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PRIVATE
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MY WEALTH
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MARKET UPDATE AND FUND REVIEW

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NDB | WEALTH

2021
FEBRUARY

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MARKET BRIEF BY NDB WEALTH

INFLATION PICKS UP

Inflation as measured by the CCPI (2013=100), edged up to 3.3% in February on a year-on-year basis from the previous month's 3.0% mainly owing to an increase in food prices. During the month, the index was up 0.3% with food prices rising 0.8% and non-food prices increasing 0.1%. We expect to see inflation pressures building this year owing to higher commodity prices and an anticipated increase in aggregate demand with economic activity improving.

THE RUPEE RECOVERS

Reversing its declining trend, the Sri Lankan Rupee appreciated against the U.S. Dollar in February by 0.20% to close the month at LKR 194.01. However, it remains a net loser on a year to date basis at 3.92%. Meanwhile the LKR lost a considerable 2.83% against the Pound Sterling and 0.26% against the Euro during the month. The Central Bank was a seller of foreign exchange in the market in January amounting to USD 72.25 mn., whilst gross official reserves stood at approx. USD 4.8 bn. by end January 2021.

INTEREST RATES RISE

Interest rates increased across the board during the month, with the benchmark 364-day T-Bill rate closing the month at 5.09% from the previous month's 4.98%. Foreign holding of LKR denominated bills and bonds declined in February by LKR 0.36 bn, to a low of 0.09%, however foreigners stood as net buyers on a year to date basis at LKR 0.18 bn. We expect the Central bank to hold interest rates at current levels in the short term with a view of stimulating economic growth and consumption.

STOCK MARKET PLUMMETS

The bull run experienced by investors in the Colombo Stock Exchange during the previous month took a sharp U-turn, with the All Share Price Index (ASPI) slumping 13.75% and the liquid S&P SL 20 index falling 15.58% during February, amidst profit taking by local investors and heavy selling by foreign investors. Net selling by foreigners continued to the tune of LKR 4.96 bn during the month and LKR 13.47 bn on a year-to-date basis. Given weak macroeconomic fundamentals we expect the stock market to be range bound in the short term.

Amaya Nagodavithane

Fund Manager

EQUITY OUTLOOK

	Past month Performance (Feb 2021)	Past 12 months Performance (Feb 2020 - Feb 2021)	Year to Date Performance (upto 28th Feb 2021)
All Share Price Index	-13.75%	33.68%	10.36%
S&P SL 20	-15.58%	12.71%	12.45%
MSCI Frontier Markets Index	0.14%	8.62%	0.52%
MSCI World Index	0.77%	18.75%	-0.66%
MSCI Emerging Markets	0.76%	36.05%	3.85%
MSCI Asia Ex Japan	1.25%	41.95%	5.38%

Source: www.cse.lk and 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), recorded significant losses during the month of February 2021 due to the weak investor sentiment witnessed during the month.

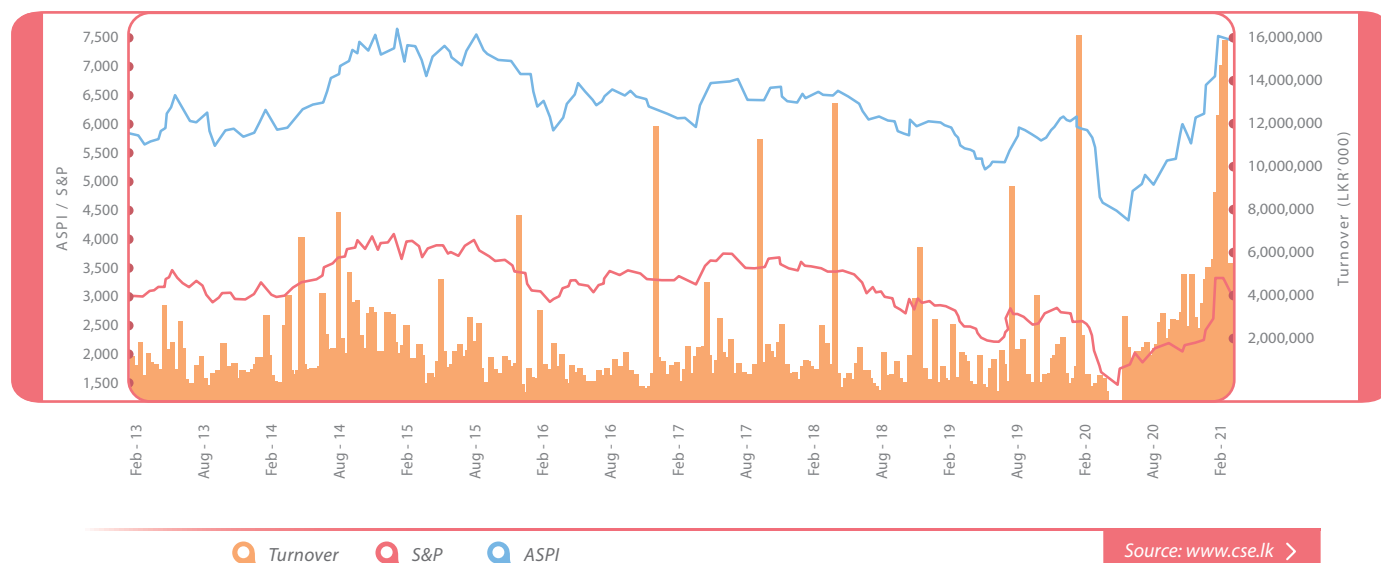
Weak economic fundamentals, deteriorating foreign reserves coupled with delays in sourcing of foreign funding may have been the main reasons for the change in investor sentiment during the month.

