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MANAGEMENT



PRIVATE
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MY WEALTH
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MARKET UPDATE AND FUND REVIEW

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NDB | WEALTH

2021
MAY

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MARKET BRIEF BY NDB WEALTH

INFLATION PICKS UP

Inflation as measured by the CCP ledged up to 4.5% in May on a year-on-year basis from the previous month's 3.9% primarily due to increases in food prices. During the month, the index increased 1.1% with food prices rising 2.2% and non-food prices increasing by 0.5%. We expect to see pressure building on inflation gradually in the months ensuing owing to demand side factors as well as higher commodity prices.

THE RUPEE RECOVERS ALBEIT MARGINALLY

Reversing its declining trend, the Sri Lankan Rupee appreciated marginally against the USD in May by 0.02% to close the month at LKR 199.50, however remains a net loser on a year to date basis at 6.56%. Meanwhile the Rupee depreciated 1.75% against the Pound Sterling and 0.64% against the Euro during the month. The Central Bank was a net buyer of foreign exchange in the market in April amounting to USD 62.81 mn, whilst gross official reserves stood at approximately USD 4.47 bn by end April.

INTEREST RATES STAGNANT

Interest rates remained broadly unchanged, with the benchmark 364-day T-Bill rate remaining at 5.18% during the month. Foreign holding of LKR denominated government securities declined in May by LKR 1.65 bn to a low of 0.06% of outstanding government securities, and remained net sellers on a year to date basis at LKR 2.33 bn. Credit to the private sector accelerated by 8.2% year-on-year in April from 7.5% in March, although credit growth slowed down on a monthly basis. We expect the rising budget deficits, and the substantial debt repayment schedule to exert pressure on interest rates towards the latter part of the year.

STOCK MARKET ADVANCES

The Colombo Stock Exchange (CSE) recovered in May with the All Share Price Index (ASPI) rising by 2.71% and the liquid S&PSL20 index increasing by 3.82% amidst local investor participation. However net selling by foreigners continued to the tune of LKR 3.84 bn. during the month and LKR 25.29 bn on a year-to-date basis. Given weak macroeconomic fundamentals we expect the stock market to be range bound in the short term despite short term rallies we may witness from time to time.

Amaya Nagodavithane

Fund Manager

EQUITY OUTLOOK

	Past month Performance (May 2021)	Past 12 months Performance (May 2020 - May 2021)	Year to Date Performance (upto 31st May 2021)
All Share Price Index	2.71%	52.75%	9.29%
S&P SL 20	3.82%	47.75%	12.91%
MSCI Frontier Markets Index	4.05%	37.56%	12.18%
MSCI World Index	1.50%	41.28%	11.62%
MSCI Emerging Markets	2.32%	51.00%	7.26%
MSCI Asia Ex Japan	1.22%	51.52%	6.53%

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

The two main indices of the Colombo Stock Exchange (CSE), All Share Price Index (ASPI) and S&P SL 20 Index (S&P SL), appreciated by 2.71% and 3.82% respectively, during the month of May 2021, extending the year to date returns to 9.29% and 12.91% respectively, as at end May 2021.

Encouraging quarterly earnings released by corporates coupled with low interest rates may have been the key catalysts for the continued gains in CSE.

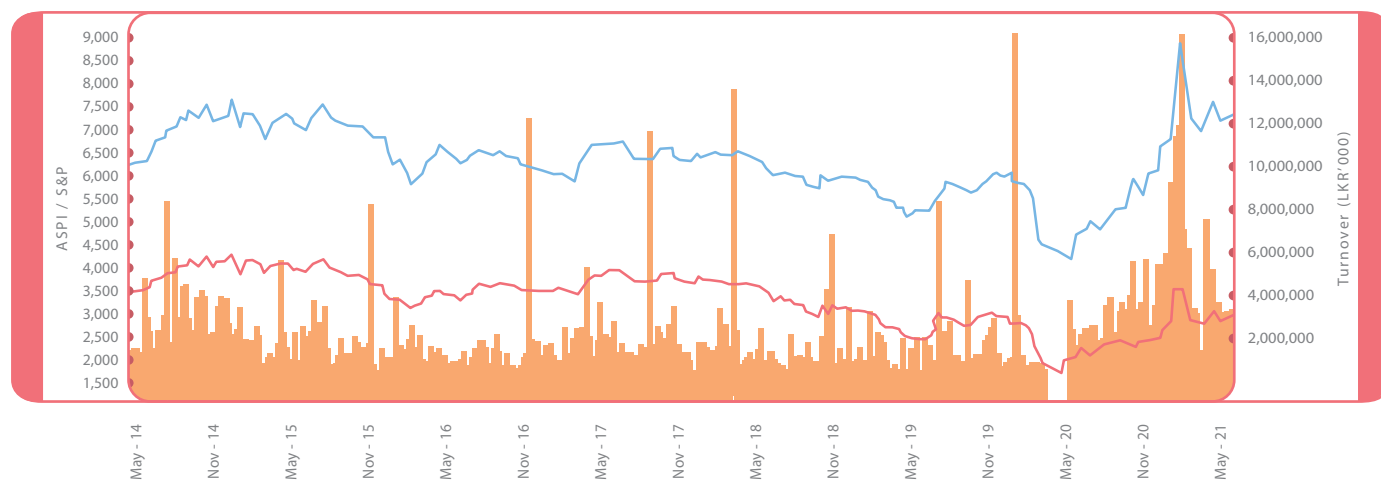
Both the benchmark MSCI frontier market index as well as the local S&PSL20 index recorded outstanding returns, recording similar year to date gains as at end May 2021.

