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MARKET UPDATE AND FUND REVIEW

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NDB | WEALTH

2021
MARCH

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MARKET BRIEF BY NDB WEALTH

INFLATION RATE CONTINUED TO INCREASE

Inflation as measured by the CCPI (2013=100), edged up to 4.1% in March on a year-on-year basis from the previous month's 3.3%, primarily due to the base effect while on an annual average basis inflation slowed to 4.0% during the month. Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport) increased to 3.1% year-on-year, however, remained flat on an annual average basis at 3.0% in March.

THE RUPEE CONTINUED TO BE UNDER PRESSURE

The Sri Lankan Rupee depreciated against the US Dollar by 2.53%, while recovering against other hard currencies during March 2021. Gross official reserves weakened further to USD 4.10 billion as at March 2021, equivalent to 3 months of imports. Despite securing the currency swap with People's Bank of China, lack of foreign currency inflows, mainly in terms of foreign direct investments, will remain a major concern for Sri Lanka.

INTEREST RATES CONTINUE TO INCREASE

The benchmark 364 - day Treasury bill yield increased to 5.15% in line with the rest of the maturities on the yield curve. Market liquidity levels declined by LKR 78 billion during the month to LKR 102 billion by the end of March 2021 contributing to the upward pressure in interest rates. However, the Central Bank continued to pursue loose monetary policy as it continued its quantitative easing stance. Private sector credit growth grew by 7.8% in February 2021 on a year on year basis, compared to 6.9% recorded in January 2021. Steep budget deficit and the heavy debt repayment schedule for 2021 coupled with expectations of a recovery in the domestic economy may see pressure build on interest rates towards the latter half of 2021.

COLOMBO STOCK EXCHANGE (CSE) CONTINUED TO RECORD LOSSES

The All Share Price Index and S&P SL 20 Index continued its downward trajectory for a second month, declining by 4.75% and 3.93% during March 2021. Continuous foreign selling was seen on blue chip stocks with net foreign selling exceeded LKR 17.50 billion as at March 2021. Despite volatility witnessed during the first quarter, low interest rates and lack of viable alternative investment options may lead to market rallies in the short term.

Indika De Silva

Fund Manager

EQUITY OUTLOOK

	Past month Performance (Mar 2021)	Past 12 months Performance (Mar 2020 - Mar 2021)	Year to Date Performance (upto 31st Mar 2021)
All Share Price Index	-4.75%	55.77%	5.12%
S&P SL 20	-3.93%	46.35%	8.04%
MSCI Frontier Markets Index	0.33%	39.61%	0.85%
MSCI World Index	3.33%	54.03%	4.92%
MSCI Emerging Markets	-1.51%	58.39%	2.29%
MSCI Asia Ex Japan	-2.54%	57.31%	2.70%

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

The two main indices of the Colombo Stock Exchange (CSE), All Share Price Index (ASPI) and S&P SL 20 Index (S&P SL), continued to decline during March 2021.

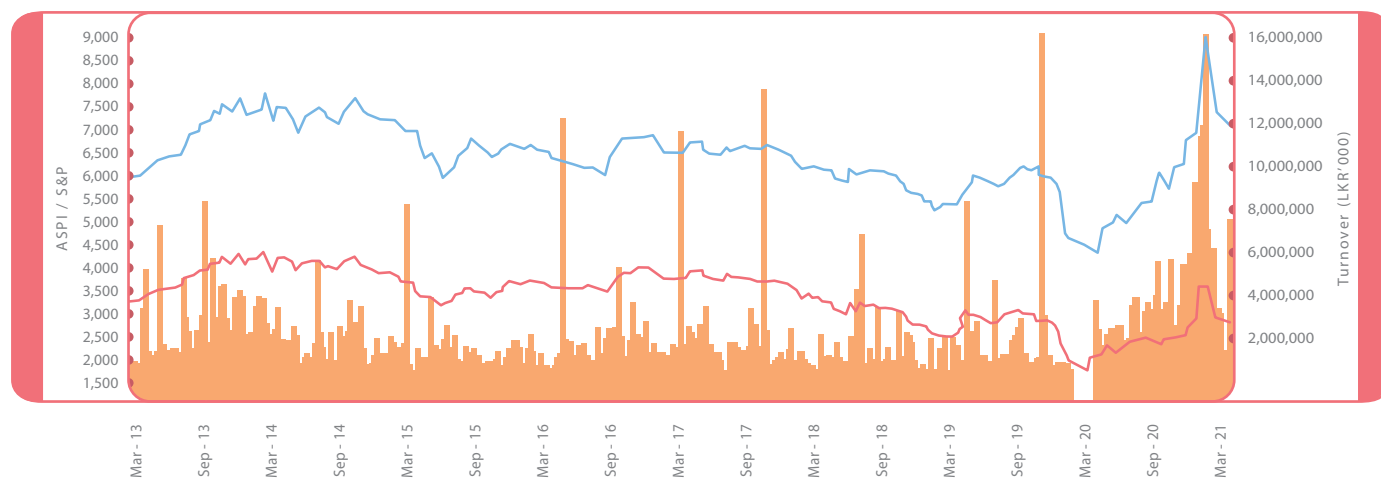
Profit taking, skepticism and negative market sentiment stemming from the events circulating around the UNHRC vote on Sri Lanka in late March may have been the main reasons for the continued dip in the two indices.

Developed markets outperformed emerging markets in March amid the rise in U.S. bond yields and the Dollar. Germany, U.S., and France were the better performing major global markets during March 2021.

Concerns of weakness in emerging market currencies and the expectations on higher growth rate in U.S. are prompting investors to reduce their exposure towards emerging markets.

During the first two months of 2021, emerging and frontier markets witnessed global investor interest mainly as a result of the weakness in the US Dollar. However, with the US Dollar strengthening, both markets may witness fund outflows.

Colombo Stock Exchange Performance



■ Turnover
 ■ S&P
 ■ ASPI

Source: www.cse.lk >

		Mar 2021	Mar 2020
CSE	Market PER	14.98 X	8.38 X
	Market PBV	1.12 X	0.85 X
	Market DY	2.31%	4.05%
MSCI Frontier Market	Market PER	15.14 X	10.02 X
	Market PBV	1.87 X	1.41 X
	Market DY	3.14%	5.34%

Source: www.cse.lk >

Foreign investors continued to exit the CSE, as net foreign selling for the month exceeded LKR 4 billion and reaching LKR 17.6 billion during the first quarter in 2021.

