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# MARKET UPDATE AND FUND REVIEW

*!t's time*

**NDB** | WEALTH

2021  
NOVEMBER

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## MARKET BRIEF BY NDB WEALTH

### BUDGET 2022

The 2022 budget focused on post-Covid-19 growth, with emphasis on building a strong domestic economy on the back of import substitution whilst supporting the export sector. Tax proposals remained largely consistent with previous budget proposals, apart from one-off taxes proposed on larger corporates. However, budgetary targets remain ambitious and will depend on the efficiency of revenue collections and containment of government expenditure.

### INFLATION SOARS

Inflation as measured by the CCPI spiked to 9.9% in November on a year-on-year basis from the previous month's 7.6%, the highest on record in recent history, as food prices soared during the month. The index rose 2.6% with food prices increasing by 5.3% and non-food items rising by 1.2% during the month. We expect overall inflation to remain elevated as supply constraints continue to exert pressure on prices.

### THE RUPEE CONTINUES TO FALL

The Sri Lanka Rupee depreciated by 0.09% against the USD in November to close the month at LKR 202.05, and remains a net loser on a year to date basis at 7.74%. The Rupee however, appreciated against other hard currencies, rising 3.40% against the Pound Sterling and 3.21% against the Euro during the month. The Central Bank was a net seller of foreign exchange in the market in November amounting to USD 72.32 mn, whilst gross official reserves plunged to a low of USD 2.27 bn by end October. Increasing global commodity prices, foreign debt repayments and limited tourism receipts, are expected to weaken the Rupee further.

### INTEREST RATES FALL

Interest rates fell across the board with the benchmark 364-day T-Bill rate falling to 8.16% during the month. Foreign holding of LKR denominated government securities declined marginally in November by LKR 24 mn to a low of 0.02% of total outstanding government securities, and foreigners were net sellers of LKR 5.07 bn on a year to date basis. With economic activity slowing down, due to weak macro-economic conditions, credit to the private sector slowed to 13.3% year-on-year in October compared to 13.8% year on year growth recorded in September 2021. We expect the widening budget deficits and the debt servicing burden to add further pressure on interest rates going forward.

### STOCK MARKET RALLIES

The Colombo Stock Exchange (CSE) accelerated in November with the All Share Price Index (ASPI) rising by 12.57% and the liquid S&P SL 20 index increasing by 4.52% amidst continued local investor participation despite heavy selling pressure on the foreign side. The prevailing weak macroeconomic fundamentals have driven foreign investors out of the bourse with net foreign outflows reflecting LKR 4.00 bn during the month and LKR 50.28 bn on a year-to-date basis. Given the uncertainties surrounding the pandemic and macro-economic headwinds, we expect the equity market to be range-bound in the short-term, with intermittent rallies being witnessed from time to time.

**Amaya Nagodavithane**

Fund Manager

## EQUITY OUTLOOK

	Past month Performance (Nov 2021)	Past 12 months Performance (Nov 2020 - Nov 2021)	Year to Date Performance (upto 30th Nov 2021)
All Share Price Index	12.57%	83.23%	68.88%
S&P SL 20	4.52%	57.95%	46.92%
MSCI Frontier Markets Index	-4.59%	25.08%	18.31%
MSCI World Index	-2.19%	21.78%	16.82%
MSCI Emerging Markets	-4.08%	2.70%	-4.34%
MSCI Asia Ex Japan	-3.87%	0.39%	-6.00%

Source: [www.cse.lk](http://www.cse.lk) and [www.msci.com](http://www.msci.com) >

All Share Price Index (ASPI) and S&P SL 20 Index (S&P SL), the two main indices of the Colombo Stock Exchange (CSE), continued to record significant gains during the month of November 2021. ASPI closed the month off at 11,440.53 points, highest ever recorded by the index.

ASPI and S&P SL indices continued to rally on the backdrop of a selected few counters in the market amidst the low interest rates in the economy entailing more retail investors into the equity market.

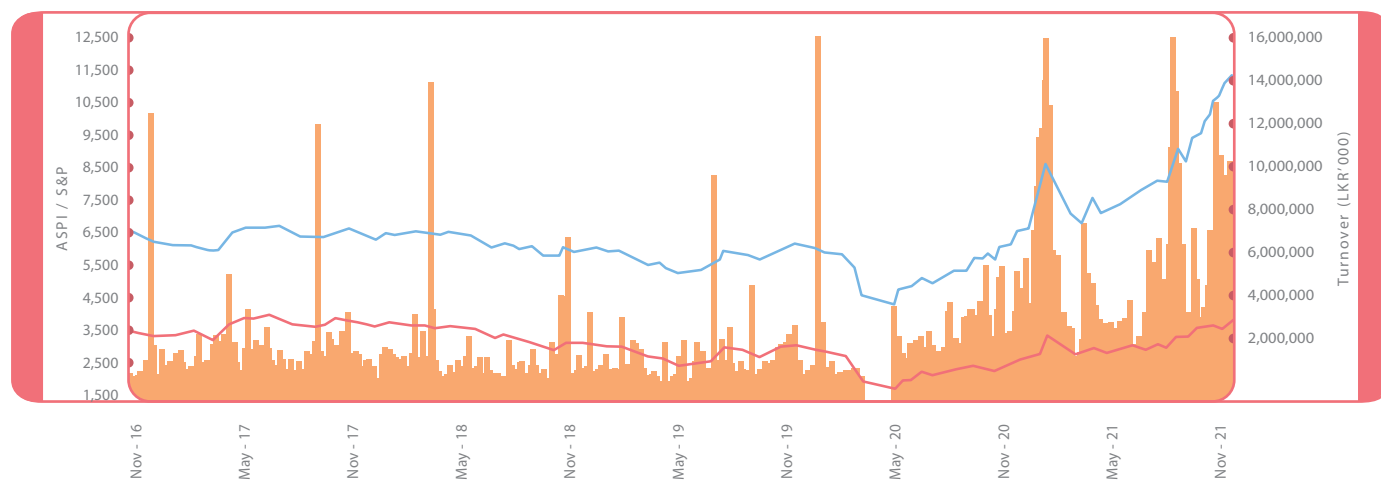
MSCI announced the addition of Expo Lanka in its frontier market index, which was one of the largest additions into the index in terms of market capitalization.

