



ASSET
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PRIVATE
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MY WEALTH
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MARKET UPDATE AND FUND REVIEW

!t's time

NDB | WEALTH

2022
AUGUST

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MARKET BRIEF BY NDB WEALTH

INTERIM BUDGET

The key focus of the interim budget was on extending social safety nets by providing relief to vulnerable parties affected by the economic crisis whilst a large part of the new revenue adjustments that were proposed in May 2022 will come into effect from October 2022.

INFLATION SOARS

Inflation as measured by the CCPI soared to 64.3% in August on a year-on-year basis from the previous month's 60.8% the highest on record in recent history due to increases in both food and non-food prices with food prices increasing by 93.7% and non-food prices rising by 50.2% on a year-on-year basis. We expect overall inflation to remain elevated as supply side issues and cost-reflective pricing on essential items continue to exert pressure on inflation.

THE RUPEE CONTINUES TO FALL

The Sri Lankan Rupee depreciated marginally by 0.10% against the USD in August to close the month at LKR 361.15, and continues to be a net loser on a year to date basis at 44.50%. The CBSL was a net seller of foreign exchange in the market in July amounting to USD 158.93 mn., whilst gross official reserves stood at USD 1.82 bn. Restricted foreign fund inflows, inadequate worker remittances and limited tourism receipts continue to exert pressure on the Rupee.

INTEREST RATES CONTINUE TO RISE

Interest rates continued to increase through August with the benchmark 364-day T-Bill rate rising to 29.83%. Foreign holding of LKR denominated government securities fell marginally by LKR 0.15 bn. during the month however foreign investors were net buyers on a year to date basis at LKR 2.26 bn. Credit to the private sector slowed to 17.1% in June signaling the impact of monetary tightening on credit demand. We expect, the path towards monetary and fiscal stability and an agreement with the International Monetary Fund (IMF) to ease pressure off interest rates from current levels; however, any uncertainties surrounding domestic debt restructuring may lead to volatility in interest rates.

STOCK MARKET RALLIES

The stock market rallied in August with the All Share Price Index (ASPI) rising by 17.33% and the S&P SL 20 index increasing 19.63% amidst renewed investor confidence on expectation of the government reaching a staff level agreement with the IMF. Foreign investors were however net sellers on the bourse in August, amounting to LKR 0.20 bn and remained net sellers amounting to LKR 0.58 bn on a year-to-date basis. Given macro-economic uncertainties and weak earnings expectations during the second half of the year, we expect the equity market to be range-bound, not ruling out the possibility of intermittent rallies we may witness from time to time.

Amaya Nagodavithane

Fund Manager

EQUITY OUTLOOK

	Past month Performance (Aug 2022)	Past 12 months Performance (Aug 2021 - Aug 2022)	Year to Date Performance (Jan - Aug 2022)
All Share Price Index	17.33%	0.82%	-25.80%
S&P SL 20	19.63%	-12.95%	-30.81%
MSCI Frontier Markets Index	1.85%	-16.30%	-17.91%
MSCI World Index	-4.14%	-14.67%	-17.50%
MSCI Emerging Markets	0.45%	-21.48%	-17.23%
MSCI Asia Ex Japan	1.78%	-16.56%	-12.29%

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

The Colombo Stock Exchange sustained its' bullish sentiment with both indices recording positive movement. The All Share Price Index (ASPI) and S&P SL 20 Index (S&P SL) rose by 17.33% and 19.63% respectively, during August 2022.

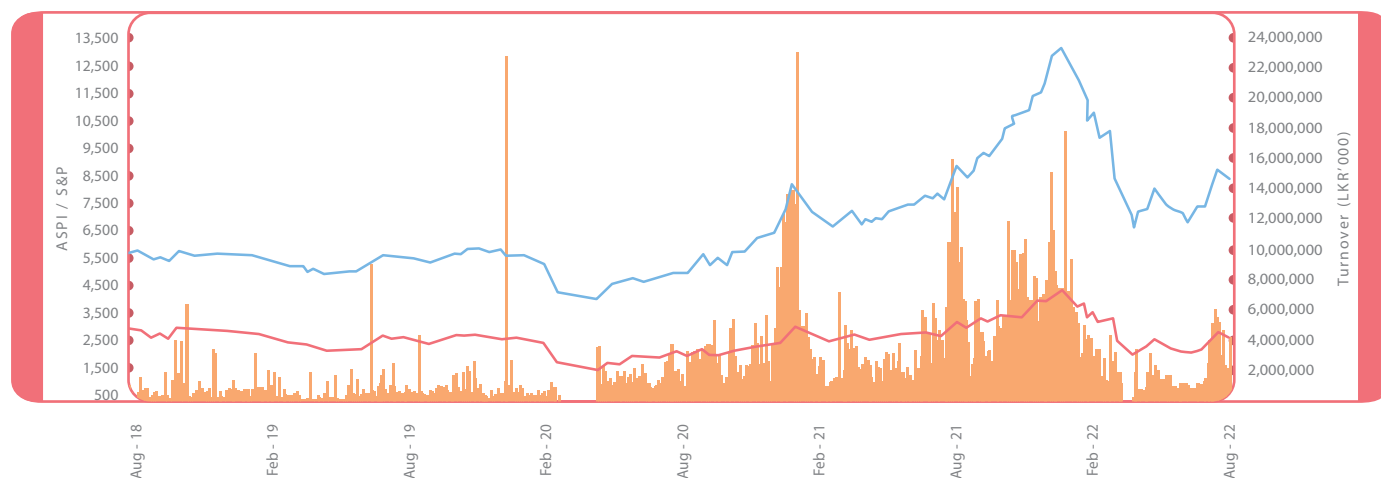
The current mini bull run witnessed by the CSE may be as a result of the exceptional performance of selected counters in the food & beverage and plantation sectors.

U.S. stocks declined by 3% during the month of August amid the statement by the Chairman of the Federal Reserve (Central Bank of the U.S.) that a further interest rate hike could be imposed. Despite the Federal Reserve's decision to raise interest rates to control inflation, many investors are concerned that this could halt economic growth and cause a recession.

Similar to the U.S., Eurozone shares fell amid inflation worries, particularly in the form of high gas and electricity prices. The annual consumer price index (CPI) inflation is estimated to be up by 9.1% in August owing to the energy crisis across Europe. The crisis was further intensified with Russia threatening to stop supplying natural gas to Germany through the Nord Stream 1 pipeline and several nuclear plants in France delaying reopening after maintenance.

