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MARKET UPDATE AND FUND REVIEW

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NDB | WEALTH

2022
DECEMBER

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MARKET BRIEF BY NDB WEALTH

INFLATION RATE DECLINED

Inflation as measured by the CCPI (2013=100) slowed to 57.20% in December 2022 on a year-on-year basis from 61.00% in November 2022, as both food and non-food inflation decreased during the month. Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport) decreased to 47.7% during the last month of 2022 from 49.4% recorded in the preceding month.

LKR CONTINUED TO BE STABLE AGAINST THE USD

The Sri Lankan Rupee recorded a minor depreciation of 0.06% against the USD during Q4 2022, while it depreciated by 8.02%, 8.05%, 8.43% against the Sterling Pound, Euro and the Japanese Yen respectively, during the final quarter of 2022. However, the Sri Lankan Rupee appreciated by 1.52% against the Indian Rupee in Q4 2022. While the Central Bank was a net buyer of USD 6.40 million in the foreign currency market during November 2022, it however, continued to be a net seller of USD 680.72 million on year to date basis up to November 2022.

HIGH INTEREST RATE REGIME CONTINUES

The high interest rate regime continued through Q4 2022, despite certain maturities recording a decline during the quarter compared to Q3 2022. The benchmark 364-day Treasury bill rate declined during the fourth quarter to 29.27% as at December 2022 from 29.85% in September 2022. Long-term Treasury bond yields also saw declines as a result of the lack of supply through auctions. The Central bank holding increased to LKR 2.59 trillion from LKR 2.36 trillion during Q4 2022, as the Central bank continued to print the shortfall of Treasury bond auctions. Further, foreign investors' holding in Government securities increased marginally during Q4 2022, accounting for 0.20% of the outstanding Government securities compared to 0.18% in Q3 2022.

CSE TO BE RANGE BOUND

The equity market performance was affected by both monetary and fiscal policy changes which took place during Q4 of 2022, as the All Share Price Index (ASPI) and S&P SL 20 Index declined by 14.51% and 16.73% respectively, during the quarter. The negative market sentiment continued following the budget proposal owing to the weak macroeconomic environment and anticipation of poor earnings for the quarter. Further, net foreign inflows exceeded LKR 15 billion for Q4 2022, while it reached LKR 29.5 billion for 2022.

Indika De Silva
Fund Manager

EQUITY OUTLOOK

	Past month Performance (Dec 2022)	Past 12 months Performance (Dec 2021 - Dec 2022)	Year to Date Performance (Jan - Dec 2022)
All Share Price Index	-1.87%	-30.56%	-30.56%
S&P SL 20	-3.46%	-37.74%	-37.74%
MSCI Frontier Markets Index	-1.47%	-26.05%	-26.05%
MSCI World Index	-4.21%	-17.73%	-17.73%
MSCI Emerging Markets	-1.41%	-20.09%	-20.09%
MSCI Asia Ex Japan	-1.43%	-13.88%	-13.88%

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

The Colombo Stock Exchange saw mixed results in December starting the month on with a positive upward momentum. However, sentiment turned negative toward the latter half of the month as investors sold off their holdings to close out the year. The All Share Price Index fell by 1.87%, while the S&P SL 20 Index saw a greater decline of 3.46%. Overall, market activity for the month was dull, with an average turnover of 2.38 billion.

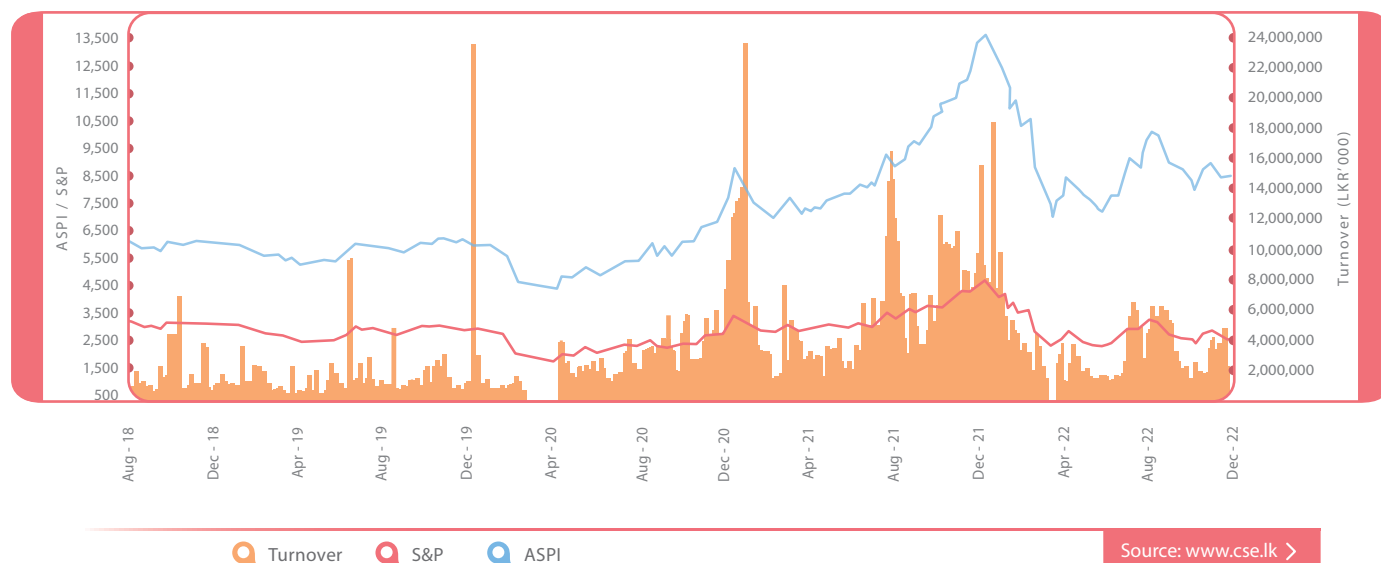
Net foreign inflows for the overall year 2022 totaled 29.50 billion, largely due to the parent company of Expolanka PLC buying back shares through the market.

Wall Street equity indexes closed low on the last day of 2022 with all three major indices witnessing the biggest drop since 2008. The S&P 500 fell by 19.4%, NASDAQ by 33% while the Dow lost 8.7% for the year. The month of December saw continued selling in the market as investors remained concerned about monetary tightening from Central banks around the world.