Colombo Stock Exchange	Jan-Mar 2021	Jan-Mar 2020
Foreign Inflows	LKR 14.97 Billion	LKR 30.54 Billion
Foreign Outflows	LKR 32.65 Billion	LKR 35.77 Billion
Net Foreign Inflows/(Outflows)	(LKR 17.68 Billion)	(LKR 5.23 Billion)

Source: www.cse.lk >

**“ BEWARE OF THE INVESTMENT ACTIVITY THAT
PRODUCES APPLAUSE; THE GREAT MOVES ARE
USUALLY GREETED BY YAWNS ”**

— Warren Buffett —



FIXED INCOME OUTLOOK

Interest Rates in Sri Lanka

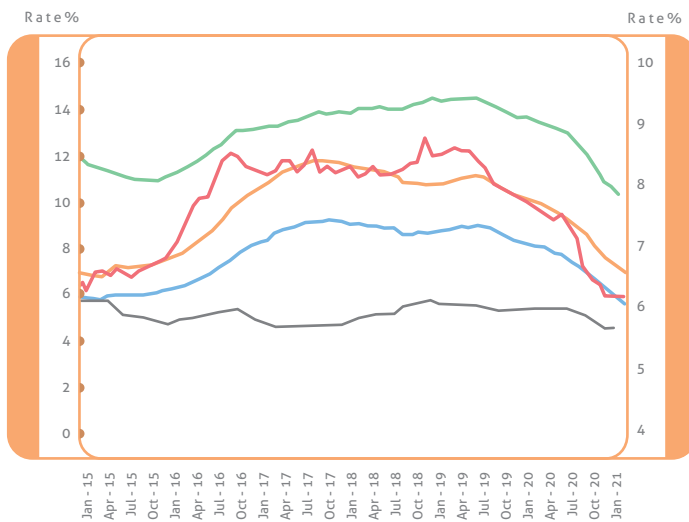
The Central Bank maintained the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) at 5.50% and 4.50% respectively at the monetary policy meeting held in March.

	Mar 20	Dec 20	Feb 21	Mar 21
364 Day T-bill	7.50%	5.03%	5.09%	5.11%
5-Year Bond	9.70%	6.63%	6.93%	6.86%
1-Year Finance Company Fixed Deposit Ceiling Rate	11.59%	6.88%	7.01%	7.01%

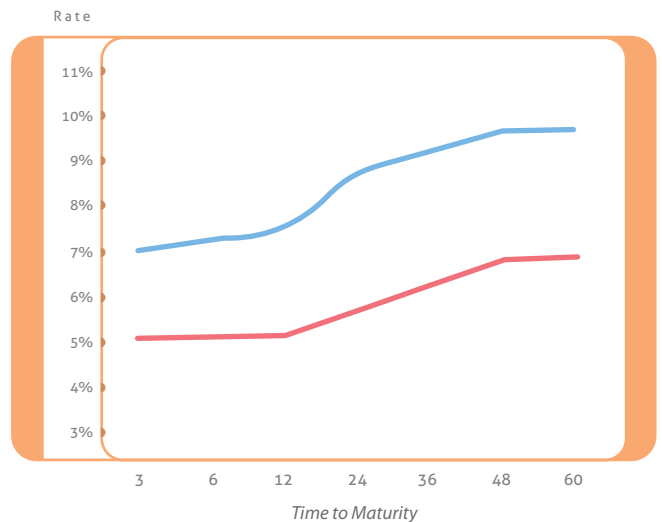
*Gross Rates provided. Net returns would change based on prevailing tax regulations.

Source: Central Bank of Sri Lanka >

AVERAGE LENDING & DEPOSIT RATES & SPREAD



YIELD CURVE - LKR TREASURIES



AWDR (%) | AWFDR (%) | AWLR (%) | AWPR (%) | Spread

Mar-20 | Mar-21

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

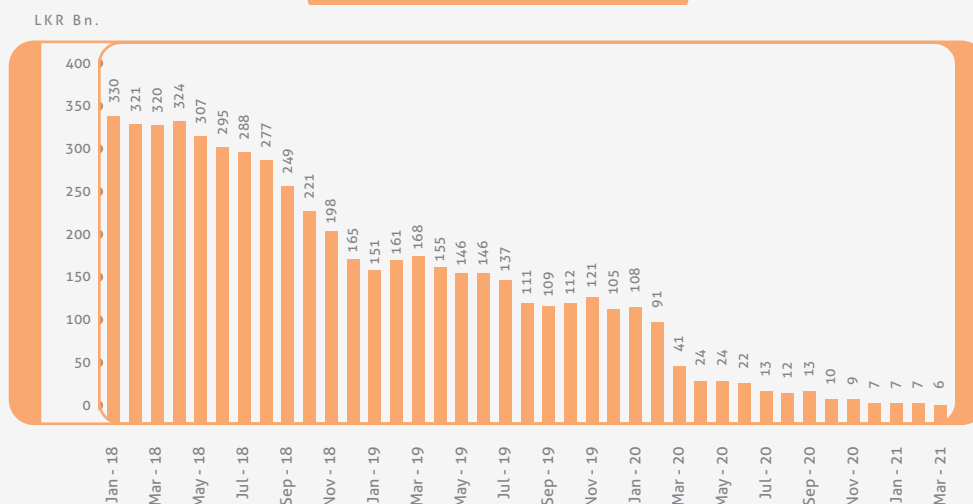
Treasury Bill rates increased across the board in March, with the benchmark 364-day T-Bill rate rising to 5.11% and the 91-day and 182-day T-Bills increasing to 5.04% and 5.08% respectively.

Broad money (M2b) growth increased marginally to 23.8% year-on-year in February, from the previous month's 23.7% whilst credit to the private sector accelerated to 7.8% year-on-year in February from 6.9% in January. Monthly private sector credit disbursements recovered during the month by LKR 79.4 bn or 1.3%, the highest since September following the second wave of the pandemic.