Global stocks dropped on renewed concerns over US-China tensions after Chinese mobile transportation giant Didi announced its delisting from the New York stock exchange.

Asian shares suffered steep drops during the month after the detection of the new Omicron variant sent investors scurrying towards safety of bonds, the Yen and the Dollar. However, the markets eased towards the end of the month after positive news that the variant produced milder symptoms and was expected to not worsen the current coronavirus pandemic.

According to the institute of International Finance, capital inflows into emerging markets (excluding China) posed a sudden drop, due to expectations of US interest rate hikes and increased investor skepticism over a possible economic recovery from the pandemic next year with the detection of the new Covid-19 variant.

## Colombo Stock Exchange Performance



■ Turnover 
 ■ S&P 
 ■ ASPI

Source: [www.cse.lk](http://www.cse.lk) >

		Nov 2021	Nov 2020
<b>CSE</b>	Market PER	13.89 X	10.61 X
	Market PBV	1.60 X	1.05 X
	Market DY	2.33%	2.80%
<b>MSCI Frontier Market</b>	Market PER	14.89 X	15.81X
	Market PBV	2.19 X	1.78 X
	Market DY	2.66%	3.68%

Source: [www.cse.lk](http://www.cse.lk) >

Foreign investors continued to be net sellers amounting to LKR 4.00 billion during November 2021 as year-to-date outflows reached LKR 50.28 billion.

Colombo Stock Exchange	Jan-Nov 2021	Jan-Nov 2020
Foreign Inflows	LKR 31.78 Billion	LKR 50.82 Billion
Foreign Outflows	LKR 82.07 Billion	LKR 99.22 Billion
<b>Net Foreign Inflows/(Outflows)</b>	<b>(LKR 50.28 Billion)</b>	<b>(LKR 48.40 Billion)</b>

Source: [www.cse.lk](http://www.cse.lk) >

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**“ YOU ONLY HAVE TO DO  
A VERY FEW THINGS RIGHT IN YOUR LIFE  
SO LONG AS YOU DON'T DO TOO MANY THINGS WRONG ”**

— Warren Buffett —



# FIXED INCOME OUTLOOK

## Interest Rates in Sri Lanka

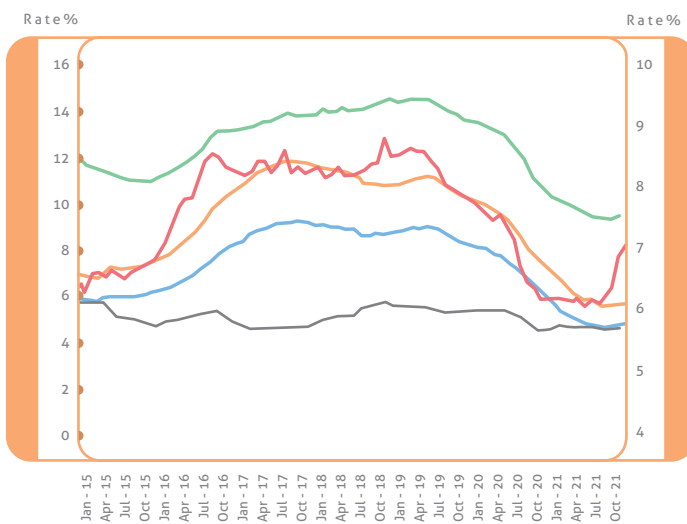
The Central Bank maintained the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) at 6.00% and 5.00% respectively during November.

	Nov 20	Dec 20	Oct 21	Nov 21
<b>364 Day T-bill</b>	5.00%	5.03%	8.18%	8.16%
<b>5-Year Bond</b>	6.59%	6.63%	10.81%	10.56%
<b>1-Year Finance Company Fixed Deposit Ceiling Rate</b>	6.88%	6.88%	8.16%	9.88%

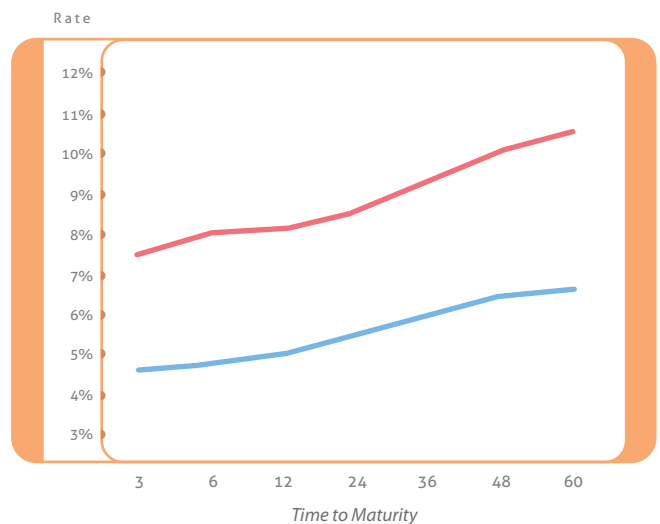
\* Gross Rates provided. Net returns would change based on prevailing tax regulations.