Asian stocks also did not perform well in 2022 and Hong Kong and South Korean stocks posted the worst annual performance in a decade. Hong Kong's Hang Seng Index fell more than 15% for 2022 and had been falling for three consecutive years. South Korea's Kospi composite and the Shanghai composite index fell by 25% and 15% respectively.

Emerging markets, on average, have consistently grown faster than both the global average and developed economies, driven by the Asian economies, particularly India and China. However, it is important to note that emerging and frontier markets are deemed too illiquid and risky compared to developed markets.

Colombo Stock Exchange Performance



		Dec 2022	Dec 2021
CSE	Market PER	4.95 X	13.63 X
	Market PBV	0.91 X	1.67 X
	Market DY	4.10%	2.17%
MSCI Frontier Market	Market PER	9.73 X	15.53X
	Market PBV	1.57 X	2.27 X
	Market DY	4.53%	2.70%

Colombo Stock Exchange	Jan-Dec 2022	Jan-Dec 2021
Foreign Inflows	LKR 67.59 Billion	LKR 34.09 Billion
Foreign Outflows	LKR 38.09 Billion	LKR 86.69 Billion
Net Foreign Inflows/(Outflows)	LKR 29.50 Billion	(LKR 52.60 Billion)

Source: www.cse.lk >

**“ IT'S NOT WHETHER YOU'RE RIGHT OR WRONG,
BUT HOW MUCH MONEY YOU MAKE WHEN YOU'RE RIGHT
AND HOW MUCH YOU LOSE WHEN YOU'RE WRONG. ”**

– George Soros –



FIXED INCOME OUTLOOK

Interest Rates in Sri Lanka

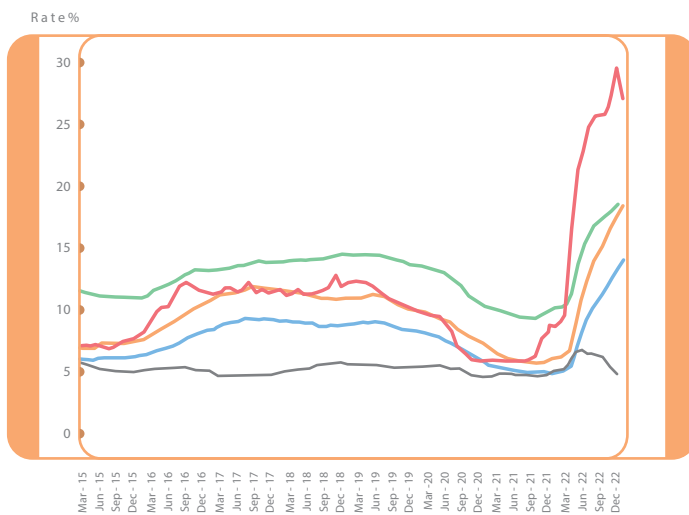
The central bank maintained its Standing Lending Facility Rate (the rate CBSL lends to commercial banks) at 15.50% and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) at 14.50% during December 2022.

	Dec 21	Nov 22	Dec 22
364 Day T-bill	8.24%	29.46%	29.27%
5-Year Bond	10.70%	27.25%	26.76%
1-Year Finance Company Fixed Deposit Ceiling Rate	9.88%	31.52%	31.31%

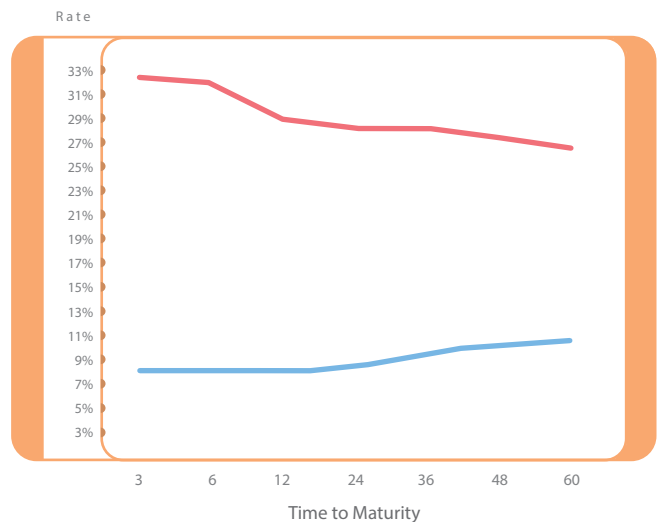
* Gross Rates provided. Net returns would change based on prevailing tax regulations.

Source: Central Bank of Sri Lanka >

AVERAGE LENDING & DEPOSIT RATES & SPREAD



YIELD CURVE - LKR TREASURIES



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

Dec-21 Dec-22

Source: Central Bank of Sri Lanka >

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

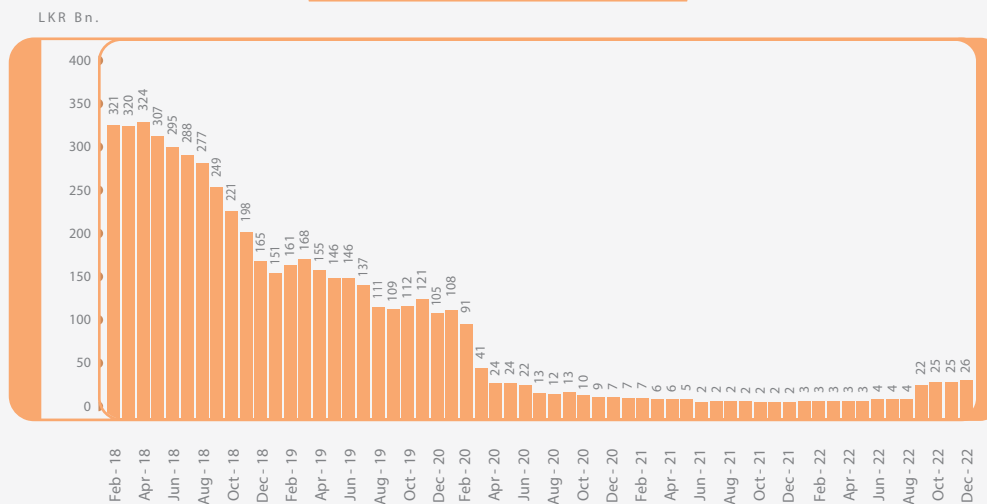
The Treasury bill yields continued to decline across the board during the month of December, with the benchmark 364-days T-bill yield decreasing by 19 bps to 29.27% and the 91-days and 182-days T-bill yields decreasing by 27 bps to 32.64% and by 7 bps to 32.20%, respectively.