Outstanding LKR Govt. Securities LKR 7,648 Billion	
T Bills (Total)	T Bonds (Total)
LKR 1,687 Billion	LKR 5,961 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 7,642 Billion	LKR 6 Billion
Total Foreign Holding of Bills and Bonds: 0.08%	

Source: Central Bank of Sri Lanka >

FOREIGN HOLDING OF LKR G-SEC



Source: Central Bank of Sri Lanka >

Foreign holding of LKR denominated bills and bonds continued to fall, declining by LKR 0.86 bn, in March to a low of 0.08%, and foreigner investors remained net sellers on a year to date basis at LKR 0.67 bn.

1 Year FD Rates - Sri Lankan Banks

	Mar 2021	Feb 2021
NSB	5.00%	5.00%
COMB	4.50%	4.50%
SAMP	4.25%	4.50%
HNB	4.50%	4.50%
NDB	5.00%	5.25%

Rates on Credit Cards

Mar 21

HSBC	18.00%
SCB	18.00%
Sampath	18.00%
NDB	18.00%
AMEX	18.00%

Source: Respective Commercial Banks >

Sampath and NDB reduced their fixed deposit rates during the month of March.

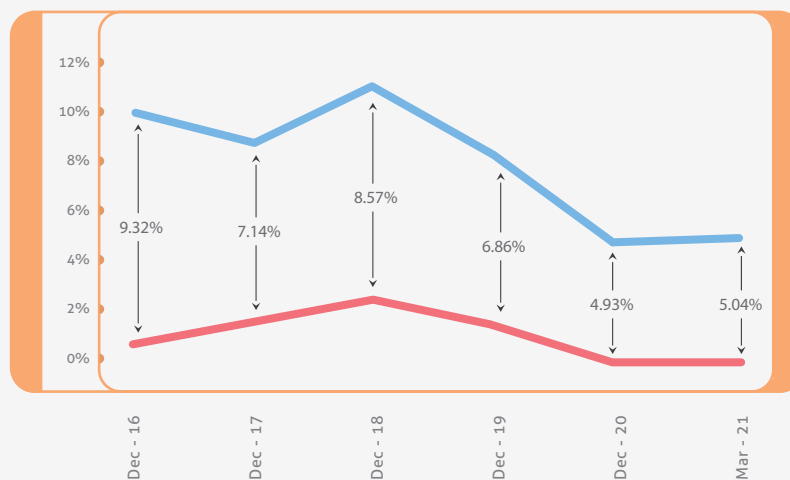
NDBIB CRISIL Fixed Income Indices Total return as at 31/03/2021	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	1.08%	5.72%	7.73%
NDBIB-CRISIL 364 Day T-Bill Index	1.03%	7.78%	9.24%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	1.00%	14.15%	12.89%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	0.49%	16.75%	14.11%

Source: www.crisil.com >

Central Bank Policy Rates	2018	2019	2020	Latest
Sri Lanka	8.00%	7.00%	4.50%	4.50%
US	2.25% - 2.50%	1.50% - 1.75%	0.00% - 0.25%	0.00% - 0.25%
Euro Zone	0.00%	0.00%	0.00%	0.00%
Australia	1.50%	0.75%	0.10%	0.10%
India	6.50%	5.15%	4.00%	4.00%

Source: www.cbrates.com >

1 YEAR TREASURY RATE - USD Vs. LKR & SPREAD



Sri Lanka US

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

364 Day Treasury Bill Rate	Mar 20	Dec 20	Feb 21	Mar 21
Sri Lanka	7.50%	5.03%	5.09%	5.11%
India	4.86%	3.44%	3.68%	3.78%
US	0.17%	0.10%	0.08%	0.07%
Euro Zone	-0.69%	-0.76%	-0.65%	-0.69%

Source: Respective Central Banks >

The Fed maintained a dovish policy stance, leaning towards keeping interest rates unchanged through 2023 despite upgrades to their economic outlook.

Prominent emerging market central banks (Brazil, Turkey, Russia) surprised by hiking rates stronger than expected, reflecting the domestic challenges posed by high inflation and rising US Treasury yields.

	Rates on Savings Accounts Mar 2021
Sri Lanka	3.50%
US	0.01%
Euro Zone	0.11%
Australia	0.35%
India	3.00%

Source: Respective Commercial Banks >

**“ PLANNING AND SAVING FOR THE HOLIDAYS
SHOULD HAPPEN MONTHS IN ADVANCE ”**

— NDB Wealth —



INFLATION RATES

Country	Mar 20	Dec 20	Feb 21	Mar 21
Sri Lanka	5.37%	4.23%	3.34%	4.12%
US	1.54%	1.36%	1.68%	1.68%*
Euro Zone	0.75%	-0.27%	0.94%	0.94%*
India	5.84%	4.59%	5.03%	5.03%*

*Feb 2021

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

Inflation as measured by the CCPI (2013=100), edged up to 4.1% in March on a year-on-year basis from the previous month's 3.3% primarily due to the base effect. During the month in fact, the index declined 0.1% with food prices falling by 1.6% whilst non-food prices rose 0.5%. Within the food category, prices of mainly vegetables, green chilli, and fish decreased whilst prices of restaurants and hotels, and clothing and footwear drove non-food prices up.

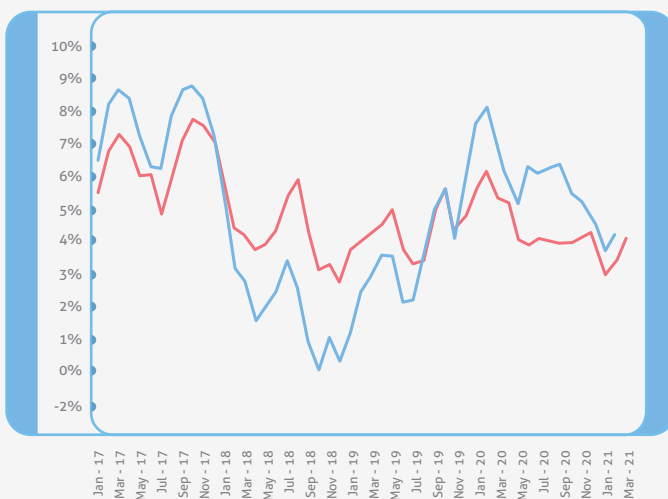
On an annual average basis inflation slowed to 4.0% in March.

Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport) increased to 3.1% year-on-year, however remained flat on an annual average basis at 3.0% in March.

We expect to see pressure building on inflation, particularly during the second half of the year owing to demand side factors as well as higher commodity prices.