The rush into emerging market assets since the depths of the coronavirus crisis a year ago is facing its first serious test as rising U.S. interest rates revive memories of the “taper tantrum” of 2013, when investors fled emerging market assets as the U.S. central bank signaled an end to the ultra-loose monetary policies that had given them such a boost. Rising interest rates may have serious impact on emerging and frontier markets, as a full-blown bond and equity market sell-off could occur, leading to more serious economic implications.

However, it is important to note that fundamentals of certain countries too have drastically changed compared to 2020, such as the U.S. and China relationship, and this may lead to much better economic performance from emerging and frontier markets.

Emerging and Frontier markets are considered by investors for long-term growth, above-average returns, and superior yields. However, unlike the developed markets, the political and economic backdrops of frontier and emerging markets can be unstable, which means investors may witness volatility.

Colombo Stock Exchange Performance



		Feb 2021	Feb 2020
CSE	Market PER	13.17 X	10.23 X
	Market PBV	1.22 X	1.03 X
	Market DY	2.42%	3.32%
MSCI Frontier Market	Market PER	14.61 X	12.62 X
	Market PBV	1.84 X	1.80 X
	Market DY	3.57%	4.14%

Source: www.cse.lk

CSE continued to witness net foreign selling in the first two months of 2021. During the month of February 2021 alone, foreign investors were net sellers of approximately LKR 5 billion.

Colombo Stock Exchange	Jan-Feb 2021	Jan-Feb 2020
Foreign Inflows	LKR 6.04 Billion	LKR 29.07 Billion
Foreign Outflows	LKR 19.51 Billion	LKR 33.13 Billion
Net Foreign Inflows/(Outflows)	(LKR 13.47 Billion)	(LKR 4.06 Billion)

Source: www.cse.lk

**“ THE MOST IMPORTANT QUALITY
FOR AN INVESTOR IS TEMPERAMENT,
NOT INTELLECT. YOU NEED A TEMPERAMENT
THAT NEITHER DERIVES GREAT PLEASURE
FROM BEING WITH THE CROWD OR
AGAINST THE CROWD ”**

— Warren Buffett —



FIXED INCOME OUTLOOK

Interest Rates in Sri Lanka

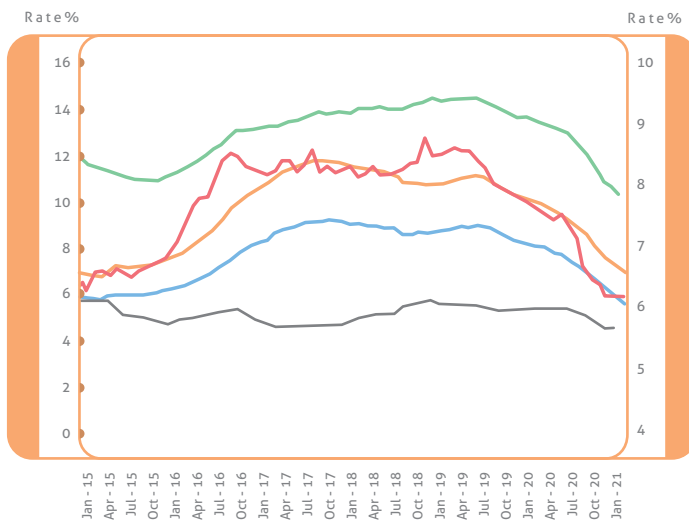
The Central Bank has maintained the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) at 5.50% and 4.50% respectively since the monetary policy meeting in January.

	Feb 20	Dec 20	Jan 21	Feb 21
364 Day T-bill	8.58%	5.03%	4.98%	5.09%
5-Year Bond	9.73%	6.63%	6.51%	6.93%
1-Year Finance Company Fixed Deposit Ceiling Rate	11.59%	6.88%	7.01%	7.01%

