



ASSET
MANAGEMENT



PRIVATE
WEALTH MANAGEMENT



MY WEALTH
MANAGEMENT

MARKET UPDATE AND FUND REVIEW

!t's time

NDB | WEALTH

2020
OCTOBER

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MARKET BRIEF BY NDB WEALTH

INFLATION RATE UNCHANGED

Inflation as measured by the CCPI, remained unchanged at 4.0% in October on a year-on-year basis owing to the base effect. During the month, the index was up marginally by 0.1% due to food prices increasing by 0.3% whilst non-food prices remained flat. We expect inflation to hover around mid-single digit levels during 2020.

RUPEE RECORDED A SLIGHT APPRECIATION IN VALUE

The Sri Lankan Rupee continued to appreciate against the U.S. Dollar rising by 0.68% in October to close the month at LKR 184.28. It however, remains a net loser against the hard currency, on a year-to-date basis at 1.43%. The Central Bank was a net buyer of USD 250 million during the first nine months of the year. Gross official reserves as at October stood at USD 5.85 billion.

INTEREST RATES UNCHANGED

The Central Bank maintained the Standing Lending Facility Rate and the Standing Deposit Facility Rate unchanged, at 5.50% and 4.50% respectively, at the monetary policy meeting held in October. Credit extended to the private sector spiked to 5.2% year-on-year from 4.2% in July 2020. Monthly private sector credit disbursements recovered after three months in negative territory, rising by LKR 78.3 bn. or 1.3% during August with the resumption of domestic economic activities which were adversely affected by the COVID-19 pandemic. Despite the current economic condition, we do not expect interest rates to record a sharp increase in the medium term, as the economic activity levels continue to be at subpar levels.

STOCK MARKET MOMENTUM CONTRACTION FOR THE MONTH

On the back of the new COVID-19 wave overtaking the country, the All Share Price Index (ASPI) and S&P SL 20 Index, the two main indices of the Colombo Stock Exchange (CSE), recorded losses during the month of October 2020, as they declined by 4.32% and 7.35%, respectively. Foreigners continued to be net sellers in the market. However, turnover was dominated by small and mid-cap stocks.

Ranuka De Silva

Fund Manager

EQUITY OUTLOOK

	Past month Performance (1st Oct - 31st Oct 2020)	Past 12 months Performance (Oct 2019 - Oct 2020)	Year to Date Performance (1st Jan - 31st Oct 2020)
All Share Price Index	-4.32%	-4.40%	-6.57%
S&P SL 20	-7.35%	-23.42%	-22.29%
MSCI Frontier Markets Index	1.06%	-2.30%	-7.64%
MSCI World Index	-3.07%	4.36%	-1.42%
MSCI Emerging Markets	2.06%	8.25%	0.87%
MSCI Asia Ex Japan	2.79%	15.85%	8.36%

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

The All Share Price Index (ASPI) and S&P SL 20 Index, the two main indices of the Colombo Stock Exchange (CSE), recorded losses during the month of October 2020, as they declined by 4.32% and 7.35%, respectively. The turnover for the month was mainly dominated by small and mid-cap stocks.

Investor sentiment was hampered amid fears of COVID-19 second wave causing more lockdowns in the country.

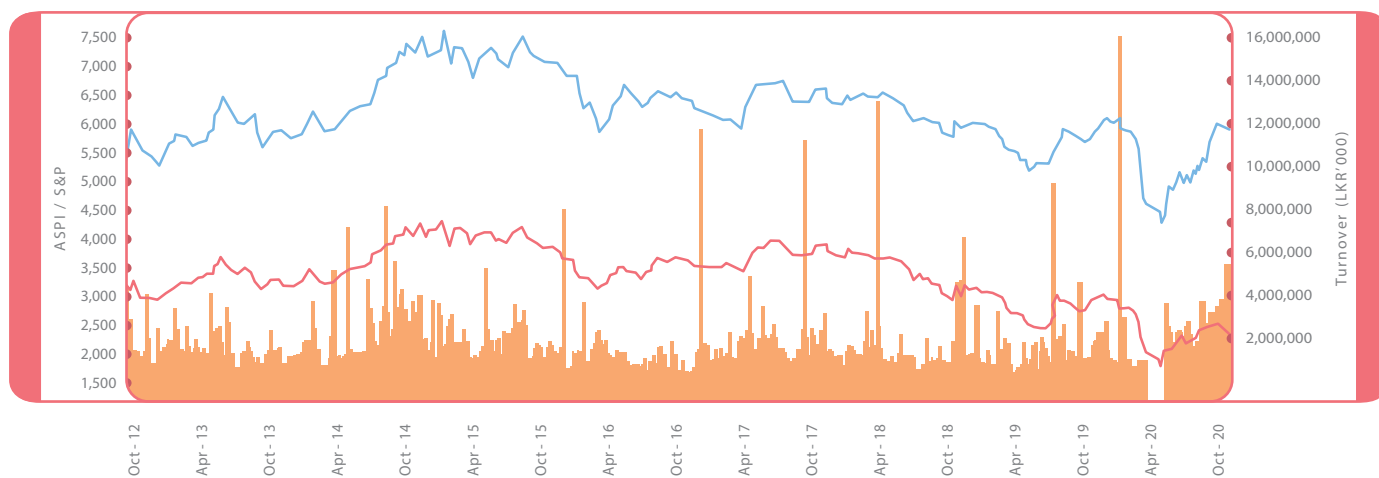
Given the current market conditions and national policy framework (due to COVID-19), few companies will stand to benefit in the medium term and the sustainability of overall earnings might be debatable in the short term.

