

Softlogic Money Market Fund

July 2021

Factsheet



Hi there
Investaa!

This right here is our July 2021 factsheet and to put it simply this will explain to you how the respective Unit Trust Funds are performing and where it is that we have invested your money in. As you know we have 2 funds, namely, the Softlogic Money Market Fund and the Softlogic Equity Fund.

For a status update on the Softlogic Money Market Fund...just keep reading!

Inception Date	2020-07-08
Total Value of the Fund (LKR Mn)	2,756.95
Minimum Investment (LKR)	5,000.00
Fund Management Company	Softlogic Asset Management (Pvt) Ltd
External Fund Rating	"A" Rated (SL) Mutual Fund Scheme by ICRA
Portfolio Manager	Daham Hettiarachchi, CFA

The Fund Manager Corner

The policy rates remained stable during the month of July 2021, and CBSL extended their policy stance to support the growth momentum. This was amidst the recommencement of the economic activities followed by the third wave of COVID-19. However, the average overnight liquidity during the July month was LKR 56Bn, which was a clear decline compared to June levels of LKR 96Bn. This is a clear indication of the pressure on interest rates.

The mobility has improved significantly during the month of July which led to elevated economic activities in the country. Due to the same reason we have seen upward pressure on the inflation numbers mainly driven by both food & non food inflation. We expect continuous price pressures which could have elevated inflation numbers for the rest of the year. As a result we can anticipate tighter policy rate reaction by CBSL towards the latter part of the year.

However, due to the extended low policy rates upto now along with significant liquidity injections by the CBSL, Average weighted prime lending rate has come down to mid single digit levels and as a result it has fueled the private sector credit growth. Therefore, we expect the private sector credit growth to surpass double digit levels towards the latter part of the year 2021. The private sector credit growth will have a positive effect due to the rate capped mortgaged backed housing loans.

At the end of July 2021, Softlogic Money Market Fund weighted average duration is about 5.4months and more than 87% allocation is with "A" rated issuer instruments.