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

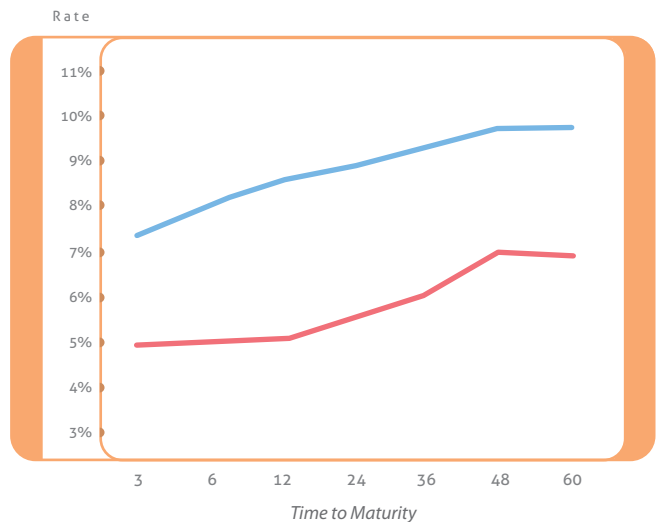
Source: Central Bank of Sri Lanka >

AVERAGE LENDING & DEPOSIT RATES & SPREAD



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

YIELD CURVE - LKR TREASURIES



Feb -20 Feb -21

Source: Central Bank of Sri Lanka >

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

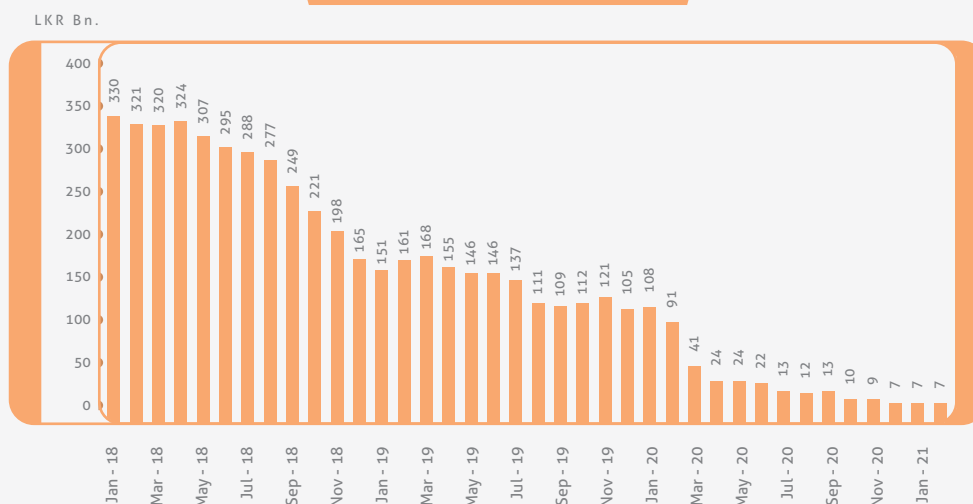
Treasury Bill rates increased across the board in February, with the benchmark 364-day T-Bill rate rising to 5.09% and the 91-day and 182-day T-Bills increasing to 4.90% and 4.99% respectively.

Broad money (M2b) growth picked up to 23.7% year-on-year in January from the previous month's 23.4% whilst credit extended to the private sector increased to 6.9% year-on-year in January from 6.5% in December. During the month, private sector credit disbursements increased by LKR 25.7 bn. (0.4%).

Outstanding LKR Govt. Securities LKR 7,537 Billion	
T Bills (Total)	T Bonds (Total)
LKR 1,662 Billion	LKR 5,875 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 7,530 Billion	LKR 7 Billion
Total Foreign Holding of Bills and Bonds: 0.09%	

Source: Central Bank of Sri Lanka >

FOREIGN HOLDING OF LKR G-SEC



Source: Central Bank of Sri Lanka >

Foreign holding of LKR denominated bills and bonds declined in February by LKR 0.36 bn, to a low of 0.09%, however, foreigners were net buyers on a year to date basis at LKR 0.18 bn.

1 Year FD Rates - Sri Lankan Banks

	Feb 2021	Jan 2021
NSB	5.00%	5.25%
COMB	4.50%	4.50%
SAMP	4.50%	4.50%
HNB	4.50%	4.50%
NDB	5.25%	5.25%

Rates on Credit Cards

Feb 21

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

Source: Respective Commercial Banks >

NSB, reduced their fixed deposit rates during the month of February.

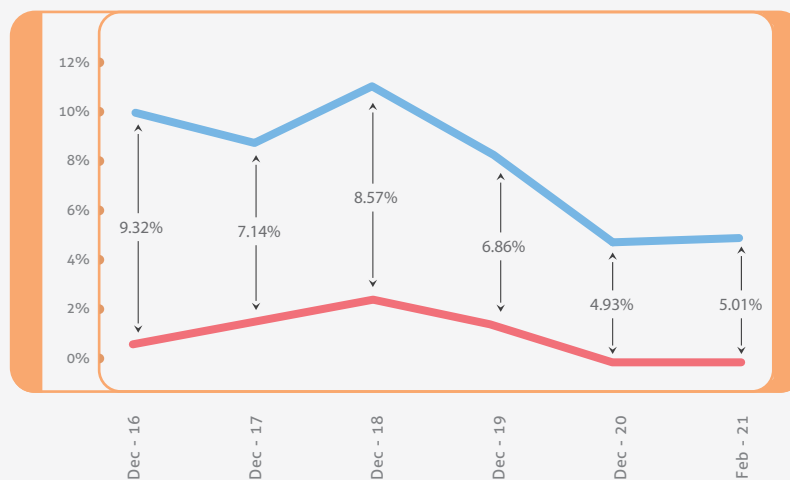
NDBIB CRISIL Fixed Income Indices Total return as at 25/02/2021	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	1.14%	6.15%	7.85%
NDBIB-CRISIL 364 Day T-Bill Index	1.11%	9.11%	9.31%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	1.08%	15.92%	12.91%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	0.57%	18.98%	14.26%

Source: www.crisil.com >

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

Source: www.cbrates.com >

1 YEAR TREASURY RATE - USD Vs. LKR & SPREAD



Sri Lanka US

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

364 Day Treasury Bill Rate	Feb 20	Dec 20	Jan 21	Feb 21
Sri Lanka	8.58%	5.03%	4.98%	5.09%
India	5.16%	3.44%	3.64%	3.68%
US	0.97%	0.10%	0.10%	0.08%
Euro Zone	-0.74%	-0.76%	-0.70%	-0.65%

Source: Respective Central Banks >

Global sovereign yield curves steepened as 'reflation trade' gained traction, a phenomenon where an economy turns around following a period of recession, driving growth and inflation accompanied by rising interest rates.

The European Central Bank committed to keep stimulus steady despite a rapid rise in inflation, citing that a temporary boost to inflation should not be mistaken for a sustained increase.

