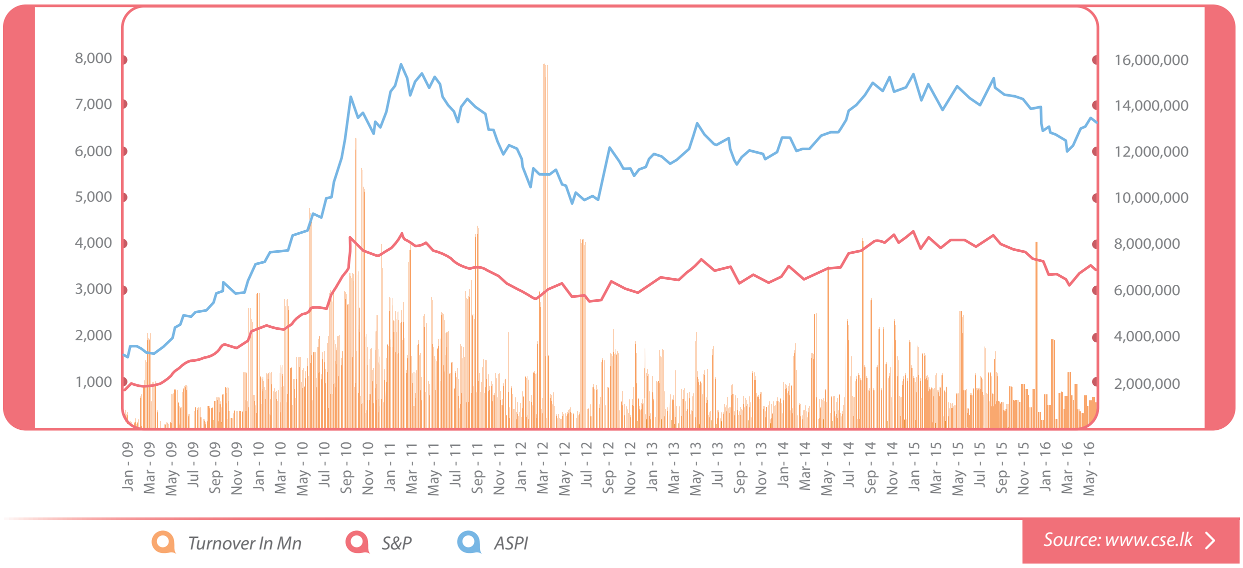
EQUITY OUTLOOK

	Past month Performance (1st May – 31st May 2016)	Past 12 months Performance (May 2015 – May 2016)	Year to Date Performance (1st Jan – 31st May 2016)
All Share Price Index	0.53%	-9.28%	-4.99%
S&P SL 20	-0.29%	-14.37%	-5.52%
MSCI Frontier Markets Index	1.09%	-8.59%	3.43%
MSCI World Index	0.65%	-3.39%	2.11%
MSCI Emerging Markets	-3.73%	-17.63%	2.32%
MSCI Asia Ex Japan	-1.33%	-17.47%	-0.48%

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

- The Colombo Stock Exchange (CSE) witnessed mixed results in May 2016 as the All Share Price Index gained 0.53% while S&P SL 20 index declined by 0.29%.
- The latest quarterly results indicated contrasting results, as profitability across different sectors were volatile compared to previous quarters.
- Emerging market stocks ended the month with hefty losses as the markets have grown more wary of interest rate hikes from the U.S. Federal Reserve in June or July.
- This would add to the pressure on emerging economies with current account deficits, as higher interest rates in developed markets would result in capital outflows from emerging and frontier markets (Emerging and Frontier markets are less accessible than developed markets but are still investible and have the potential to provide the sort of high returns, subject to high volatility, than developed markets).
- Furthermore, the premium investors demand to own emerging-market debt over U.S. Treasuries may increase as weak economic performance of emerging market economies coupled with higher interest rates offered by the US Treasuries may entice investors to move out from emerging markets.
- However, the emerging and frontier markets may continue to be range bound as investors have been trading in these markets based on risk on-off approach over the past couple of years.
- In addition to the higher interest rates in the US, a weaker second half of the year for Chinese economic growth, and renewed Renminbi depreciation pressures, may add further downward pressure on emerging market stocks.

CSE PERFORMANCE



Source: www.cse.lk

		May 2016	May 2015
CSE	Market PER	14.04 X	19.47 X
	Market PBV	1.52 X	2.09 X
	Market DY	2.64%	2.07%
MSCI Frontier Markets	Market PER	11.01 X	10.89 X
	Market PBV	1.40 X	1.57 X
	Market DY	4.50%	3.81%

Source: www.cse.lk

Foreign investors continued to be net sellers for the month of May 2016, as net selling for the year exceeded LKR 5.5 billion, while net foreign selling for the month alone exceeded LKR 2.5 billion.

Colombo Stock Exchange	Jan - May 2016	Jan - May 2015
Foreign Inflows	LKR 28.10 Billion	LKR 34.07 Billion
Foreign Outflows	LKR 33.68 Billion	LKR 29.63 Billion
Net Foreign Inflows/(Outflows)	(LKR 5.58 Billion)	+ LKR 4.44 Billion

Source: www.cse.lk

“IF YOU CAN'T FIND ANY COMPANIES
THAT YOU THINK ARE ATTRACTIVE,
PUT YOUR MONEY IN THE BANK
UNTIL YOU DISCOVER SOME”

— Peter Lynch —

FIXED INCOME OUTLOOK

INTEREST RATES IN SRI LANKA

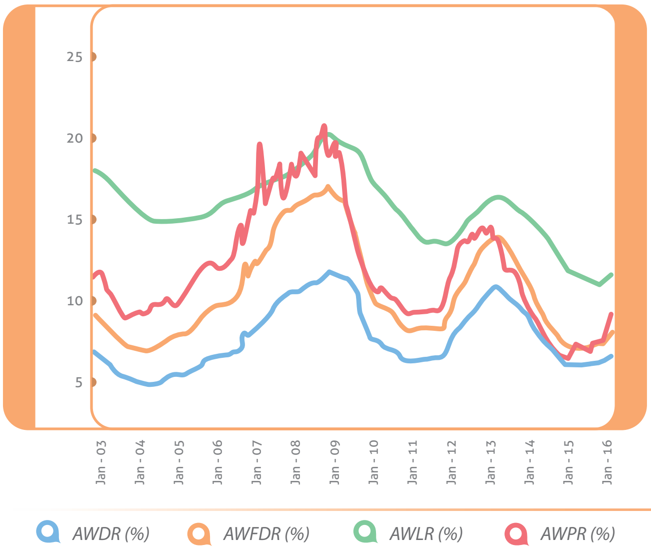
The Central Bank of Sri Lanka (CBSL) maintained its key policy rates during May holding the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) at 8.00% and 6.50% respectively.