According to the Institute of International Finance (IIF), capital flows to emerging market securities reached USD 13.8 billion in May, supported by purchases of debt instruments.

Investments into emerging markets equities suffered outflows during May as uncertainty grew around the outlook for inflation. Emerging market equity investments excluding China fell by USD 7.3 billion, while Chinese equities recorded a positive inflow of USD 11.3 billion in May 2021.

Rising debt levels may negatively affect emerging markets compared to the developed markets in the economic recovery from the Covid-19 pandemic.

Colombo Stock Exchange Performance



■ Turnover
 ■ S&P
 ■ ASPI

Source: www.cse.lk >

		May 2021	May 2020
CSE	Market PER	14.22 X	8.92 X
	Market PBV	1.14 X	0.90 X
	Market DY	2.48%	3.81%
MSCI Frontier Market	Market PER	17.51 X	11.16 X
	Market PBV	2.12 X	1.54 X
	Market DY	2.86%	4.52%

Source: www.cse.lk >

Foreign investors continued to be net sellers during May 2021, as total net foreign selling for the first five months exceeded LKR 25 billion.

Colombo Stock Exchange	Jan-May 2021	Jan-May 2020
Foreign Inflows	LKR 19.57 Billion	LKR 34.34 Billion
Foreign Outflows	LKR 44.87 Billion	LKR 46.40 Billion
Net Foreign Inflows/(Outflows)	(LKR 25.30 Billion)	(LKR 12.06 Billion)

Source: www.cse.lk >

**“ TO MAKE MONEY IN STOCKS
YOU MUST HAVE THE VISION TO SEE THEM,
THE COURAGE TO BUY THEM AND
THE PATIENCE TO HOLD THEM ”**

— Warren Buffett —



FIXED INCOME OUTLOOK

Interest Rates in Sri Lanka

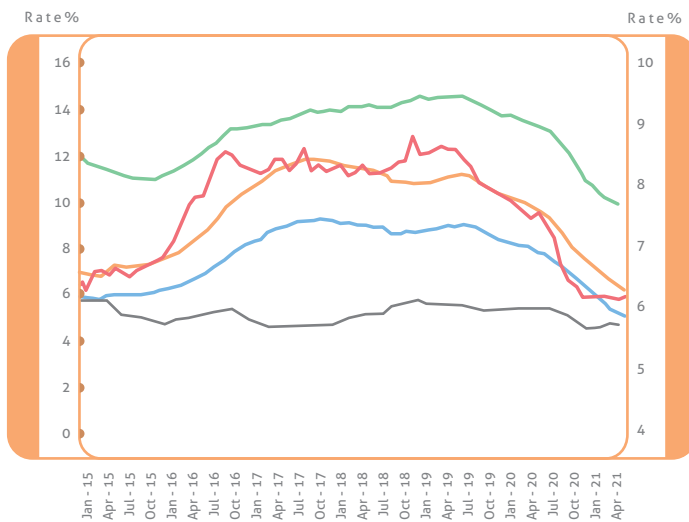
The Central Bank maintained the Standing Lending Facility Rate (the rate CBSL lends to commercial banks) and the Standing Deposit Facility Rate (the rate which commercial banks place their excess cash with CBSL) at 5.50% and 4.50% respectively at the monetary policy meeting held in May.

	May 20	Dec 20	Apr 21	May 21
364 Day T-bill	6.93%	5.03%	5.18%	5.18%
5-Year Bond	8.56%	6.63%	7.12%	7.31%
1-Year Finance Company Fixed Deposit Ceiling Rate	10.19%	6.88%	7.11%	7.11%

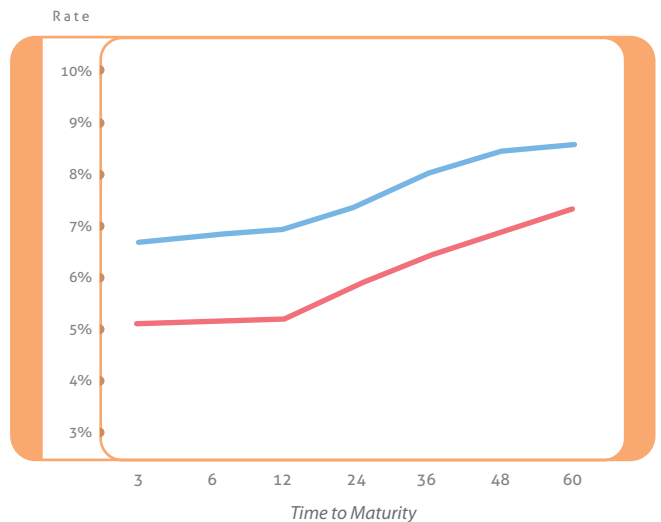
*Gross Rates provided. Net returns would change based on prevailing tax regulations.