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

Source: Respective Commercial Banks >

**“ IT’S MORE IMPORTANT TO GROW YOUR INCOME
THAN CUT YOUR EXPENSES ”**

— NDB Wealth —



INFLATION RATES

Country	Feb 20	Dec 20	Jan 21	Feb 21
Sri Lanka	6.15%	4.23%	3.05%	3.34%
US	2.33%	1.36%	1.40%	1.40%*
Euro Zone	1.22%	-0.27%	0.91%	0.91%*
India	6.58%	4.59%	4.06%	4.06%*

*Jan 2021

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

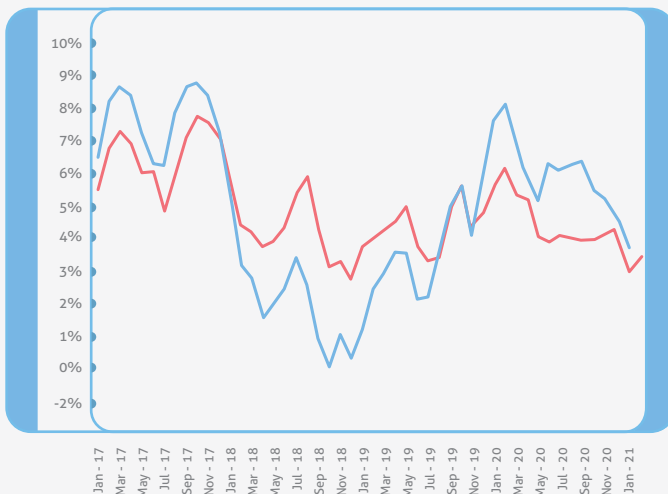
Inflation as measured by the CCPI (2013=100), edged up to 3.3% in February on a year-on-year basis from the previous month's 3.0%, mainly owing to an increase in food prices. During the month, the index was up 0.3% with food prices rising 0.8% and non-food prices increasing 0.1%. Within the food category, prices of mainly vegetables, green chilli, chicken and eggs increased whilst within the non-food category prices of clothing and footwear increased. On an annual average basis, inflation slowed to 4.1% in February.

Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport) slowed marginally to 2.6% year-on-year, and 3.0% on an annual average basis in January.

We expect to see inflation pressures building this year owing to higher commodity prices and an anticipated increase in aggregate demand with economic activity improving.

On the global front, both U.S. and Euro zone inflation increased to 1.40% and 0.91% respectively in January.

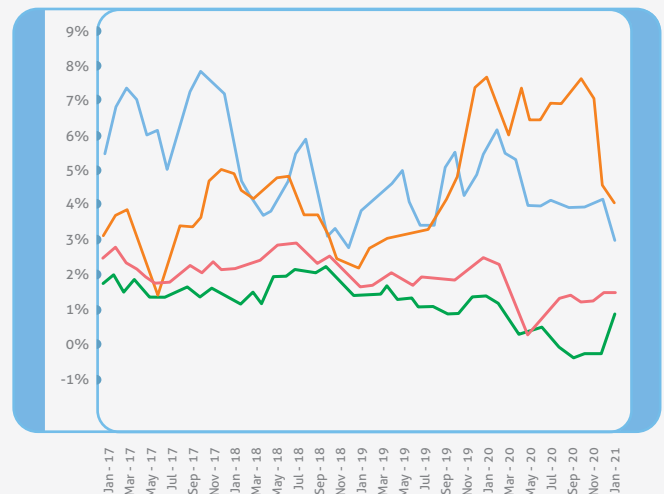
INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



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	Feb 20	Dec 20	Feb 21	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	181.81	186.41	194.01	-6.29%	-3.92%
GBP	234.32	254.35	274.30	-14.58%	-7.27%
EURO	199.79	229.42	235.95	-15.32%	-2.77%
YEN	1.66	1.81	1.83	-9.29%	-1.09%
AUD	119.27	143.66	154.50	-22.80%	-7.02%
CAD	135.51	146.35	155.07	-12.61%	-5.62%
INR	2.52	2.55	2.68	-6.06%	-4.95%
BHD	482.70	494.38	514.62	-6.20%	-3.93%
CNY	25.95	28.59	30.05	-13.65%	-4.87%

Source: Central Bank of Sri Lanka >

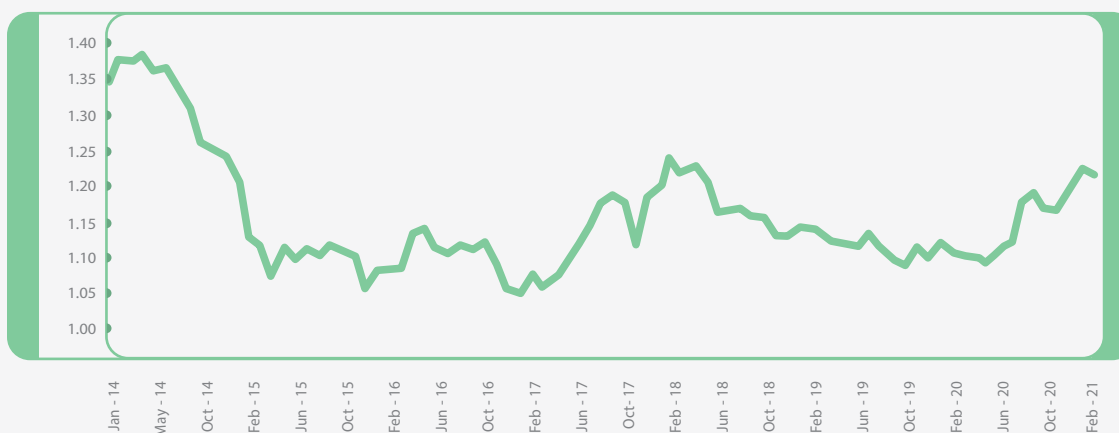
Reversing its declining trend, the Sri Lankan Rupee appreciated against the USD in February by 0.20% to close the month at LKR 194.01. However, it remains a net loser on a year to date basis at 3.92%. Meanwhile the Rupee lost a considerable 2.83% against the Pound Sterling and 0.26% against the Euro during the month.

The U.S. dollar weakened against a basket of currencies during the beginning of the month following disappointing U.S. jobs data and on the possibility of interest rates remaining unchanged for the foreseeable future. However, toward the latter part of the month, the trend reversed with higher U.S. Treasury yields prompting higher inflows to the country and strengthening the U.S. Dollar.

The greenback is likely to continue to benefit from safe- haven flows if risk appetite continues to worsen, and emerging market currencies may be among the biggest losers.