	May 15	Dec 15	Apr 16	May 16
364 Day T-bill	6.29%	7.11%	10.17%	10.48%
5-Year Bond	8.13%	10.04%	11.97%	11.93%
Finance Company Fixed Deposit (A+)*	8.29%	8.29%	9.75%	9.75%

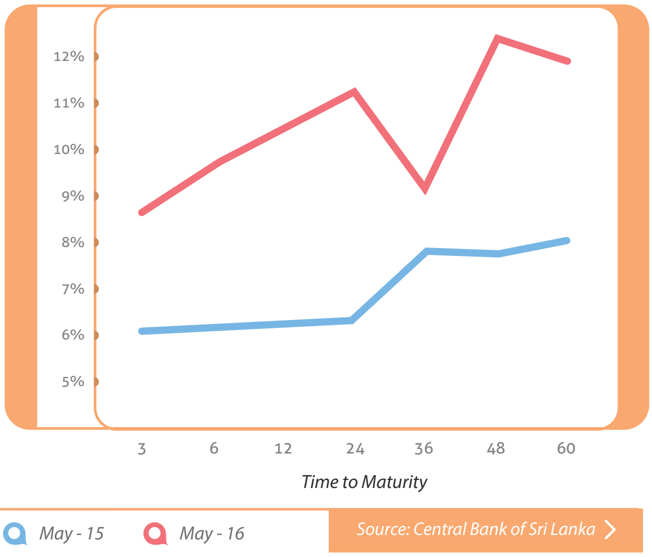
** Net Rate assuming consistent WHT of 2.5% for comparison purposes*

Source: Central Bank of Sri Lanka

AVERAGE LENDING & DEPOSIT RATES



YIELD CURVE - LKR TREASURIES



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 marginally with the 364-day T-Bill rate reaching 10.48% and the 182-day and 91-day Treasury Bills closing the month at 9.67% and 8.71% respectively.

Money supply (Broad money -M2b) grew by 18.9% year-on-year in March whilst private sector credit grew at 27.7% year-on-year. On a month-on-month basis this was an increase of LKR 87.8 billion (2.5%).

Total Govt. Debt LKR 4,515 Billion / USD 31.28 Billion	
T Bills (Total)	T Bonds (Total)
LKR 678 Billion	LKR 3,837 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 4,285 Billion	LKR 230 Billion
Total Foreign Holding of Bills and Bonds – 5.10%	

Source: Central Bank of Sri Lanka

Total foreign holding of Government Bills and Bonds stand at 5.10%. For the month of May foreigners have been net buyers of approximately Rs. 7 Bn Treasury securities although so far for the year 2016 net foreign selling of Rs. 73.5 Bn has been witnessed.

1 Year FD Rates – Sri Lankan Banks		
	May 2016	Apr 2016
NSB	10.50%	8.50%
COMB	10.00%	9.00%
SAMP	10.50%	8.50%
HNB	9.00%	9.00%
NDB	10.50%	10.00%

Rates on Credit Cards	
	May 16
HSBC	24.00%
SCB	24.00%
Sampath	24.00%
NDB	17.00%
AMEX	24.00%

Source: Respective Commercial Banks

Commercial Banks increased their fixed deposit rates during the month of May.

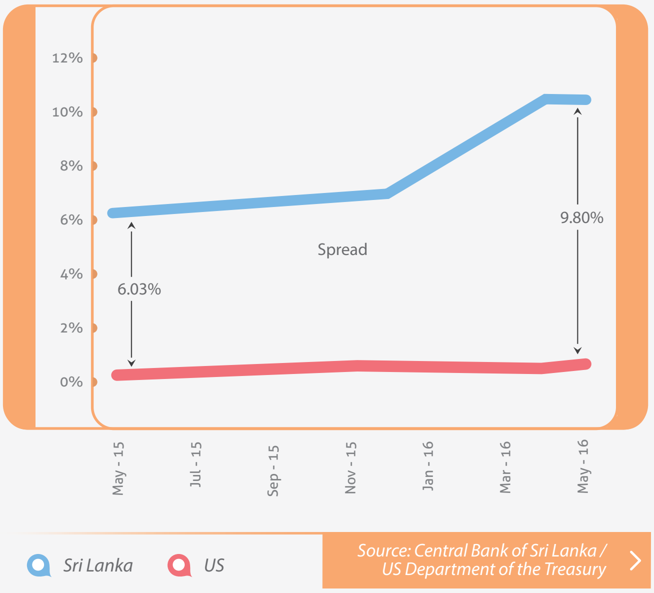
NDIB CRISIL Fixed Income Indices Total return as at 31/05/2016	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	1.85%	6.49%	7.07%
NDBIB-CRISIL 364 Day T-Bill Index	0.72%	3.58%	7.56%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	-0.20%	0.78%	9.40%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	-0.75%	-2.89%	9.13%

Source: www.crisil.com

Central Bank Policy Rates	2013	2014	2015	Latest
Sri Lanka	6.50%	6.50%	6.00%	6.50%
US	0.0% - 0.25%	0.0% - 0.25%	0.25% - 0.50%	0.25% - 0.50%
Euro Zone	0.25%	0.05%	0.05%	0.00%
Australia	2.50%	2.50%	2.00%	1.75%
India	7.75%	8.00%	6.75%	6.50%

Source: www.cbrates.com

1 YEAR TREASURY RATE - USD Vs. LKR



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

A hike in US interest rates are likely to be on hold for the time being due to uncertainty about economic outlook following slowing job creation and US economic growth.

364 Day Treasury Bill Rate	May 15	Dec 15	Apr 16	May 16
Sri Lanka	6.29%	7.11%	10.17%	10.48%
India	7.83%	7.25%	6.91%	6.96%
US	0.26%	0.65%	0.56%	0.68%
Euro Zone	0.25%	-0.40%	-0.52%	-0.54%

Source: Respective Central Banks

	Rates on Savings Accounts - May 2016
Sri Lanka	4.50%
US	0.01%
Euro Zone	0.25%
Australia	2.35%
India	4.00%

Source: Respective Commercial Banks

The Reserve Bank of Australia cut its cash rate to a record low of 1.75% from a previous 2% in an attempt to fight inflation and an economic downturn.

“ FOREIGN FUND INFLOWS MAY DIP INTEREST RATES IN THE SHORT TERM ”

— NDB Wealth —

INFLATION RATES

Country	May 15	Dec 15	Apr 16	May 16
Sri Lanka	0.17%	2.77%	3.14%	4.84%
US	-0.04%	0.73%	1.13%	1.13%*
Euro Zone	0.34%	0.23%	-0.25%	-0.25%*
India	5.74%	6.32%	5.86%	5.86%*