Emerging markets (EM) equities posted marginally positive returns in August compared to developed markets. Turkey, Brazil, Thailand, Chile, Saudi Arabia and Qatar all outperformed the MSCI Emerging Markets Index. China delivered a small return but failed to outperform the index.

Colombo Stock Exchange Performance



■ Turnover
 ■ S&P
 ■ ASPI

Source: www.cse.lk >

		Aug 2022	Aug 2021
CSE	Market PER	4.90 X	10.91 X
	Market PBV	0.83 X	1.26 X
	Market DY	4.32%	2.97%
MSCI Frontier Market	Market PER	10.99 X	16.54X
	Market PBV	1.87 X	2.20 X
	Market DY	3.90%	2.62%

Despite weak macroeconomic conditions, the equity market showed positive performance in August amid investor fears of a local debt restructuring routing fund flows to equity from treasury securities.

Net Foreign Inflows remain negative at - LKR 0.59 billion; albeit much lower than the LKR 37.96 billion net outflows recorded during the same period last year.

Colombo Stock Exchange	Jan-Aug 2022	Jan-Aug 2021
Foreign Inflows	LKR 29.96 Billion	LKR 26.25 Billion
Foreign Outflows	LKR 30.55 Billion	LKR 64.21 Billion
Net Foreign Inflows/(Outflows)	(LKR 0.59 Billion)	(LKR 37.96 Billion)

Source: www.cse.lk >

**“ INVESTORS SHOULD OWN A CONCENTRATED
PORTFOLIO OF HIGH-QUALITY BUSINESSES
THAT CAN DELIVER STRONG ORGANIC GROWTH
EVEN IF THE ECONOMY FALTERS ”**

— Michael Burry —



FIXED INCOME OUTLOOK

Interest Rates in Sri Lanka

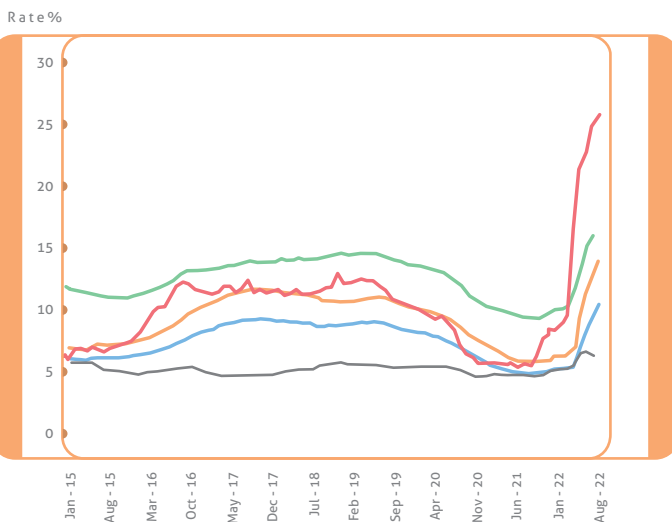
The Central Bank maintained the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) at 15.50% and 14.50% respectively during August 2022.

	Aug 21	Dec 21	Jul 22	Aug 22
364 Day T-bill	5.93%	8.24%	29.53%	29.83%
5-Year Bond	8.29%	10.70%	23.10%	24.39%
1-Year Finance Company Fixed Deposit Ceiling Rate	7.21%	9.88%	31.33%	31.33%

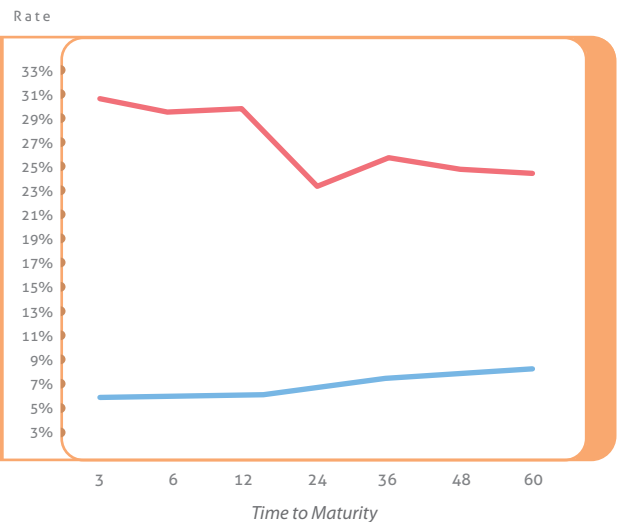
* Gross Rates provided. Net returns would change based on prevailing tax regulations.

Source: Central Bank of Sri Lanka >

AVERAGE LENDING & DEPOSIT RATES & SPREAD



YIELD CURVE - LKR TREASURIES



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

Aug-21 Aug-22

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

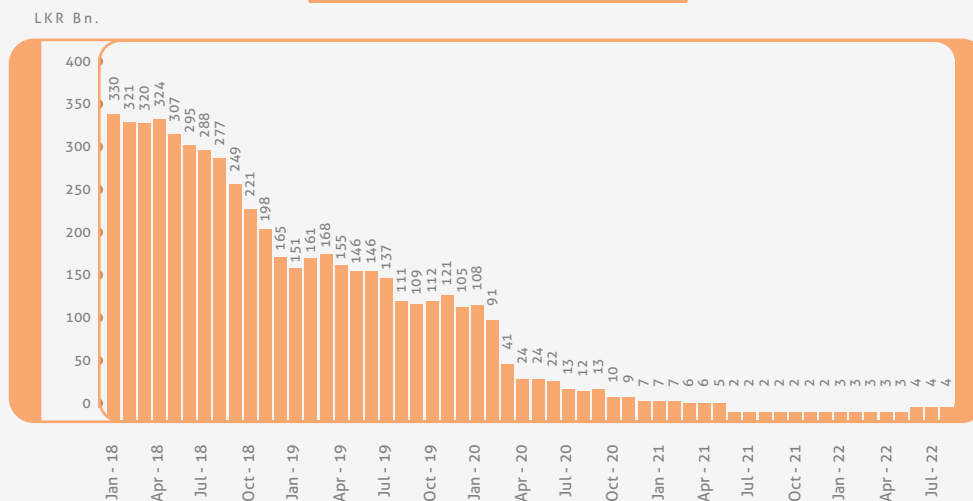
Treasury bill rates continued to increase across the board during August, with the benchmark 364-day T-Bill rate increasing to 29.83% and the 182-day T-bill and the 91-day T-Bills increasing to 29.51% and 30.51% respectively.