The MSCI Emerging Market index gained by 2.06% during October 2020 as a Biden presidential reign in the U.S. is considered more favourable for emerging markets, given the historical precedent of a less confrontational approach on tariffs.

The impact from the pandemic has been harder on Emerging markets, especially those outside Asia with many countries in Africa and Latin America likely needing longer to return to pre COVID-19 levels; partly due to their inability to fully use fiscal stimuli due to weaker public balance sheets.

While stronger-than-expected recovery has supported sentiment and markets over the last few months, a rising number of COVID-19 cases globally has dented sentiment, with uncertainty on future recovery increasing.

Colombo Stock Exchange Performance



■ Turnover
 ■ S&P
 ■ ASPI

Source: www.cse.lk >

		Oct 2020	Oct 2019
CSE	Market PER	9.70 X	10.56 X
	Market PBV	0.96 X	1.11 X
	Market DY	3.06%	3.25%
MSCI Frontier Market	Market PER	14.42 X	12.02 X
	Market PBV	1.70 X	1.78 X
	Market DY	3.81%	4.35%

Source: www.cse.lk >

Total net foreign selling for the month exceeded LKR 45 billion, as month of October 2020 alone witnessed net foreign selling in excess of LKR 5 billion.

Colombo Stock Exchange	Jan - Oct 2020	Jan - Oct 2019
Foreign Inflows	LKR 49.08 Billion	LKR 51.36 Billion
Foreign Outflows	LKR 94.69 Billion	LKR 55.68 Billion
Net Foreign Inflows/(Outflows)	(LKR 45.61 Billion)	(LKR 4.32 Billion)

Source: www.cse.lk >

**“ IF YOU CAN ENJOY SATURDAYS AND SUNDAYS
WITHOUT LOOKING AT STOCK PRICES,
GIVE IT A TRY ON WEEKDAYS ”**

— Warren Buffett —



FIXED INCOME OUTLOOK

Interest Rates in Sri Lanka

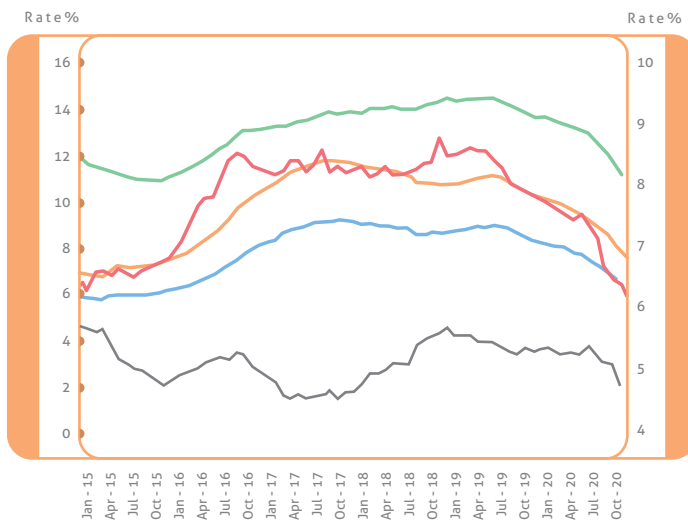
The Central Bank maintained the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) at 5.50% and 4.50% respectively at the monetary policy meeting held in October.

	Oct 19	Dec 19	Sep 20	Oct 20
364 Day T-bill	8.34%	8.45%	4.88%	4.96%
5-Year Bond	10.06%	9.94%	6.40%	6.37%
1-Year Finance Company Fixed Deposit Ceiling Rate	10.63%	11.63%	8.53%	6.88%

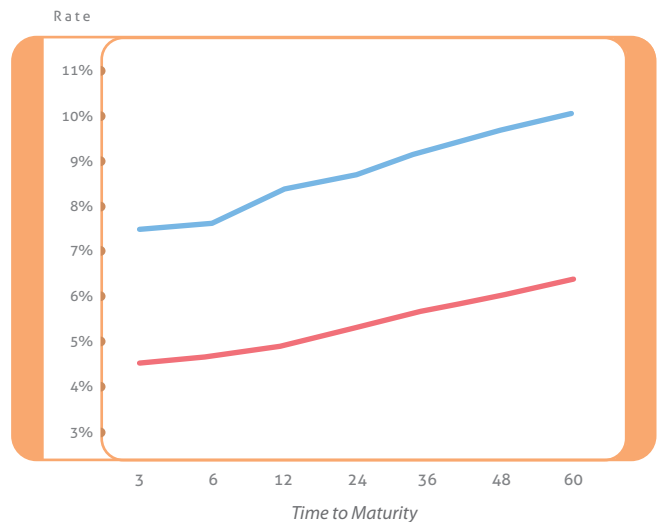
*Gross Rates provided. Net returns would change based on prevailing tax regulations.