Source: Central Bank of Sri Lanka >

### AVERAGE LENDING & DEPOSIT RATES & SPREAD



### YIELD CURVE - LKR TREASURIES



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

Nov-20    Nov-21

Source: Central Bank of Sri Lanka >

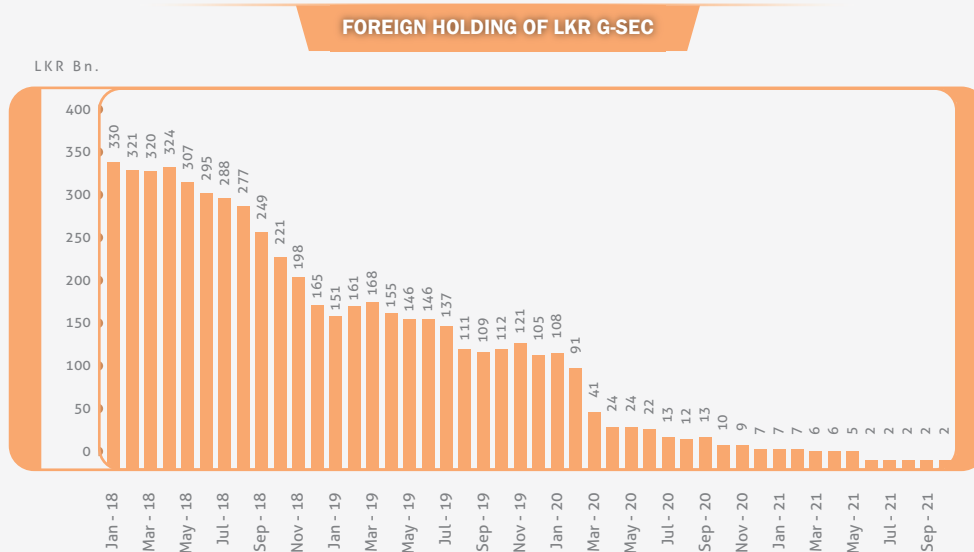
AWDR: Average Weighted Deposit Rate | AWFDR: Average Weighted Fixed Deposit Rate | AWLR: Average Weighted Lending Rate | AWPR Average Weighted Prime Lending rate

Treasury bill rates decreased across the board, with the benchmark 364-day T-Bill rate dropping marginally to 8.16% and the 182-day & the 91-day T-Bills decreasing to 8.02% and 7.53% respectively.

Broad money (M2b) growth slowed to 17.3% year-on-year in October, from the previous month's 18.2% whilst credit to the private sector slowed to 13.3% year-on-year in October, from 13.8% in September. Monthly private sector credit disbursements increased by LKR 35.1 bn or 0.51%, slightly higher than the LKR 29.1 bn growth recorded during the previous month.

Outstanding LKR Govt. Securities LKR 8,997 Billion	
<b>T Bills (Total)</b>	<b>T Bonds (Total)</b>
LKR 2,216 Billion	LKR 6,781 Billion
<b>Domestic (Bills &amp; Bonds)</b>	<b>Foreign (Bills &amp; bonds)</b>
LKR 8,995 Billion	LKR 1.8 Billion
<b>Total Foreign Holding of Bills and Bonds: 0.02%</b>	

*Source: Central Bank of Sri Lanka >*



Foreign selling of LKR denominated bills and bonds continued through November, at a similar pace to the previous month as holdings fell by LKR 24 million to a low 0.02% of outstanding government bills and bonds. On a year to date basis, foreign investors remained net sellers of Rupee denominated bills and bonds totaling LKR 5.07 billion.

1 Year FD Rates - Sri Lankan Banks		
	Nov 2021	Oct 2021
NSB	5.50%	5.50%
COMB	5.50%	5.50%
SAMP	5.50%	5.25%
HNB	5.50%	5.50%
NDB	5.00%	5.00%

Rates on Credit Cards		Nov 21
HSBC		18.00%
SCB		18.00%
Sampath		18.00%
NDB		18.00%
AMEX		18.00%

*Source: Respective Commercial Banks >*

Sampath Bank increased their 1 Year Fixed Deposit Rate by 0.25%, while the other banks maintained their rates during the month of November.

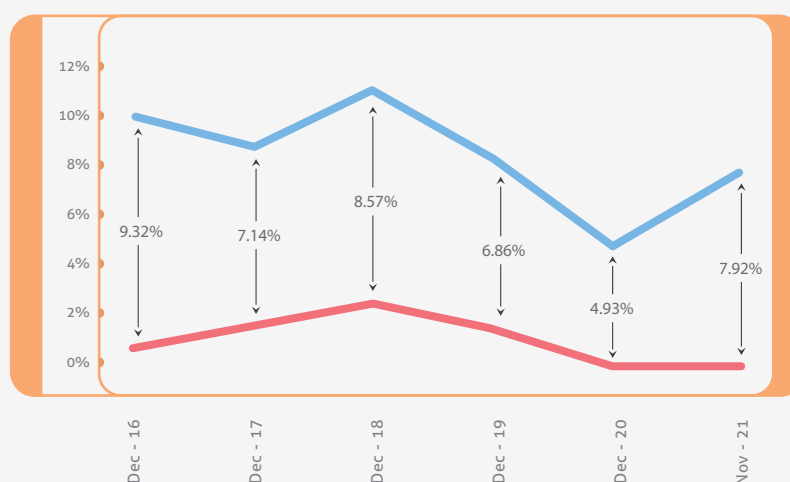
NDBIB CRISIL Fixed Income Indices Total return as at 30/11/2021	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	1.42%	4.94%	7.07%
NDBIB-CRISIL 364 Day T-Bill Index	-0.28%	2.54%	7.96%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	-1.31%	-0.27%	11.13%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	-3.92%	-4.37%	11.89%

Source: [www.crisil.com](http://www.crisil.com) >

Central Bank Policy Rates	2018	2019	2020	Latest
Sri Lanka	8.00%	7.00%	4.50%	5.00%
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](http://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 >

The US Federal Reserve is expected to begin tapering during the month of December, as part of its plan to reverse the pandemic-led monetary stimulus, with indications that a policy rate hike would be implemented earlier than projected.



364 Day Treasury Bill Rate	Nov 20	Dec 20	Oct 21	Nov 21
<b>Sri Lanka</b>	5.00%	5.03%	8.18%	8.16%
<b>India</b>	3.39%	3.44%	4.04%	4.11%
<b>US</b>	0.11%	0.10%	0.15%	0.24%
<b>Euro Zone</b>	-0.72%	-0.76%	-0.69%	-0.86%

Source: Respective Central Banks >

The European Central Bank is expected to increase their policy rates in the coming months as inflation soars well past their 2.0% target at 4.9%, an all-time high since the Euro was introduced.