On the global front, both U.S. and Euro zone inflation increased to 1.68% and 0.94% respectively in February.

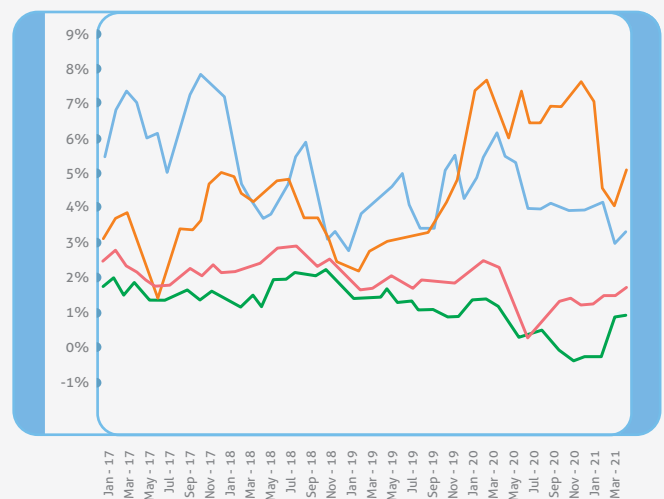
INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



CCPI NCPI

Source: Department of Census and Statistics Sri Lanka >

GLOBAL INFLATION RATES



Sri Lanka US
Euro zone India

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

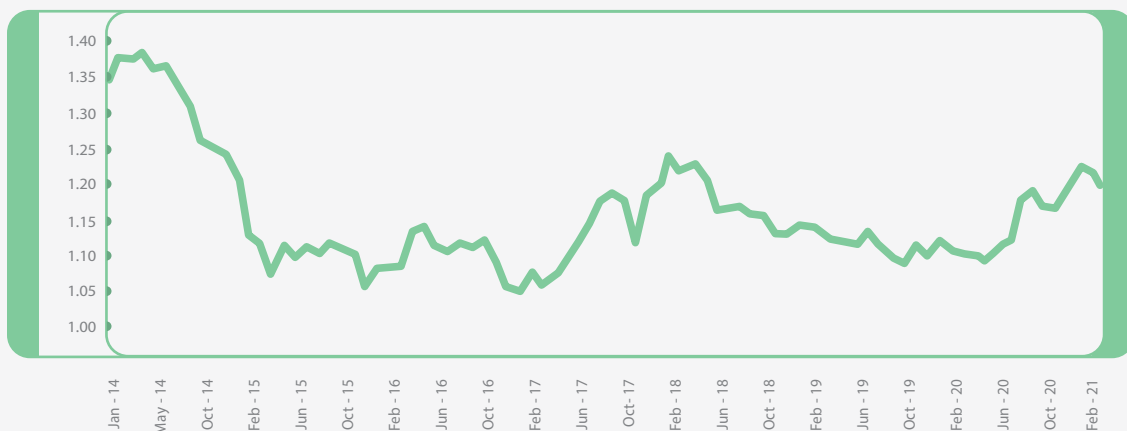
FOREX OUTLOOK

Exchange Rates Vs. LKR	Mar 20	Dec 20	Mar 21	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	188.62	186.41	199.04	-5.23%	-6.34%
GBP	232.67	254.35	273.23	-14.85%	-6.91%
EURO	207.96	229.42	233.09	-10.78%	-1.58%
YEN	1.74	1.81	1.80	-3.37%	0.63%
AUD	116.46	143.66	151.33	-23.04%	-5.07%
CAD	133.11	146.35	157.67	-15.58%	-7.18%
INR	2.50	2.55	2.61	-4.18%	-2.31%
BHD	500.73	494.38	527.11	-5.01%	-6.21%
CNY	26.57	28.59	30.32	-12.25%	-5.70%

Source: Central Bank of Sri Lanka >

- The Sri Lankan Rupee depreciated steeply against the U.S. Dollar in March by 2.53% to close the month at LKR 199.04. On a year to date basis the LKR has depreciated by 6.35%.
- However, the Rupee appreciated 0.39% against the Pound Sterling and 1.22% against the Euro during the month.
- The U.S. Dollar gained versus most currencies as global geopolitical tensions and pandemic-linked concerns increased the greenback's safe-haven appeal.
- The firmer dollar dragged down Asia's emerging currencies on the back of stronger U.S. economic recovery and fresh lockdown restrictions.
- The Pound Sterling strengthened against the Euro as the UK started easing its Covid-19 restrictions whilst the eurozone began to grapple with a third wave of infections.

USD PER 1 EURO MOVEMENT



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

COMMODITY OUTLOOK

	Past month Performance (Mar 2021)	Past 12 months Performance (Mar 2020 - Mar 2021)	Year to Date Performance (up to 31st Mar 2021)
Bloomberg Commodity Index	-2.16%	34.89%	6.91%
Gold	-4.97%	7.93%	-7.54%
Tea	-0.19%	7.58%	-2.83%
Oil (Brent)	5.21%	97.67%	30.72%

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

The Bloomberg Commodity Index, which tracks 23 commodity futures markets, declined by 2.16% during March 2021. However, the past 12 months returns recorded a gain of 34.89%, mainly as a result of the base effect (Bloomberg Commodity index hit an all-time low in April 2020).

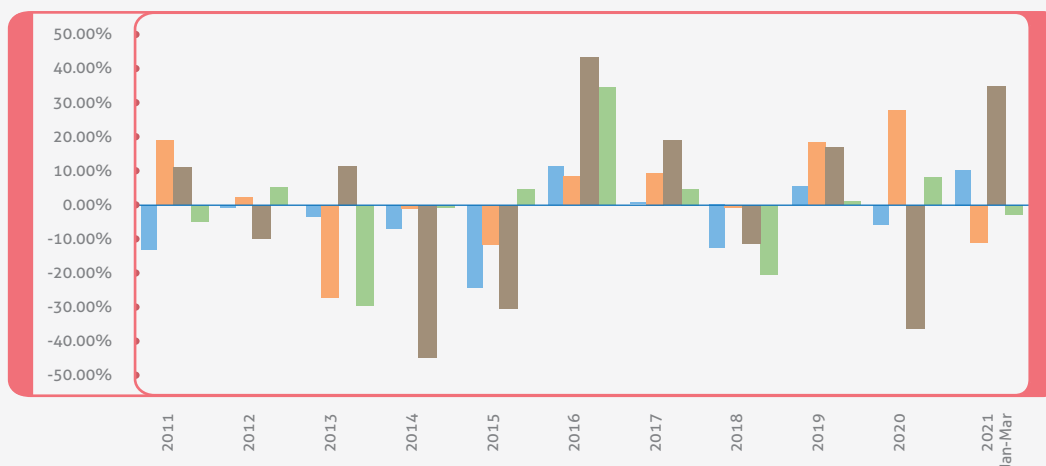
The year to date return on commodity index remains positive as several commodity categories have witnessed a considerable bullish sentiment. One of the main reasons for this rally has been the weakness of the U.S. Dollar, which is the de facto currency used to price majority of the global commodities (A weak dollar means commodities are cheaper for global buyers when converted back into their domestic currencies).