Broad money (M2b) growth declined to 13.8% on a year-on-year basis in October, from the previous month's 14.9%; whilst credit to the private sector declined to 9.8% year-on-year basis in October from 11.0% recorded in the preceding month. Monthly private sector credit disbursement decreased by LKR 46.8 billion in October 2022, which was a steeper decline from the LKR 37.2 billion reduction observed during the previous month.

Outstanding LKR Govt. Securities LKR 12,818 Billion	
T Bills (Total)	T Bonds (Total)
LKR 4,101 Billion	LKR 8,717 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 12,793 Billion	LKR 25.6 Billion
Total Foreign Holding of Bills and Bonds: 0.20%	

Source: Central Bank of Sri Lanka >

FOREIGN HOLDING OF LKR G-SEC



Source: Central Bank of Sri Lanka >

Foreign purchasing of LKR denominated bills and bonds continued in December 2022, as holdings increased by LKR 670 million, while foreign holding remained at 0.20% of the outstanding debt securities. Foreign investors remained as net buyers of LKR denominated government securities at LKR 23.82 billion on a year to date basis.

1 Year FD Rates - Sri Lankan Banks

	Dec 2022	Nov 2022
NSB	12.00%	12.00%
COMB	17.00%	17.00%
SAMP	17.00%	17.00%
HNB	17.50%	17.50%
NDB	19.00%	19.00%

Rates on Credit Cards

Dec 22

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

Source: Respective Commercial Banks >

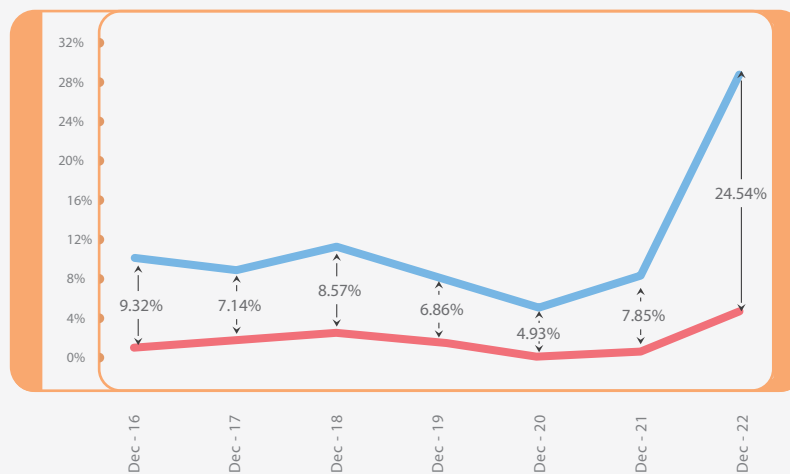
NDBIB CRISIL Fixed Income Indices Total return as at 30/12/2022	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	7.73%	17.21%	9.49%
NDBIB-CRISIL 364 Day T-Bill Index	6.08%	0.61%	4.18%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	2.65%	-16.99%	-1.63%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	12.67%	-22.65%	-4.18%

Source: www.crisil.com >

Central Bank Policy Rates	2019	2020	2021	Latest
Sri Lanka	7.00%	4.50%	5.00%	14.50%
US	1.50% - 1.75%	0.00% - 0.25%	0.00% - 0.25%	4.25% - 4.50%
Euro Zone	0.00%	0.00%	0.00%	2.50%
Australia	0.75%	0.10%	0.10%	3.10%
India	5.15%	4.00%	4.00%	6.25%

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 >

Majority of the Central banks globally raised interest rates during the month of December. Notably, the U.S. increased rates by a further 50 basis points for 2022, whilst indicating that US interest rates are expected to be higher in 2023, with no reductions until 2024.

364 Day Treasury Bill Rate	Dec 21	Nov 22	Dec 22
Sri Lanka	8.24%	29.46%	29.27%
India	4.25%	6.85%	6.89%
US	0.39%	4.75%	4.73%
Euro Zone	-0.72%	2.02%	2.46%

Source: Respective Central Banks >

Rates on Savings Accounts Dec 2022	
Sri Lanka	4.00%
US	0.01%
Euro Zone	0.11%
Australia	3.25%
India	3.00%

Source: Respective Commercial Banks >

Eurozone bond yields increased sharply during the month, following a 50-basis point rate hike by the ECB. Further, the ECB signaled plans of borrowing large amounts through the bond market to support their economies next year which caused yields to climb during December.

**“ CONSIDER YOUR RISK TOLERANCE.
DIFFERENT INVESTMENTS COME WITH
DIFFERENT LEVEL OF RISKS. ”**

— NDB Wealth —



INFLATION RATES

Country	Dec-21	Oct-22	Nov-22	Dec-22
Sri Lanka	12.10%	66.00%	61.00%	57.20%
US	7.04%	7.75%	7.11%	7.11%*
Euro Zone	4.96%	10.62%	10.05%	10.05%*
India	5.59%	6.80%	5.90%	5.90%*

*Nov 2022

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

Inflation as measured by the CCPI (2013=100) slowed to 57.20% in December 2022 on a year-on-year basis from 61.00% in November 2022, as both food and non-food inflation decreased on a year-on-year basis to 64.40% and 53.40% respectively in December from 73.70% and 54.50% levels in November.

However, on a month-on-month basis inflation increased by 0.26% in December 2022 mainly owing to non-food inflation increasing by 0.36%; however, prices within the food category declined by 0.10% during the month

Price increases were seen in clothing and footwear, transport and LP gas in the non-food category and price declines in the food-category was fueled by price reductions in sea fish, dry fish, big onion and bread.