Rates on Savings Accounts Nov 2021	
<b>Sri Lanka</b>	3.50%
<b>US</b>	0.01%
<b>Euro Zone</b>	0.11%
<b>Australia</b>	0.25%
<b>India</b>	3.00%

Source: Respective Commercial Banks >

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**“ COMPOUND INTEREST MEANS  
EXPONENTIAL RETURNS! ”**

— NDB Wealth —



# INFLATION RATES

Country	Nov 20	Dec 20	Oct 21	Nov 21
Sri Lanka	4.10%	4.23%	7.62%	9.92%
US	1.17%	1.36%	6.22%	6.22%*
Euro Zone	-0.29%	-0.27%	4.05%	4.05%*
India	6.93%	4.59%	4.08%	4.08%*

\*Oct 2021

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

Inflation as measured by the CCPI (2013=100) accelerated to 9.92% in the month of November on a year-on-year basis compared to 7.62% recorded last month. The significant increase is mainly attributable to rise in prices of food items.

During the month, the index rose by 2.6% with food prices rising by 5.3% and non-food prices rising by 1.2%. The monthly increase in price levels of food items were mainly due to rise in prices of rice, vegetables and milk powder whilst increases in non-food prices is linked to rise in prices of housing, water, electricity, gas and other fuels and Miscellaneous goods and services categories.

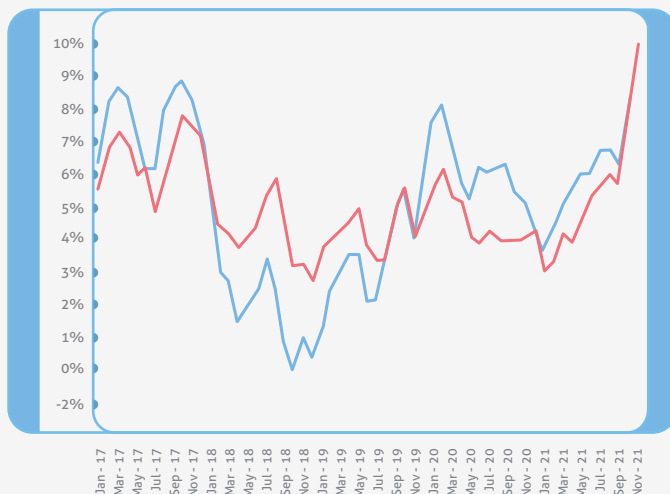
On an annual average basis inflation edged up to 5.3% in November 2021.

Core inflation, which excludes the more volatile aspects of price movements (food, energy, and transport), increased to 7.0% year-on-year in November from the previous month's 6.3% with annual average core inflation accelerating to 4.0% in November from previous 3.6% in October.

We expect overall inflation to remain elevated as supply constraints continue to exert pressure on prices.

On the global front, both US and Euro Zone inflation levels saw a notable increase with US inflation rising during the month to 6.22% from 5.39% in October and Euro Zone rising to 4.05% from 3.36% in October.

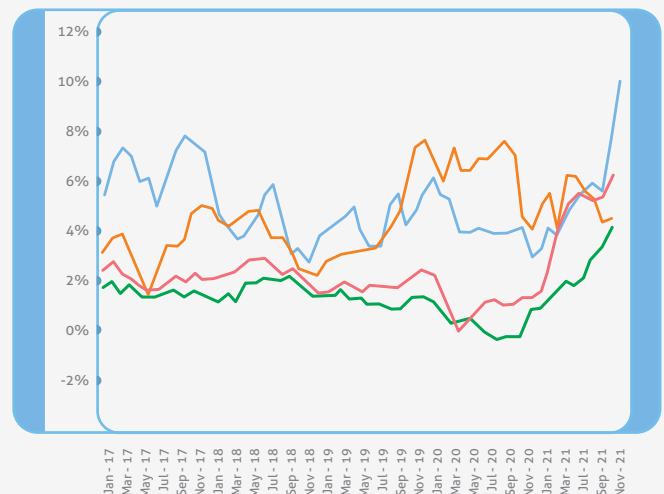
INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



CCPI NCPI

Source: Department of Census and Statistics Sri Lanka

GLOBAL INFLATION RATES



Sri Lanka US Euro zone India

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

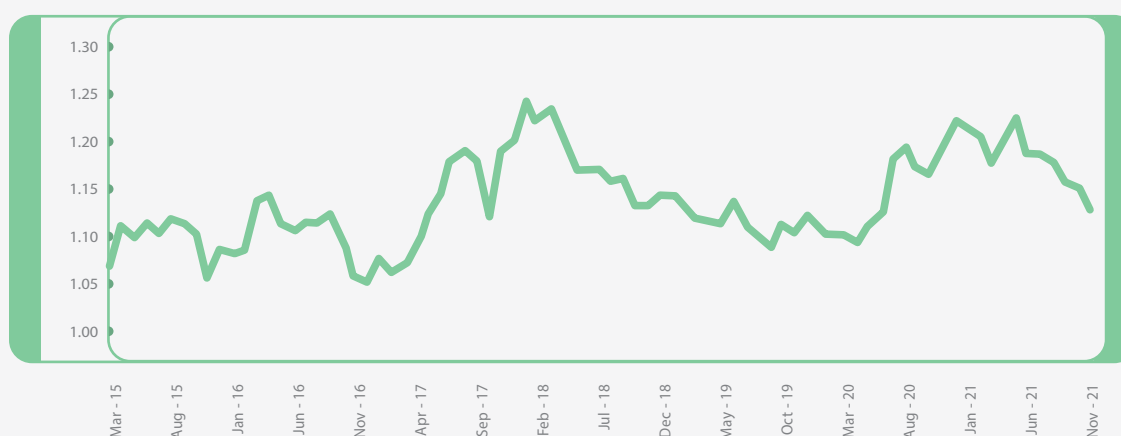
## FOREX OUTLOOK

Exchange Rates Vs. LKR	Nov 20	Dec 20	Nov 21	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	184.96	186.41	202.05	-8.46%	-7.74%
GBP	246.71	254.35	296.24	-8.37%	-5.53%
EURO	221.42	229.42	228.33	-3.03%	0.48%
YEN	1.78	1.81	1.78	0.17%	1.82%
AUD	136.78	143.66	144.48	-5.33%	-0.57%
CAD	142.42	146.35	158.62	-10.21%	-7.74%
INR	2.50	2.55	2.69	-7.07%	-5.27%
BHD	490.58	494.38	535.89	-8.45%	-7.75%
CNY	28.09	28.59	31.70	-11.36%	-9.80%