Source: Central Bank of Sri Lanka >

AVERAGE LENDING & DEPOSIT RATES & SPREAD



YIELD CURVE - LKR TREASURIES



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

Oct-19 | Oct-20

Source: Central Bank of Sri Lanka >

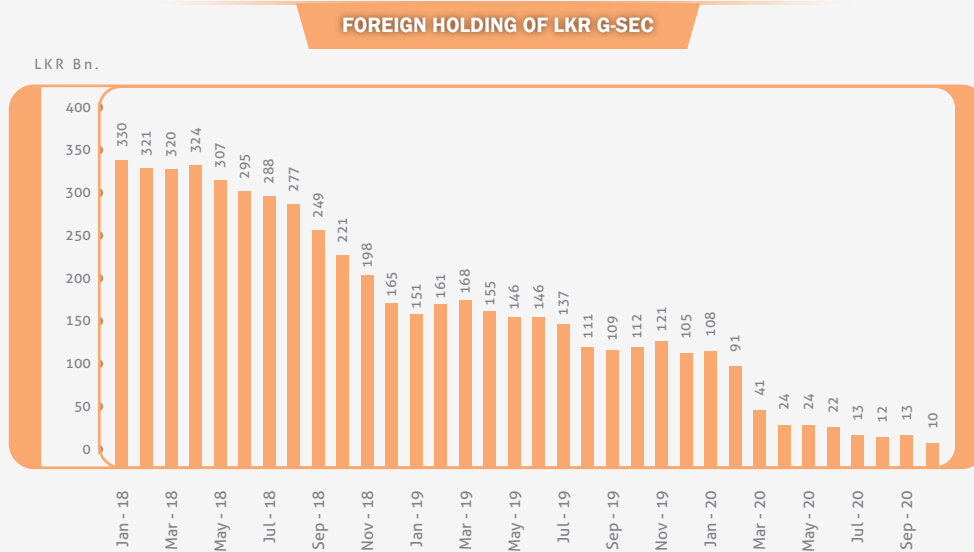
AWDR: Average Weighted Deposit Rate | AWFDR: Average Weighted Fixed Deposit Rate | AWLR: Average Weighted Lending Rate | AWPR Average Weighted Prime Lending rate

Treasury Bill rates edged up marginally in October, with the benchmark 364-day T-Bill rate rising to 4.96% and the 91-day and 182-day T-Bills increasing to 4.57% and 4.69% respectively.

Broad money (M2b) growth picked up to 17.5% year-on-year in August, from the previous month's 15.7% whilst credit extended to the private sector spiked to 5.2% year-on-year from 4.2% in July 2020. Monthly private sector credit disbursements recovered after three months in negative territory rising by LKR 78.3 bn (1.3%) during August, with the resumption of domestic economic activities which were adversely affected by the COVID-19 pandemic.

Outstanding LKR Govt. Securities LKR 6,733 Billion	
T Bills (Total)	T Bonds (Total)
LKR 1,396 Billion	LKR 5,337 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 6,723 Billion	LKR 10 Billion
Total Foreign Holding of Bills and Bonds: 0.15%	

Source: Central Bank of Sri Lanka >



Foreign holding of LKR denominated bills and bonds declined once again in October (despite last month's recovery) by LKR 3.03 bn, to a low of 0.15% whilst net selling by foreigners for the year currently stands at LKR 94.36 bn.

1 Year FD Rates - Sri Lankan Banks		
	Oct 2020	Sep 2020
NSB	5.50%	5.50%
COMB	5.50%	5.50%
SAMP	5.50%	5.50%
HNB	5.50%	5.50%
NDB	5.50%	5.50%

Rates on Credit Cards	Oct 20
HSBC	18.00%*
SCB	18.00%*
Sampath	18.00%*
NDB	18.00%*
AMEX	18.00%*

Source: Respective Commercial Banks >

Commercial Bank reduced its fixed deposit rates during the month of October.

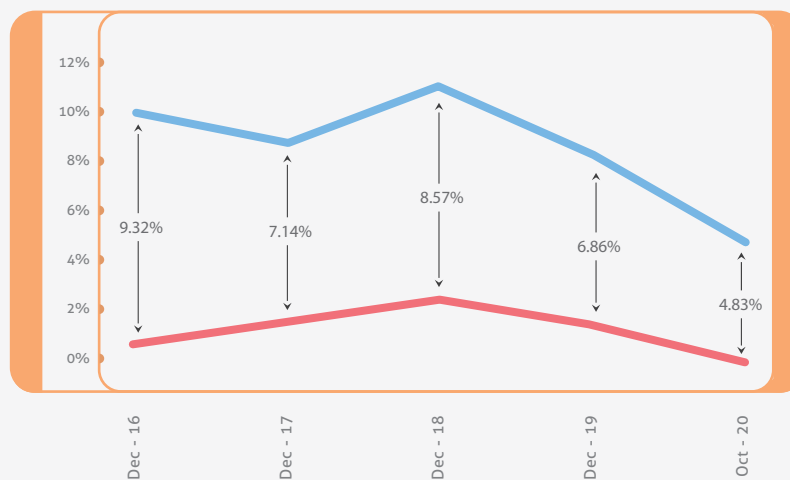
NDBIB CRISIL Fixed Income Indices Total return as at 29/10/2020	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	1.17%	7.20%	8.29%
NDBIB-CRISIL 364 Day T-Bill Index	1.17%	10.12%	9.81%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	1.93%	18.33%	13.96%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	1.98%	23.38%	15.45%

Source: www.crisil.com >

Central Bank Policy Rates	2017	2018	2019	Latest
Sri Lanka	7.25%	8.00%	7.00%	4.50%
US	1.25% - 1.50%	2.25% - 2.50%	1.50% - 1.75%	0.00% - 0.25%
Euro Zone	0.00%	0.00%	0.00%	0.00%
Australia	1.50%	1.50%	0.75%	0.25%
India	6.00%	6.50%	5.15%	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 >

Most global sovereign yields declined, driven by concerns surrounding a worsening pandemic across the U.S. and Europe.