Broad money (M2b) growth slowed down to 17.1% year-on-year in June, from the previous month's 18.6% whilst credit to the private sector decelerated to 17.1% year-on-year in June, from 19.3% during the previous month. Monthly private sector credit disbursements decreased by LKR 40.6 bn or -0.05%, a significant reduction from the LKR 2 bn increase recorded during the previous month. Record high interest rates and lack of investment and growth opportunities amidst the economic crisis were the main factors behind the negative private sector credit growth.

Outstanding LKR Govt. Securities LKR 11,744 Billion	
T Bills (Total)	T Bonds (Total)
LKR 3,486 Billion	LKR 8,258 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 11,740 Billion	LKR 4.01 Billion
Total Foreign Holding of Bills and Bonds: 0.03%	

Source: Central Bank of Sri Lanka >

FOREIGN HOLDING OF LKR G-SEC



Source: Central Bank of Sri Lanka >

Foreign selling of LKR denominated bills and bonds increased during August, as foreign holdings of treasury securities fell by LKR 145 million to 0.03% from 0.04% of total outstanding government securities last month. However, foreign investors in Rupee denominated bills and bonds remained net buyers in 2022 at LKR 2,258.96 Million.

1 Year FD Rates - Sri Lankan Banks

	Aug 2022	Jul 2022
NSB	12.00%	12.00%
COMB	17.00%	17.00%
SAMP	17.00%	17.00%
HNB	17.50%	17.50%
NDB	17.00%	17.00%

Rates on Credit Cards

Aug 22

HSBC	30.00%
SCB	30.00%
Sampath	36.00%
NDB	36.00%
AMEX	36.00%

Source: Respective Commercial Banks >

Commercial bank FD rates remained unchanged during the month.

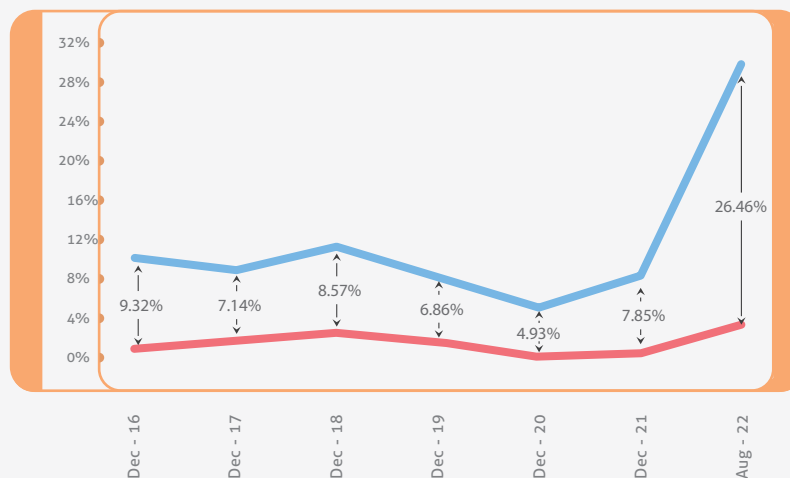
NDBIB CRISIL Fixed Income Indices Total return as at 29/07/2022	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	4.45%	8.67%	6.99%
NDBIB-CRISIL 364 Day T-Bill Index	0.33%	-6.86%	2.30%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	-3.69%	-21.43%	-1.54%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	-7.83%	-31.25%	-5.11%

Source: www.crisil.com >

Central Bank Policy Rates	2019	2020	2021	Latest
Sri Lanka	7.00%	4.50%	5.00%	14.50%
US	1.50% - 1.75%	0.00% - 0.25%	0.00% - 0.25%	2.25% - 2.50%
Euro Zone	0.00%	0.00%	0.00%	0.50%
Australia	0.75%	0.10%	0.10%	1.85%
India	5.15%	4.00%	4.00%	5.40%

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 >

Despite the current high interest rates, strong U.S. labour market data and high inflation is expected to prompt the Federal Reserve to continue to aggressively raise interest rates to slow down the economy.

364 Day Treasury Bill Rate	Aug 21	Dec 21	Jul 22	Aug 22
Sri Lanka	5.93%	8.24%	29.53%	29.83%
India	3.62%	4.25%	6.31%	6.31%
US	0.07%	0.39%	2.98%	3.37%
Euro Zone	-0.73%	-0.72%	0.16%	0.66%

Source: Respective Central Banks >

 The European central bank has implied that more rate hikes will be required to curb inflation despite economic slowdown fears.

Rates on Savings Accounts Aug 2022	
Sri Lanka	4.00%
US	0.01%
Euro Zone	0.11%
Australia	1.50%
India	3.00%

Source: Respective Commercial Banks >

**“ IN INVESTING, WHAT IS COMFORTABLE IS
RARELY PROFITABLE. ”**

— Robert Arnott —



INFLATION RATES

Country	Aug 21	Jun 22	Jul 22	Aug 22
Sri Lanka	5.98%	39.13%	60.80%	64.30%
US	5.25%	9.06%	8.50%	8.50%*
Euro Zone	2.96%	8.64%	8.87%	8.87%*
India	5.30%	7.01%	5.78%	5.78%*

*July 2022

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

Inflation as measured by the CCPI (2013=100) rose to 64.30% in August 2022 on a year-on-year basis from 60.80% in July 2022, with price increases mainly driven by food inflation which rose by 93.7% YoY whilst the non-food inflation rose by 50.2% YoY.

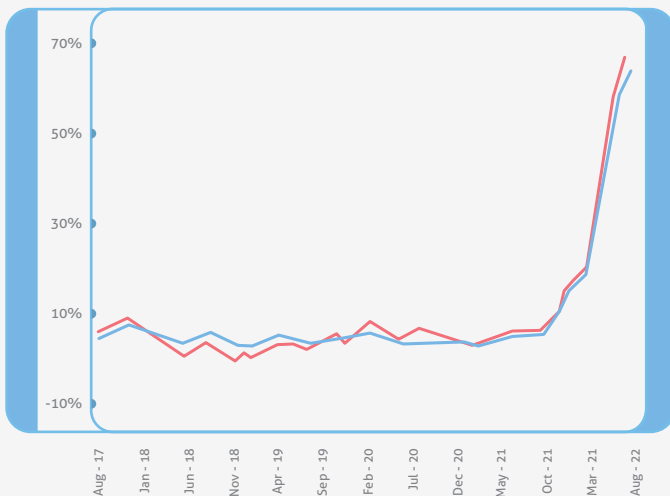
During the month the CCPI rose by 2.45% in August fueled by both food and non-food categories which rose by 0.83% and 1.62% respectively. Food inflation was mainly observed in sea fish, fresh fruits and bread; whilst the non-food inflation resulted from an increase in prices of housing, water, electricity, gas & other fuel, transport & clothing and footwear.

Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport), increased to 46.6% year on year in August from the previous month's rate of 44.3% and annual average core inflation rose to 20.3% in August from 16.7% in July.

YoY inflation may see further uptick in the immediate short term, mainly due to increased VAT rates, and increases in electricity and water tariffs. However, pressure on inflation is expected to reduce thereafter as supply shortages are addressed.

On the global front, US inflation eased off to 8.50% in July from 9.06% in June and the same trend was seen in India as well, with inflation dropping to 5.78% in July from 7.01% in the previous month. In contrast, inflation in the Eurozone increased to 8.87% in July, from 8.64% in June 2022.

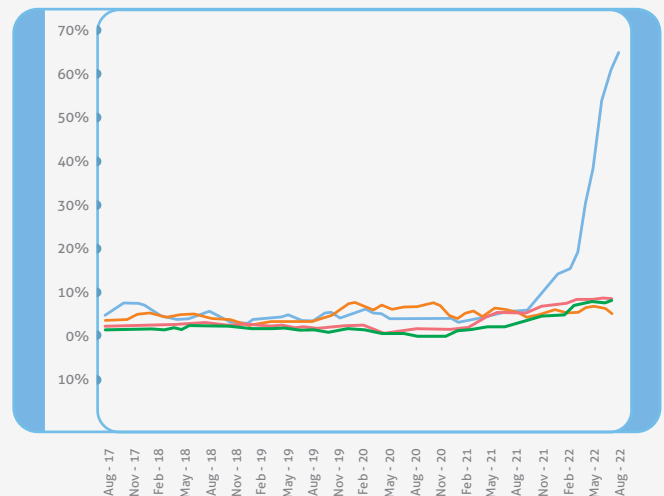
INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



CCPI NCPI

Source: Department of Census and Statistics Sri Lanka >

GLOBAL INFLATION RATES



Sri Lanka US Euro zone India

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

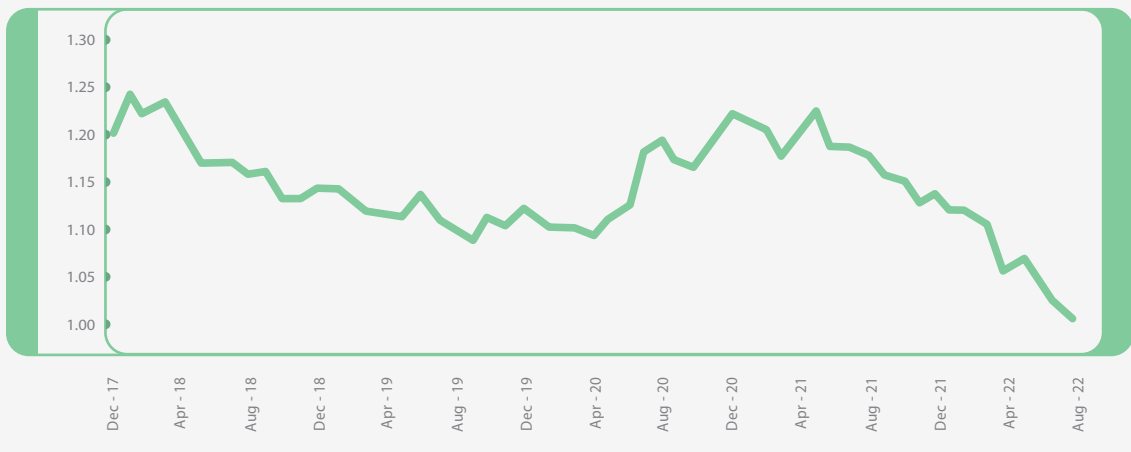
FOREX OUTLOOK

Exchange Rates Vs. LKR	Aug 21	Dec 21	Aug 22	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	210.00	200.43	361.15	-41.85%	-44.50%
GBP	289.07	270.60	421.32	-31.39%	-35.77%
EURO	247.95	226.86	361.98	-31.50%	-37.33%
YEN	1.91	1.74	2.61	-26.67%	-33.19%
AUD	153.17	145.35	247.82	-38.19%	-41.35%
CAD	166.43	157.23	275.90	-39.68%	-43.01%
INR	2.86	2.69	4.54	-37.01%	-40.69%
BHD	557.03	531.61	957.91	-41.85%	-44.50%
CNY	32.46	31.44	52.29	-37.94%	-39.88%

Source: Central Bank of Sri Lanka >

- The Sri Lankan rupee continued to marginally depreciate against the US Dollar by 0.10% during August 2022, to close the month at LKR 361.14 and remained a net loser year to date at 44.50%.
- The Rupee however, appreciated by 4.22% against the Sterling Pound, and 1.61% against the Euro during the month.
- The US Dollar appreciated against a basket of currencies amid strong employment numbers reported in the US and tight labor market conditions, signaling that further interest rate hikes might still be in play to curb inflation.
- The Euro depreciated against the US Dollar to reach a new 20 year low after Russia's halt of gas supplies to Europe raised further concerns on a worsening energy crisis across the region.
- Most Asian currencies showed slight signs of recovery during the month with slower than expected inflation and energy prices across the globe expected to ease the pressure on the need to aggressively raise interest rates globally.