Source: Central Bank of Sri Lanka >

AVERAGE LENDING & DEPOSIT RATES & SPREAD



YIELD CURVE - LKR TREASURIES



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

May-20 | May-21

Source: Central Bank of Sri Lanka >

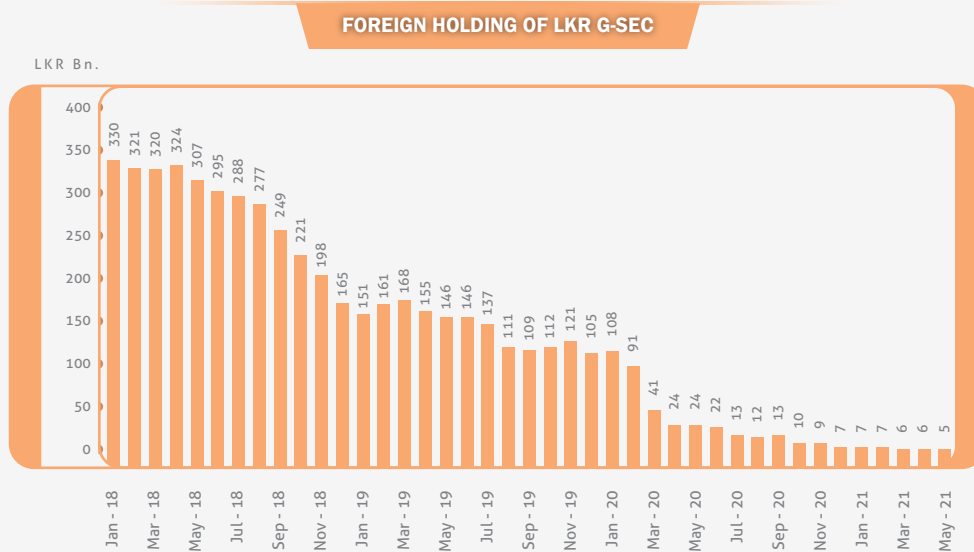
AWDR: Average Weighted Deposit Rate | AWFDR: Average Weighted Fixed Deposit Rate | AWLR: Average Weighted Lending Rate | AWPR Average Weighted Prime Lending rate

Treasury Bill rates remained broadly unchanged, with the benchmark 364-day T-Bill rate remaining at 5.18% and the 182-day T-Bill at 5.14% whilst the 91-day T-Bill increased marginally to 5.13%.

Broad money (M2b) growth slowed to 20.4% year-on-year in April, from the previous month's 21.5% whilst credit to the private accelerated by 8.2% year-on-year in April from 7.5% in March. However private sector credit disbursements slowed on a monthly basis growing by LKR 57.7 bn. or 0.9%, from the LKR 112.2 bn. recorded in March.

Outstanding LKR Govt. Securities LKR 7,771 Billion	
T Bills (Total)	T Bonds (Total)
LKR 1,766 Billion	LKR 6,005 Billion
Domestic (Bills & Bonds)	Foreign (Bills & bonds)
LKR 7,766 Billion	LKR 5 Billion
Total Foreign Holding of Bills and Bonds: 0.08%	

Source: Central Bank of Sri Lanka >



Foreign holding of LKR denominated bills and bonds declined in May by LKR 1.65 bn (the largest drop for the year so far) to record a low of 0.06% of outstanding government securities, and foreign investors remained net sellers on a year to date basis at LKR 2.33 bn.

1 Year FD Rates - Sri Lankan Banks		
	May 2021	Apr2021
NSB	5.00%	5.00%
COMB	4.50%	4.50%
SAMP	4.25%	4.25%
HNB	4.50%	4.50%
NDB	5.00%	5.00%

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

Source: Respective Commercial Banks >

Banks maintained their fixed deposit rates during the month of May.

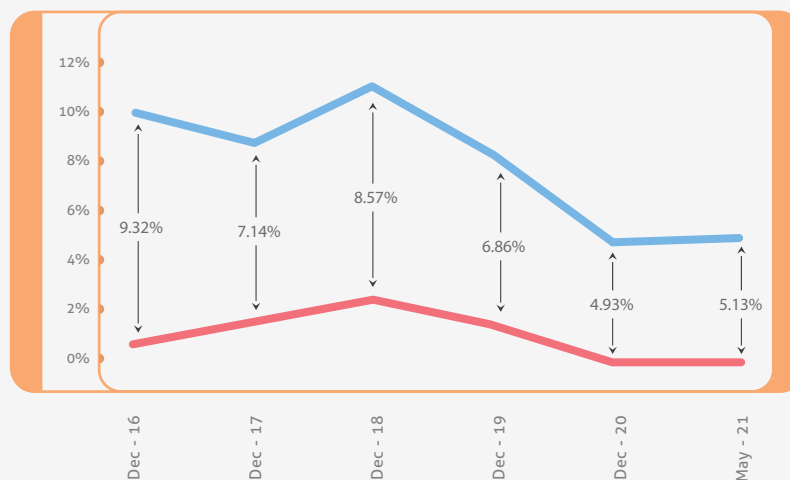
NDBIB CRISIL Fixed Income Indices Total return as at 31/05/2021	3 Month Return	1 Year Return	3 Year Return
NDBIB-CRISIL 91 Day T-Bill Index	1.20%	5.33%	7.54%
NDBIB-CRISIL 364 Day T-Bill Index	1.11%	6.66%	8.93%
NDBIB-CRISIL 3 Year T-Bond Index-TRI	1.65%	10.80%	12.63%
NDBIB-CRISIL 5 Year T-Bond Index-TRI	1.16%	12.46%	13.85%

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	May 20	Dec 20	Apr 21	May 21
Sri Lanka	6.93%	5.03%	5.18%	5.18%
India	3.40%	3.44%	3.71%	3.71%
US	0.17%	0.10%	0.05%	0.05%
Euro Zone	-0.60%	-0.76%	-0.68%	-0.68%

Source: Respective Central Banks >

 US government bond yields stagnated despite strong economic data and rising inflation

 Euro area manufacturing and services advanced, whilst Japan's economy shrank 1.3% in the first quarter as a fresh COVID-19 outbreak and slow vaccination rates, strained growth.