*April 2016

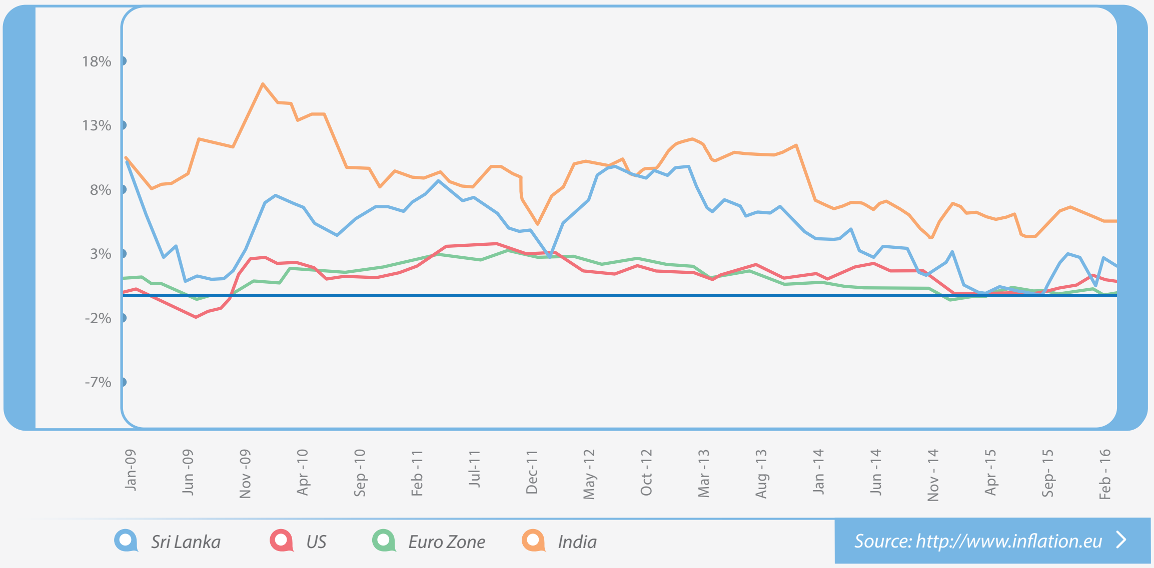
Source: Department of Census and Statistics - Sri Lanka

Inflation as measured by the CCPI increased by 4.8% in May on a year-on-year basis, from the previous month's 3.1% due to a rise in both food and non-food prices.

Inflation as measured by the NCPI (which has a time lag of 21-days) increased 4.3% year-on-year in April from 2.2% in March due to an increase in prices in both the food and non-food categories.

On the global front too inflation increased during the month of April.

GLOBAL INFLATION RATES



Source: http://www.inflation.eu

FOREX OUTLOOK

Exchange Rates Vs. LKR	May 16	May 15	1 Year App / (Dep) LKR
USD	145.75	133.90	-8.13%
GBP	214.09	205.30	-4.11%
EURO	162.47	146.74	-9.68%
YEN	1.31	1.08	-17.48%
AUD	105.46	102.67	-2.65%
CAD	111.88	107.87	-3.62%
INR	2.17	2.10	-3.30%
BHD	386.58	355.15	-8.13%
CNY	22.14	21.60	-2.47%

Source: Central Bank of Sri Lanka

- The Sri Lankan Rupee depreciated 1.27% against the US Dollar during May 2016.
- The US dollar weakened to its lowest level in a month owing to deteriorating expectations of a US rate hike and as rising oil prices supporting currencies of commodity exporters.
- On the above backdrop Asian currencies rallied against the US Dollar

USD PER 1 EURO MOVEMENT

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

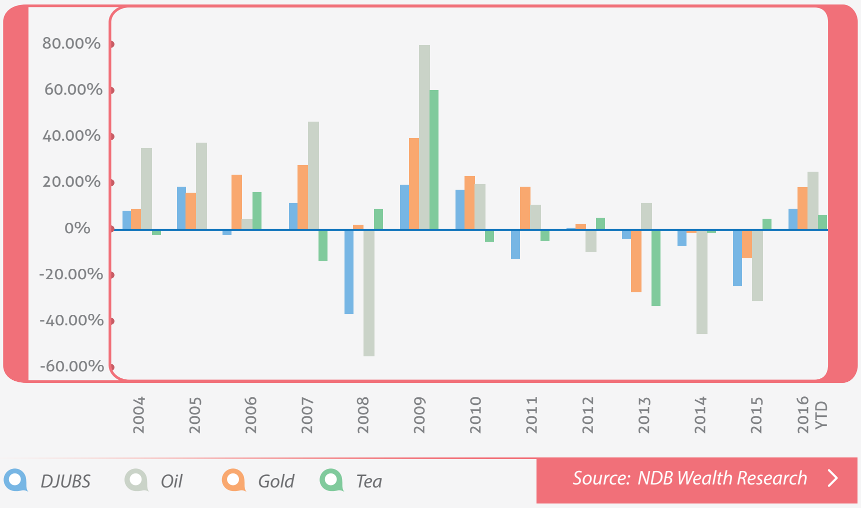
COMMODITY OUTLOOK

	1 month (1st May– 31st May 2016)	Past 12 months (May 2015 – May 2016)	YTD (1st Jan - 31st May 2016)
Bloomberg Commodity Index	-0.21%	-15.46%	8.63%
Tea	4.03%	3.46%	5.79%
Gold	1.50%	5.20%	18.04%
Oil (Brent)	11.55%	-27.00%	24.95%

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

- The Bloomberg Commodity total return index declined by 0.21% in May, following an increase of 8.5% in April, the highest monthly rise since December 2010.
- Gold prices continued to increase as bleak US jobs report in May crushed Fed rate hike expectations, boosting the demand for non-interest-bearing assets.
- Crude oil prices recorded a sharp increase as the production outages curbed supply. U.S. crude rose above USD 50 a barrel for the first time since July 2015.
- Oil prices have nearly doubled since hitting 13-year lows earlier in 2016, as companies have cut spending on new drilling and unplanned outages in Nigeria and Canada helped shrink the global oil glut.
- According to Energy Information Administration (EIA), U.S. crude production fell by 250,000 barrels a day in May from April, the largest one-month decline in years.
- Analysts and traders surveyed by The Wall Street Journal expect the EIA to report a decline of crude stockpiles by over 3 million barrels per week.

Commodity Price Movemets



Source: NDB Wealth Research

PROPERTY OUTLOOK

- The luxury condominium market in Colombo experienced a strong growth phase since 2009, which altered the skyline of Colombo.

- However, experts warn that buying by Sri Lankan expatriates and foreigners who have been driving the condo market may have peaked or may be nearing its peak due to their finite numbers.

- According to an article published on LBO, in 2009 the luxury housing stock stood at 783 units and by 2015 the number has gone up to 2,657. By the end of 2018-19, the numbers are expected to hit 6,000, when projects such as Altair, Shangri-La, Colombo City and 96 Iconic are completed.

- Based on the current economic state of the country, where the interest rates have increased by a considerable margin, cost of funding of buyers may also increase by a significant amount.

- On a broader macro level, the sentiment of upper end of the market may be negatively affected to a certain extent due to a number of factors such as lower public investments, higher interest rates and weaker currency.

- In addition to reaching the peak of the existing segments of buyers in local high-net worth individuals, dual citizens and non-resident Sri Lankans, the country may struggle to attract new segments in foreigners who are looking to work/live and invest in Sri Lanka.

- Foreign buyers may simply consider purchasing an apartment as an investment in Sri Lanka. For such buyers, the current low GDP growth rate and weak economic outlook may keep them out from the market leaning them more towards a “wait and see” approach.

- As a result, in the medium term, the condominium market may experience a glut in the supply of luxury apartments, which in turn may exert pressure on condominium prices.

- This situation may expand to the commercial property market as well, which depends immensely on macroeconomic performance of the country.

- According to RIU, the top end of commercial space offers around 2.5 million sq. ft. of space in total provided by around a dozen developments, which are operating at an occupancy level of around 95%.