Source: Central Bank of Sri Lanka >

- The Sri Lanka Rupee depreciated marginally against the US Dollar in November by 0.09% ending the month at LKR 202.04. Overall the LKR has depreciated by 7.74% against the US Dollar on a year to date basis.
- However, the Rupee appreciated by 3.40% and 3.21% against the Sterling Pound and the Euro respectively during the month.
- The USD rose to a 16-month high in November in the backdrop of an increased possibility of an interest rate hike in the near term with the re-nomination of Federal Reserve Chair, Jerome Powell.
- The Euro continued on its downward trend against the US Dollar as investors anticipating that a delay in increasing policy interest rates in the Euro region coupled with quantitative easing carried out by the ECB will potentially lead to further depreciation of the Euro.
- Asian currencies displayed mixed performance with concerns over the Omicron variant and decision of US Fed (the central bank of the US) regarding interest rate hikes continue to cast uncertainty in the markets.

### USD PER 1 EURO MOVEMENT



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

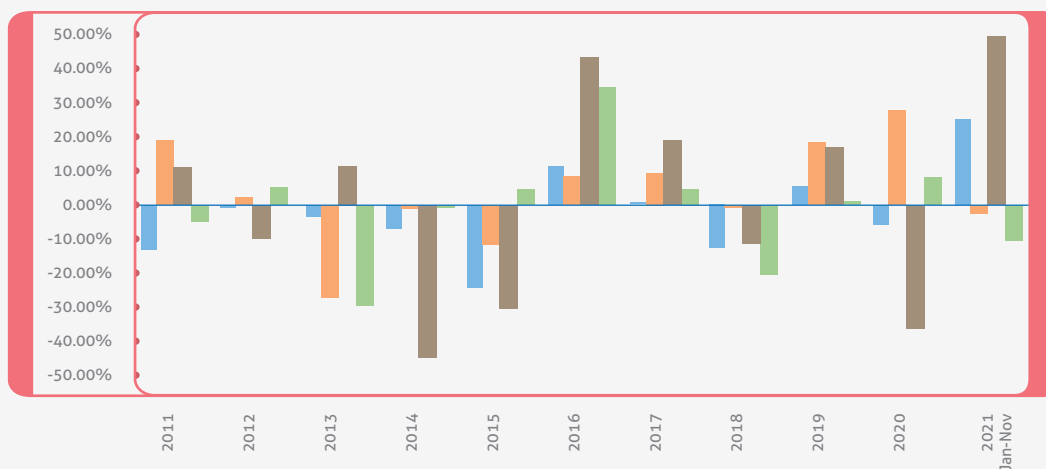
# COMMODITY OUTLOOK

	Past month Performance (Nov 2021)	Past 12 months Performance (Nov 2020 -Nov 2021)	Year to Date Performance (up to 30th Nov 2021)
<b>Bloomberg Commodity Index</b>	-7.31%	28.83%	22.74%
<b>Gold</b>	2.53%	-2.39%	-1.97%
<b>Tea</b>	1.03%	-11.20%	-9.64%
<b>Oil (Brent)</b>	-3.44%	86.84%	61.96%

Source: [www.worldbank.com](http://www.worldbank.com), Bloomberg and NDB Wealth Research >

- Bloomberg Commodity Index (BCOM) has recorded a sharp decline of 7.31% during the month of November 2021.
- Global freight rates dropped slightly in November, despite being much higher than what they were in 2020. However, shipping rates are expected to rise during December due to high activity during the holiday season.
- Crude oil prices saw a 3.44% decline in November 2021, amidst uncertainties in the global economy. Factors such as the USA and other countries releasing their strategic oil reserves in a bid to tame prices, the US central bank announcing imminent interest rate hikes, uncertainties in global demand due to the detection of the Omicron variant and the OPEC+ being adamant on limiting supply, have seen oil prices display considerable volatility in November.
- The marginal increase in the price of tea during November, a major export commodity of Sri Lanka, in the global markets is positive news for the local economy. However, the prices are still lower than the previous year.
- In global markets, spot gold rates saw a slight rise in November 2021. However, gold prices have dipped nearly 2% during the first eleven months of 2021. Going forward, the price of gold may increase if investors opt towards gold as a safe haven asset in the backdrop of increasing concerns of a new COVID variant and rapidly rising inflation.

Commodity Price Movements



DJUBS Gold Oil Tea

Source: NDB Wealth Research >

## PROPERTY OUTLOOK

Sri Lanka's housing and broader real estate markets soared amidst strong demand and was among the few sectors in the economy to stage a quick rebound after the setbacks of the pandemic induced lockdowns.

According to Charts.lk, a statistical analysis platform, Sri Lanka's home land prices have appreciated by as much as 30% for the quarter ended on 30th September 2021, compared to a year ago.

The real estate sector grew by 5.5% from a year ago, reflecting conditions most suitable for housing such as low interest rates and surging demand for housing by the middle-income class kept the housing market active despite the pandemic.

Referring to price data from LankaPropertyweb, Charts.lk indicated that the price surge due to high demand indicates shift in funds towards safe assets due to weak economic conditions.

Land and real estate offer good investment opportunities with the mortgage rates at historical lows as their values appreciate significantly.