USD PER 1 EURO MOVEMENT



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

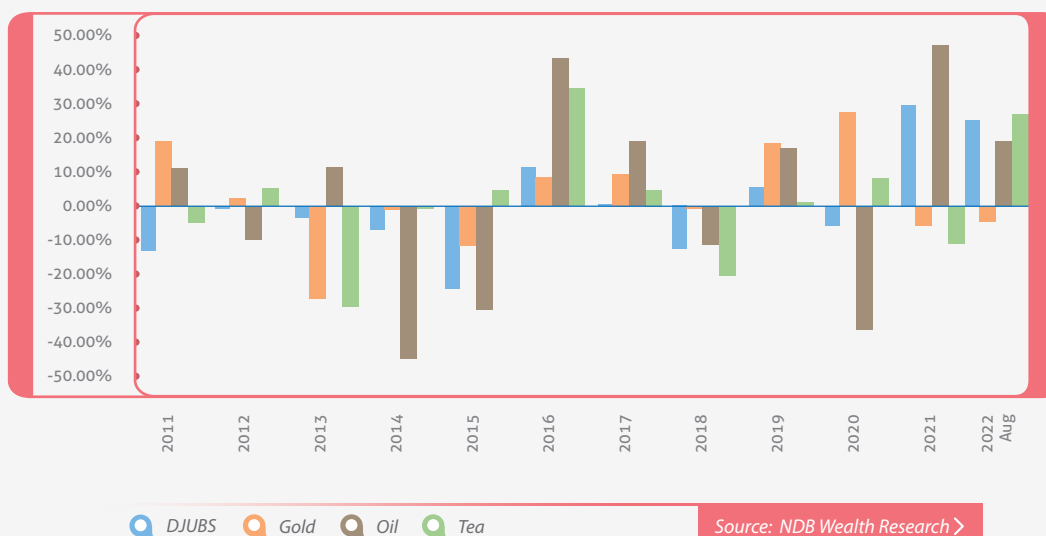
COMMODITY OUTLOOK

	Past month Performance (1st Aug - 31st Aug 2022)	Past 12 months Performance (Aug 2021 - Aug 2022)	Year to Date Performance (1st Jan - 31st Aug 2022)
Bloomberg Commodity Index	-0.16%	26.72%	22.66%
Gold	1.84%	-1.16%	-2.83%
Tea	2.48%	39.80%	19.09%
Oil (Brent)	-9.47%	40.82%	15.28%

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

- The Bloomberg Commodity Index (BCOM) declined by 0.16% during the month of August 2022, compared to the previous month, whilst on year on year basis it has increased by 26.72% compared to August 2021.
- Crude oil prices decreased below USD 100 per barrel in August 2022, recording a monthly decline of 9.47% compared to July 2022. However, oil prices still remain 40.82% higher compared to August 2021.
- The OPEC+ oil cartel agreed to cut production for the first time in more than a year as it seeks to lift prices that have tumbled in the backdrop of recession fears, COVID lockdowns in China as well as the possibility of Iran's nuclear deal being renewed resulting in the supply Iranian crude back into the market.
- Tea prices increased by 2.48% in August 2022 and by 39.80% on a year on year basis. The demand for low grown tea continued to grow despite the overall demand at the auctions slightly easing off.
- After nearly five months of declines, gold prices increased marginally by 1.84% in the month of August 2022. Despite Central banks across the globe tightening monetary policies' in an attempt to curb rising inflationary pressure, fears of a potential recession may have driven investors towards Gold, which is traditionally considered a safe haven investment.

Commodity Price Movements



PROPERTY OUTLOOK

There has been an overall increase in demand for completed condos and houses in the primary and secondary markets as buyers hedge against inflation. Further, the shortage of raw materials and rising construction costs have also contributed towards the increase in demand.

The devaluation of the Rupee against the US Dollar has reduced the cost of purchase of land and property in US Dollar terms leading to piqued interest and disproportionate increase in demand from Sri Lankans residing abroad, with most buyers seen to be leaning towards apartments versus houses.

The Land Price Index of Lanka Property Web which shows the rate of increase of land prices on a quarter-on-quarter basis, slowed down over the second quarter for the city of Colombo. Furthermore, the selling price of apartments increased by 45.17% in Q2 of 2022 when compared to Q2 of 2021.

Home loan interest rates which is at a low of 7% per annum after decades during 3Q 2021, has increased drastically, reaching 22% levels. This has a detrimental impact on property buying decisions for first-time home buyers.

Residential construction costs due to the significant depreciation of the rupee has recorded a sharp increase. The Construction Industry Development Authority showed that the average price of a 50 kg cement bag sold by both private and public dealers increased 187% from June 2021 to June 2022. The price of tile, steel and fittings also have skyrocketed.

The tax reforms which exempted VAT on residential condominiums is to be removed from 01-Oct-2022, according to a press release from the Prime Ministers' office following the Interim Budget Proposals in August 2022.

With the reimplementing of VAT on residential condominiums coming up, we expect that the demand for apartments will increase until the 01-October-2022 deadline as buyers try to buy apartments at a discount. However, demand may see a decline following the implementation of the tax.

ISLAMIC FINANCE INDUSTRY

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

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

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

Mudharabah Deposit Rates of Selected Service Providers

	Savings	1 month	3 month	6 month	1 Year ⁺	2 Year ⁺	3 Year ⁺	4 Year ⁺	5 Year ⁺
Amana Bank - As of August 2022									
Profit Sharing Ratio*	30:70	-	55:45	60:40	65:35	70:30	75:25	-	90:10
Distributed Profit	2.75%	5.58%	6.38%	6.83%	7.13%	7.36%	7.84%	-	8.90%
Bank of Ceylon Islamic Business Unit - As of August 2022									
Profit Sharing Ratio*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	3.40%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of August 2022									
Profit Sharing Ratio*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	9.0%	-	11.25%	13.1%	15.0%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of July 2022									
Profit Sharing Ratio*	30:70	-	55:45	60:40	70:30	-	75:25	-	-
Distributed Profit	4.54%	-	15.5%	16.0%	16.75%	-	17.5%	-	-
National Development Bank PLC-"Shareek" Islamic Banking unit - As of August 2022									
Profit Sharing Ratio* (3Mn - 50Mn)	40:60	60:40	65:35	40:60	65:35	-	-	-	-
Distributed Profit	2.5%	11.0%	12.0%	13.5%	16.0%	-	-	-	-
Commercial Leasing & Finance PLC- Islamic Finance - As of August 2022									
Profit Sharing Ratio*	30 :70	37:63	38:62	40:60	47:53	49:51	50:50	52:48	54:46
Distributed Profit	6.50%	12.02%	12.47%	12.69%	14.25%	14.91%	15.58%	15.36%	16.29%
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of August 2021									
Profit Sharing Ratio*	25:75	31:69	34:66	36:64	38:62	-	-	-	-
Distributed Profit	4.98%	17.01%	18.68%	19.79%	20.9%	-	-	-	-
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of August 2022									
Profit Sharing Ratio*	40:60	42:58	44:56	45:55	53:47	56:44	59:41	62:38	65:35
Distributed Profit	5.8%	12.68%	13.15%	13.39%	15.03%	15.70%	16.40%	16.40%	17.60%
Peoples Leasing Islamic Business Unit - As of August 2022									
Profit Sharing Ratio*	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	5.40%	-	11.40%	12.13%	14.00%	-	-	-	-