The Pound Sterling strengthened against the U.S. Dollar on encouraging economic data and the rapid vaccine rollout program as well as on optimism on U.K.'s plans to reopen the economy following the lockdown.

USD PER 1 EURO MOVEMENT



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

COMMODITY OUTLOOK

	Past month Performance (Feb 2021)	Past 12 months Performance (Feb 2020 - Feb 2021)	Year to Date Performance (up to 28th Feb 2021)
Bloomberg Commodity Index	6.47%	20.15%	9.26%
Gold	-3.15%	13.22%	-2.70%
Tea	-1.04%	0.14%	-1.62%
Oil (Brent)	13.58%	12.65%	24.24%

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

The Bloomberg Commodity Index gained 6.47% during February 2021 (second highest monthly return in almost five years), amid booming investor appetite for everything from oil to corn.

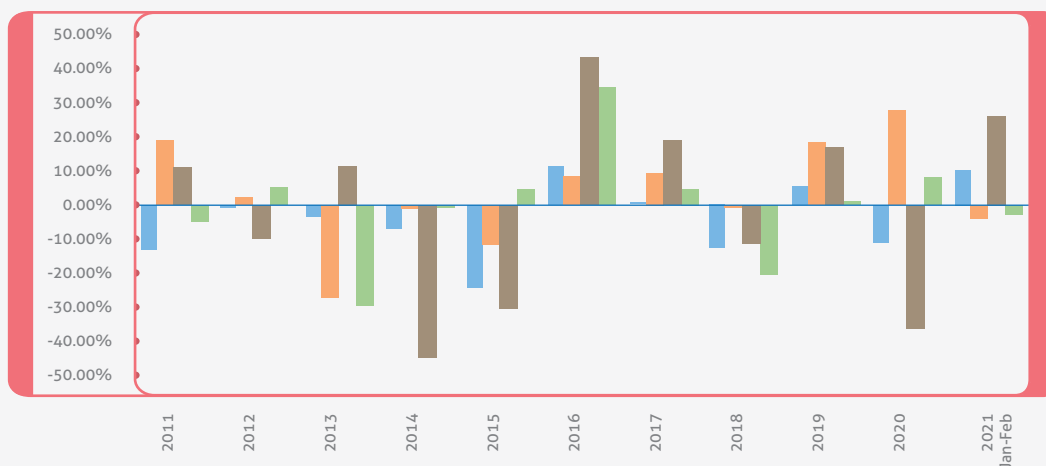
Investor appetite for commodities has drastically improved on expectations that government stimulus packages and near-zero interest rates will further fuel demand, generate inflation and further weaken the U.S. dollar as the economy rebounds from the pandemic.

Oil prices also increased to its highest levels in more than a year on speculation that global supplies are rapidly tightening. Moreover, Oil's recovery from the impact of the pandemic has been driven by Asian demand, as well as fiscal and monetary stimulus.

Saudi Arabia's output curbs, improving global demand and outlook as vaccines are rolled out, and the growing popularity of commodities as a hedge against inflation have pushed oil higher this year. The expectation is for the rally to continue as the producer response trails consumption, while maintenance in North Sea fields is set to reduce supply.

Gold prices continued to decline, as rising bond yields in the U.S. continued to attract investors to U.S. government bonds, resulting in strengthening the U.S. Dollar and reducing the demand for Gold as a safe haven asset.

Commodity Price Movements



DJUBS Gold Oil Tea

Source: NDB Wealth Research >

PROPERTY OUTLOOK

According to the Land Valuation Indicator published by the Central Bank of Sri Lanka, the Colombo district land prices have increased by 4.60% during the 2nd half of 2020 in contrast to the same period in the previous year.

The Land Valuation Indicator (LVI) is compiled on a semi-annual basis covering 13 district secretarial divisions in the Colombo district. The data for per perch bare land prices are obtained from the Government Valuation Department on a semi-annual basis.

Further, according to LVI data, property values in the Residential, Commercial and Industrial categories have grown 4.70%, 4.50% and 4.60% respectively for the 3 segments.

According to LankaPropertyWeb there has been an increase in real-estate activity since the start of the year. Compared to January 2020, during 2021 visits to the website have increased by 23% while listings have increased by 20% respectively.

Indicating an industry wide trend, House.lk also reported an increase in traffic of 26% in website visitor traffic during January 2021 in comparison to December 2020.

When analysing the search trends in 2020, searches for property in Colombo ranked No. 1 followed by Kandy and Negombo. However, land searches were concentrated with Kandy ranking No. 1 followed by Kurunegala and Nuwara-Eliya.

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 February 2021									
Profit Sharing Ratio*	30:70	-	60:40	65:35	75:25	80:20	85:15	-	90:10
Distributed Profit	2.27%	-	4.16%	4.54%	4.91%	6.05%	6.43%	-	6.80%
Bank of Ceylon Islamic Business Unit - As of February 2021									
Profit Sharing Ratio*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	1.27%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of February 2021									
Profit Sharing Ratio*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	1.70%	-	2.17%	2.60%	3.02%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of December 2020 (Published Quarterly)									
Profit Sharing Ratio*	30:70	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	2.50%	-	3.75%	4.00%	4.75%	-	-	-	-
National Development Bank PLC-"Shareek" Islamic Banking unit - As of February 2021									
Profit Sharing Ratio* (3Mn - 50Mn)	40:60	60:40	65:35	40:60	65:35	-	-	-	-
Distributed Profit	3.25%	3.75%	4.00%	4.50%	5.40%	-	-	-	-
Citizen Development Business Finance PLC- Islamic Banking unit - As of August 2019									
Profit Sharing Ratio*	32:68	52:48	52:48	52:48	55:45	62:38	62:38	-	-
Distributed Profit	6.43%	8.23%	8.64%	9.24%	11.05%	11.65%	12.25%	-	-
Commercial Leasing & Finance PLC- Islamic Finance - As of February 2021									
Profit Sharing Ratio*	30:70	50:50	53:47	55:45	55:45	59:41	60:40	64:36	65:35
Distributed Profit	4.50%	5.01%	5.26%	5.51%	7.01%	7.73%	7.88%	8.20%	8.51%
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of January 2021									
Profit Sharing Ratio*	25:75	31:69	34:66	36:64	38:62	-	-	-	-
Distributed Profit	3.47%	4.31%	4.73%	5.00%	5.28%	-	-	-	-
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of February 2021									
Profit Sharing Ratio*	30:70	60:40	62:38	66:34	66:34	67:33	69:31	70:30	74:26
Distributed Profit	3.80%	5.01%	5.14%	5.38%	7.01%	7.76%	8.26%	8.26%	8.76%
Peoples Leasing Islamic Business Unit - February 2021									
Profit Sharing Ratio*	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	3.44%	-	4.58%	4.97%	5.73%	-	-	-	-