- However, if Sri Lanka’s GDP growth rate continues to be in lower trajectory, it is possible that the current excess demand for grade A commercial property may evaporate, as corporate settling to less expensive options.

ISLAMIC FINANCE INDUSTRY

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

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

In **June 2015, NDB WM** launched a Shari'ah compliant unit trust fund. **The Islamic Money Plus Fund, a fund approved by the Securities Exchange Commission of Sri Lanka,** would invest in a diversified portfolio of Shari'ah compliant short term securities issued by corporates and in Mudharabah deposits and savings accounts. The fund would provide a high level of liquidity and tax free income to its investors and would be an ideal substitute for direct investments in Mudharabah savings accounts and deposits. (Trustee: Deutsche Bank)

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 May 2016									
*Profit Sharing Ratio**	30:70	-	60:40	65:35	75:25	80:20	85:15	-	90:10
Distributed Profit	2.84%	-	6.41%	6.92%	8.19%	8.22%	8.24%	-	8.53%
Bank of Ceylon Islamic Business Unit - As of February 2016									
*Profit Sharing Ratio**	45:55	-	-	-	-	-	-	-	-
Distributed Profit	2.56%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-Al Adalah Islamic Banking unit - As of December 2015									
*Profit Sharing Ratio**	45:55	-	55:45	65:35	75:25				
Distributed Profit	4.00%	-	4.70%	5.08%	5.90%				
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of December 2015									
*Profit Sharing Ratio**	45:55	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	3.80%	-	6.00	6.50%	7.00%	-	-	-	-
National Development Bank PLC-"Shareek" Islamic Banking unit - As of January 2016									
*Profit Sharing Ratio**	40:60	-	-	60:40	65:35	-	-	-	-
3Mn - 50Mn									
Distributed Profit	5.14%	-	-	7.98%	8.98%	-	-	-	-
Citizen Development Business Finance PLC- Islamic Banking unit - As of February 2016									
*Profit Sharing Ratio**	46:54	-	46:54	50:50	56:44	74:26	78:22	-	-
Distributed Profit	6.47	-	6.46%	7.03%	9.00%	10.41%	10.97%	-	-
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of April 2016									
*Profit Sharing Ratio**	22:78	20:70	32.68	36:64	40:60	-	-	-	-
Distributed Profit	-	7.04%	7.50%	8.44%	9.3866%	-	-	-	-
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of January 2016									
*Profit Sharing Ratio**	30:70	35:65	40:60	42:58	45:55	50:50	52:48	55:45	60:40
Distributed Profit	4.88%	5.69%	6.50%	6.83%	7.32%	8.13%	8.45%	8.94%	9.75%
Peoples Leasing Islamic Business Unit - As of April 2016									
*Profit Sharing Ratio**	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	6.85%	-	8.22%	8.90%	10.27%	-	-	-	-

Source: Respective Company Data

* 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 DECEMBER 2015

Finance and Insurance	Diversified Holdings	Manufacturing	Services
Amana Takaful PLC	Expo Lanka Holdings PLC	Abans Electricals PLC	Asia Siyaka Commodities Limited
Amana Bank PLC	Free Lanka Capital Holdings PLC	ACL Cables PLC	Ceylon Printers PLC
Beverages and Food	PCH Holdings PLC	ACL Plastics PLC	Hunter & Company PLC
Bairaha Farms PLC	Sunshine Holdings PLC	Agstar Fertilizers PLC	Lake House Printing & Publishers PLC
Ceylon Tea Services PLC	The Colombo Fort Land & Building Co. PLC	Alumex PLC	Power & Energy
Convenience Foods PLC	Healthcare	Central Industries PLC	Hemas Power PLC
Harischandra Mills Ltd.	Asiri Surgical Hospitals PLC	Ceylon Grain Elevators PLC	Lanka IOC PLC
Heladiv Foods PLC	Ceylon Hospitals PLC (Durdans)	Chevron Lubricants Lanka PLC	Laugfs Gas PLC
Kotmale Holdings PLC	Nawaloka Hospitals PLC	Dankotuwa Porcelain PLC	Panasian Power PLC
Nestle Lanka PLC	The Lanka Hospital Corporation PLC	Dipped Products PLC	Vallibel Power Erathna PLC
Raigam Wayamba Salterns PLC	Land and Property	Hayleys Fibre PLC	Vidullanka PLC
Renuka Agri Foods PLC	City Housing & Real Estate Company PLC	Kelani Cables PLC	Plantations
Renuka Shaw Wallace PLC	Colombo Land & Development Com. PLC	Kelani Tyres PLC	Balangoda Plantations PLC
Tea SmallHolder Factories PLC	CT Land Development PLC	Lanka Cement PLC	Elpitiya Plantations PLC
Three Acre Farms PLC	Huejay International Investment PLC	Lanka Ceramic PLC	Hapugastanne Plantations PLC
Motors	Serendib Engineering Group PLC	Lanka Floortiles PLC	Horana Plantations PLC
Colonial Motors PLC	Serendib Land PLC	Lanka Walltiles PLC	Kahawatte Plantation PLC
DIMO PLC	Seylan Developments PLC	Laxapana Batteries PLC	Kelani Valley Plantations PLC
Lanka Ashok Leyland PLC	York man Holdings PLC	Printcare PLC	Kotagala Plantations PLC
Sathosa Motors PLC	Chemicals and Pharmaceuticals	Regnis (Lanka) PLC	Madulsima Plantations PLC
United Motors Lanka PLC	Chemanex PLC	Royal Ceramic Lanka PLC	Malwatte Valley Plantations PLC
Construction & Engineering	Haycarb PLC	Samson International PLC	Maskeliya Plantations PLC
Access Engineering PLC	Industrial Asphalts (Ceylon) PLC	Sierra Cables PLC	Metropolitan Resource Holdings PLC
Colombo Dockyard PLC	J.L. Morison Son & Jones (Ceylon) PLC	Singer Industries (Ceylon) PLC	Namunukula Plantation PLC
Lankem Development PLC	Lankem Ceylon PLC	Swisstek (Ceylon) PLC	Talawakelle Tea Estate PLC
MTD Walkers PLC	Union Chemical Lanka PLC	Textured Jersey Lanka PLC	Tess Agro PLC
Footwear and Textiles	Trading	Tokyo Cement (Company) PLC	Udapussellawa Plantation PLC
Ceylon Leather Products PLC	C. W. Mackie PLC	Telecommunications	Watawala Plantations PLC
Kuruwita Textile Mills PLC	Eastern Merchants PLC	Dialog Axiata PLC	Stores & Supplies
Odel PLC	Office Equipment PLC	Sri Lanka Telecom PLC	E B Creasy & Company PLC
	Singer (Sri Lanka) PLC	Information Technology	Gestetner of Ceylon PLC
		PC House PLC	

Source: www.amanaasset.com

UNIT TRUST FUNDS OFFERED BY NDB WM

- NDB Wealth Growth Fund
- NDB Wealth Growth & Income Fund
- NDB Wealth Income Fund
- NDB Wealth Gilt Edged Fund
- NDB Wealth Income Plus Fund
- NDB Wealth Money Fund
- NDB Wealth Money Plus Fund
- NDB Wealth Islamic Money Plus Fund
- LKR Short Term Treasury Fund
- NDB Wealth One Account

NDB | WEALTH

NDB | WEALTH

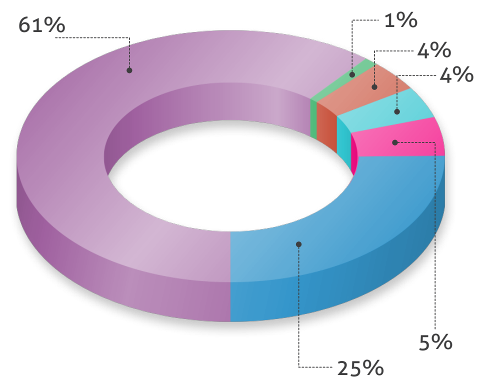
GROWTH FUND

Fund Overview

Type : Open Ended
Currency: LKR
Investments: Listed Equities

NDB Wealth Growth Fund is an open-end 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.