* 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 AUGUST 2021

Beverages and Food	Chevron Lubricants Lanka PLC
Bairaha Farms PLC	Dipped Products PLC
Ceylon Grain Elevators PLC	Samson International PLC
Three Acre Farms PLC	Union Chemicals Lanka PLC
Ceylon Cold Stores PLC	Chemicals and Pharmaceuticals
Lanka Milk Foods PLC	Haycarb PLC
Nestle Lanka PLC	Muller and Phipps (Ceylon) PLC
Renuka Agri Foods PLC	Union Chemicals Lanka PLC
Renuka Foods PLC	Banks / Insurance / Diversified Financials
Telecommunication	Amana Bank PLC
Dialog Axiata PLC	Amana Takaful PLC
Sri Lanka Telecom PLC	Amana Takaful Life PLC
Diversified Holdings	Textile
Sunshine Holdings PLC	Hayleys Fabric PLC
Expo Lanka Holdings PLC	Teejay Lanka PLC
Healthcare	Engineering & Construction
Ceylon Hospitals PLC	Access Engineering PLC
Manufacturing	Unisyst Engineering PLC
ACL Cables PLC	Plantations
Central Industries PLC	Kelani Valley Plantations PLC
E B Creasy & Company PLC	Agalawatte Plantations PLC
Kelani Cables PLC	Kotagala Plantations PLC
Lanka Tiles PLC	Malwatte Valley Plantations PLC
Lanka Walltiles PLC	Namunukula Plantations PLC
Laxapana Batteries PLC	Talawakelle Tea Estates PLC
Royal Ceramics Lanka PLC	Watawala Plantations PLC
Sierra Cables PLC	Tea Smallholder Factories PLC
Dankotuwa Porcelain PLC	Others
Regnis (Lanka) PLC	Vallibel Power Erathna PLC
ACL Plastics PLC	Colombo Dockyard PLC
PGP Glass Ceylon PLC	Lanka Ashok Leyland PLC
Lanka Aluminium Industries PLC	

Source: www.takaful.lk (Amana Takaful Life 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

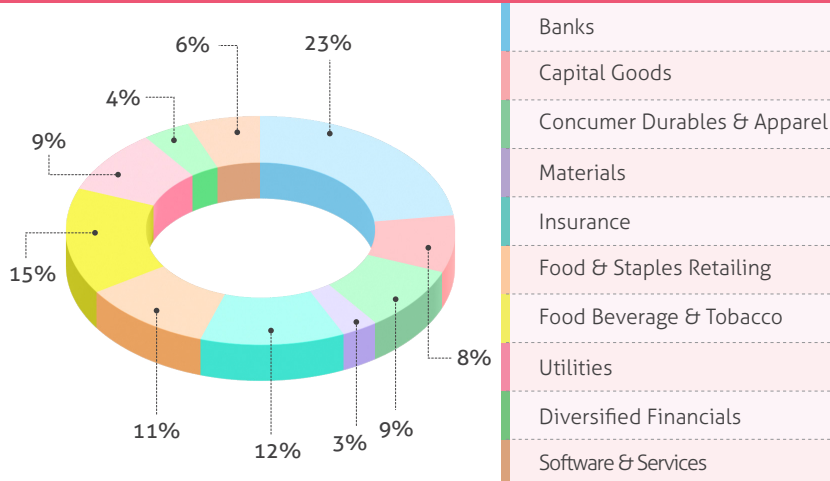
NDB Wealth Growth Fund

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



Fund Snapshot

31-Aug-22

YTD Yield	-29.25%
NAV per unit	8.78
AUM (LKR Mn.)**	172.44
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.40%
Max Equity Allocation	97.00%
Current Equity Allocation	84.78%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

CARGILLS (CEYLON) PLC
COMMERCIAL BANK OF CEYLON PLC
HATTON NATIONAL BANK PLC
PEOPLES INSURANCE LTD
WINDFORCE LIMITED

Historical Returns

Period	Fund Returns *	ASPI Returns
Last Month	7.02%	17.33%
Last 3 months	6.32%	11.88%
Last 6 months	-22.24%	-21.65%
Last 12 months	-17.33%	0.82%
Year 2021	27.93%	80.48%
Year 2020	-4.46%	10.52%

* After fees, excluding front end and back end loads ** AUM before expense allowance adjustment

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	15.22%
Average Duration	0.6054
Maturity	% Holding
Under 1 Month	6.89%
6 Months - 1 Year	93.11%

Other Features

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

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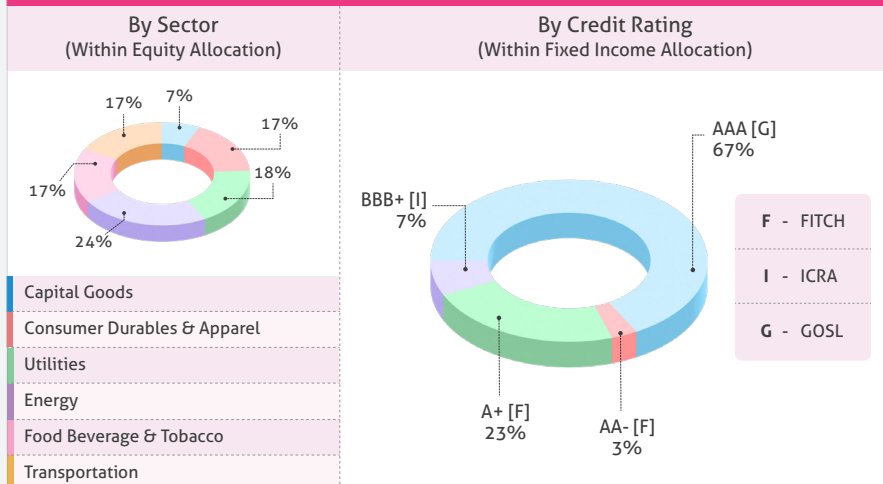
Fund Overview