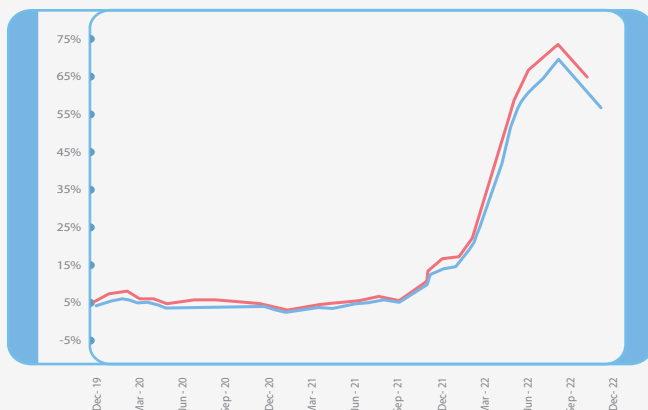
Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport), slowed to 47.70% year on year in December from a previous month's rate of 49.40% %; however, annual average core inflation rose to 34.60% in December from 31.40% November.

Inflation is expected to slow-down further with the tax hike on personal income eating in to wallet capacity and supply side shortages being addressed.

On the global front, US inflation eased as inflation slowed to 7.11% in November 2022 from 7.75% in October and the same trend was seen in Eurozone and India as the reported inflation figures for November 2022 reduced to 10.05% and 5.90% respectively from October 2022 figures of 10.62% and 6.80% respectively.

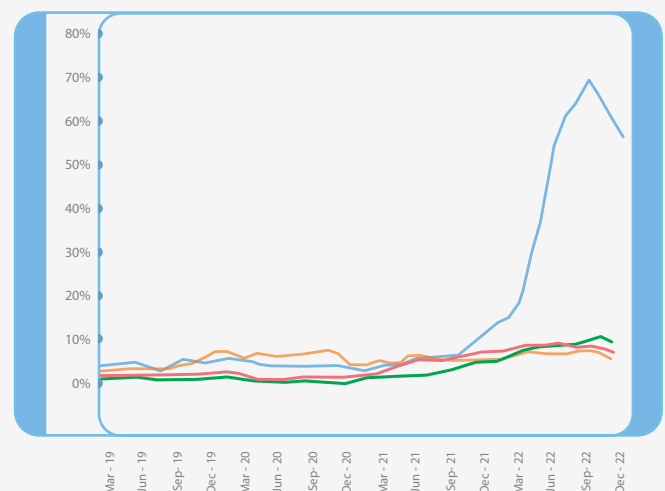
GLOBAL INFLATION RATES

INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



CCPI NCPI

Source: Department of Census and Statistics Sri Lanka



Sri Lanka US Euro zone India

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

FOREX OUTLOOK

Exchange Rates Vs. LKR	Dec-21	Dec-21	Dec-22	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	200.43	200.43	363.11	-44.80%	-44.80%
GBP	270.60	270.60	437.35	-38.13%	-38.13%
EURO	226.86	226.86	386.93	-41.37%	-41.37%
YEN	1.74	1.74	2.74	-36.41%	-36.41%
AUD	145.35	145.35	245.61	-40.82%	-40.82%
CAD	157.23	157.23	267.95	-41.32%	-41.32%
INR	2.69	2.69	4.39	-38.59%	-38.59%
BHD	531.61	531.61	963.09	-44.80%	-44.80%
CNY	31.44	31.44	52.19	-39.76%	-39.76%

Source: Central Bank of Sri Lanka >

The Sri Lankan rupee appreciated marginally by 0.02% against the US Dollar during December 2022, and closed the year at LKR 363.11 remaining a net loser on a year to date basis at 44.80%.

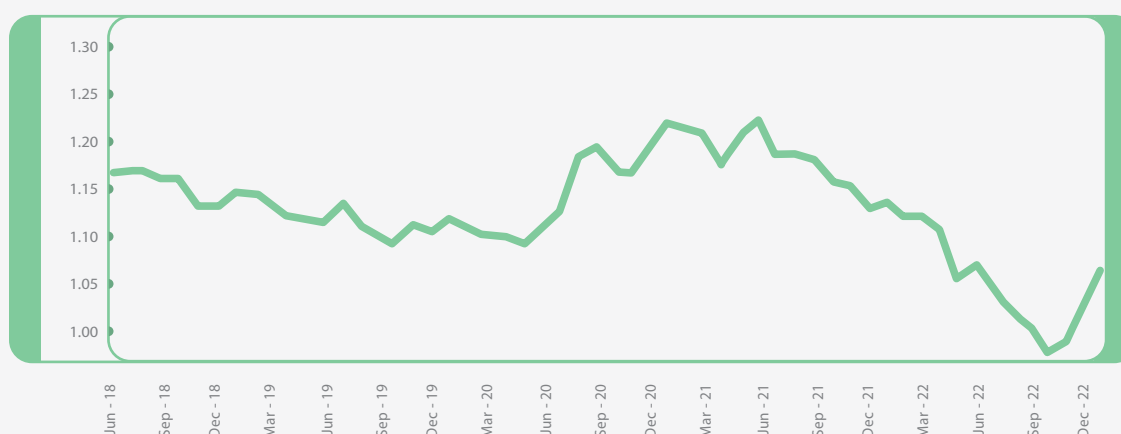
However, the Rupee depreciated by 0.57% and 2.93% against the Sterling Pound and Euro respectively during the month.

The US Dollar depreciated against a basket of peers with the Federal Reserve indicating that it would slow down the pace of interest rate hikes amid signs that inflation risks are beginning to decline.

The Sterling Pound advanced against the US Dollar during the first half of December, in the backdrop of UK economic growth data beating analyst's expectations. However, the Pound's gains against the USD were tempered back to levels which prevailed in November due to ongoing concerns over industrial actions in the UK.

Asian currencies ended the year on a positive note as the US Fed signaled that it will ease off aggressive rate hikes in 2023. The Fed's actions are expected to bring more stability to the Asian currency markets in 2023.