Oil prices continued to increase during March 2021, as the 12-month return exceeded 97.50%.

The decision to curb the supply cuts by OPEC+ could be considered a vote of confidence in the outlook for energy demand. However, there are still significant risks, such as the uptick in cases in certain countries, which attest to a complex global picture.

On the contrary, gold prices continued to decline in March 2021 as the sentiment on the yellow metal turned sluggish with the expectations of a gradual global economic recovery weighing down on the precious metal.

Commodity Price Movements



DJUBS Gold Oil Tea

Source: NDB Wealth Research >

PROPERTY OUTLOOK

The industry expects that in the next 2 – 3 years, Sri Lanka will face an under-supply of apartments and other real estate assets and drive the industry to becoming a sellers' market.

The historical low interest rates have stimulated the real-estate market during 2020 that has improved the absorption rate of apartments in Colombo.

Further, the industry expects that the diaspora interest will spur with a weak rupee and easing of travel restrictions.

However, developers would experience cost escalations with the weakening Rupee which, coupled with import restrictions, will reduce margins if escalations cannot be passed on. This, in turn, may result in depleting interest on the side of developers to engage in new projects, leading to a supply shortage of apartments.

The views were among the concerns expressed by several industry experts at a webinar organized by RIU, including the Managing Director of Sanken, who further went on to elaborate that FDI flows have been concerning, witnessing historic lows amid the Easter Sunday attacks and the pandemic, with countries such as Bangladesh overtaking Sri Lanka in FDI secured for real-estate investments.

However, given the historical low mortgage rates, it is expected that the residential real-estate market would recover and surge faster than the commercial real-estate sector.

While an under supply of residential real-estate is not expected to be experienced in the short term, given the continued weakening of the rupee and the resulting escalation in cost of construction, investors could consider real-estate investments as a hedge against currency depreciation.

Source: Sunday Times – Sri Lanka real estate market set to face under supply of apartment stock >

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 March 2021									
Profit Sharing Ratio*	30:70	-	60:40	65:35	75:25	80:20	85:15	-	90:10
Distributed Profit	2.22%	-	4.07%	4.44%	4.81%	5.92%	6.29%	-	6.66%
Bank of Ceylon Islamic Business Unit - As of March 2021									
Profit Sharing Ratio*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	1.40%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of March 2021									
Profit Sharing Ratio*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	1.71%	-	2.11%	2.48%	2.91%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of March 2021 (Published Quarterly)									
Profit Sharing Ratio*	30:70	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	3.25%	-	3.25%	3.50%	4.50%	-	-	-	-
National Development Bank PLC-"Shareek" Islamic Banking unit - As of March 2021									
Profit Sharing Ratio* (3Mn - 50Mn)	40:60	60:40	65:35	40:60	65:35	-	-	-	-
Distributed Profit	3.20%	3.75%	4.00%	4.50%	5.40%	-	-	-	-
Citizen Development Business Finance PLC- Islamic Banking unit - As of August 2019									
Profit Sharing Ratio*	32:68	52:48	52:48	52:48	55:45	62:38	62:38	-	-
Distributed Profit	6.43%	8.23%	8.64%	9.24%	11.05%	11.65%	12.25%	-	-
Commercial Leasing & Finance PLC- Islamic Finance - As of March 2021									
Profit Sharing Ratio*	30:70	37:63	38:62	40:60	47:53	49:51	50:50	52:48	54:46
Distributed Profit	4.50%	5.11%	5.36%	5.61%	7.11%	7.86%	8.14%	8.36%	8.80%
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of March 2021									
Profit Sharing Ratio*	25:75	31:69	34:66	36:64	38:62	-	-	-	-
Distributed Profit	3.40%	4.22%	4.62%	4.90%	5.17%	-	-	-	-
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of March 2021									
Profit Sharing Ratio*	30:70	48:72	50:50	53:47	59:41	66:34	68:32	70:30	72:28
Distributed Profit	3.80%	5.01%	5.26%	5.51%	7.01%	7.86%	8.36%	8.36%	8.86%
Peoples Leasing Islamic Business Unit - March 2021									
Profit Sharing Ratio*	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	3.45%	-	4.60%	4.99%	5.75%	-	-	-	-

* 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 JULY 2019

Beverages and Food	Singer Industries (Ceylon) Plc
Bairaha Farms PLC	Teejay Lanka PLC
Dilmah Ceylon Tea Company PLC	Power & Energy
Kotmale Holdings PLC	Lanka IOC PLC
Nestle Lanka PLC	Lotus Hydro Power PLC
Renuka Agri Foods PLC	Vallibel Power Erathna PLC
Tea Smallholder Factories PLC	Vidullanka PLC
Chemicals and Pharmaceuticals	Services
Union Chemicals Lanka Plc	Lake House Printing & Publishers PLC
Diversified Holdings	Stores & Supplies
Hemas Holdings PLC	Gestetner of Ceylon PLC
Healthcare	Hunter & Company PLC
Asiri Surgical Hospitals PLC	Trading
Manufacturing	Office Equipment PLC
ACL Plastics PLC	Motors
Bogala Graphite Lanka PLC	Autodrome PLC
Ceylon Grain Elevators PLC	Plantations
Chevron Lubricants Lanka PLC	Aitken Spence Plantation Managements PLC
Lanka Ceramic PLC	Elpitiya Plantations PLC
Richard Pieris Exports PLC	Hatton Plantations PLC
Sierra Cables PLC	Namunukula Plantation PLC

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

NOTE 1: The White List has taken to consideration based on the December 2018 company financials