* Profit sharing ratio provides profit ratio for Customer: Financial Institution; * Profits distributed at Maturity

Source: Respective Company Data >

The white list of shari'ah compliant stocks provides investors a means of ethical investing. The Core business is screened to ensure that corporate dealing in conventional banking, conventional insurance, alcoholic drinks, tobacco, pork production, arms manufacturing, pornography or related activities are excluded. Companies are also screened in terms of levels of debt, illiquid assets and non compliant investments.

WHITE LIST AS OF JULY 2019

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

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

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

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

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

UNIT TRUST FUNDS OFFERED BY NDB WM



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

Fund Overview

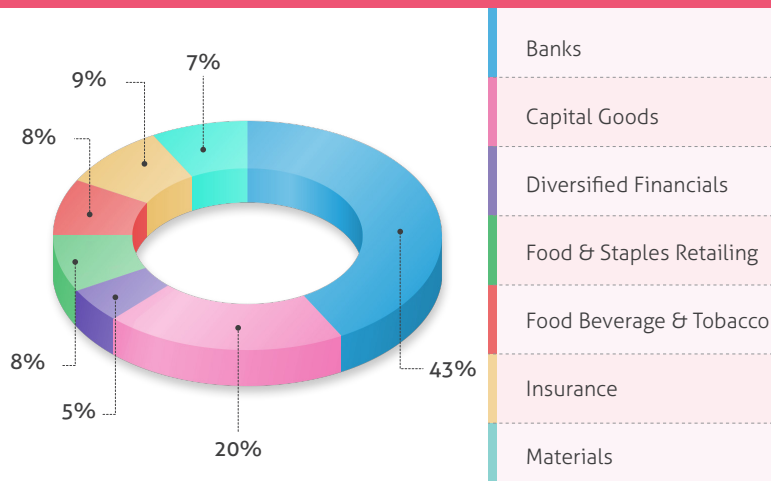
NDB Wealth Growth Fund

Type: Open Ended
Currency: LKR

Investments: Listed Equities
ISIN: LKNWGRU00005

NDB Wealth Growth Fund is an open-ended equity fund incorporated in Sri Lanka, invested in listed shares of the Colombo Stock Exchange. The Fund aims to achieve capital growth on a medium to long term basis by investing in a diversified portfolio of stocks of stable companies with a proven track record.

Equity Allocation



Historical Returns

Period	Fund Returns *	ASPI Returns
Last Month	20.59%	27.96%
Last 3 months	32.20%	51.37%
Last 6 months	44.07%	69.16%
Last 12 months	19.23%	46.18%
Year 2020	-4.46%	10.52%
Year 2019	-0.59%	1.27%

* After fees, excluding front end and back end loads

Fund Snapshot

31-Jan-21

YTD Yield	20.59%
NAV per unit	11.69
AUM (LKR Mn.)	327.92
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	2.37%
Max Equity Allocation	97.00%
Current Equity Allocation	87.82%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

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

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	12.18%
Average Duration	0.0003
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

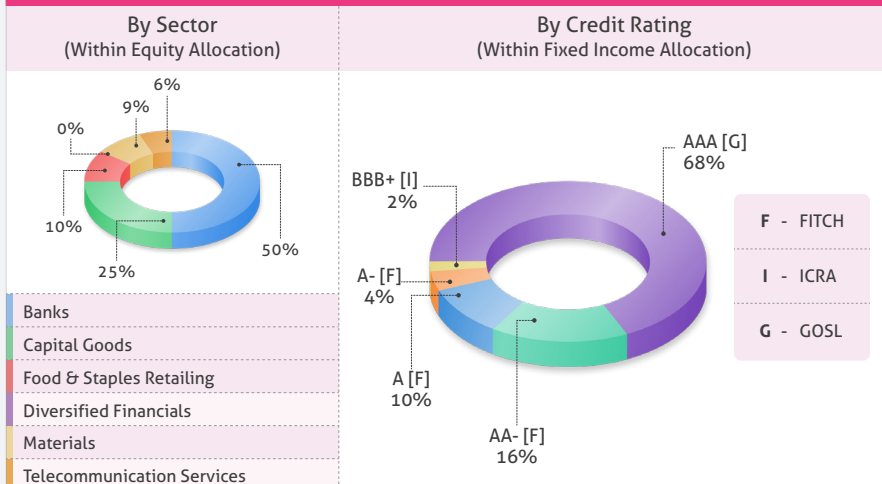
NDB Wealth Growth and Income Fund

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-Jan-21

YTD Yield	17.01%
NAV per unit	50.41
AUM (LKR Mn.)	3,170.32
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.76%
Max Equity Allocation	97.00%
Current Equity Allocation	81.20%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