However, the bullish pace of the price increases are red flags for many first-time buyers as they would have to wait longer before they can afford their basic housing needs.

Annual growth rate in residential land prices in the Colombo city has risen by 3% while prices in the western province, excluding Colombo city, have grown by 14%.

Sources: Daily Mirror: Residential land prices surge 30% in 3Q 2021 – Charts.lk, LankaPropertyweb. >

# 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 <sup>+</sup>	2 Year <sup>+</sup>	3 Year <sup>+</sup>	4 Year <sup>+</sup>	5 Year <sup>+</sup>
<b>Amana Bank - As of November 2021</b>									
Profit Sharing Ratio*	30:70	-	55:45	60:40	65:35	70:30	75:25	-	90:10
Distributed Profit	2.19%	-	4.02%	4.38%	5.25%	5.11%	5.48%	-	6.57%
<b>Bank of Ceylon Islamic Business Unit - As of November 2021</b>									
Profit Sharing Ratio*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	1.60%	-	-	-	-	-	-	-	-
<b>Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of November 2021</b>									
Profit Sharing Ratio*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	3.05%	-	3.73%	4.71%	5.45%	-	-	-	-
<b>Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of October 2021</b>									
Profit Sharing Ratio*	30:70	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	2.50%	-	3.75%	4.25%	5.25%	-	-	-	-
<b>National Development Bank PLC-"Shareek" Islamic Banking unit - As of November 2021</b>									
Profit Sharing Ratio* (3Mn - 50Mn)	40:60	60:40	65:35	40:60	65:35	-	-	-	-
Distributed Profit	2.50%	3.00%	3.25%	3.75%	5.50%	-	-	-	-
<b>Citizen Development Business Finance PLC- Islamic Banking unit - As of August 2019</b>									
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%	-	-
<b>Commercial Leasing &amp; Finance PLC- Islamic Finance - As of October 2021</b>									
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%	5.21%	5.46%	5.71%	7.21%	7.61%	7.76%	8.07%	8.38%
<b>LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of November 2021</b>									
Profit Sharing Ratio*	25:75	31:69	34:66	36:64	38:62	-	-	-	-
Distributed Profit	3.99%	4.95%	5.43%	5.75%	6.07%	-	-	-	-
<b>LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of November 2021</b>									
Profit Sharing Ratio*	30:70	32:68	34:66	36:64	49:51	54:46	57:43	60:40	63:37
Distributed Profit	4.30%	4.48%	4.76%	5.04%	6.86%	7.56%	7.98%	8.40%	8.82%
<b>Peoples Leasing Islamic Business Unit - November 2021</b>									
Profit Sharing Ratio*	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	4.48%	-	5.98%	6.48%	7.47%	-	-	-	-

\* 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	Lanka Aluminium Industries PLC
Bairaha Farms PLC	Chevron Lubricants Lanka PLC
Ceylon Grain Elevators PLC	Dipped Products PLC
Three Acre Farms PLC	Samson International 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

Source: [www.takaful.lk](http://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

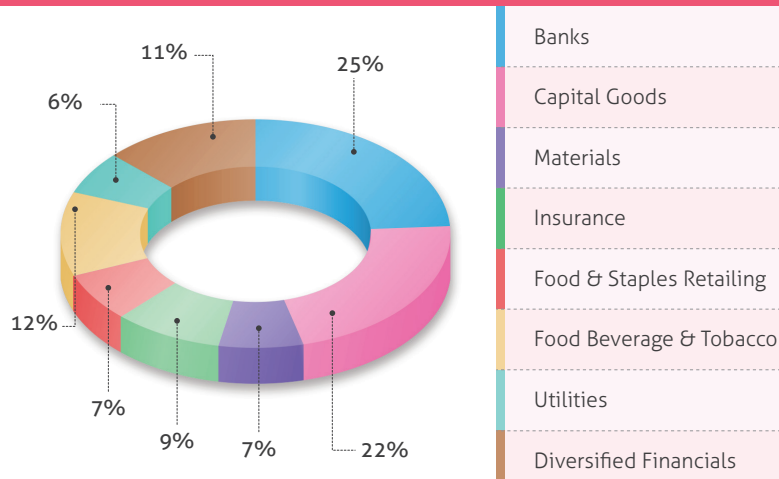
### NDB Wealth Growth Fund

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



### Historical Returns

Period	Fund Returns *	ASPI Returns
Last Month	-0.18%	12.57%
Last 3 months	3.17%	27.15%
Last 6 months	3.17%	54.53%
Last 12 months	17.55%	83.23%
Year 2020	-4.46%	10.52%
Year 2019	-0.59%	1.27%

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

### Fund Snapshot

30-Nov-21

YTD Yield	12.95%
NAV per unit	10.95
AUM (LKR Mn.)**	316.08
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.74%
Max Equity Allocation	97.00%
Current Equity Allocation	80.22%
Fund Leverage	0.00%

### Top 5 Portfolio Holdings (In Alphabetical Order)

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

### Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	19.78%
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

### Disclaimer

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# Fund Overview

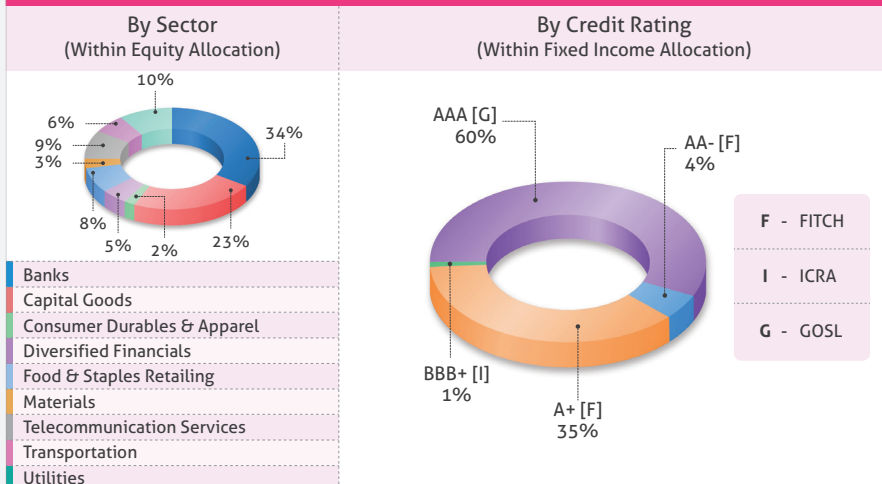
## NDB Wealth Growth and Income Fund

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

30-Nov-21

YTD Yield	10.89%
NAV per unit	47.77
AUM (LKR Mn.)**	2,854.28
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.82%
Max Equity Allocation	97.00%
Current Equity Allocation	62.48%
Fund Leverage	0.00%