NOTE 2: Removals – Amana Takaful PLC, Amana Takaful Life PLC, Amana Bank PLC, Harischandra Mills PLC, Raigam Wayamba Salterns PLC, Renuka Foods PLC, Three Acre Farms PLC, Chemanex PLC, Haycarb PLC, Industrial Asphalts (Ceylon) PLC, J.L. Morison Son & Jones (Ceylon) PLC, Access Engineering PLC, Lankem Developments PLC, Expolanka Holdings PLC, Sunshine Holdings PLC, Ceylon Leather Products PLC, Hayleys Fabric PLC, Odel PLC, Ceylon Hospitals PLC (Durdans), Singhe Hospitals PLC, Ascot Holdings PLC, Lanka Century Investments PLC, Renuka Holdings PLC, Colombo Land & Development Company PLC, Serendib Engineering Group PLC, Abans Electricals PLC, ACL Cables PLC, Agstar Fertilizers PLC, Alufab PLC, Alumex PLC, B P P L Holdings PLC, Central Industries PLC, Dankotuwa Porcelain PLC, Dipped Products PLC, Kelani Cables PLC, Lanka Aluminium Industries PLC, Lanka Tiles PLC, Lanka Walltiles PLC, Laxapana Batteries PLC, Piramal Glass Ceylon PLC, Printcare (Ceylon) PLC, Regnis(Lanka) PLC, Royal Ceramic Lanka PLC, Samson International, Swadeshi Industrial Works PLC, Swistek Ceylon PLC, Tokyo Cement (Company) PLC, C M Holdings PLC, Diesel & Motor Engineering PLC, Sathosa Motors PLC, United Motors Lanka PLC, Balangoda Plantations PLC, Bogawantalawa Tea Estates PLC, Horana Plantations PLC, Kahawatte Plantation PLC, Kelani Valley Plantations PLC, Madulsima Plantations PLC, Malwatte Valley Plantations PLC, Maskeliya Plantations PLC, Talawakelle Tea Estates PLC, Udapussellawa Plantations PLC, Watawala Plantations PLC, Hapugastanne Plantations PLC, Panasian Power PLC, Paragon Ceylon PLC, Dialog Axiata PLC, Sri Lanka Telecom PLC, C. W. Mackie PLC, Eastern Merchants PLC

NOTE 3: Additions – Kotmale Holdings PLC, Hemas Holdings PLC, Hatton Plantations PLC

UNIT TRUST FUNDS OFFERED BY NDB WM



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

Fund Overview

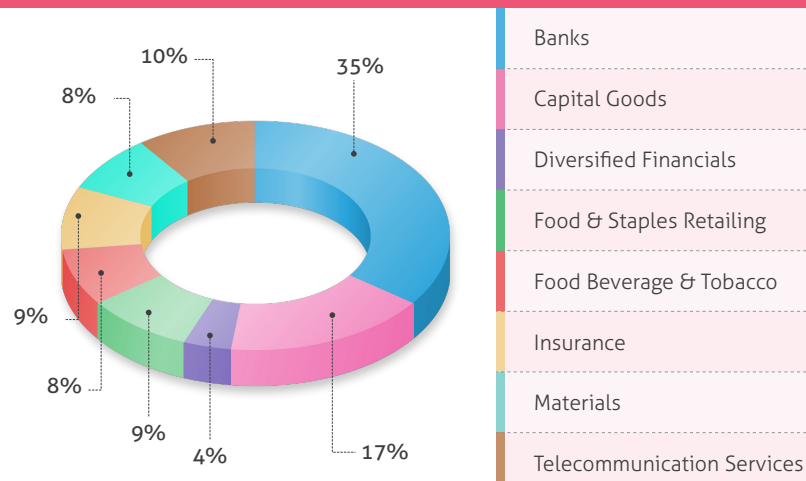
NDB Wealth Growth Fund

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.

Equity Allocation



Historical Returns

Period	Fund Returns *	ASPI Returns
Last Month	-11.50%	-13.75%
Last 3 months	11.07%	19.74%
Last 6 months	21.35%	40.29%
Last 12 months	13.91%	33.68%
Year 2020	-4.46%	10.52%
Year 2019	-0.59%	1.27%

* After fees, excluding front end and back end loads

Fund Snapshot

28-Feb-21

YTD Yield	6.73%
NAV per unit	10.35
AUM (LKR Mn.)	289.50
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.57%
Max Equity Allocation	97.00%
Current Equity Allocation	85.85%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

ACCESS ENG LTD
COMMERCIAL BANK OF CEYLON PLC
DIALOG AXIATA PLC
HATTON NATIONAL BANK PLC
PEOPLES INSURANCE LTD

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	14.15%
Average Duration	0.0007
Maturity	% Holding
Under 1 Month	100.00%

Other Features

Valuation	Daily Valuation Instruments less than one year - cost plus accrued basis. Instruments greater than one year - n/a.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions to listed equity 15% of NAV; maximum exposure restrictions on fixed income investments depend on the features of each security, (Ex: Rated, Guaranteed, etc.), and are regulated by the Trustee and the SEC.
Fee Details	Management Fee : 2.25% p.a. of NAV. Trustee fee : 0.10 - 0.19% p.a. of NAV. Custodian fee : 0.05% p.a. of NAV, depending on fund size Front-end fee : 2% / Exit fee : 1% if less than 1 year ; 0 if greater than 1 year.
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Bank of Ceylon

Disclaimer

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Fund Overview

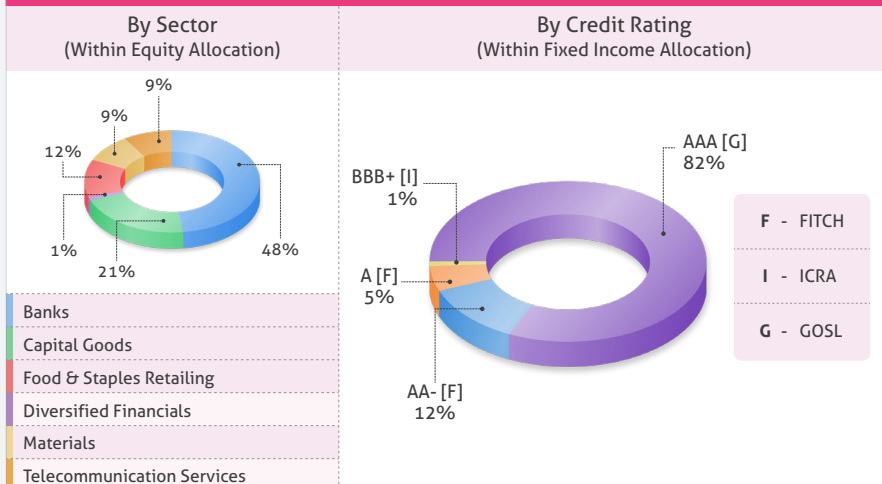
NDB Wealth Growth and Income Fund

Type: Open Ended
Currency: LKR

Investments: Listed Equities and Corporate Debt
ISIN: LKNWGIU00004

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

Portfolio Allocation



Fund Snapshot

28-Feb-21

YTD Yield	5.58%
NAV per unit	45.48
AUM (LKR Mn.)	2,982.81
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.78%
Max Equity Allocation	97.00%
Current Equity Allocation	71.61%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