Portfolio Equity Allocation



Historical Returns

Period	Fund Returns **	ASPI Returns
Last Month	-1.19%	0.53%
Last 3 Months	2.27%	5.79%
Last 6 Months	-3.54%	-5.19%
Last 12 Months	-8.04%	-9.28%
Year 2015	2.69%	-5.54%
Year 2014	32.45%	23.44%

* Returns in LKR terms
● After fees, excluding front end and back end loads

Fund Snapshot — 31 May 2016

YTD Yield	-4.04%
NAV per unit	9.9260
AUM (LKR Mn.)	311.12
Fund Currency	LKR
Fund Inception	1 Dec 97
Expense Ratio	2.32%
Dividend Frequency	Irregular
Last Dividend (LKR)	None
Max Equity Allocaiton	97.00%
Current Equity Allocaiton	39.46%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

HAYLEYS MGT KNITTING MILLS PLC
PEOPLES INSURANCE LTD
SEYLAN BANK PLC
TEXTURED JERSEY LANKA PLC
UNITED MOTORS LANKA PLC

Fixed Income Allocaiton

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	60.54%
Average Rating of Fixed Income	AAA
Average Duration	0.03

Marurity Profile

Marurity	% Holding
Under 1 Month	100.00%

Other Features

Valuation	Daily Valuation. Instruments less than one year - cost plus accrued basis. Instruments greater tha.n one year - n/a.
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,
No 42, Nawam Mawatha,
Colombo 02, Sri Lanka.

Trustee and Custodian
Bank of Ceylon,
01 BOC Square, BOC Mawatha,
Colombo 01, Sri Lanka.

Contact
General - +94 11 2 303 232
Corporates - +94 773 567550
Sales Hotline - +94 719 788788

NDB | WEALTH

GROWTH AND INCOME FUND

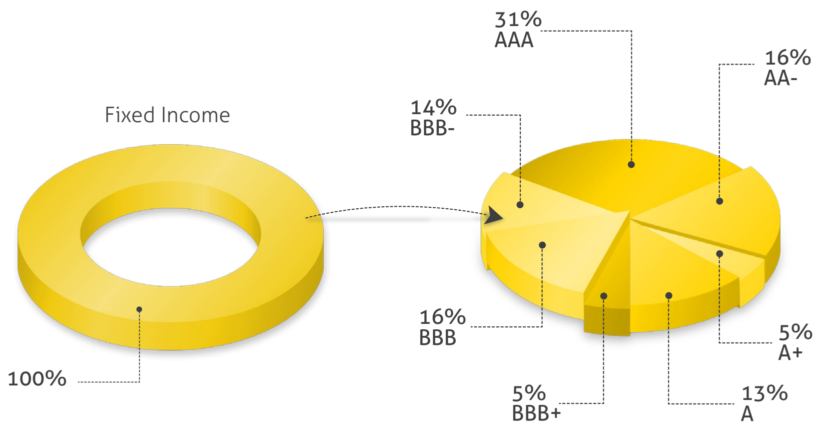
Fund Overview

Type : Open Ended
Currency: LKR

Investments: Listed Equities and Corporate Debt

NDB Wealth Growth and Income Fund is an open-end 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



Historical Returns

Period	Fund Returns**	ASPI Returns
Last Month	0.72%	0.53%
Last 3 Months	1.61%	5.79%
Last 6 Months	-0.38%	-5.19%
Last 12 Months	-4.40%	-9.28%
Year 2015	2.16%	-5.54%
Year 2014	24.64%	23.44%

* Returns in LKR terms.
• After fees, excluding front end and back end loads.

Fund Snapshot — 31 May 2016

YTD Yield	-0.81%
NAV per unit	32.8951
AUM (LKR Mn.)	198.17
Fund Currency	LKR
Fund Inception	1 Dec 97
Expense Ratio	1.85%
Dividend Frequency	Irregular
Last Dividend (LKR)	2.50
Max Equity Allocaiton	97.00%
Current Equity Allocaiton	0.00%
Fund Leverage	0.00%

Fixed Income Allocaiton

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	100.00%
Average Rating of Fixed Income	A
Average Duration	0.5

Marurity Profile

Marurity	% Holding
Under 1 Month	39.00%
1 Month - 3 Months	40.00%
3 Months - 6 Months	5.20%
6 Months - 1 Year	5.30%

Other Features

Valuation	Daily Valuation. Instruments less than one year - cost plus accrued basis. Instruments greater than one year - marked to market.
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 : 0.25% p.a. of NAV Custodian fee : 0.10% p.a.of NAV Front-end fee : 1.5%.

Fund Manager
NDB Wealth Management Ltd,
No 42, Nawam Mawatha,
Colombo 02, Sri Lanka.

Trustee and Custodian
Deutsche Bank,
No 86, Galle Road,
Colombo 03, Sri Lanka.

Contact
General - +94 11 2 303 232
Corporates - +94 773 567550
Sales Hotline - +94 719 788788

NDB | WEALTH

INCOME FUND

Fund Overview

Type : Open Ended
Currency: LKR

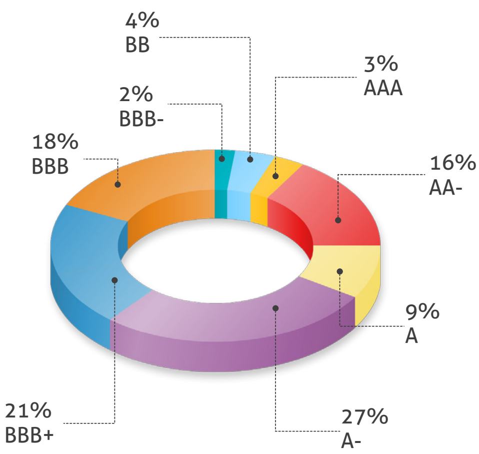
Investments: Corporate Debt Instruments

NDB Wealth Income Fund is an open-end 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.
The fund pays a regular income through the **semi-annual dividends** which can be automatically reinvested in the fund.