Level of risk compared to Equity Fund

LOW

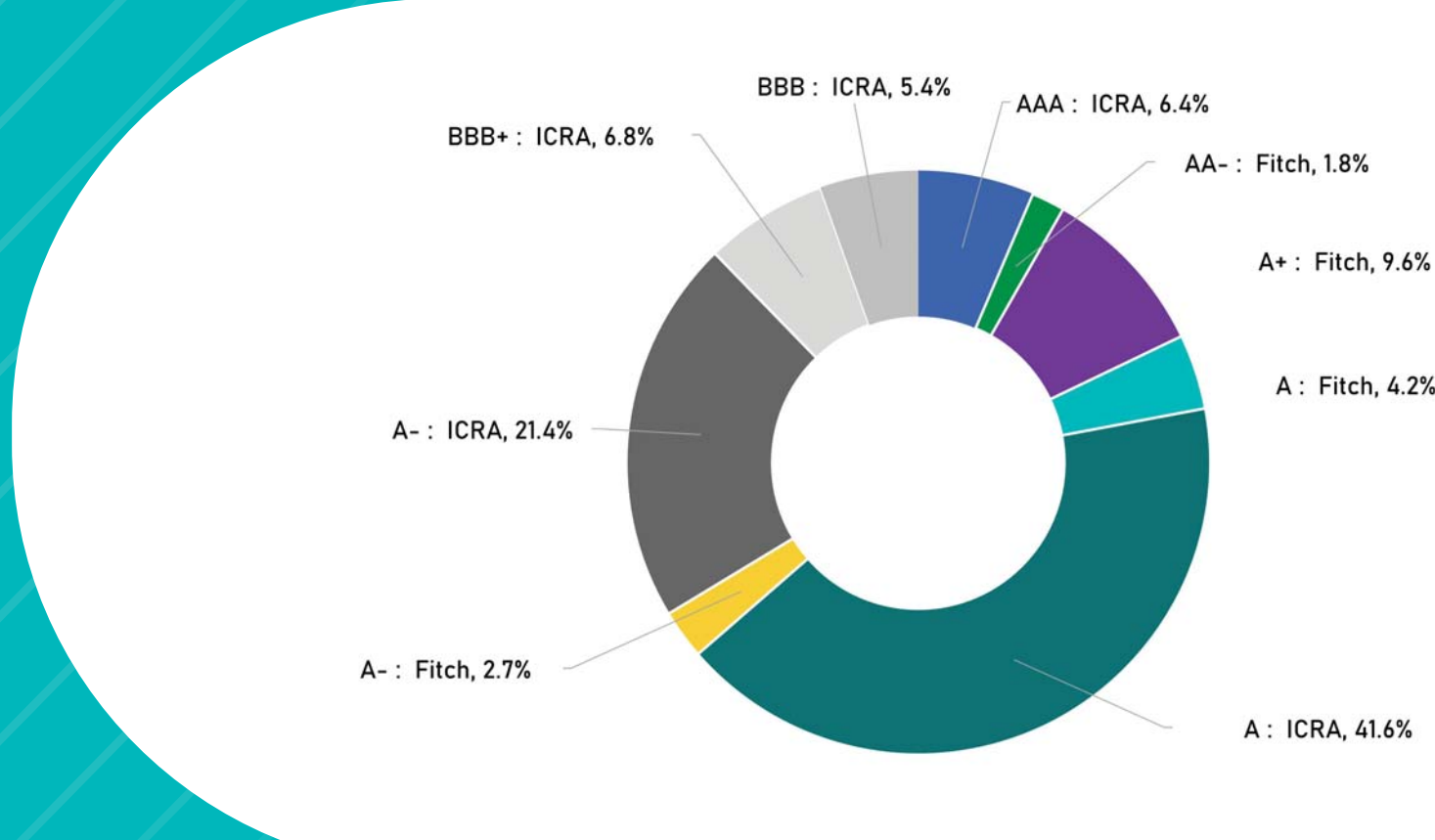
Medium

High

Since Inception SMMF return as at 31 st July 2021 ¹	7.67%
Monthly annualized SMMF return as at 31 st July 2021	6.69%
Monthly annualized NDB CRISIL 91-day return as at 31 st July 2021	5.13%

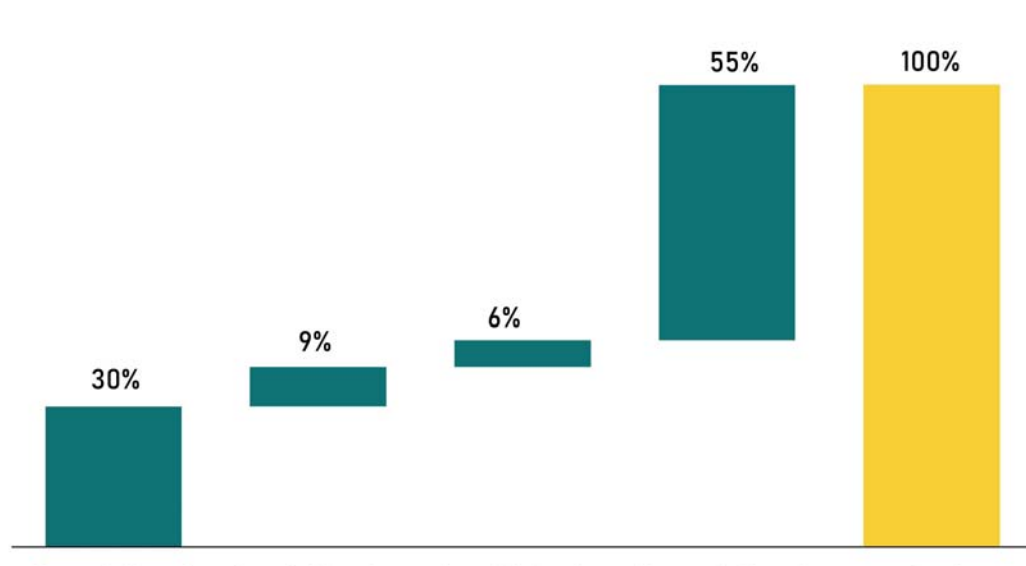
What's a Rating Profile?

The rating profile will give you an overall picture of the portfolio's level of risk

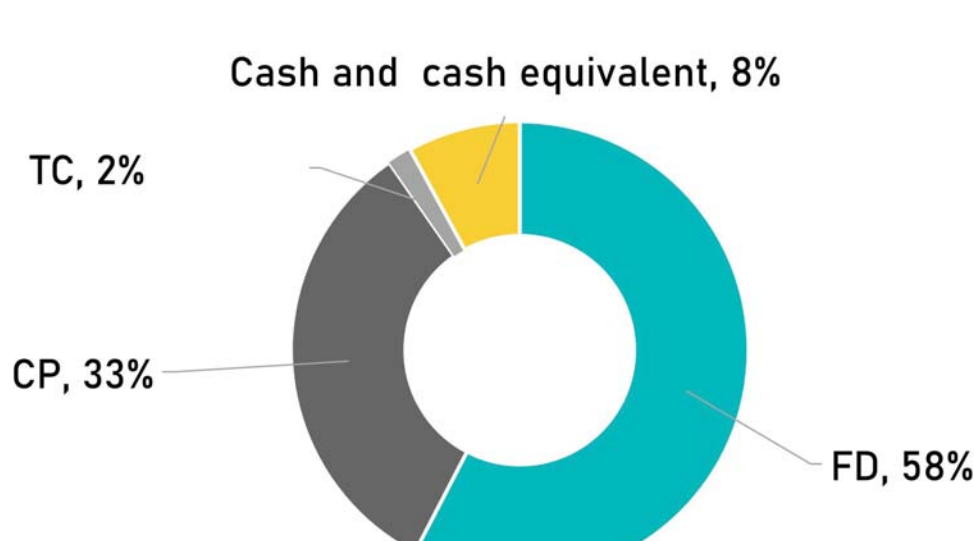


Here's a quick run through of our Maturity Profile

Maturity basically means the average maturity period of the different assets we have invested in. As a strategy, we hold a higher portion of our investments in assets with relatively longer durations due to the present interest rate environment



Types of instruments this fund invests in



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Softlogic Money Market Fund managed by Softlogic Asset Management Pvt Ltd

Current rate is variable and subject to change. Past performance is not indicative of future performance. Investors are advised to read and understand the contents of the Explanatory Memorandum before investing. Among others investors should consider the fees and charges involved.

*Before you invest in any fund, consider how the fund would work with your other investments and your risk tolerance.

Notes

1. Since inception from 08/07/2020.