USD PER 1 EURO MOVEMENT



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

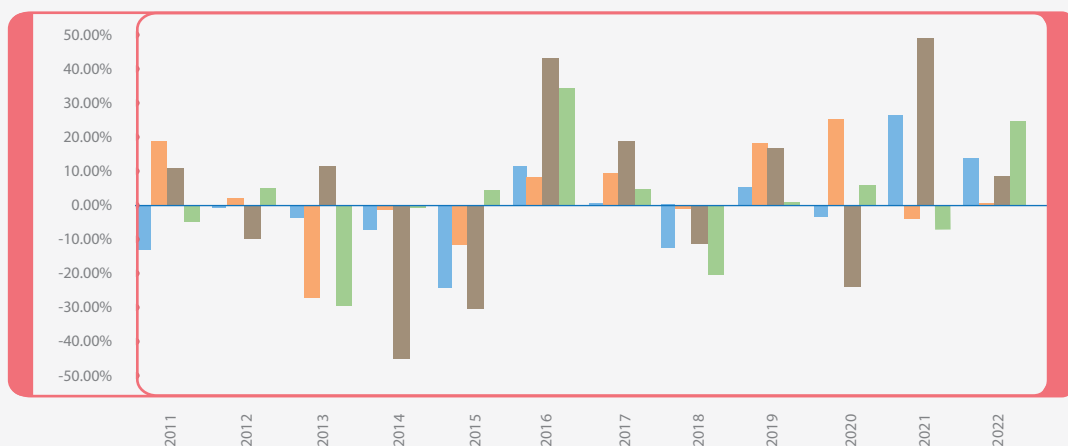
COMMODITY OUTLOOK

	Past month Performance (1st Dec - 31st Dec 2022)	Past 12 months Performance (Dec 2021 - Dec 2022)	Year to Date Performance (1st Jan - 31st Dec- 2022)
Bloomberg Commodity Index	-2.79%	13.75%	13.75%
Gold	4.20%	0.40%	0.40%
Tea	4.18%	25.08%	25.08%
Oil (Brent)	-11.17%	8.87%	8.87%

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

- The Bloomberg Commodity Index (BCOM) decreased by 2.79% during the month of December 2022, compared to the previous month, whilst it gained 13.75% for the overall year 2022.
- Crude oil extended its downward momentum in to the second consecutive month, as the prices dipped to USD 80.90 from USD 91.07, recording a drop of 11.17% during the month of December 2022. Weak macroeconomic environment and increased supply contributed to the decline in crude oil prices. However, overall, crude oil prices rose by 8.87% during the year.
- Direction of global oil prices will depend on several factors such as the Chinese economy opening up its borders for foreigners which may improve overall economic activity of the country, expected slowdown in the global economy and controlled supply by OPEC countries.
- Tea prices increased on a month on month basis and year-on-year basis by 4.18% and 25.08% respectively, due to the higher demand witnessed at the auctions heading in to the festive season.
- Gold prices increased with the US Federal Reserve (the Central Bank of the US) planning to slow down the pace of rate hikes which tipped investors to switch their interest to gold.

Commodity Price Movements



DJUBS Gold Oil Tea

Source: NDB Wealth Research >

PROPERTY OUTLOOK

According to the Real Estate Market Analysis for the third quarter of 2022 published by the Central bank of Sri Lanka (CBSL), there was a drop in the sale of new condominiums during Q2 and Q3 of 2022. The Condominium Property Volume Index, which measures the trend in the number of new condominium sales, declined by 64% compared to the same period in 2021

The government's decision to re-impose VAT and other levies on condominium sales from 2023, prevailing unfavorable economic conditions and high interest rates may have played a role in the subdued performance of sales.

The CBSL report also highlights that the Price Index for New Condominiums in the Colombo district continued to grow during Q3 of 2022, although the Year-on-Year growth slowed down compared to the previous two quarters. The sustained increases in the prices of raw materials and overall inflation in the country may have caused the high price levels of condominiums to be maintained.

When considering the price categories of condominiums, transactions in the less than Rs. 25 Mn price category decreased to 30% in Q3 of 2022 compared to 54% reported during Q3 of 2021, while transactions in the Rs. 25 Mn - Rs. 50 Mn price category increased to 39% compared to 32% reported in Q3 of 2021. The significant change in the aforementioned tranches may have been as a result of the steep rupee depreciation in 2022.

Most condominium buyers in Sri Lanka were residents of the country, with a small number of dual citizens and foreigners also purchasing units. The majority of funding for condominium purchases (75%) came from buyers' own funds, with an average of 25% of buyers obtaining bank loans during Q3 of 2022.

Further, as per the CBSL report, in the third quarter of 2022, the price levels of both houses and condominiums in the Colombo district showed significant year-on-year growth. The index value for houses increased by 32.7% and the index value for condominiums increased by 34.5%. The index values for houses and condominiums were 152.6 and 156.2, respectively.

Moving into 2023, The significant increase house and condominium prices is expected to lead to a decrease in demand. Furthermore, the weak economic conditions will make it harder for people to secure financing, further reducing the demand for houses.

Source: CBSL, KPMG, Trading Economics, BNP Paribas, Realtor.com >

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. 200 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 and Wakala deposits and savings accounts. The fund provides liquidity with higher returns compared to savings accounts to its investors and would be an ideal substitute for direct investments in Mudharabah savings accounts and deposits. (Trustee: Hatton National Bank PLC)