Fund Snapshot — 31 May 2016

YTD Yield	2.85%
YTD Yield (Annualized)	6.84%
NAV per unit	10.3941
AUM (LKR Mn.)	889.19
Fund Currency	LKR
Fund Inception	1 Dec 97
Expense Ratio	1.25%
Dividend Frequency	Semi Annual
Last Dividend	0.35
Average Maturity (Yrs)	0.76
Average Duration	0.5
Average Rating	BBB+

Credit Profile



Rating	Duration
AAA	0.01
AA-	0.4
A	0.3
A-	0.2
BBB+	0.1
BBB	1.7
BBB-	0.2
Other	0.2

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	45.10%	8.10%
1 Month - 3 Months	16.60%	10.50%
3 Months - 6 Months	22.40%	8.60%
6 Months - 1 Year	9.90%	8.90%
Over 5 Years	6.00%	12.00%

Historical Returns

Period	Fund Returns	Annualized Return	Tax Equivalent Return (Annualized)*
Year to Date	2.85%	6.84%	9.49%
Last Month	0.72%	8.47%	11.76%
Last 3 Months	1.83%	7.28%	10.11%
Last 6 Months	3.24%	6.46%	8.97%
Last 12 Months	6.76%	6.76%	9.39%
Year 2015	6.65%	6.65%	9.24%
Year 2014	10.68%	10.68%	14.84%

★ Tax equivalent return is calculated assuming a corporate tax rate of 28%

Other Features

Valuation	Daily Valuation. All Instruments are Marked to market.
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,
No 42, Nawam Mawatha,
Colombo 02, Sri Lanka.

Trustee and Custodian
Bank of Ceylon,
01 BOC Square, BOC Mawatha,
Colombo 01, Sri Lanka.

Contact
General - +94 11 2 303 232
Corporates - +94 773 567550
Sales Hotline - +94 719 788788

NDB | WEALTH

GILT EDGED FUND

Fund Overview

Type : Open Ended
Currency: LKR

Investments: Government of Sri Lanka Securities

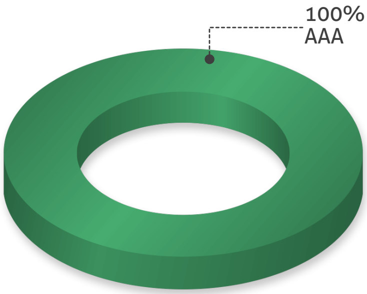
NDB Wealth Gilt Edged Fund is an open-end fund incorporated in Sri Lanka, invested in Government of Sri Lanka Treasury Bills, Bonds and government securities backed Repurchase transactions. The Fund aims to maximize returns from investments by investing the fund exclusively in government securities and government guaranteed securities. The fund pays a regular income through the **quarterly dividends** which can be automatically reinvested in the fund.

The NDB Wealth Gilt Edged Fund is rated "AAAmf" by ICRA Lanka Limited (a fully owned subsidiary of ICRA Limited of India, an associate Company of Moody's Investors service, Inc).

Fund Snapshot — 31 May 2016

YTD Yield	3.22%
YTD Yield (Annualized)	7.73%
NAV per unit	10.3262
AUM (LKR Mn.)	374.60
Fund Currency	LKR
Fund Inception	1 Dec 97
Expense Ratio	1.06%
Dividend Frequency	Quarterly
Last Dividend (LKR)	0.15
Average Maturity (Yrs)	4.48
Average Duration	2.35
Average Rating	AAA

Credit Profile



AAA Rated By ICRA — NDB Wealth Gilt Edged Fund

Rating	Duration
AAA	2.4

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Mth	35.80%	9.50%
1 Mth - 3 Mths	12.80%	7.10%
6 Mths - 1 Yr	14.40%	10.90%
Over 5 Yrs	37.00%	12.60%

Historical Returns

Period	Fund Returns	Annualized Return	Tax Equivalent Return (Annualized)*•	
Year to Date	3.22%	7.73%	10.73%	9.66% Net of WHT
Last Month	1.39%	16.34%	22.70%	20.43% Net of WHT
Last 3 Months	2.13%	8.45%	11.74%	10.57% Net of WHT
Last 6 Months	3.81%	7.60%	10.56%	9.50% Net of WHT
Last 12 Months	6.93%	6.93%	9.63%	8.66% Net of WHT
Year 2015	6.04%	6.04%	8.39%	7.55% Net of WHT
Year 2014	7.46%	7.46%	10.36%	9.33% Net of WHT

★ Tax equivalent return is calculated assuming a corporate tax rate of 28%.
● The tax equivalent return net of Withholding Taxes (WHT) indicate the equivalent annualized government securities rate.

Other Features

Valuation	Daily Valuation. All Instruments are Marked to market.
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,
No 42, Nawam Mawatha,
Colombo 02, Sri Lanka.

Trustee and Custodian
Bank of Ceylon,
01 BOC Square, BOC Mawatha,
Colombo 01, Sri Lanka.

Contact
General - +94 11 2 303 232
Corporates - +94 773 567550
Sales Hotline - +94 719 788788

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 PLUS FUND

Fund Overview

Type : Open Ended
Currency: LKR

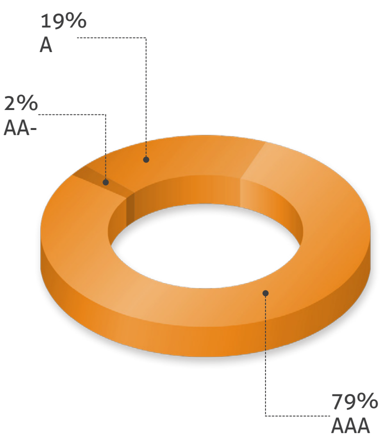
Investments: Fixed Income Securities

NDB Wealth Income Plus Fund is an open-end 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 May 2016

Inception to date Yield	1.58%
Inception to date Yield (Annualized)	10.69%
NAV per unit	10.1582
AUM (LKR Mn.)	1,278.93
Fund Currency	LKR
Fund Inception	7 Apr 16
Expense Ratio	0.64%
Dividend Frequency	Irregular
Last Dividend	None
Average Maturity (Yrs)	0.79
Average Duration	0.73
Average Rating	AA+

Credit Profile



Rating	Duration
AAA	0.8
AA-	0.2
A	0.6

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	1.60%	8.70%
1 Month - 3 Months	9.80%	11.40%
6 Months - 1 Year	88.60%	10.90%

Historical Returns

Period	Fund Returns	Annualized Return	Tax Equivalent Return (Annualized)*•	
Inception to Date	1.58%	10.69%	14.85%	13.36% Net of WHT

★ Tax equivalent return is calculated assuming a corporate tax rate of 28%.
● The tax equivalent return net of Withholding Taxes (WHT) indicate the equivalent annualized government securities rate.

Other Features

Valuation	Daily Valuation. Cost plus accrued basis
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,
No 42, Nawam Mawatha,
Colombo 02, Sri Lanka.

Trustee and Custodian
Bank of Ceylon,
01 BOC Square, BOC Mawatha,
Colombo 01, Sri Lanka.