ACCESS ENG LTD
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	17.01%	27.96%
Last month	17.01%	27.96%
Last 3 months	21.91%	51.37%
Last 6 months	25.65%	69.16%
Last 12 months	31.72%	46.18%
Year 2020	9.82%	10.52%
Year 2019	11.09%	1.27%

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

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	18.80%
Average Duration	0.08
Maturity	% Holding
Under 3 Months	87.89%
3 Months - 6 Months	9.05%
6 Months - 1 Year	1.14%
1 Year - 5 Years	1.93%

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

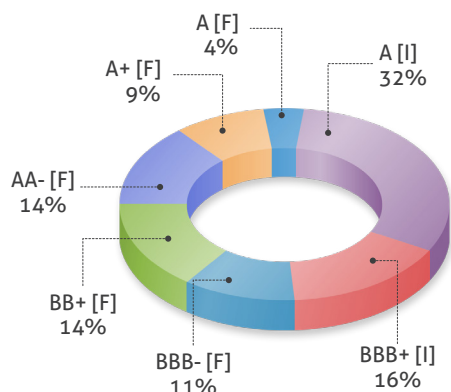
NDB Wealth Income Fund

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-Jan-21

YTD Yield	0.73%
YTD Yield (Annualized)	8.61%
NAV per unit	16.0278
AUM (LKR Mn.)	382.54
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.39%
Average Maturity (Yrs)	1.30
Average Duration	1.00

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	13.30%	7.89%
1 Month - 3 Months	8.53%	9.50%
3 Months - 6 Months	30.92%	10.20%
6 Months - 1 Year	24.73%	11.50%
1 Year - 5 Years	22.53%	12.60%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	0.73%	8.61%
Last month	0.73%	8.61%
Last 3 months	2.11%	8.37%
Last 6 months	4.37%	8.67%
Last 12 months	12.80%	12.80%
Year 2020	13.12%	13.12%
Year 2019	12.97%	12.97%

Other Features

Valuation	Daily Valuation All Instruments are marked to market.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions on investments depend on the features of each security, (Ex: Rated, Guaranteed, etc), and are regulated by the Trustee and the SEC.
Fee Details	Management Fee : 1.00% p.a. of NAV. Trustee fee : 0.10 - 0.19% p.a. of NAV, based on fund size. Custodian fee : 0.05% p.a. of NAV.
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Bank of Ceylon

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Fund Overview

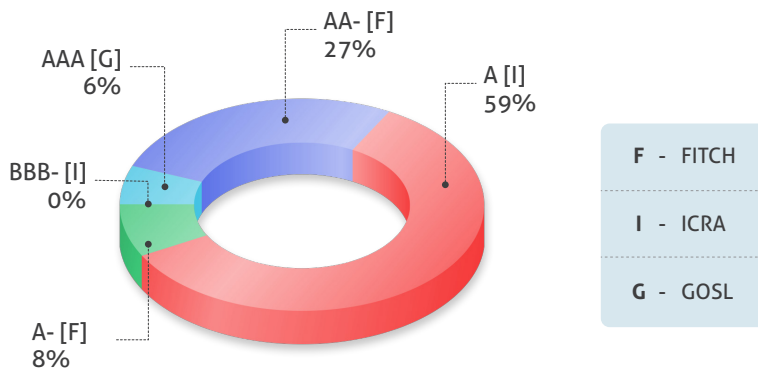
NDB Wealth Income Plus Fund

Type: Open Ended
Currency: LKR

Investments: Fixed Income Securities
ISIN: LKNWIPU00005

NDB Wealth Income Plus Fund is an open-ended fixed Income fund incorporated in Sri Lanka, invested in LKR based corporate debt instruments including commercial paper, securitized paper, quoted and unquoted debentures, bank deposits as well as Sri Lanka Treasury Bills, Bonds and government securities backed Repurchase transactions. The Fund aims to provide higher returns by investing in a portfolio of Gilt Edged and Corporate Debt securities.

Portfolio Allocation By Credit Rating



Fund Snapshot

31-Jan-21

YTD Yield	0.79%
YTD Yield (Annualized)	9.28%
NAV per unit	17.0852
AUM (LKR Mn.)	37.47
Fund Currency	LKR
Fund Inception	7-Apr-16
Expense Ratio	0.78%
Average Maturity (Yrs)	0.11
Average Duration	0.11

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	48.56%	10.66%
1 Month - 3 Months	51.44%	6.30%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	0.79%	9.28%
Last month	0.79%	9.28%
Last 3 months	2.51%	9.94%
Last 6 months	5.35%	10.61%
Last 12 months	11.93%	11.93%

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

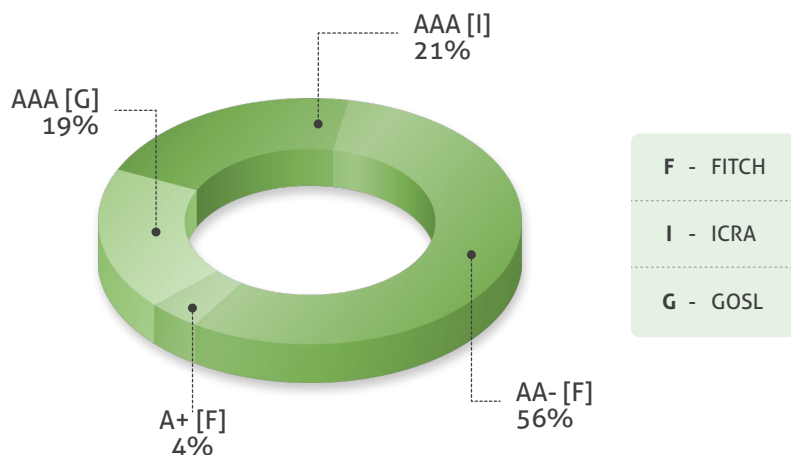
Type: Open Ended
Currency: LKR

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-Jan-21

YTD Yield	0.47%
YTD Yield (Annualized)	5.57%
NAV per unit	20.6409
AUM (LKR Mn.)	862.47
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.80%
Average Maturity (Yrs)	0.22
Average Duration	0.22