Mudharabah and Wakala 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 December 2022									
<i>Mudharabah PSR*</i>	30:70	-	55:45	60:40	65:35	70:30	75:25	-	90:10
Distributed Profit	3.31%	5.73%	6.66%	8.03%	7.43%	7.71%	8.26%	-	9.92%
Bank of Ceylon Islamic Business Unit - As of December 2022									
<i>Mudharabah PSR*</i>	45:55	-	-	-	-	-	-	-	-
Distributed Profit	4.80%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of December 2022									
<i>Mudharabah PSR*</i>	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	11.20%	-	13.70%	16.40%	18.80%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of December 2022									
<i>Mudharabah PSR*</i>	15.85	-	55:45	60:40	70:30	-	75.25	-	-
Distributed Profit	2.50%	-	15.75%	16.25%	17.25%	-	-	-	-
Wakala Rates	-	-	16.00%	16.50%	17.50%	-	-	-	-
National Development Bank PLC-"Shareek" Islamic Banking unit - As of December 2022									
<i>Mudharabah PSR*</i>	40:60	-	-	-	-	-	-	-	-
Distributed Profit	3.50%	-	-	-	-	-	-	-	-
Wakala Rates	-	12.00%	17.00%	18.00%	19.00%	-	-	-	-
Commercial Leasing & Finance PLC- Islamic Finance – As of November 2022									
<i>Mudharabah PSR*</i>	25 :75	54:46	56:44	57:43	64:36	67:33	70:30	69:31	75:25
Distributed Profit	6.63%	14.32%	14.85%	15.11%	16.97%	17.76%	18.55%	18.29%	19.89%
Wakala Rates	-	16.5%	18%	18.5%	21%	19.5%	20%	16.5%	16.5%
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of December 2022									
Wakala Rates	-	18.5%	19.5%	20%	20.75%	21%	20.5%	20.5%	20.5%
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of December 2022									
<i>Mudharabah PSR*</i>	25:75	54:46	56:44	57:43	64:36	67:33	70:30	69:31	75:25
Distributed Profit	5.48%	13.06%	13.54%	13.78%	15.48%	16.20%	16.92%	16.68%	18.12%
Wakala Rates	-	15.5%	17%	17.5%	20%	18.5%	19%	15.5%	15.5%
Peoples Leasing Islamic Business Unit - As of December 2022									
<i>Mudharabah PSR*</i>	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	5.78%	-	11.20%	12.00%	14.00%	-	-	-	-
Wakala Rates	-	-	-	-	-	-	-	-	-

* PSR/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 DECEMBER 2022

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

Source: www.takaful.lk (Amana Takaful Life PLC) >

UNIT TRUST FUNDS OFFERED BY NDB WM



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

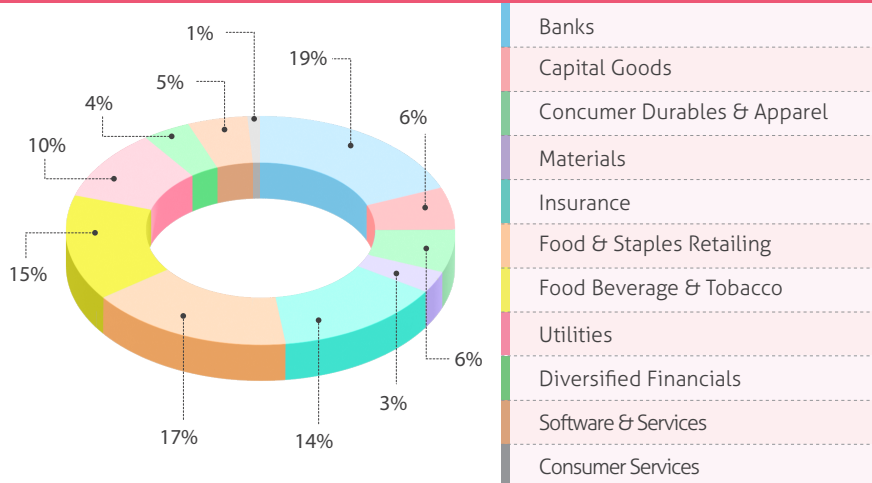
Fund Overview

NDB Wealth Growth Fund

Type: Open Ended | Investments: Listed Equities
 Currency: LKR | 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-Dec-22

YTD Yield	-31.26%
NAV per unit	8.53
AUM (LKR Mn.)**	162.85
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.82%
Max Equity Allocation	97.00%
Current Equity Allocation	78.99%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

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

Historical Returns

Period	Fund Returns *	ASPI Returns
Last Month	1.04%	-1.87%
Last 3 months	-8.30%	-14.51%
Last 6 months	9.26%	15.63%
Last 12 months	-31.26%	-30.56%
Year 2021	27.93%	80.48%
Year 2020	-4.46%	10.52%

* After fees, excluding front end and back end loads

** AUM before expense allowance adjustment

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	21.01%
Average Duration	0.2454
Maturity	% Holding
Under 1 Month	40.41%
3 Months - 6 Year	59.59%

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

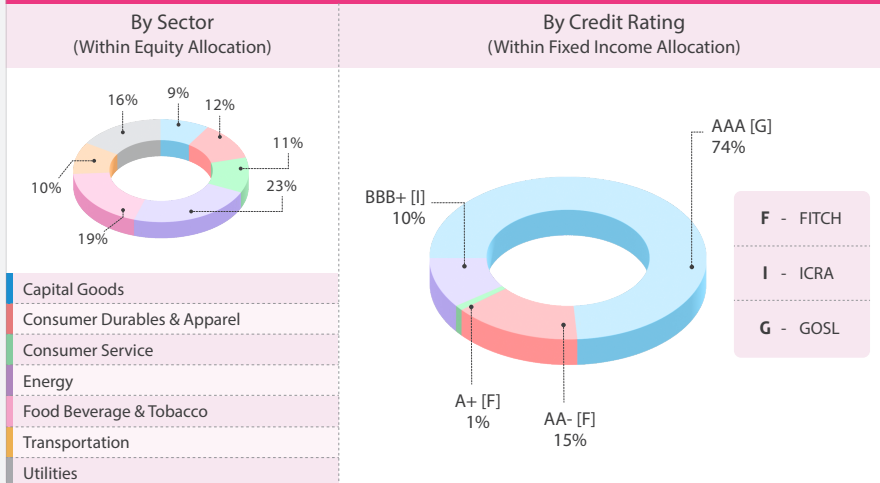
NDB Wealth Growth and Income Fund

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-Dec-22

YTD Yield	-19.49%
NAV per unit	41.28
AUM (LKR Mn.)**	201.75
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.27%
Max Equity Allocation	97.00%
Current Equity Allocation	46.07%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

EXPOLANKA HOLDINGS PLC
HAYLEYS FABRIC PLC
LANKA IOC PLC
SUNSHINE HOLDINGS PLC
WINDFORCE LIMITED

Historical Returns

Period	Fund Returns *	ASPI Returns
Year to Date	-19.49%	-30.56%
Last month	0.17%	-1.87%
Last 3 months	-11.04%	-14.51%
Last 6 months	0.64%	15.63%
Last 12 months	-19.49%	-30.56%
Year 2021	19.02%	80.48%
Year 2020	9.82%	10.52%

* After fees, excluding front end and back end loads

** AUM before expense allowance adjustment

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	53.93%
Average Duration	0.04
Maturity	% Holding
Under 3 Months	100.00%