NDB Wealth Growth and Income Fund

Type: Open Ended | **Investments:** Listed Equities and Corporate Debt
Currency: LKR | **ISIN:** LKNWGIU00004

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

Portfolio Allocation



Fund Snapshot

31-Aug-22

YTD Yield	-15.24%
NAV per unit	43.46
AUM (LKR Mn.)**	224.72
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.70%
Max Equity Allocation	97.00%
Current Equity Allocation	40.01%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

EXPOLANKA HOLDINGS PLC
HAYLEYS FABRIC PLC
LANKA IOC PLC
WATAWALA PLANTATIONS PLC
WINDFORCE LIMITED

Historical Returns

Period	Fund Returns*	ASPI Returns
Year to Date	-15.24%	-25.80%
Last month	2.60%	17.33%
Last 3 months	3.07%	11.88%
Last 6 months	-10.19%	-21.65%
Last 12 months	-6.10%	0.82%
Year 2021	19.02%	80.48%
Year 2020	9.82%	10.52%

* After fees, excluding front end and back end loads ** AUM before expense allowance adjustment

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	59.99%
Average Duration	0.04
Maturity	% Holding
Under 3 Months	92.99%
6 Months - 1 Year	7.01%

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

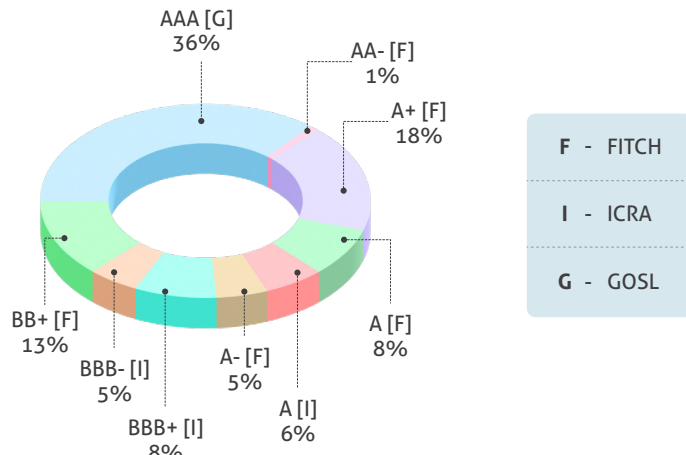
NDB Wealth Income Fund

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

31-Aug-22

YTD Yield	2.37%
YTD Yield (Annualized)	3.56%
NAV per unit	17.3862
AUM (LKR Mn.)	408.04
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	0.81%
Average Maturity (Yrs)	1.43
Average Duration	1.06

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	13.76%	16.50%
1 Month - 3 Months	6.20%	10.10%
3 Months - 6 Months	10.66%	30.30%
6 Months - 1 Year	43.34%	21.70%
1 Year - 5 Years	26.05%	13.40%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	2.37%	3.56%
Last month	0.88%	10.41%
Last 3 months	2.34%	9.28%
Last 6 months	1.39%	2.76%
Last 12 months	4.36%	4.36%
Year 2021	6.74%	6.74%
Year 2020	13.12%	13.12%

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.
Exposure Restrictions	Maximum exposure restrictions on investments depend on the features of each security, (Ex: Rated, Guaranteed, etc), and are regulated by the Trustee and the SEC.
Fee Details	Management Fee : 0.65% p.a. of NAV / Trustee fee : 0.10-0.19% p.a. of NAV, based on fund size/ Custodian fee : 0.05% p.a. of NAV. Exit Fee – 1% on redemptions, switches or transfer of units made within 365 days from the creation date of any investment made after 1st October 2021.
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Bank of Ceylon

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Fund Overview

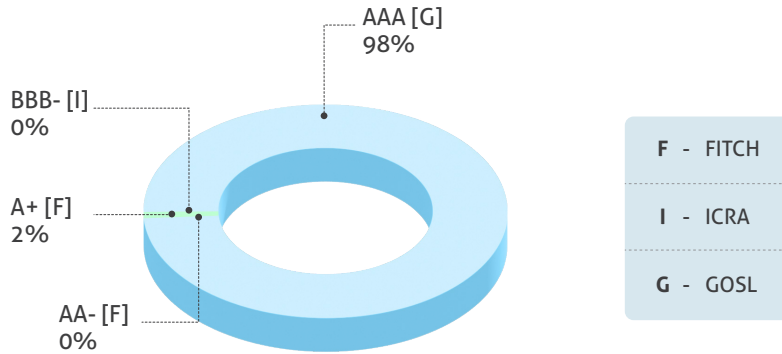
NDB Wealth Income Plus Fund

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

31-Aug-22

YTD Yield	10.25%
YTD Yield (Annualized)	15.40%
NAV per unit	19.9418
AUM (LKR Mn.)	6,146.84
Fund Currency	LKR
Fund Inception	7-Apr-16
Expense Ratio	0.58%
Average Maturity (Yrs)	0.49
Average Duration	0.40

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	28.62%	29.40%
1 Month - 3 Months	11.39%	31.10%
6 Months - 1 Year	59.99%	29.70%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	10.25%	15.40%
Last month	1.75%	20.61%
Last 3 months	5.34%	21.20%
Last 6 months	8.82%	17.50%
Last 12 months	12.80%	12.80%

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

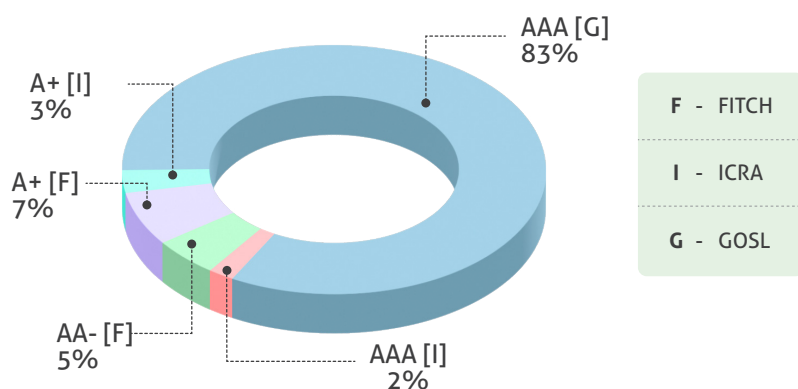
Type: Open Ended
Currency: LKR

Investments: Short Term Bank Deposits
ISIN: LKNWMNU00002

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

The Fund aims to provide optimal returns with low risk and moderate liquidity to investors by investing in short-term government securities and high-quality bank deposits with maturities less than 365 days with credit ratings of A- and above.