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

Source: Respective Commercial Banks >

**“ IT’S NEVER TOO LATE TO START ENJOYING
FINANCIAL INDEPENDENCE. START EFFECTIVE
WEALTH PLANNING TODAY ”**

— NDB Wealth —



INFLATION RATES

Country	May 20	Dec 20	Apr 21	May 21
Sri Lanka	4.03%	4.23%	3.89%	4.55%
US	0.12%	1.36%	4.16%	4.16%*
Euro Zone	0.09%	-0.27%	1.62%	1.62%*
India	6.26%	4.59%	4.29%	4.29%*

*Apr2021

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

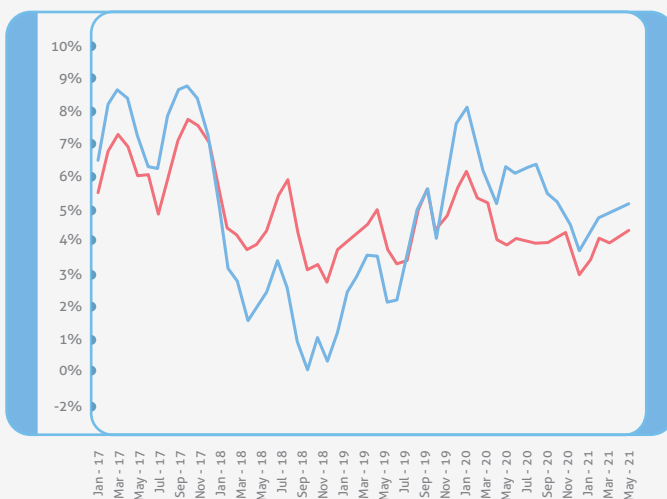
Inflation as measured by the CCPI (2013=100), edged up to 4.5% in May on a year-on-year basis from the previous month's 3.9%, primarily due to increases in food prices. During the month, the index increased 1.1% with food prices rising 2.2% and non-food prices increasing by 0.5%. Within the food category prices of mainly sea fish, coconut oil and rice increased whilst health and clothing and footwear influenced non-food prices. On an annual average basis inflation remained unchanged at 3.9% in May.

Core inflation, which excludes the more volatile aspects of price movements (food, energy and transport) accelerated to 3.2% year-on-year May, however remained flat on an annual average basis at 3.0%.

We expect to see pressure building on inflation gradually in the months ensuing owing to demand side factors as well as higher commodity prices.

On the global front, both US and Euro zone inflation increased to 4.16% and 1.62% respectively in April.

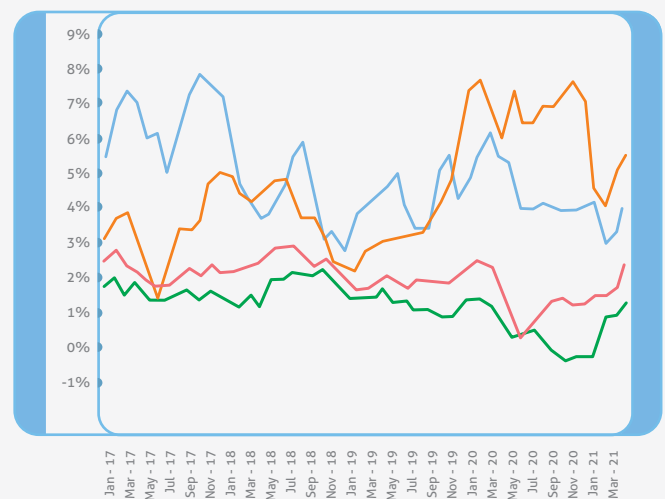
INFLATION - POINT TO POINT CHANGE - CCPI VS. NCPI



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	May 20	Dec 20	May 21	1 Year App/(Dep) LKR	YTD App/(Dep) LKR
USD	186.29	186.41	199.50	-6.62%	-6.56%
GBP	229.55	254.35	283.28	-18.97%	-10.21%
EURO	206.51	229.42	243.39	-15.15%	-5.74%
YEN	1.73	1.81	1.82	-4.91%	-0.52%
AUD	123.63	143.66	154.15	-19.80%	-6.81%
CAD	135.24	146.35	165.21	-18.14%	-11.42%
INR	2.46	2.55	2.76	-10.71%	-7.44%
BHD	493.34	494.38	529.29	-6.79%	-6.60%
CNY	26.04	28.59	30.85	-15.59%	-7.33%

Source: Central Bank of Sri Lanka >

Reversing its declining trend, the Sri Lankan Rupee appreciated marginally against the USD in May by 0.02% to close the month at LKR 199.50, however remains a net loser on a year to date basis at 6.56%.

Meanwhile the Rupee depreciated 1.75% against the Pound Sterling and 0.64% against the Euro during the month.

The US dollar strengthened against a basket of currencies following optimistic economic data suggesting the economy is rebounding faster than expected after contracting sharply in 2020.

The Pound Sterling advanced against the Euro amidst fresh signals from the UK government, that all Covid-19 restrictions will be lifted by the end of June as originally planned.

Most emerging Asian currencies weakened after upbeat economic data from the US, boosted the dollar.