## Top 5 Portfolio Holdings (In Alphabetical Order)

ACCESS ENG LTD
COMMERCIAL BANK OF CEYLON PLC
HATTON NATIONAL BANK PLC
HAYLEYS PLC
WINDFORCE LIMITED

## Historical Returns

Period	Fund Returns*	ASPI Returns
Year to Date	10.89%	68.88%
Last month	0.05%	12.57%
Last 3 months	3.22%	27.15%
Last 6 months	2.59%	54.53%
Last 12 months	13.49%	83.23%
Year 2020	9.82%	10.52%
Year 2019	11.09%	1.27%

\* 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	37.52%
Average Duration	0.01
Maturity	% Holding
Under 3 Months	99.06%
1 Year - 5 Years	0.94%

## Other Features

<b>Valuation</b>	Daily Valuation Instruments less than one year - cost plus accrued basis, Instruments greater than one year - marked to market.
<b>Investment/Withdrawal</b>	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.
<b>Exposure Restrictions</b>	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.
<b>Fee Details</b>	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%.
<b>Fund Manager</b>	NDB Wealth Management Ltd.
<b>Trustee &amp; Custodian</b>	Hatton National Bank PLC

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# Fund Overview

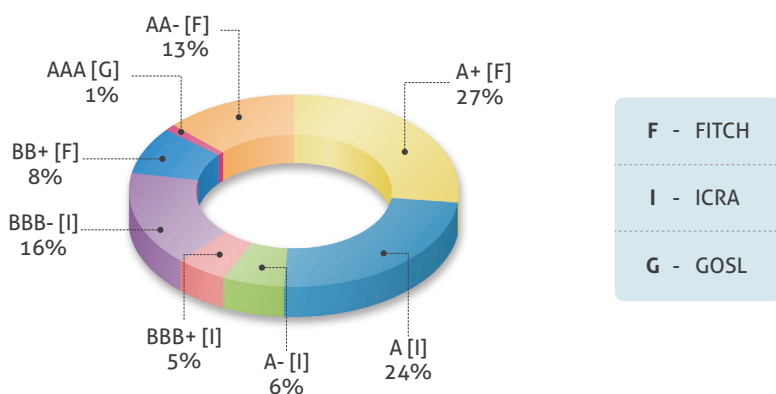
## NDB Wealth Income Fund

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

30-Nov-21

YTD Yield	6.00%
YTD Yield (Annualized)	6.56%
NAV per unit	16.8664
AUM (LKR Mn.)	659.16
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.10%
Average Maturity (Yrs)	1.25
Average Duration	1.05

## Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	6.25%	7.08%
1 Month - 3 Months	10.44%	7.30%
3 Months - 6 Months	6.37%	10.60%
6 Months - 1 Year	32.52%	9.30%
1 Year - 5 Years	44.43%	9.30%

## Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	6.00%	6.56%
Last month	0.66%	8.04%
Last 3 months	1.24%	4.99%
Last 6 months	2.71%	5.41%
Last 12 months	6.78%	6.78%
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 : 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

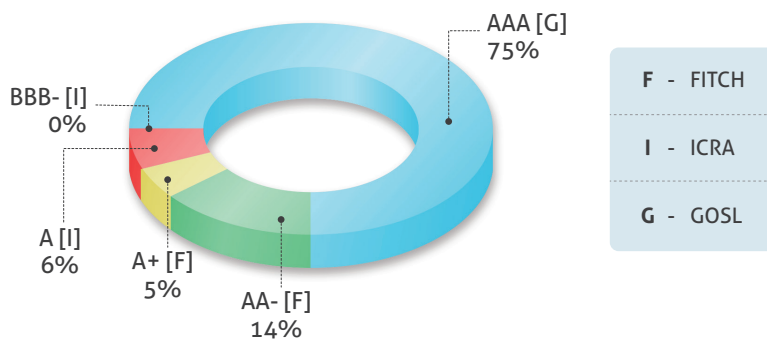
## NDB Wealth Income Plus Fund

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

30-Nov-21

YTD Yield	6.01%
YTD Yield (Annualized)	6.57%
NAV per unit	17.9703
AUM (LKR Mn.)	1,557.08
Fund Currency	LKR
Fund Inception	7-Apr-16
Expense Ratio	0.62%
Average Maturity (Yrs)	0.15
Average Duration	0.15

## Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	5.23%	6.25%
1 Months - 3 Months	89.03%	8.40%
3 Months - 6 Months	5.73%	8.10%

## Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	6.01%	6.57%
Last month	0.64%	7.73%
Last 3 months	1.65%	6.62%
Last 6 months	3.20%	6.39%
Last 12 months	6.92%	6.92%