364 Day Treasury Bill Rate	Oct 19	Dec 19	Sep 20	Oct 20
Sri Lanka	8.34%	8.45%	4.88%	4.96%
India	5.29%	5.29%	3.73%	3.44%
US	1.53%	1.59%	0.12%	0.13%
Euro Zone	-0.69%	-0.66%	-0.64%	-0.75%

Source: Respective Central Banks >

	Rates on Savings Accounts Oct 2020
Sri Lanka	3.50%
US	0.01%
Euro Zone	0.11%
Australia	0.50%
India	3.00%

Source: Respective Commercial Banks >

U.S. GDP grew at an annualized rate of 33.1% in the third quarter, driven by business investment and economic reopening, following the worst quarter in US history which saw GDP contract by 31.4% (annualized) due to pandemic-related economic shutdowns.

**“ START SAVING FOR RAINY DAYS
BEFORE BEING SORRY THAT YOU DIDN'T ”**

— NDB Wealth —



INFLATION RATES

Country	Oct 19	Dec 19	Sep 20	Oct 20
Sri Lanka	5.38%	4.83%	3.97%	3.96%
US	1.76%	2.29%	1.37%	1.37%*
Euro Zone	0.73%	1.33%	-0.30%	-0.30%*
India	4.62%	7.35%	7.34%	7.34%*

*September 2020

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

Inflation as measured by the CCPI (2013=100) remained unchanged at 4.0% in October on a year-on-year basis owing to the base effect.

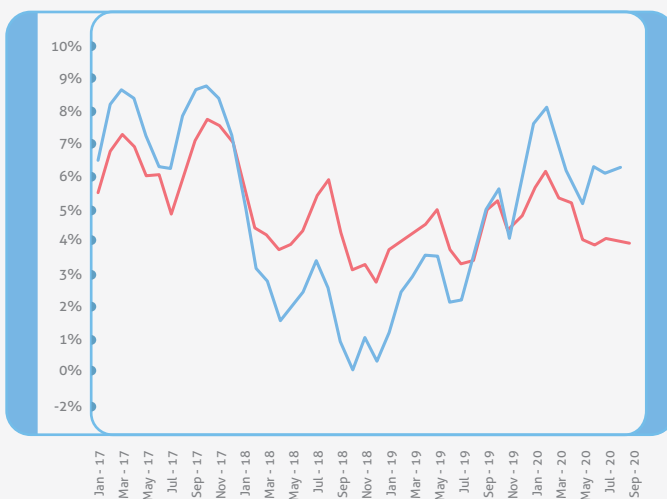
During the month, the index was up marginally by 0.1% due to food prices increasing by 0.3% whilst non-food prices remained flat. Within the food category, prices of big onion, rice and turmeric powder increased.

On an annual average basis, inflation slowed marginally to 4.6% in October.

Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport) edged up marginally to 3.0% year-on-year whilst slowing to 3.4% on an annual average basis in October.

On the global front, US inflation spiked to 1.37% whilst Euro zone inflation contracted by 0.30% year-on-year in September.

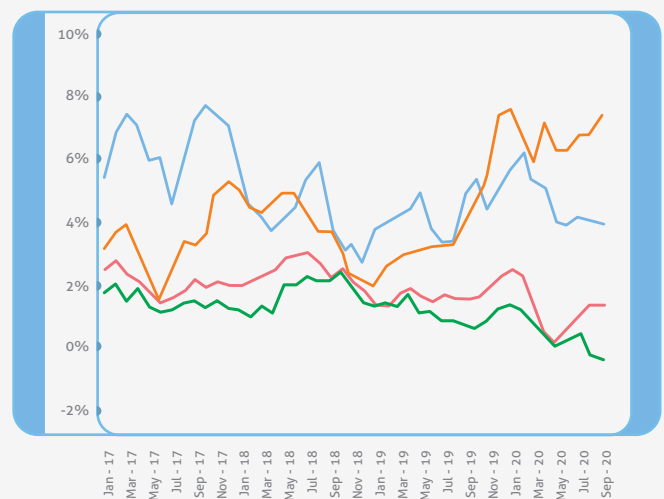
INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



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	Oct 19	Dec 19	Oct 20	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	181.60	181.63	184.28	-1.45%	-1.43%
GBP	234.66	238.46	239.45	-2.00%	-0.41%
EURO	202.73	203.67	216.65	-6.42%	-5.99%
YEN	1.67	1.67	1.76	-5.29%	-5.26%
AUD	125.69	127.25	130.11	-3.40%	-2.20%
CAD	137.96	139.21	138.51	-0.39%	0.51%
INR	2.52	2.55	2.48	1.70%	2.59%
BHD	481.71	481.78	488.75	-1.44%	-1.43%
CNY	25.76	26.01	27.42	-6.06%	-5.15%

Source: Central Bank of Sri Lanka >

The Sri Lankan Rupee continued to appreciate against the USD rising by 0.68% for the month of October to close the month at LKR 184.28. However, the LKR remains a net loser on a year-to-date basis at 1.43%.