USD PER 1 EURO MOVEMENT



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

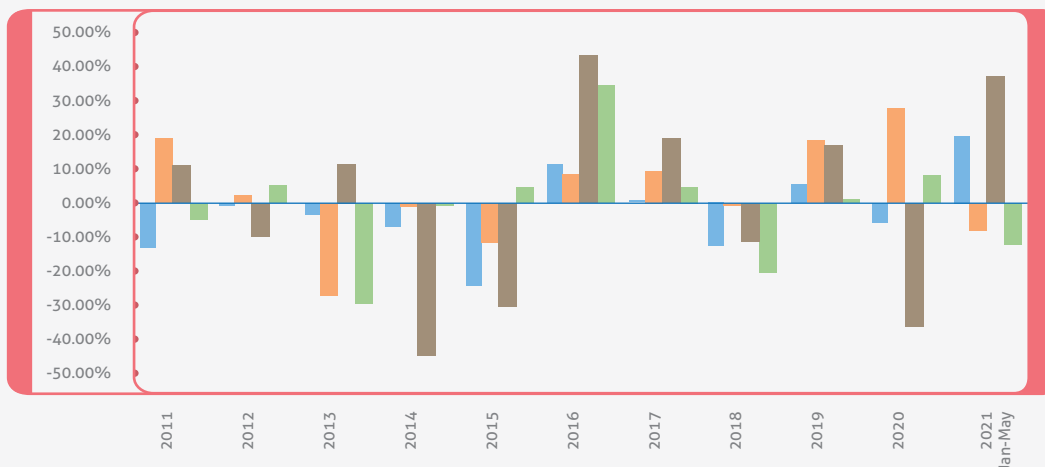
COMMODITY OUTLOOK

	Past month Performance (May 2021)	Past 12 months Performance (May 2020 - May 2021)	Year to Date Performance (up to 31st May 2021)
Bloomberg Commodity Index	2.73%	46.10%	18.94%
Gold	5.13%	7.83%	-0.44%
Tea	-3.07%	-17.25%	-8.76%
Oil (Brent)	5.05%	119.34%	36.43%

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

- The Bloomberg Commodity Index continued to appreciate during the month of May 2021, as it gained 2.73% for the month. The index is up 50% from end March 2020 and 15% up from end of 2019 pre-pandemic highs.
- Prices of metals and minerals are back to levels last seen more than ten years ago, while agricultural products are also making new multi-year highs.
- Crude oil prices have hit a two-year high with Brent crude rising above the USD 71 per barrel mark recording the highest level since May 2019 buoyed both by hopes of improving demand due to economic recoveries across geographies as well as supply cuts by key oil-producing countries.
- However, crude oil prices are experiencing a psychological resistance level at USD 70 per barrel as market participants are trying to strike a balance between rising demand from the world's largest economies and potentially higher output from Iran as well as new Covid-19 outbreaks in the Asia-Pacific region.
- Gold prices staged a recovery during the month of May 2021 as it erased its 2021 losses, amid signs of rising inflation and a potentially uneven economic recovery due to the resurgence in coronavirus cases in some countries.
- Moreover, funds are reversing from cryptocurrencies such as Bitcoin to gold as investors appreciate the reliability and stability of the precious metal.

Commodity Price Movements



DJUBS Gold Oil Tea

Source: NDB Wealth Research >

PROPERTY OUTLOOK

The land price evaluation done by Lanka Property Web between FY2018 to 2021 has recorded a price appreciation of over 74% excluding the urban Colombo municipality.

According to the company's calculations, between the financial years 2018 to 2021, property as an investment has generated an annual return of 15% (AER).

The effective fixed deposit return (based on the Average Weighted Fixed Deposit Rate - AWFDR – published by the Central Bank of Sri Lanka) from 2018 to end of 2020 was 10.8% (AER). While not disregarding the liquidity between the two investment options, fixed deposit rates remain the reference return for a majority of individuals.

In recent years fixed deposits have seen significant return fluctuations with returns declining by over 50% to single digit returns between the 1Q of 2019 and 2021. In contrast, land price returns in the western province have only declined from 22% (2019) to 18.6% (2021) despite real-estate investments globally experiencing major downturns with the spread of COVID-19.

It has been observed that the demand for real-estate has been moving from the district capitals to the suburbs.

The increase in prices within the suburbs are directly correlated to infrastructure development prospects and during the past 4 years demand for land in the suburbs witnessed significant price increases specifically from Kolonnawa, Hanwella, Peliyagoda and Welampitiya in the Colombo district and Kelaniya, Dompe and Kadawatha in the Gampaha district.

With more and more people shifting to the suburbs, certain cities such as Angoda, Kolonnawa, Hanwella, Peliyagoda, Wellampitiya, Hokandara and Homagama in Colombo, Ingiriya and Wadduwa in the Kalutara district and Kelaniya, Dompe and Kadawatha in the Gampaha district have experienced triple digit appreciation during the 4 years.