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

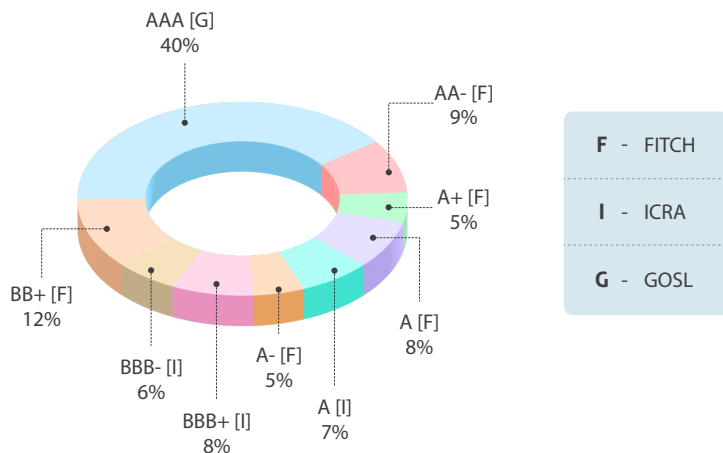
NDB Wealth Income Fund

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-Dec-22

YTD Yield	8.21%
YTD Yield (Annualized)	8.21%
NAV per unit	18.3767
AUM (LKR Mn.)	391.72
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	0.82%
Average Maturity (Yrs)	1.31
Average Duration	1.00

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	8.70%	17.37%
1 Month - 3 Months	18.82%	23.10%
3 Months - 6 Months	10.46%	32.30%
6 Months - 1 Year	35.87%	24.70%
1 Year - 5 Years	26.15%	13.40%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	8.21%	8.21%
Last month	1.85%	21.76%
Last 3 months	4.56%	18.10%
Last 6 months	7.32%	14.52%
Last 12 months	8.21%	8.21%
Year 2021	6.74%	6.74%
Year 2020	13.12%	13.12%

Other Features

Valuation	Daily Valuation All Instruments are marked to market.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions on investments depend on the features of each security, (Ex: Rated, Guaranteed, etc), and are regulated by the Trustee and the SEC.
Fee Details	Management Fee : 0.65% p.a. of NAV / Trustee fee : 0.10-0.19% p.a. of NAV, based on fund size/ Custodian fee : 0.05% p.a. of NAV. Exit Fee – 1% on redemptions, switches or transfer of units made within 365 days from the creation date of any investment made after 1st October 2021.
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Bank of Ceylon

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Fund Overview

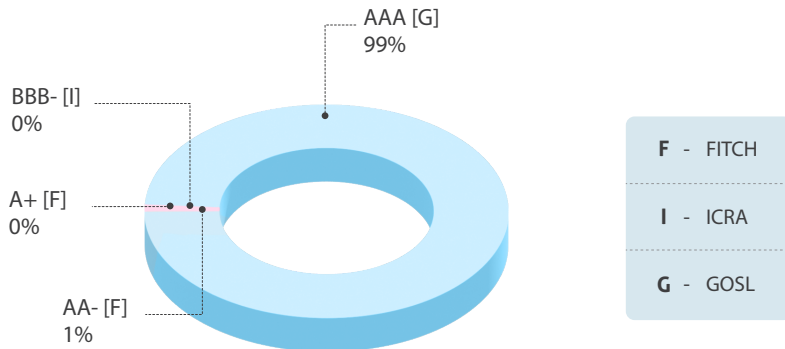
NDB Wealth Income Plus Fund

Type: Open Ended
Currency: LKR

Investments: Fixed Income Securities
ISIN: LKNWIPU00005

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

Portfolio Allocation By Credit Rating



Fund Snapshot

31-Dec-22

YTD Yield	19.46%
YTD Yield (Annualized)	19.46%
NAV per unit	21.6077
AUM (LKR Mn.)	4540.23
Fund Currency	LKR
Fund Inception	7-Apr-16
Expense Ratio	0.62%
Average Maturity (Yrs)	0.17
Average Duration	0.16

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	6.07%	28.42%
1 Month - 3 Months	89.85%	32.80%
3 Months - 6 Months	4.08%	32.70%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	19.46%	19.46%
Last month	2.63%	30.92%
Last 3 months	6.43%	25.50%
Last 6 months	12.22%	24.24%
Last 12 months	19.46%	19.46%

Other Features

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

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Fund Overview

NDB Wealth Money Fund

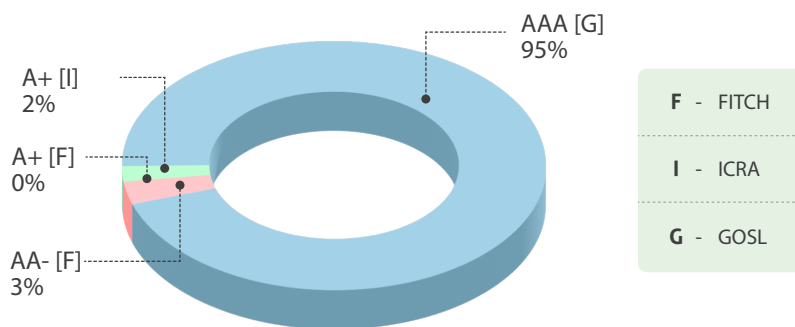
Type: Open Ended
Currency: LKR

Investments: Short Term Bank Deposits
ISIN: LKNWMNU00002

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

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

Portfolio Allocation By Credit Rating



Fund Snapshot

31-Dec-22

YTD Yield	17.79%
YTD Yield (Annualized)	17.79%
NAV per unit	25.5486
AUM (LKR Mn.)	47,540.78
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.73%
Average Maturity (Yrs)	0.32
Average Duration	0.28

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	25.00%	29.67%
1 Month - 3 Months	27.71%	32.90%
3 Months - 6 Months	27.18%	32.40%
6 Months - 2 Year	20.11%	30.50%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	17.79%	17.79%
Last month	2.26%	26.61%
Last 3 months	6.70%	26.58%
Last 6 months	12.45%	24.69%
Last 12 months	17.79%	17.79%
Year 2021	5.58%	5.58%
Year 2020	8.20%	8.20%