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	23.83%	5.06%
1 Month - 3 Months	48.31%	6.20%
3 Months - 6 Months	27.85%	6.20%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	0.47%	5.57%
Last month	0.47%	5.57%
Last 3 months	1.44%	5.70%
Last 6 months	3.32%	6.58%
Last 12 months	7.88%	7.88%
Year 2020	8.20%	8.20%
Year 2019	10.24%	10.24%

Other Features

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

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Fund Overview

NDB Wealth Money Plus Fund

Type: Open Ended
Currency: LKR

Investments: Money Market Corporate Debt Securities
ISIN: LKNWMPU00007

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

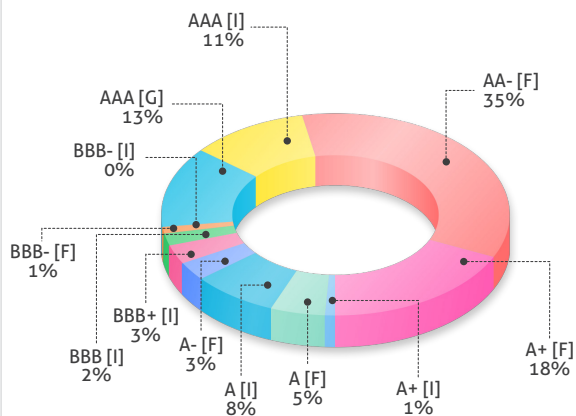
The Fund aims to provide liquidity to investors while enhancing returns by investing in a diversified portfolio of short term corporate debt securities with maturities less than 365 days

Fund Snapshot

31-Jan-21

YTD Yield	0.52%
YTD Yield (Annualized)	6.11%
NAV per unit	23.5726
AUM (LKR Mn.)	84,087.99
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.80%
Average Maturity (Yrs)	0.26
Average Duration	0.25

Portfolio Allocation By Credit Rating



Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	21.62%	6.77%
1 Month - 3 Months	35.27%	6.00%
3 Months - 6 Months	35.94%	7.30%
6 Months - 1 Year	7.17%	7.20%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	0.52%	6.11%
Last month	0.52%	6.11%
Last 3 months	1.62%	6.41%
Last 6 months	3.51%	6.97%
Last 12 months	9.08%	9.08%
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

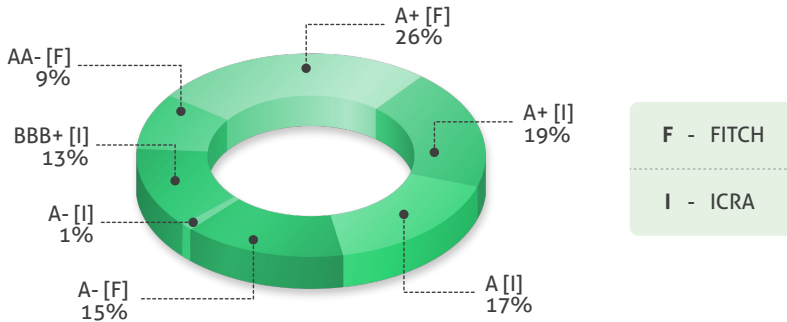
Type: Open Ended
Currency: LKR

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

31-Jan-21

YTD Yield	0.46%
YTD Yield (Annualized)	5.42%
NAV per unit	16.3162
AUM (LKR Mn.)	982.21
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.16%
Average Duration	0.27

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	30.05%	4.75%
1 Month - 3 Months	7.75%	6.70%
3 Months - 6 Months	53.89%	6.90%
6 Months - 1 Year	8.32%	8.50%

Target Asset Allocation

Investment Type	Asset Allocation
Shariah compliant money market investments up to 366 days	Max 90%
Shariah compliant money market investments less than 15 days	Min 10%

Approved Investments

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

Shariah Supervisory Board

Shafique Jakhura	Mufti
Muhammed Huzaifah	Maulana

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	0.46%	5.42%
Last month	0.46%	5.42%
Last 3 months	1.59%	6.31%
Last 6 months	3.62%	7.17%
Last 12 months	8.85%	8.85%

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

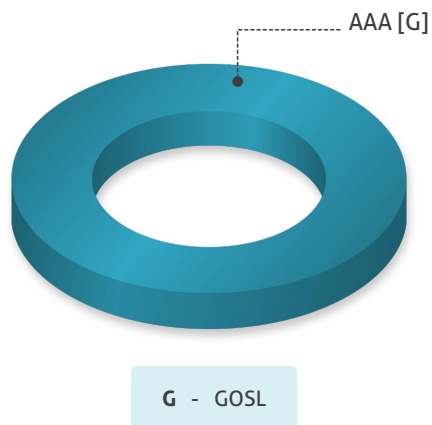
NDB Wealth Gilt Edged Fund

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-Jan-21

YTD Yield	0.33%
YTD Yield (Annualized)	3.86%
NAV per unit	18.7114
AUM (LKR Mn.)	62.09
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.52%
Average Maturity (Yrs)	0.15
Average Duration	0.14

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	18.30%	4.80%
1 Month - 3 Months	81.70%	5.10%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	0.33%	3.86%
Last month	0.33%	3.86%
Last 3 months	0.76%	3.03%
Last 6 months	6.71%	13.30%
Last 12 months	9.86%	9.86%
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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