Source: Land Prices in Western Province rise by 74% in 2018-2021 | The Sunday Times (June 06, 2021) >

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 May 2021									
Profit Sharing Ratio*	30:70	-	60:40	65:35	75:25	80:20	85:15	-	90:10
Distributed Profit	2.21%	-	4.04%	4.41%	4.78%	5.15%	5.51%	-	6.61%
Bank of Ceylon Islamic Business Unit - As of May 2021									
Profit Sharing Ratio*	45:55	-	-	-	-	-	-	-	-
Distributed Profit	1.50%	-	-	-	-	-	-	-	-
Commercial Bank of Ceylon PLC-AI Adalah Islamic Banking unit - As of May 2021									
Profit Sharing Ratio*	45:55	-	55:45	65:35	75:25	-	-	-	-
Distributed Profit	2.16%	-	2.64%	3.14%	3.66%	-	-	-	-
Hatton National Bank PLC-"Hnb Al- Najah" Islamic Banking unit - As of March 2021 (Published Quarterly)									
Profit Sharing Ratio*	30:70	-	55:45	60:40	70:30	-	-	-	-
Distributed Profit	3.25%	-	3.25%	3.50%	4.50%	-	-	-	-
National Development Bank PLC-"Shareek" Islamic Banking unit - As of May 2021									
Profit Sharing Ratio* (3Mn - 50Mn)	40:60	60:40	65:35	40:60	65:35	-	-	-	-
Distributed Profit	3.10%	3.10%	3.75%	4.15%	5.30%	-	-	-	-
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 May 2021									
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%	5.11%	5.36%	5.61%	7.11%	7.86%	8.18%	8.36%	8.83%
LB Al Salamah (LB Finance PLC - Islamic Business Unit) - As of March 2021									
Profit Sharing Ratio*	25:75	31:69	34:66	36:64	38:62	-	-	-	-
Distributed Profit	3.49%	4.33%	4.75%	5.03%	5.31%	-	-	-	-
LOLC Al-Falaah (Lanka Orix Finance PLC - Islamic Business Unit) - As of May 2021									
Profit Sharing Ratio*	30:70	32:68	34:66	36:64	49:51	54:46	57:43	60:40	63:37
Distributed Profit	4.04%	4.31%	4.57%	4.84%	6.59%	7.27%	7.66%	8.07%	8.48%
Peoples Leasing Islamic Business Unit - May 2021									
Profit Sharing Ratio*	45:55	-	60:40	65:35	75:25	-	-	-	-
Distributed Profit	3.45%	-	4.60%	4.98%	5.74%	-	-	-	-

* 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

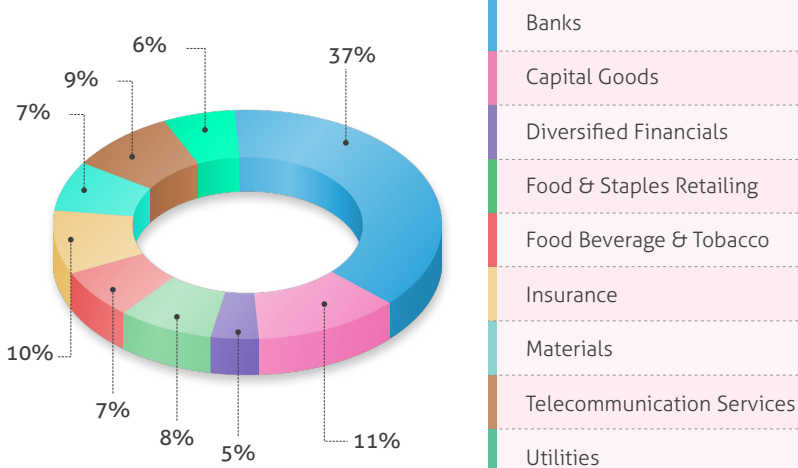
NDB Wealth Growth Fund

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	4.42%	2.71%
Last 3 months	2.58%	-0.98%
Last 6 months	13.94%	18.57%
Last 12 months	39.53%	52.75%
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

31-May-21

YTD Yield	9.48%
NAV per unit	10.61
AUM (LKR Mn.)**	289.20
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	3.15%
Max Equity Allocation	97.00%
Current Equity Allocation	94.05%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

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

Fixed Income Allocation

Minimum Fixed Income Allocation	3.00%
Current Fixed Income Allocation	5.95%
Average Duration	0.0013
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

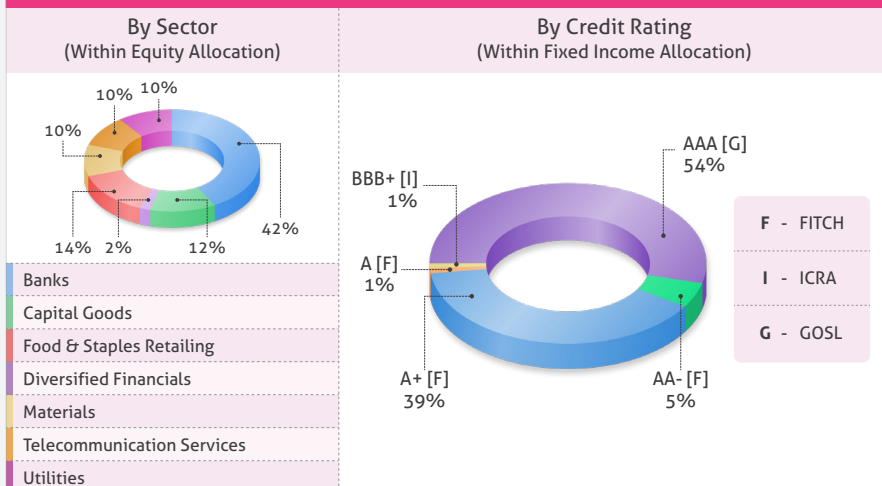
NDB Wealth Growth and Income Fund

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-May-21

YTD Yield	8.09%
NAV per unit	46.57
AUM (LKR Mn.)**	2,986.31
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.79%
Max Equity Allocation	97.00%
Current Equity Allocation	62.05%
Fund Leverage	0.00%