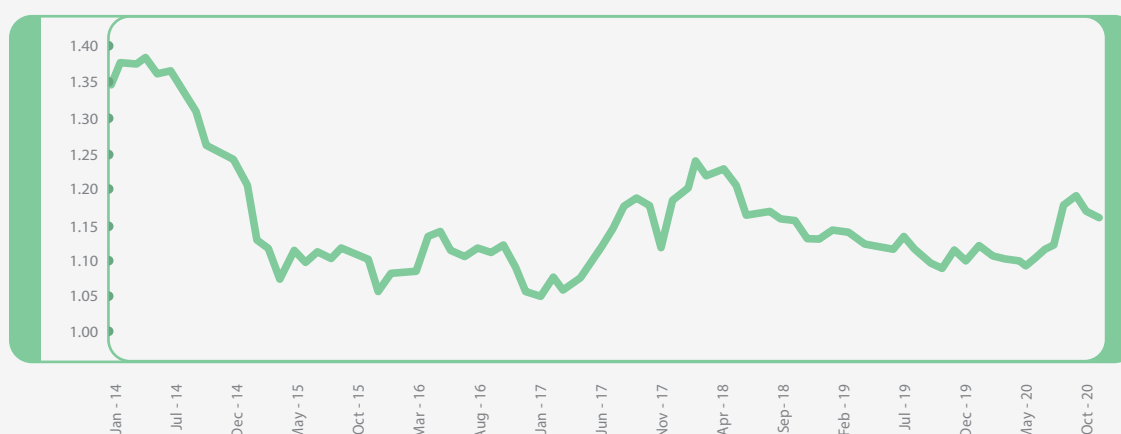
The Rupee lost 0.30% against the Pound Sterling whilst gaining 0.61% against the Euro during the month.

The U.S. Dollar and Japanese Yen rallied versus most currencies as geopolitical and pandemic related headlines favoured safe haven currencies.

The Pound Sterling outperformed the Euro as negotiators in the EU and U.K. made progress toward resolving some of the disagreements that have long affected Brexit talks.

Asia's 'trade-exposed' currencies gained as the latest economic data from China indicated the rebound from the pandemic continuing in to the third quarter.

USD PER 1 EURO MOVEMENT



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

COMMODITY OUTLOOK

	Past month Performance (1st Oct - 31st Oct 2020)	Past 12 months Performance (Oct 2019 - Oct 2020)	Year to Date Performance (1st Jan - 31st Oct 2020)
Bloomberg Commodity Index	1.40%	-9.34%	-11.19%
Gold	-1.13%	27.12%	28.47%
Tea	3.36%	17.78%	7.87%
Oil (Brent)	-1.51%	-31.83%	-38.54%

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

The Bloomberg Commodity Index gained 1.40% during October 2020, recording a gain of 18% from April 2020, but is still down 11.19% this year. While stimulus can help buffer the impact, Covid-19 presents a challenge to commodity exporters.

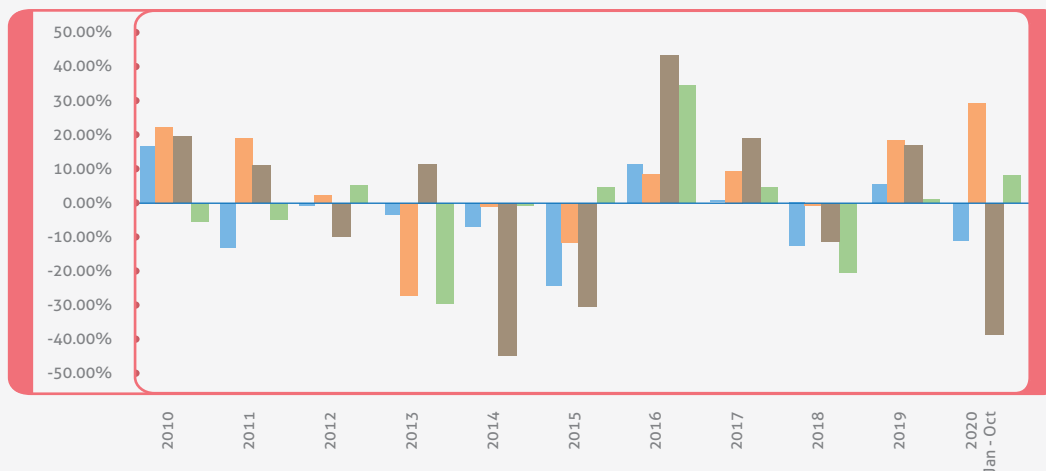
The pandemic could also have lasting impacts on oil demand through changes in consumer and employment behavior. Air travel could also see a permanent reduction, as business travel is curtailed in favour of remote meetings, while tourism may take a longer recovery period than initially expected.

Surge in Libya's crude supply and concerns about rising coronavirus cases in the U.S. and Europe may continue to hamper the oil prices in the medium term. However, the recovery in China may help maintain global prices at current levels.

Gold prices continued to decline, and has lost 1.13% during October 2020. However, from a technical perspective, Gold appears to benefit from its ability to hold support at USD 1,900 per Ounce.

The World Bank expects metals and agriculture will continue to see modest price gains in the coming year, with metals buoyed by China's rapid economic recovery and agricultural prices boosted by global food-supply disruptions.

Commodity Price Movements



DJUBS Gold Oil Tea

Source: NDB Wealth Research >

PROPERTY OUTLOOK

The real-estate in central Colombo has been out of reach for many Sri Lankans in the past. However, given the historically low interest rates currently prevailing in Sri Lanka, it might be the perfect time to consider the investment.

Further, fixed income investments which have traditionally provided a degree of safety and an attractive yield has witnessed a drastic change, offering lower yields and limiting potential investors' real growth on investments.

Therefore, for an investor looking for capital growth and capital preservation, real-estate will have to be an asset class that the investor must consider.

Colombo will continue to attract people due to most higher paying jobs centralized within the city and majority of the leading educational institutions being concentrated within city limits. In addition, hospitals, shopping malls, restaurants, bars and other social infrastructure which are concentrated within the Colombo city area would be some of the reasons that the city will continue to attract an influx of traffic.

However, limited affordability, lack of mortgage products and high construction cost has deterred most people from owning real-estate within Colombo city limits. As an alternative, many house owners have opted for 10 - 15 perch land blocks in the suburbs despite the laborious daily commutes amidst appalling traffic.