## 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

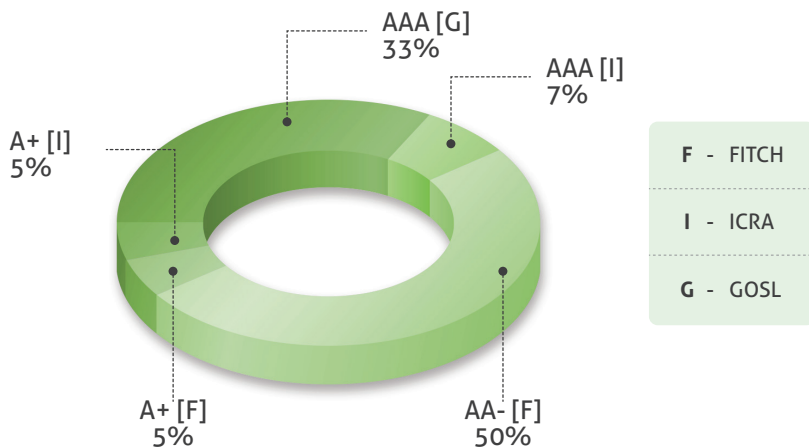
Type: Open Ended  
Currency: LKR

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

30-Nov-21

YTD Yield	4.92%
YTD Yield (Annualized)	5.38%
NAV per unit	21.5548
AUM (LKR Mn.)	18,192.64
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.72%
Average Maturity (Yrs)	0.20
Average Duration	0.20

### Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	21.65%	6.89%
1 Month - 3 Months	57.58%	7.80%
3 Months - 6 Months	18.02%	8.50%
6 Months - 1 Year	2.75%	8.40%

### Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	4.92%	5.38%
Last month	0.60%	7.35%
Last 3 months	1.52%	6.10%
Last 6 months	2.71%	5.41%
Last 12 months	5.43%	5.43%
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

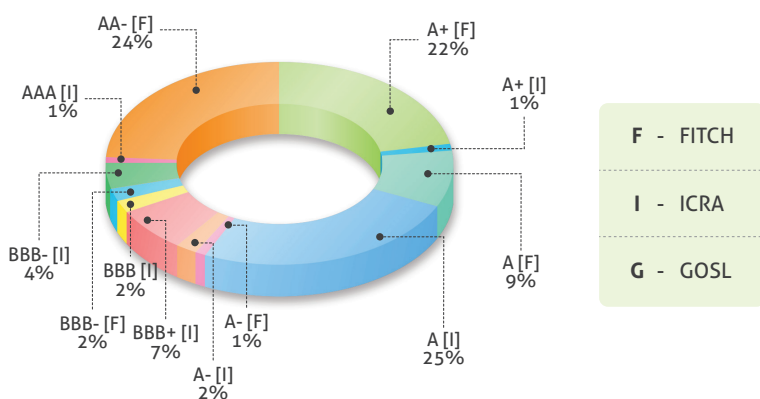
Type: Open Ended  
Currency: LKR

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

### Portfolio Allocation By Credit Rating



### Fund Snapshot

30-Nov-21

YTD Yield	5.17%
YTD Yield (Annualized)	5.65%
NAV per unit	24.6644
AUM (LKR Mn.)	32,063.43
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.80%
Average Maturity (Yrs)	0.35
Average Duration	0.34

### Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	2.15%	6.90%
1 Month - 3 Months	47.17%	6.00%
3 Months - 6 Months	19.87%	7.30%
6 Months - 1 Year	30.82%	7.70%

### Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	5.17%	5.65%
Last month	0.48%	5.78%
Last 3 months	1.39%	5.56%
Last 6 months	2.72%	5.42%
Last 12 months	5.74%	5.74%
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

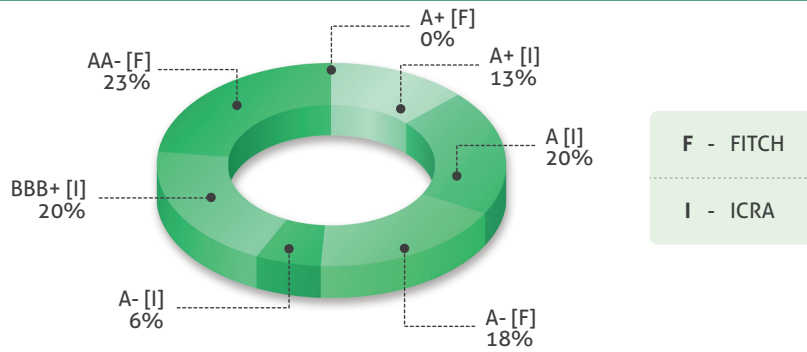
Type: Open Ended  
Currency: LKR

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

30-Nov-21

YTD Yield	4.69%
YTD Yield (Annualized)	5.12%
NAV per unit	17.0030
AUM (LKR Mn.)	898.72
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.07%
Average Duration	0.30

### Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	30.66%	5.52%
1 Month - 3 Months	18.32%	8.10%
3 Months - 6 Months	19.20%	7.20%
6 Months - 1 Year	31.81%	6.90%

### 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	4.69%	5.12%
Last month	0.45%	5.51%
Last 3 months	1.31%	5.25%
Last 6 months	2.50%	4.99%
Last 12 months	5.26%	5.26%

### 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

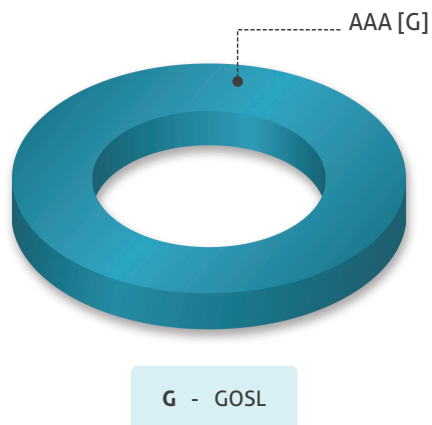
### NDB Wealth Gilt Edged Fund

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

30-Nov-21

YTD Yield	3.86%
YTD Yield (Annualized)	4.22%
NAV per unit	19.3704
AUM (LKR Mn.)	61.36
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.16%
Average Maturity (Yrs)	0.01
Average Duration	0.01

### Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	100%	6.70%

### Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	3.86%	4.22%
Last month	0.44%	5.41%
Last 3 months	1.18%	4.72%
Last 6 months	2.22%	4.42%
Last 12 months	4.24%	4.24%
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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