Contact
General - +94 11 2 303 232
Corporates - +94 773 567550
Sales Hotline - +94 719 788788

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

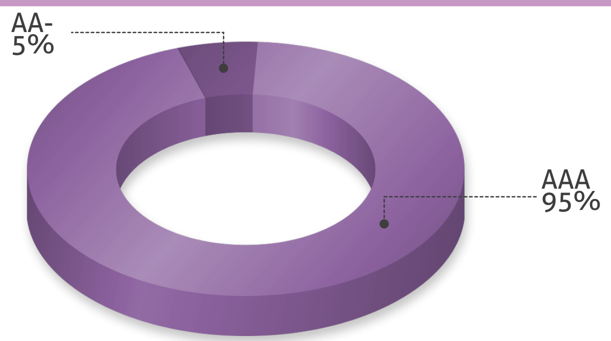
Type : Open Ended
Currency: LKR

Investments: Short Term Government Securities

NDB Wealth Money Fund is an open-end 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.

Credit Profile



Rating	Duration
AAA	0.1
AA-	0.1

Fund Snapshot — 31 May 2016

YTD Yield	3.09%
YTD Yield (Annualized)	7.41%
NAV per unit	13.6873
AUM (LKR Mn.)	4,650.65
Fund Currency	LKR
Fund Inception	1 Jun 12
Expense Ratio	0.73%
Dividend Frequency	Irregular
Last Dividend	None
Average Maturity (Yrs)	0.11
Average Duration	0.11
Average Rating	AA+

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	29.30%	9.20%
1 Month - 3 Months	70.70%	10.20%

Historical Returns

Period	Fund Returns	Annualized Return	Tax Equivalent Return (Annualized)*●	
Year to Date	3.09%	7.41%	10.29%	9.26% Net of WHT
Last month	0.72%	8.48%	11.78%	10.60% Net of WHT
Last 3 months	2.01%	7.97%	11.07%	9.96% Net of WHT
Last 6 months	3.61%	7.21%	10.01%	9.01% Net of WHT
Last 12 months	6.96%	6.96%	9.67%	8.70% Net of WHT
Year 2015	6.62%	6.62%	9.19%	8.27% Net of WHT
Year 2014	6.82%	6.82%	9.48%	8.53% Net of WHT

★ Tax equivalent return is calculated assuming a corporate tax rate of 28%.
● The tax equivalent return net of Withholding Taxes (WHT) indicate the equivalent annualized government securities rate.

Other Features

Valuation	Daily Valuation. Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.
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 : 0.10-0.20% p.a. of NAV, depending on fund size.

Fund Manager
NDB Wealth Management Ltd,
No 42, Nawam Mawatha,
Colombo 02, Sri Lanka.

Trustee and Custodian
Deutsche Bank,
No 86, Galle Road,
Colombo 03, Sri Lanka.

Contact
General - +94 11 2 303 232
Corporates - +94 773 567550
Sales Hotline - +94 719 788788

Disclaimer

NDB | WEALTH

MONEY PLUS FUND

Fund Overview

Type : Open Ended
Currency: LKR

Investments: Money Market Corporate Debt Securities

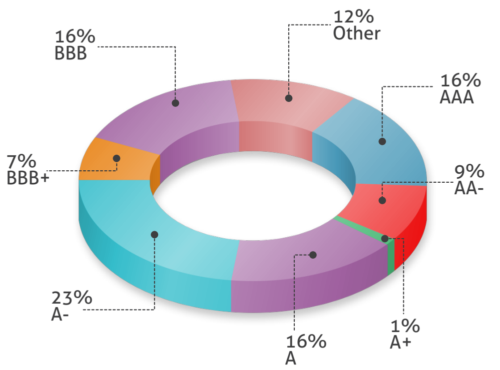
NDB Wealth Money Plus Fund is an open-end money market fund incorporated in Sri Lanka, invested in short term LKR based corporate debt instruments including commercial paper, securitized paper, bank deposits as well as Sri Lanka Treasury Bills, Bonds and government securities backed Repurchase transactions.

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 May 2016

YTD Yield	3.05%
YTD Yield (Annualized)	7.32%
NAV per unit	14.6184
AUM (LKR Mn.)	10,726.22
Fund Currency	LKR
Fund Inception	1 Jun 12
Expense Ratio	0.80%
Dividend Frequency	Irregular
Last Dividend	None
Average Maturity (Yrs)	0.19
Average Duration	0.18
Average Rating	A-

Credit Profile



Rating	Duration
AAA	0.01
AA-	0.1
A+	0.1
A	0.4
A-	0.2
BBB+	0.2
BBB	0.2
Other	0.2

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	42.50%	6.10%
1 Month - 3 Months	31.00%	8.10%
3 Months - 6 Months	22.10%	9.00%
6 Months - 1 Year	4.40%	10.00%

Historical Returns

Period	Fund Returns	Annualized Return	Tax Equivalent Return (Annualized)*
Year to Date	3.05%	7.32%	10.16%
Last Month	0.61%	7.21%	10.01%
Last 3 Months	1.82%	7.21%	10.02%
Last 6 Months	3.68%	7.33%	10.18%
Last 12 Months	7.22%	7.22%	10.03%
Year 2015	6.85%	6.85%	9.52%
Year 2014	8.66%	8.66%	12.02%

* Tax equivalent return is calculated assuming a corporate tax rate of 28%

Other Features

Valuation	Daily Valuation. Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.
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 : 0.10 - 0.20% p.a. of NAV, depending on fund size.

Fund Manager
NDB Wealth Management Ltd,
No 42, Nawam Mawatha,
Colombo 02, Sri Lanka.

Trustee and Custodian
Deutsche Bank,
No 86, Galle Road,
Colombo 03, Sri Lanka.

Contact
General - +94 11 2 303 232
Corporates - +94 773 567550
Sales Hotline - +94 719 788788

NDB | WEALTH

ISLAMIC MONEY PLUS FUND

Fund Overview

Type : Open Ended
Currency: LKR

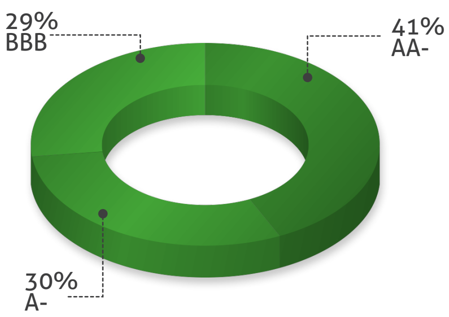
Investments: Short Term Shariah Compliant Investments

NDB Wealth Islamic Money Plus Fund is an open-end 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.

Fund Snapshot

Fund Snapshot	31 May 2016
YTD Yield	2.80%
YTD Yield (Annualized)	6.73%
NAV per unit	10.58
AUM (LKR Mn.)	19.64
Fund Currency	LKR
Fund Inception	1 Jun 15
Expense Ratio	1.05%
Dividend Frequency	Irregular
Last Dividend (LKR)	None
Average Duration	0.54
Average Rating	A-

Credit Profile



Rating	Duration
AA-	0.68
A-	0.38
BBB	0.49

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	14.34%	5.39%
3 Months - 6 Months	30.22%	6.40%
6 Months - 1 Year	55.44%	8.60%

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%

Approved Investments

	Investment Type
Shariah compliant money market investments up to 366 days	Mudharabah term deposits and Wakala Investments in Commercial Banks / Specialized Banks / Finance Companies or any other authorized deposit taking Institution. Sukuk / Wakala / Mudharabah securities issued by corporate entities subject to Shariah council approval.
Shariah compliant money market investments less than 15 days	Mudharabah savings deposits

Shariah Supervisory Board

Shafique Jakhura	Mufti
Muhammed Huzaifah	Maulana

Historical Returns

Period	Fund Returns	Annualized Return	Tax Equivalent Return (Annualized)*
Year to Date	2.80%	6.73%	9.35%
Last month	0.63%	7.45%	10.35%
Last 3 months	1.63%	6.47%	8.99%
Last 6 months	3.25%	6.49%	9.01%

* Tax equivalent return is calculated assuming a corporate tax rate of 28%.