The development of road networks and highway systems, in conjunction with anticipated improvements to infrastructure such as monorail systems is expected to cut travel times by one third. Such improvements could result in the expansion of the city and lead to easing of Colombo city property prices.

However, given the current congestion and limited expansion, Colombo city property prices could continue to rise, presenting an opportunity for future profits.

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 October 2020									
Profit Sharing Ratio*	30:70	-	60:40	65:35	75:25	80:20	85:15	-	90:10
Distributed Profit	2.34%	-	4.30%	4.69%	5.50%	6.25%	6.64%	-	7.03%
Bank of Ceylon Islamic Business Unit - As of September 2020									
Profit Sharing Ratio*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	2.00%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of October 2020									
Profit Sharing Ratio*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	2.25%	-	2.75%	3.29%	3.79%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of September 2020									
Profit Sharing Ratio*	30:70	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	2.50%	-	4.25%	4.50%	5.50%	-	-	-	-
National Development Bank PLC-"Shareek" Islamic Banking unit - As of September 2020									
Profit Sharing Ratio* (3Mn - 50Mn)	40:60	60:40	65:35	40:60	65:35	-	-	-	-
Distributed Profit	4.25%	4.25%	4.50%	5.00%	5.65%	-	-	-	-
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 September 2020									
Profit Sharing Ratio*	30 :70	50:50	53:47	55:45	55:45	59:41	60:40	64:36	65:35
Distributed Profit	4.45%	4.88%	5.13%	5.38%	7.38%	7.84%	8.63%	8.63%	9.13%
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of September 2020									
Profit Sharing Ratio*	25:75	31:69	34:66	36:64	38:62	-	-	-	-
Distributed Profit	3.38%	4.20%	4.60%	4.87%	5.14%	-	-	-	-
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of September 2020									
Profit Sharing Ratio*	30:70	60:40	62:38	66:34	66:34	67:33	69:31	70:30	74:26
Distributed Profit	4.12%	6.53%	6.78%	7.03%	8.39%	9.35%	9.62%	9.90%	10.17%
Peoples Leasing Islamic Business Unit - As of August 2020									
Profit Sharing Ratio*	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	4.05%	-	5.40%	5.85%	6.75%	-	-	-	-

* 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

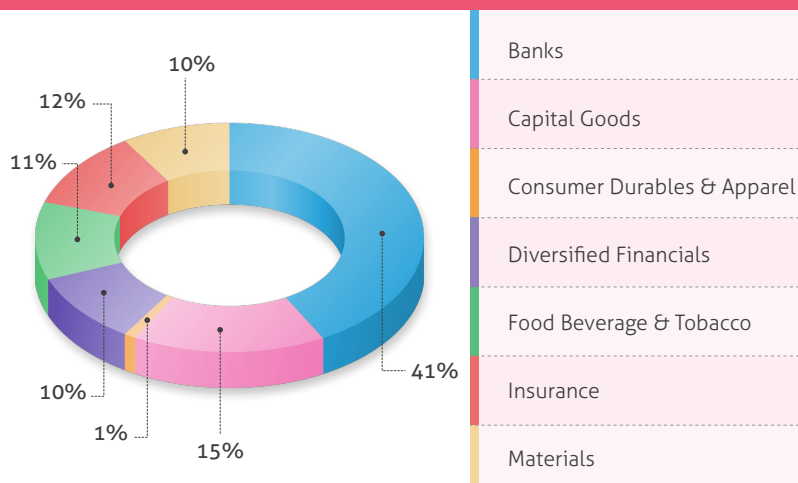
NDB Wealth Growth Fund

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



Fund Snapshot

31-Oct-20

YTD Yield	-12.85%
NAV per unit	8.84
AUM (LKR Mn.)	177.67
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.32%
Max Equity Allocation	97.00%
Current Equity Allocation	93.27%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

ACCESS ENG LTD
COMMERCIAL BANK OF CEYLON PLC
DISTILLERIES COMPANY OF SRI LANKA PLC
HATTON NATIONAL BANK PLC
PEOPLES INSURANCE LTD

Historical Returns

Period	Fund Returns *	ASPI Returns
Last Month	-3.45%	-4.32%
Last 3 months	8.98%	11.75%
Last 6 months	20.60%	25.26%
Last 12 months	-12.35%	-4.40%
Year 2019	-0.59%	1.27%
Year 2018	-6.79%	-4.98%

* After fees, excluding front end and back end loads

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	6.73%
Average Duration	0.0027
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