CARGILLS (CEYLON) PLC
COMMERCIAL BANK OF CEYLON PLC
HATTON NATIONAL BANK PLC
JOHN KEELLS HOLDINGS PLC
SAMPATH BANK PLC

Historical Returns

Period	Fund Returns*	ASPI Returns
Year to Date	5.58%	10.36%
Last month	-9.78%	-13.75%
Last 3 months	8.05%	19.74%
Last 6 months	12.00%	40.29%
Last 12 months	18.85%	33.68%
Year 2020	9.82%	10.52%
Year 2019	11.09%	1.27%

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

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	28.39%
Average Duration	0.05
Maturity	% Holding
Under 3 Months	97.22%
3 Months - 6 Months	0.55%
6 Months - 1 Year	0.83%
1 Year - 5 Years	1.40%

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

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Fund Overview

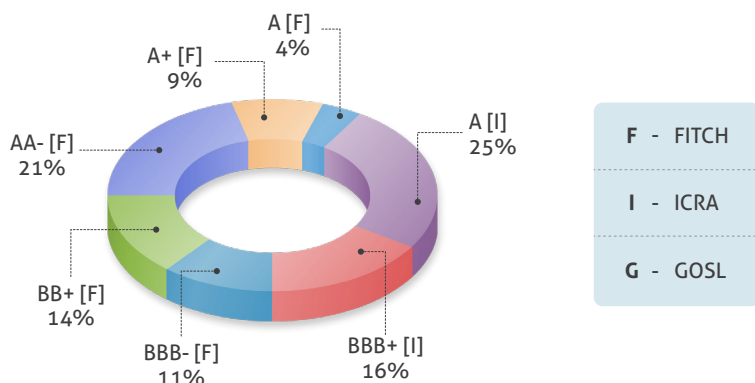
NDB Wealth Income Fund

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.

Portfolio Allocation By Credit Rating



Fund Snapshot

28-Feb-21

YTD Yield	1.25%
YTD Yield (Annualized)	7.71%
NAV per unit	16.1099
AUM (LKR Mn.)	384.86
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.39%
Average Maturity (Yrs)	1.22
Average Duration	0.94

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	13.32%	4.00%
1 Month - 3 Months	8.52%	9.50%
3 Months - 6 Months	35.32%	10.20%
6 Months - 1 Year	20.33%	11.40%
1 Year - 5 Years	22.51%	12.50%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	1.25%	7.71%
Last month	0.51%	6.68%
Last 3 months	1.99%	8.06%
Last 6 months	4.10%	8.26%
Last 12 months	11.91%	11.91%
Year 2020	13.12%	13.12%
Year 2019	12.97%	12.97%

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

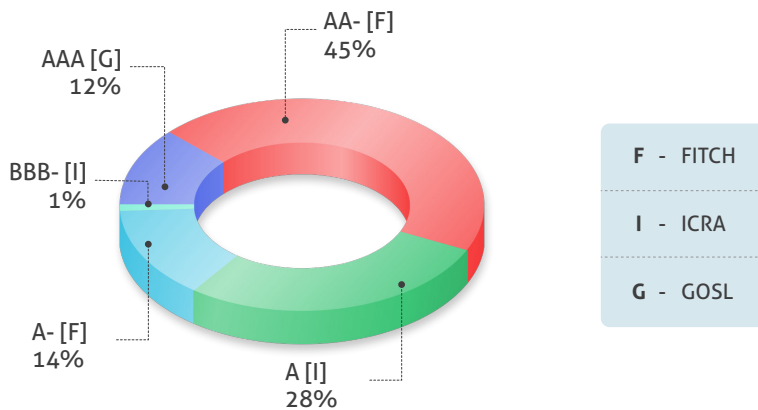
NDB Wealth Income Plus Fund

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



Fund Snapshot

28-Feb-21

YTD Yield	1.32%
YTD Yield (Annualized)	8.18%
NAV per unit	17.1757
AUM (LKR Mn.)	21.87
Fund Currency	LKR
Fund Inception	7-Apr-16
Expense Ratio	0.80%
Average Maturity (Yrs)	0.09
Average Duration	0.08

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	54.70%	6.58%
1 Month - 3 Months	45.30%	5.50%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	1.32%	8.18%
Last month	0.53%	6.91%
Last 3 months	2.19%	8.89%
Last 6 months	4.86%	9.80%
Last 12 months	11.21%	11.21%

Other Features

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

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Fund Overview

NDB Wealth Money Fund

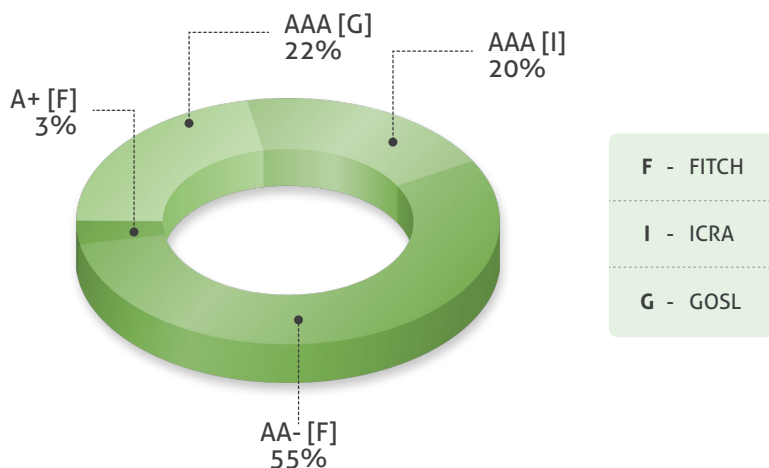
Type: Open Ended
Currency: LKR

Investments: Short Term 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.