Top 5 Portfolio Holdings (In Alphabetical Order)

ACCESS ENG LTD
CARGILLS (CEYLON) PLC
COMMERCIAL BANK OF CEYLON PLC
DIALOG AXIATA PLC
HATTON NATIONAL BANK PLC

Historical Returns

Period	Fund Returns*	ASPI Returns
Year to Date	8.09%	9.29%
Last month	2.16%	2.71%
Last 3 months	2.38%	-0.98%
Last 6 months	10.62%	18.57%
Last 12 months	19.30%	52.75%
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	37.95%
Average Duration	0.02
Maturity	% Holding
Under 3 Months	98.49%
3 Months - 6 Months	0.61%
1 Year - 5 Years	0.90%

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

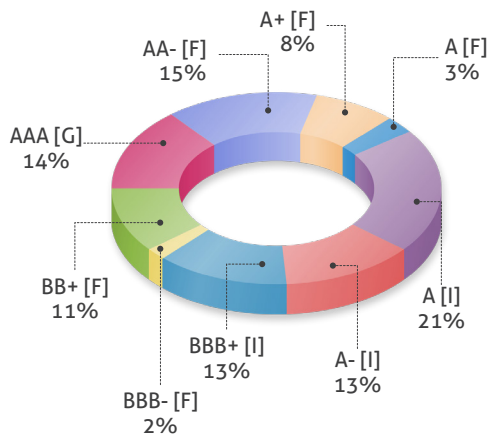
NDB Wealth Income Fund

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-May-21

YTD Yield	3.20%
YTD Yield (Annualized)	7.74%
NAV per unit	16.4210
AUM (LKR Mn.)	478.44
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.39%
Average Maturity (Yrs)	0.96
Average Duration	0.74

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	28.76%	8.12%
1 Month - 3 Months	20.58%	7.50%
3 Months - 6 Months	14.33%	9.80%
6 Months - 1 Year	13.38%	9.50%
1 Year - 5 Years	22.94%	11.70%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	3.20%	7.74%
Last month	0.70%	8.25%
Last 3 months	1.93%	7.66%
Last 6 months	3.96%	7.93%
Last 12 months	10.03%	10.03%
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

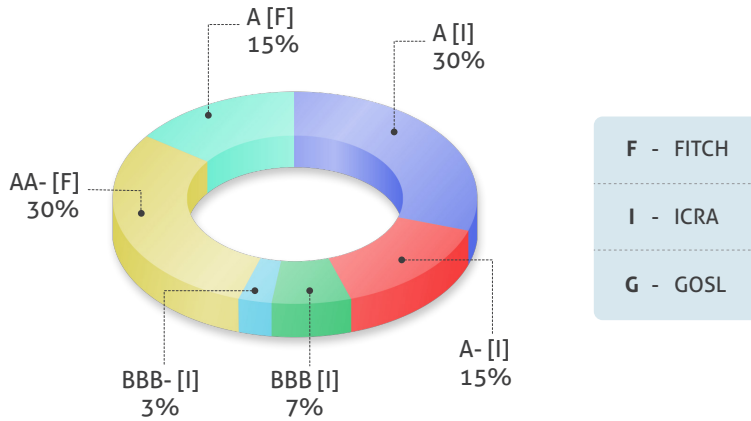
NDB Wealth Income Plus Fund

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-May-21

YTD Yield	2.72%
YTD Yield (Annualized)	6.58%
NAV per unit	17.4128
AUM (LKR Mn.)	573.52
Fund Currency	LKR
Fund Inception	7-Apr-16
Expense Ratio	0.77%
Average Maturity (Yrs)	0.47
Average Duration	0.45

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	3.59%	5.15%
3 Months - 6 Months	81.48%	6.40%
6 Months - 1 Year	14.92%	8.40%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	2.72%	6.58%
Last month	0.52%	6.08%
Last 3 months	1.38%	5.48%
Last 6 months	3.60%	7.23%
Last 12 months	9.44%	9.44%

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

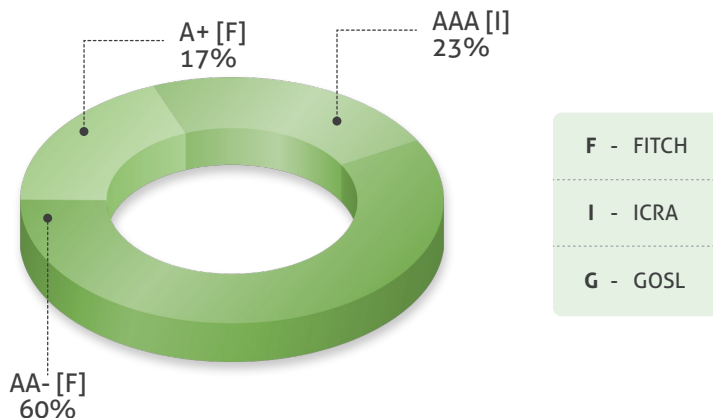
Type: Open Ended
Currency: LKR

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-May-21

YTD Yield	2.15%
YTD Yield (Annualized)	5.20%
NAV per unit	20.9858
AUM (LKR Mn.)	818.24
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.78%
Average Maturity (Yrs)	0.24
Average Duration	0.24

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	29.95%	4.93%
1 Month - 3 Months	32.38%	5.20%
3 Months - 6 Months	29.08%	5.30%
6 Months - 1 Year	8.59%	6.00%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	2.15%	5.20%
Last month	0.41%	4.79%
Last 3 months	1.27%	5.04%
Last 6 months	2.64%	5.30%
Last 12 months	6.56%	6.56%
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.