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Fund Overview

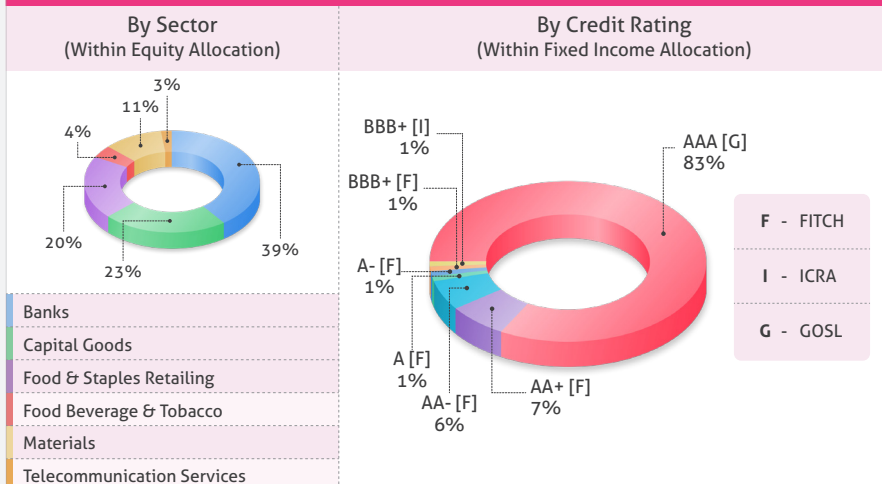
NDB Wealth Growth and Income Fund

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

31-Oct-20

YTD Yield	5.41%
NAV per unit	41.35
AUM (LKR Mn.)	2,406.92
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.72%
Max Equity Allocation	97.00%
Current Equity Allocation	29.80%
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	5.41%	-6.57%
Last month	0.16%	-4.32%
Last 3 months	3.07%	11.75%
Last 6 months	6.99%	25.26%
Last 12 months	5.36%	-4.40%
Year 2019	11.09%	1.27%
Year 2018	7.47%	-4.98%

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

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	70.20%
Average Duration	0.07
Maturity	% Holding
Under 3 Months	91.43%
3 Months - 6 Months	4.46%
6 Months - 1 Year	3.46%
1 Year - 5 Years	0.65%

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

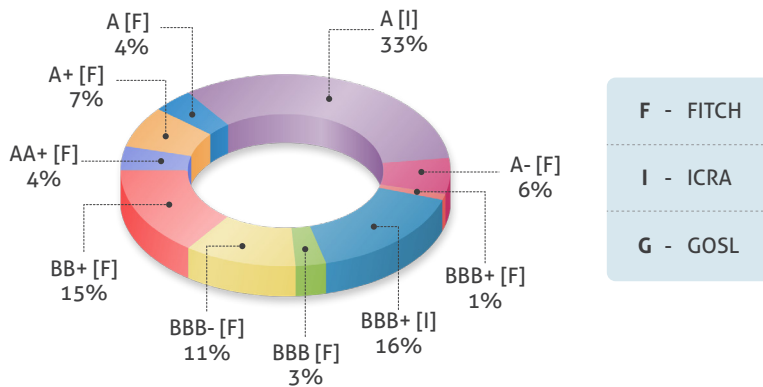
NDB Wealth Income Fund

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-Oct-20

YTD Yield	11.59%
YTD Yield (Annualized)	13.87%
NAV per unit	15.6967
AUM (LKR Mn.)	377.28
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.39%
Average Maturity (Yrs)	1.53
Average Duration	1.14

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	4.15%	7.43%
1 Month - 3 Months	10.93%	11.40%
3 Months - 6 Months	12.60%	12.10%
6 Months - 1 Year	40.93%	11.70%
1 Year - 10 Years	31.40%	12.60%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	11.59%	13.87%
Last month	0.76%	9.00%
Last 3 months	2.21%	8.78%
Last 6 months	6.32%	12.54%
Last 12 months	13.56%	13.56%
Year 2019	12.97%	12.97%
Year 2018	10.00%	10.00%

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

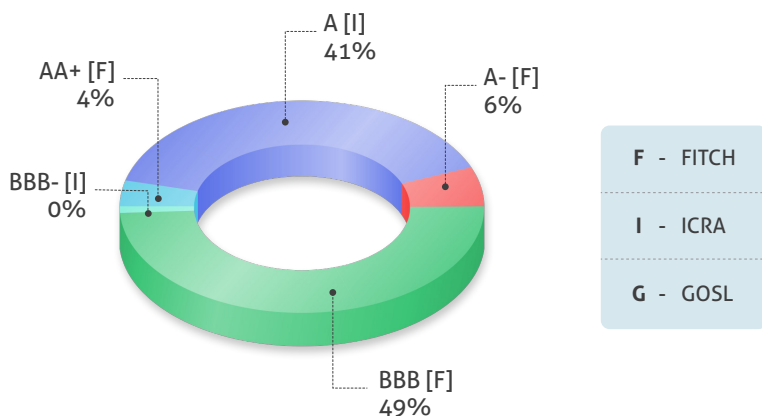
NDB Wealth Income Plus Fund

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

31-Oct-20

YTD Yield	10.24%
YTD Yield (Annualized)	12.26%
NAV per unit	16.6675
AUM (LKR Mn.)	52.72
Fund Currency	LKR
Fund Inception	7-Apr-16
Expense Ratio	0.76%
Average Maturity (Yrs)	0.26
Average Duration	0.25

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	4.37%	4.55%
1 Month - 3 Months	49.24%	12.10%
3 Months - 6 Months	46.39%	10.50%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	10.24%	12.26%
Last month	0.87%	10.29%
Last 3 months	2.78%	11.01%
Last 6 months	5.82%	11.54%
Last 12 months	12.34%	12.34%

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

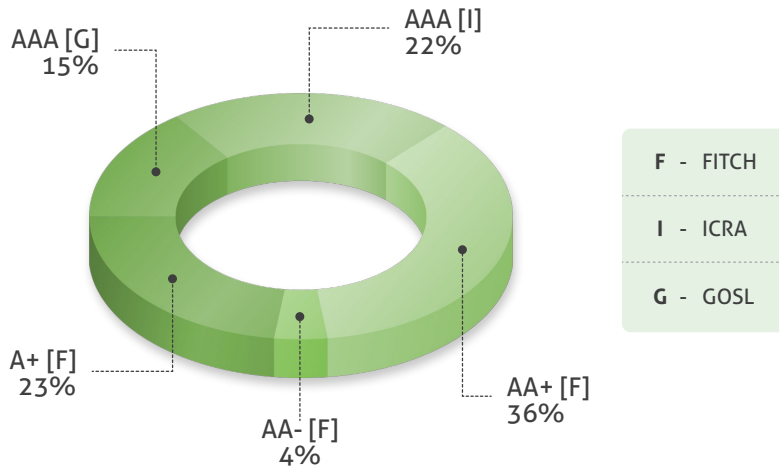
Type: Open Ended
Currency: LKR

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

31-Oct-20

YTD Yield	7.17%
YTD Yield (Annualized)	8.58%
NAV per unit	20.3485
AUM (LKR Mn.)	818.21
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.82%
Average Maturity (Yrs)	0.32
Average Duration	0.31