Portfolio Allocation By Credit Rating



Fund Snapshot

28-Feb-21

YTD Yield	0.87%
YTD Yield (Annualized)	5.38%
NAV per unit	20.7224
AUM (LKR Mn.)	927.78
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.79%
Average Maturity (Yrs)	0.21
Average Duration	0.20

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	28.01%	4.87%
1 Month - 3 Months	34.12%	6.50%
3 Months - 6 Months	37.87%	5.90%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	0.87%	5.38%
Last month	0.39%	5.15%
Last 3 months	1.35%	5.49%
Last 6 months	3.05%	6.16%
Last 12 months	7.51%	7.51%
Year 2020	8.20%	8.20%
Year 2019	10.24%	10.24%

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.

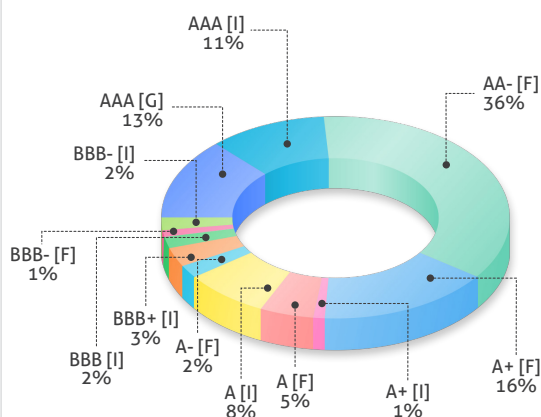
The Fund aims to provide liquidity to investors while enhancing returns by investing in a diversified portfolio of short term corporate debt securities with maturities less than 365 days

Fund Snapshot

28-Feb-21

YTD Yield	0.97%
YTD Yield (Annualized)	6.01%
NAV per unit	23.6786
AUM (LKR Mn.)	84,944.30
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.80%
Average Maturity (Yrs)	0.29
Average Duration	0.27

Portfolio Allocation By Credit Rating



Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	21.81%	5.52%
1 Month - 3 Months	30.32%	6.70%
3 Months - 6 Months	36.58%	6.80%
6 Months - 1 Year	11.28%	6.20%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	0.97%	6.01%
Last month	0.45%	5.86%
Last 3 months	1.52%	6.16%
Last 6 months	3.28%	6.62%
Last 12 months	8.43%	8.43%
Year 2020	9.46%	9.46%
Year 2019	11.73%	11.73%

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

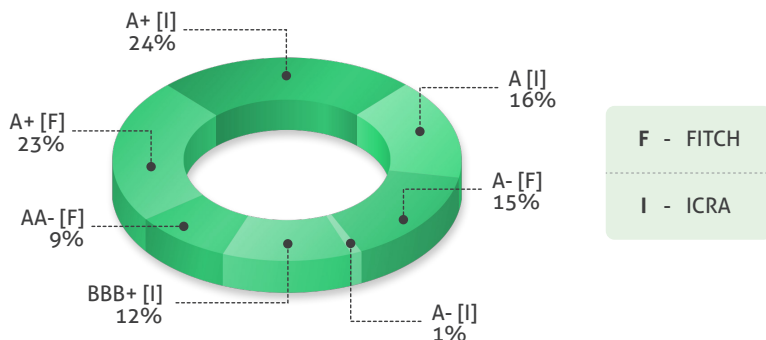
Type: Open Ended
Currency: LKR

Investments: Short Term Shariah Compliant Investments
ISIN: LKNWISU00009

NDB Wealth Islamic Money Plus Fund is an open-ended money market fund incorporated in Sri Lanka, invested exclusively in short term LKR based Shariah compliant investments including Mudharabah term deposits, Mudharabah savings deposits, Wakala investments and sukuk investments less than 366 days.

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

Portfolio Allocation By Credit Rating



Fund Snapshot

28-Feb-21

YTD Yield	0.87%
YTD Yield (Annualized)	5.35%
NAV per unit	16.3820
AUM (LKR Mn.)	1,066.63
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.15%
Average Duration	0.24

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	29.55%	3.86%
1 Month - 3 Months	17.10%	5.70%
3 Months - 6 Months	41.92%	7.10%
6 Months - 1 Year	11.43%	8.00%

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 / 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

Shariah Supervisory Board

Shafique Jakhura	Mufti
Muhammed Huzaifah	Maulana

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	0.87%	5.35%
Last month	0.40%	5.26%
Last 3 months	1.42%	5.75%
Last 6 months	3.29%	6.64%
Last 12 months	8.21%	8.21%

Other Features

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

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Fund Overview

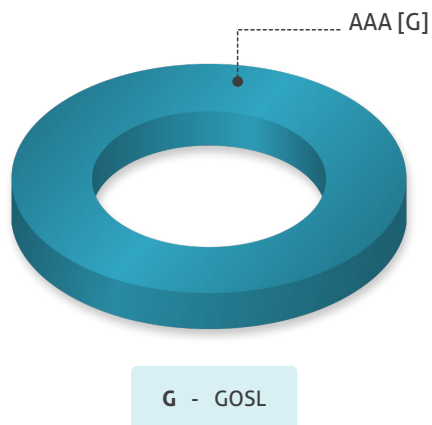
NDB Wealth Gilt Edged Fund

Type: Open Ended
Currency: LKR

Investments: Government of Sri Lanka Securities
ISIN: LKNWGEU00003

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

Portfolio Allocation By Credit Rating



Fund Snapshot

28-Feb-21

YTD Yield	0.62%
YTD Yield (Annualized)	3.86%
NAV per unit	18.7667
AUM (LKR Mn.)	61.11
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.52%
Average Maturity (Yrs)	0.1
Average Duration	0.09

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	16.80%	4.70%
1 Month - 3 Months	83.20%	5.10%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	0.62%	3.86%
Last month	0.30%	3.85%
Last 3 months	0.99%	4.01%
Last 6 months	1.63%	3.28%
Last 12 months	9.60%	9.60%
Year 2020	10.14%	10.14%
Year 2019	19.12%	19.12%

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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