Other Features

Valuation	Daily Valuation. Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.
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 : 0.10% - 0.20% p.a. of NAV, based on the fund size.

Fund Manager
NDB Wealth Management Ltd,
No 42, Nawam Mawatha,
Colombo 02, Sri Lanka.

Trustee and Custodian
Deutsche Bank,
No 86, Galle Road,
Colombo 03, Sri Lanka.

Contact
General - +94 11 2 303 232
Corporates - +94 773 567550
Sales Hotline - +94 719 788788

NDB | WEALTH

LKR TREASURY FUND

Fund Overview

Type : Open Ended
Currency: LKR

Investments: Short Term Government & Government backed Securities

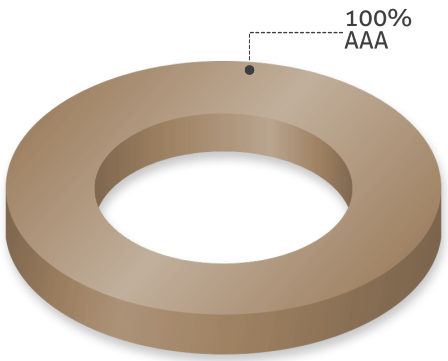
Short-term LKR Treasury Fund is an open-end money market fund which will invest exclusively in Government and Government backed securities.

The Fund aims to provide reasonable returns, commensurate with low risk while providing high level of liquidity through a portfolio of Government securities with maturities up to 366 days which include Treasury bills, Government securities backed Repurchase Agreements, Treasury bonds with matutiry less than 366 days.

Fund Snapshot

Fund Snapshot	31 May 2016
YTD Yield	2.77%
YTD Yield (Annualized)	6.65%
NAV per unit	10.8754
AUM (LKR Mn.)	700.09
Fund Currency	LKR
Fund Inception	19 Dec 14
Expense Ratio	0.74%
Dividend Frequency	Irregular
Last Dividend (LKR)	None
Average Maturity (Yrs)	0.13
Average Duration	0.13
Average Rating	AAA

Credit Profile



Rating	Duration
AAA	0.1

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	13.90%	8.50%
1 Month - 3 Months	86.10%	9.90%

Historical Returns

Period	Fund Returns	Annualized Return	Tax Equivalent Return (Annualized)[*•]	
Year to Date	2.77%	6.65%	9.24%	8.32% Net of WHT
Last month	0.64%	7.48%	10.39%	9.35% Net of WHT
Last 3 months	1.78%	7.06%	9.81%	8.83% Net of WHT
Last 6 months	3.22%	6.42%	8.91%	8.02% Net of WHT
Last 12 months	6.20%	6.20%	8.61%	7.75% Net of WHT

* Tax equivalent return is calculated assuming a corporate tax rate of 28%.
● The tax equivalent return net of Withholding Taxes (WHT) indicate the equivalent annualized government securities rate.

Other Features

Valuation	Daily Valuation. Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.
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 : 0.10% p.a. of NAV.

Fund Manager
NDB Wealth Management Ltd,
No 42, Nawam Mawatha,
Colombo 02, Sri Lanka.

Trustee and Custodian
Deutsche Bank,
No 86, Galle Road,
Colombo 03, Sri Lanka.

Contact
General - +94 11 2 303 232
Corporates - +94 773 567550
Sales Hotline - +94 719 788788

For Whom

Ideally suited for individual who would like the ultimate convenience of signing up for multiple savings, investment, cash management and credit products from a single financial institution, single application, single relationship manager. A Current Account, a Credit Card and a High Yield Money Market Account from the NDB Group are bundled to start off.

Product Scope

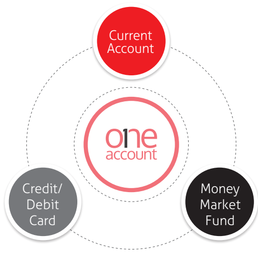
Scope of the product covers Banking Products including Asst (Current Account), Liability (Credit Card) which are regulated by the Central Bank of Sri Lanka and a NDB Wealth account regulated by the Securities and Exchange Commission of Sri Lanka. The investment account with NDB Wealth provides access to Money Market through Mutual Funds.

Description

INITIAL DEPOSIT TO START A "ONE ACCOUNT" - LKR 100,000/=

Using the "ONE ACCOUNT" individuals can **Manage Cash** using a current account, **Spend** using a VISA Credit Card and **Manage Investments** using a NDB Wealth Account. Investments are risk rated and range from very safe Money Market Funds to riskier Bond funds and Share Market Funds. However, the One Account funds by default will be invested only in safe Money Market Funds.

Currency LKR	Minimum Balance
Current Account	LKR 50,000/- as a minimum balance in the Current Account. Withdraw Anytime, Free Cheque Book and Debit Card.
Credit Cards	Approval and Limits based on Credit Report.
NDB Wealth Money Market Account	LKR 50,000/- as a minimum deposit to the Money Market account. Withdraw Anytime. At the time of withdrawing Funds will be credited to NDB Bank current account.



Charges

Current Account	A monthly charge of LKR 500/- and minimum balance must be met to avoid charges LKR 1000/-
Credit Cards	The NDB Bank "Good Life Card Tariff" - Annual fee*
NDB Wealth Account	No Entry or Exit Fees for Money Market Funds.

Tax

NDB Wealth Account	Income from Mutual funds are tax fee in the hands of the investor.

Lock In Period & Valuation

NDB Wealth Account	No Lock In Period for Money Market Funds. Money Market Funds are valued daily and income credited daily.

Value Added Services

(NDB Wealth)	SMS Alerts	Dedicated Advisors	Online Facility	Door step service
(NDB Bank)	Consolidated E-statement	Online Banking	Debit Card facility	Mobile Banking

Terms & Conditions

It is important that you read and understand the Terms & Conditions governing current accounts and credit card accounts opened with National Development Bank PLC. Also it is important that you read and understand the Terms & Conditions governing accounts opened with NDB Wealth Management Limited and Mutual Funds offered by NDB Wealth Management Limited. Please read the "One Account" terms & conditions brochure.

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.

*Conditions apply

Start your ONE ACCOUNT Today!

Call us on: +94 719 788 788 | **Log on to**: www.ndbwealth.com

DISCLAIMER

NDB WEALTH MANAGEMENT LTD

NDB-EDB TOWER (Ground Floor), No. 42, Nawam Mawatha, Colombo 2, Sri Lanka

Tel (+94) 77 744 8888 | (+94) 11 344 3300

E-mail : eaglefunds@ndbinvestors.com | Web : www.myeaglefunds.com