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	26.47%	6.10%
1 Month - 3 Months	13.81%	7.30%
3 Months - 6 Months	49.02%	6.70%
6 Months - 1 Year	10.70%	8.00%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	7.17%	8.58%
Last month	0.59%	6.90%
Last 3 months	1.85%	7.35%
Last 6 months	4.06%	8.04%
Last 12 months	8.83%	8.83%
Year 2019	10.24%	10.24%
Year 2018	8.74%	8.74%

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.

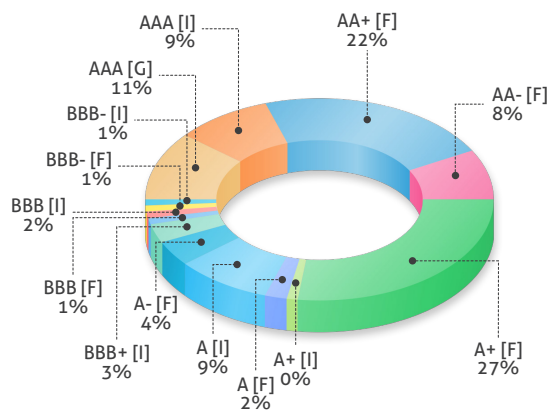
The Fund aims to provide liquidity to investors while enhancing returns by investing in a diversified portfolio of short term corporate debt securities with maturities less than 365 days

Fund Snapshot

31-Oct-20

YTD Yield	8.28%
YTD Yield (Annualized)	9.91%
NAV per unit	23.1977
AUM (LKR Mn.)	80,605.85
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.81%
Average Maturity (Yrs)	0.35
Average Duration	0.34

Portfolio Allocation By Credit Rating



Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	16.92%	5.64%
1 Month - 3 Months	13.89%	8.00%
3 Months - 6 Months	46.28%	6.80%
6 Months - 1 Year	22.91%	9.30%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	8.28%	9.91%
Last month	0.59%	6.92%
Last 3 months	1.87%	7.41%
Last 6 months	4.40%	8.72%
Last 12 months	10.14%	10.14%
Year 2019	11.73%	11.73%
Year 2018	11.53%	11.53%

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

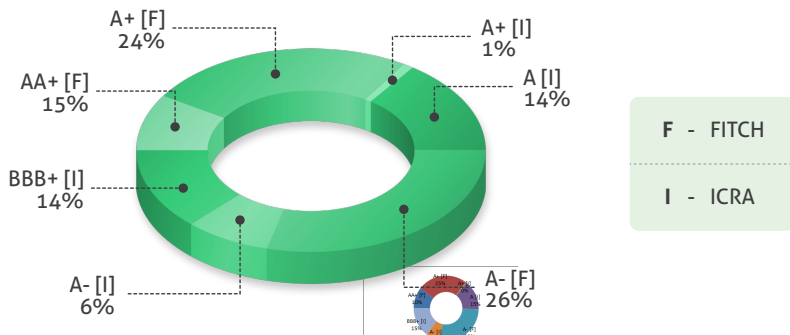
Type: Open Ended
Currency: LKR

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-Oct-20

YTD Yield	8.06%
YTD Yield (Annualized)	9.65%
NAV per unit	16.0606
AUM (LKR Mn.)	826.90
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.22%
Average Duration	0.34

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	17.85%	4.94%
1 Month - 3 Months	33.61%	9.00%
3 Months - 6 Months	14.22%	7.70%
6 Months - 1 Year	34.32%	9.30%

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	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	8.06%	9.65%
Last month	0.62%	7.36%
Last 3 months	1.99%	7.91%
Last 6 months	4.36%	8.64%
Last 12 months	9.77%	9.77%

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

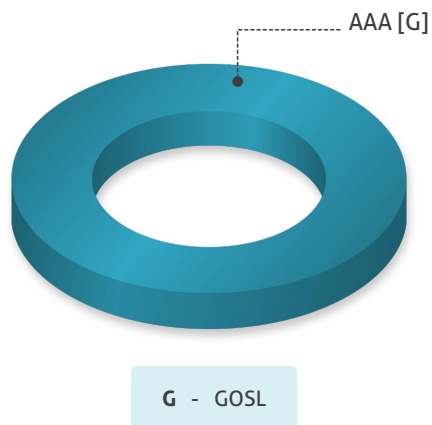
NDB Wealth Gilt Edged Fund

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-Oct-20

YTD Yield	9.66%
YTD Yield (Annualized)	11.57%
NAV per unit	18.5695
AUM (LKR Mn.)	65.37
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.56%
Average Maturity (Yrs)	0.05
Average Duration	0.05

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	100%	4.90%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	9.66%	11.57%
Last month	0.29%	3.36%
Last 3 months	5.90%	23.39%
Last 6 months	7.32%	14.53%
Last 12 months	10.81%	10.81%
Year 2019	19.12%	19.12%
Year 2018	11.45%	11.45%

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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