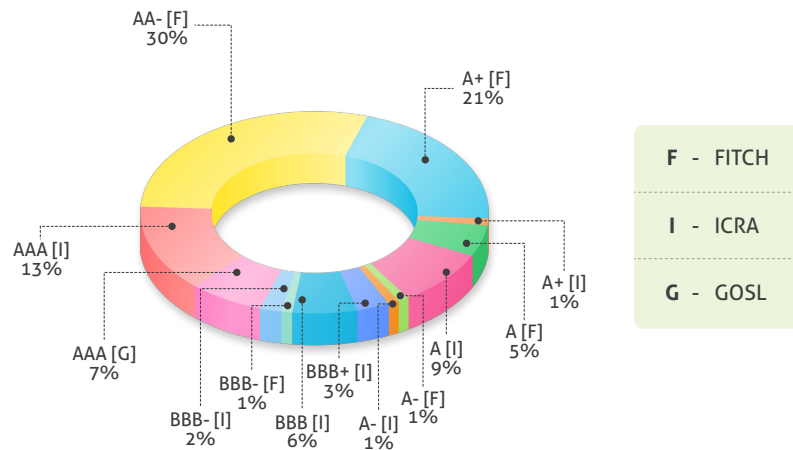
The Fund aims to provide liquidity to investors while enhancing returns by investing in a diversified portfolio of short term corporate debt securities with maturities less than 365 days

Fund Snapshot

31-May-21

YTD Yield	2.39%
YTD Yield (Annualized)	5.78%
NAV per unit	24.0118
AUM (LKR Mn.)	78,488.11
Fund Currency	LKR
Fund Inception	1-Jun-12
Expense Ratio	0.80%
Average Maturity (Yrs)	0.30
Average Duration	0.29

Portfolio Allocation By Credit Rating



Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	21.02%	7.31%
1 Month - 3 Months	31.96%	5.60%
3 Months - 6 Months	33.38%	5.50%
6 Months - 1 Year	13.64%	6.90%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	2.39%	5.78%
Last month	0.46%	5.42%
Last 3 months	1.41%	5.58%
Last 6 months	2.95%	5.91%
Last 12 months	7.11%	7.11%
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

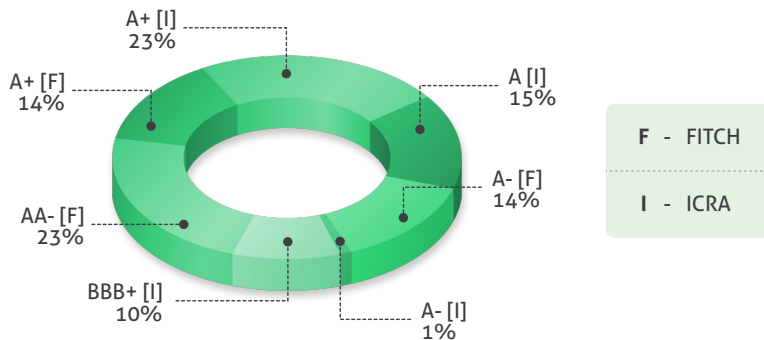
Type: Open Ended
Currency: LKR

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-May-21

YTD Yield	2.14%
YTD Yield (Annualized)	5.16%
NAV per unit	16.5884
AUM (LKR Mn.)	1,269.45
Fund Currency	LKR
Fund Inception	1-Jun-15
Expense Ratio	1.11%
Average Duration	0.18

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	60.28%	5.21%
1 Month - 3 Months	14.91%	5.70%
3 Months - 6 Months	13.94%	7.00%
6 Months - 1 Year	10.87%	7.30%

Target Asset Allocation

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

Approved Investments

	Investment Type
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	2.14%	5.16%
Last month	0.41%	4.87%
Last 3 months	1.26%	5.00%
Last 6 months	2.69%	5.40%
Last 12 months	6.93%	6.93%

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

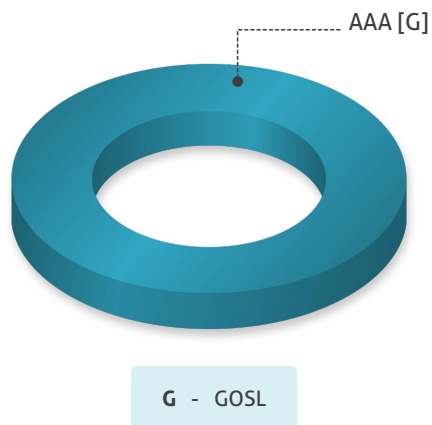
NDB Wealth Gilt Edged Fund

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-May-21

YTD Yield	1.61%
YTD Yield (Annualized)	3.89%
NAV per unit	18.9504
AUM (LKR Mn.)	59.94
Fund Currency	LKR
Fund Inception	1-Dec-97
Expense Ratio	1.51%
Average Maturity (Yrs)	0.09
Average Duration	0.09

Maturity Profile

Maturity	% Holding	AVG YTM (Net)
Under 1 Month	14.90%	4.85%
1 Month - 3 Months	85.10%	5.20%

Historical Returns

Period	Fund Returns	Annualized Return
Year to Date	1.61%	3.89%
Last month	0.34%	3.95%
Last 3 months	0.98%	3.88%
Last 6 months	1.98%	3.97%
Last 12 months	8.99%	8.99%
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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