Portfolio Allocation By Credit Rating



Fund Snapshot

31-Aug-22

YTD Yield	8.21%
YTD Yield (Annualized)	12.33%
NAV per unit	23.4714
AUM (LKR Mn.)	29,852.61
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.71%
Average Maturity (Yrs)	0.28
Average Duration	0.24

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	24.39%	17.95%
1 Month - 3 Months	40.04%	30.90%
3 Months - 6 Months	23.33%	28.20%
6 Months - 1 Year	12.25%	29.80%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	8.21%	12.33%
Last month	1.94%	22.88%
Last 3 months	4.37%	17.35%
Last 6 months	6.89%	13.67%
Last 12 months	10.55%	10.55%
Year 2021	5.58%	5.58%
Year 2020	8.20%	8.20%

Other Features

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

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Fund Overview

NDB Wealth Money Plus Fund

Type: Open Ended
Currency: LKR

Investments: Money Market Corporate Debt Securities
ISIN: LKNWMPU00007

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

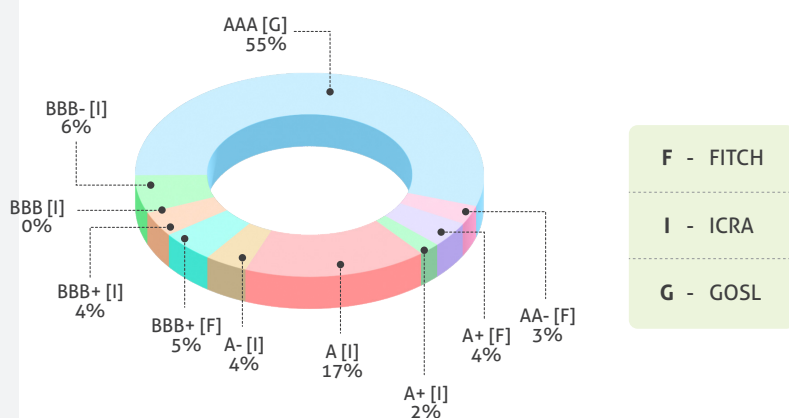
The Fund aims to provide liquidity to investors while enhancing returns by investing in a diversified portfolio of short term corporate debt securities with maturities less than 365 days

Fund Snapshot

31-Aug-22

YTD Yield	6.32%
YTD Yield (Annualized)	9.50%
NAV per unit	26.3470
AUM (LKR Mn.)	4,353.09
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.82%
Average Maturity (Yrs)	0.41
Average Duration	0.34

Portfolio Allocation By Credit Rating



Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	22.36%	19.77%
1 Month - 3 Months	24.55%	13.90%
3 Months - 6 Months	21.21%	24.30%
6 Months - 1 Years	31.88%	29.60%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	6.32%	9.50%
Last month	1.50%	17.61%
Last 3 months	3.35%	13.29%
Last 6 months	5.22%	10.36%
Last 12 months	8.30%	8.30%
Year 2021	5.67%	5.67%
Year 2020	9.46%	9.46%

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

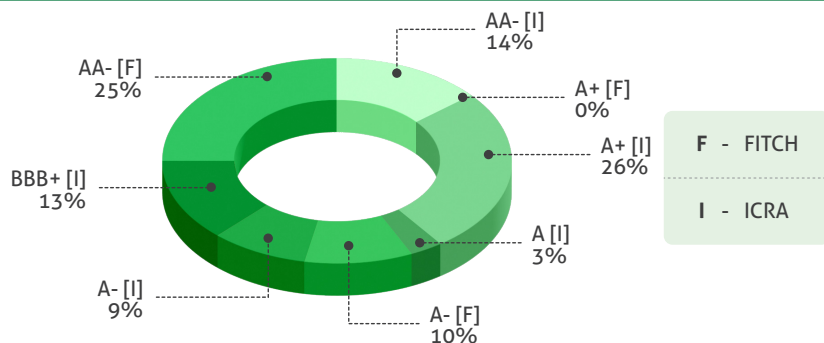
Type: Open Ended
Currency: LKR

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

31-Aug-22

YTD Yield	7.04%
YTD Yield (Annualized)	10.57%
NAV per unit	18.2989
AUM (LKR Mn.)	580.03
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.13%
Average Duration	0.35

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	49.16%	16.28%
6 Months - 1 Year	50.84%	18.60%

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 / 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	7.04%	10.57%
Last month	1.45%	17.02%
Last 3 months	3.92%	15.55%
Last 6 months	5.95%	11.81%
Last 12 months	9.03%	9.03%

Other Features

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

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Fund Overview

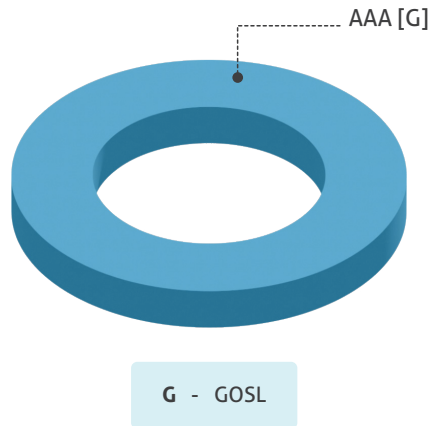
NDB Wealth Gilt Edged Fund

Type: Open Ended
Currency: LKR

Investments: Government of Sri Lanka Securities
ISIN: LKNWGEU00003

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

Portfolio Allocation By Credit Rating



Fund Snapshot

31-Aug-22

YTD Yield	-11.06%
YTD Yield (Annualized)	-16.61%
NAV per unit	17.3136
AUM (LKR Mn.)	49.36
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	0.85%
Average Maturity (Yrs)	6.56
Average Duration	2.44

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	23.35%	17.30%
Over 5 Years	76.65%	27.60%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	-11.06%	-16.61%
Last month	1.42%	16.73%
Last 3 months	-14.27%	-56.63%
Last 6 months	-11.91%	-23.63%
Last 12 months	-9.57%	-9.57%
Year 2021	4.38%	4.38%
Year 2020	10.14%	10.14%

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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