Other Features

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

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Fund Overview

NDB Wealth Money Plus Fund

Type: Open Ended
Currency: LKR

Investments: Money Market Corporate Debt Securities
ISIN: LKNWMPU00007

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

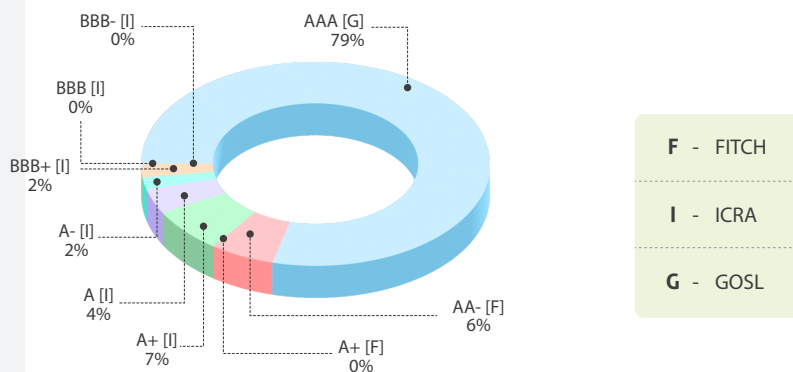
The Fund aims to provide liquidity to investors while enhancing returns by investing in a diversified portfolio of short term corporate debt securities with maturities less than 365 days

Fund Snapshot

31-Dec-22

YTD Yield	14.08%
YTD Yield (Annualized)	14.08%
NAV per unit	28.2698
AUM (LKR Mn.)	3425.05
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.85%
Average Maturity (Yrs)	0.47
Average Duration	0.39

Portfolio Allocation By Credit Rating



Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	17.72%	20.27%
1 Month - 3 Months	9.80%	30.50%
3 Months - 6 Months	17.85%	31.40%
6 Months - 1 Year	54.63%	31.20%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	14.08%	14.08%
Last month	2.03%	23.93%
Last 3 months	5.66%	22.44%
Last 6 months	10.01%	19.86%
Last 12 months	14.08%	14.08%
Year 2021	5.67%	5.67%
Year 2020	9.46%	9.46%

Other Features

Valuation	Daily Valuation Instruments less than one year - cost plus accrued basis, Instruments greater than one year - n/a.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Exposure Restrictions	Maximum exposure restrictions on investments depend on the features of each security, (Ex: Rated, Guaranteed, etc) and are regulated by the Trustee and the SEC.
Fee Details	Management Fee : 0.65% p.a. of NAV. Trustee fee : 0.11- 0.15% p.a. of NAV, depending on fund size. Custody Fee : Rs.10,000 per Month
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Hatton National Bank PLC

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Fund Overview

NDB Wealth Islamic Money Plus Fund

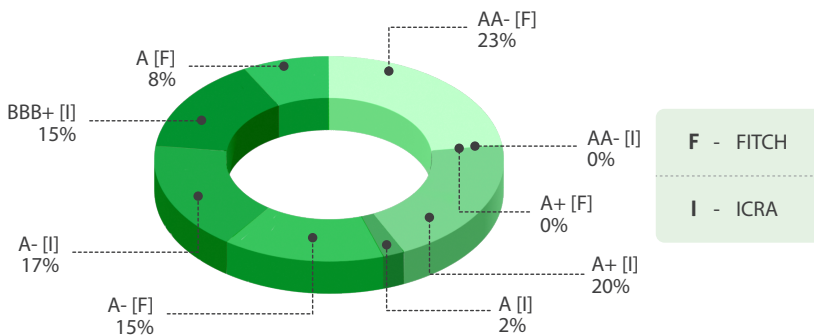
Type: Open Ended
Currency: LKR

Investments: Short Term Shariah Compliant Investments
ISIN: LKNWISU00009

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

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

Portfolio Allocation By Credit Rating



Fund Snapshot

31-Dec-22

YTD Yield	13.43%
YTD Yield (Annualized)	13.43%
NAV per unit	19.3914
AUM (LKR Mn.)	676.83
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.18%
Average Duration	0.25

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	20.92%	13.80%
1 Month - 3 Months	30.74%	25.40%
3 Months - 6 Months	36.91%	17.10%
6 Months - 1 Year	11.43%	20.20%

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	13.43%	13.43%
Last month	1.51%	17.76%
Last 3 months	4.45%	17.64%
Last 6 months	8.96%	17.78%
Last 12 months	13.43%	13.43%

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

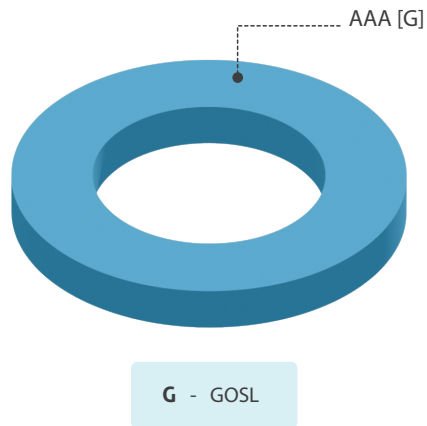
NDB Wealth Gilt Edged Fund

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-Dec-22

YTD Yield	-2.93%
YTD Yield (Annualized)	-2.93%
NAV per unit	18.8960
AUM (LKR Mn.)	52.64
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	0.90%
Average Maturity (Yrs)	5.77
Average Duration	2.31

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	30.76%	23.80%
Over 5 Years	69.24%	27.50%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	-2.93%	-2.93%
Last month	5.24%	61.72%
Last 3 months	8.29%	32.88%
Last 6 months	-7.63%	-15.14%
Last 12 months	-2.93%	-2.93%
Year 2021	4.38%	4.38%
Year 2020	10.14%	10.14%

Other Features

Valuation	Daily Valuation All Instruments are marked to market.
Investment/Withdrawal	Any Time A notice period of 07 working days may be required prior to large redemptions. However, the time period can be discussed with potential investors prior to the investment.
Fee Details	Management Fee : 0.65% p.a. of NAV Trustee fee : 0.10-0.19% p.a. of NAV, depending on fund size Custodian fee : 0.05% p.a. of NAV.
Fund Manager	NDB Wealth Management Ltd.
Trustee & Custodian	Bank of Ceylon

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