

Softlogic Money Market Fund

October 2021 Factsheet



Hi there Investaa!

This right here is our October 21 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)	3,350.39
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

Ceiling rates of Licensed Finance Companies were revised upwards on 1st November 2021. This has resulted a rise of 172bps increase in 1 year ceiling rates offered by finance companies. This was mainly driven by the higher treasury yields within a short span of time and knock on effects on other most of the other instruments such as Commercial papers, Securitizations etc. to re-price according to the above mentioned revisions. We anticipate further upward revisions in the interest rates due to budget deficit constraints and expect another policy rate hike towards the latter part of the year.

Your money market fund returns will benefit from the rising interest rates since the fund can reinvests its maturing investments in higher rates. As at end of October 2021, >40% of the funds investment will be matured within the next six months enabling fund to capture the higher interest yield in the coming months. This will enable us to climb the yield ladder during the next few months.

However, we remained cautious about global and the country's economic condition due to the fallout of COVID impact and as a result, we maintain 85% of the money market fund allocation into "A" category rated investments. Thus the fund carries an ICRA "A" (SL) mutual fund rating. This enables our investors to yield an optimal risk-adjusted yield for their Money Market investments.

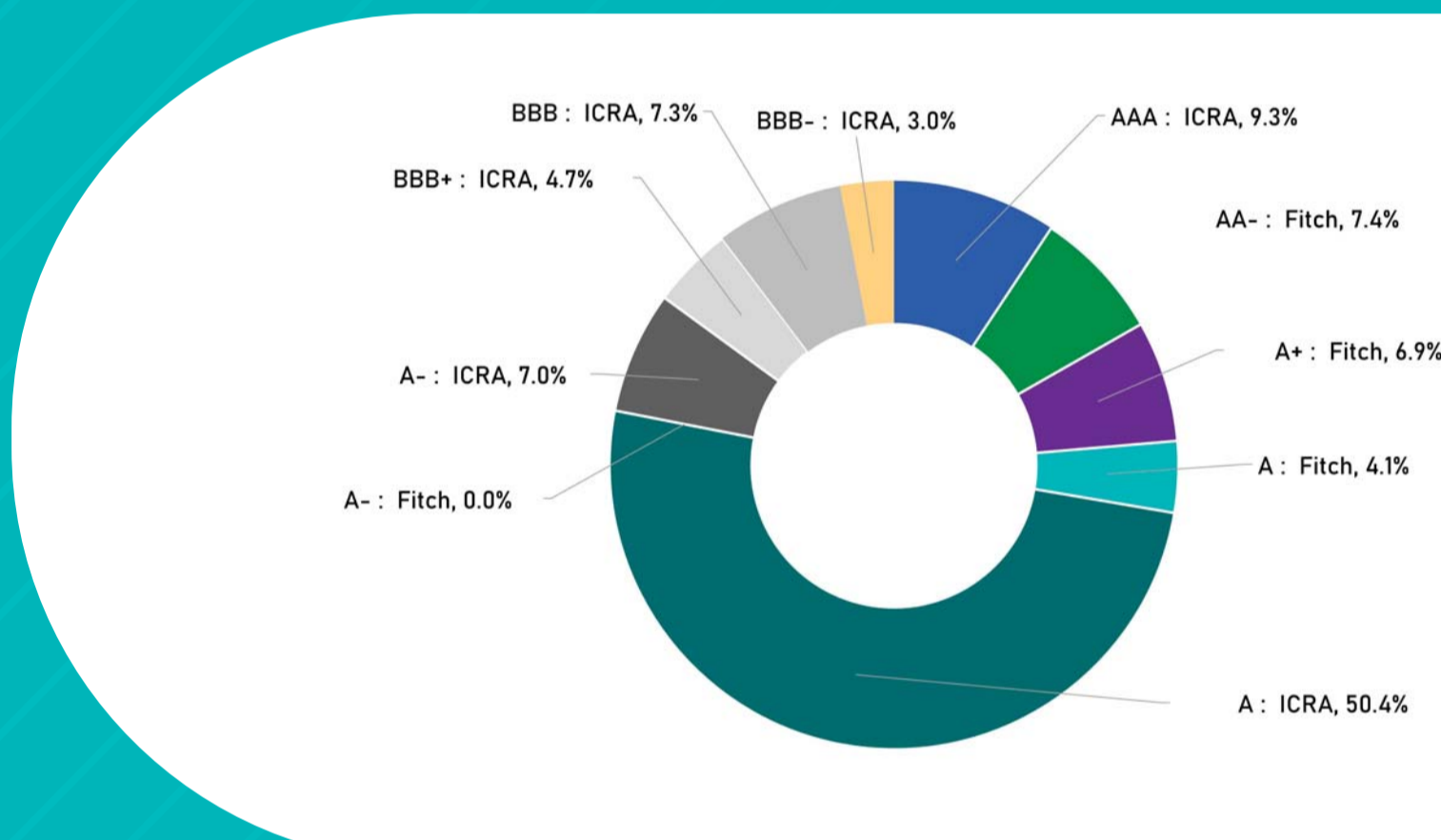
Level of risk compared to Equity Fund



Since Inception SMMF return as at 31 st October 2021 ¹	7.49%
Current annualized SMMF return as at 31 st October 2021	6.97%
Current annualized NDB CRISIL 91-day return as at 31 st October 2021	13.12%

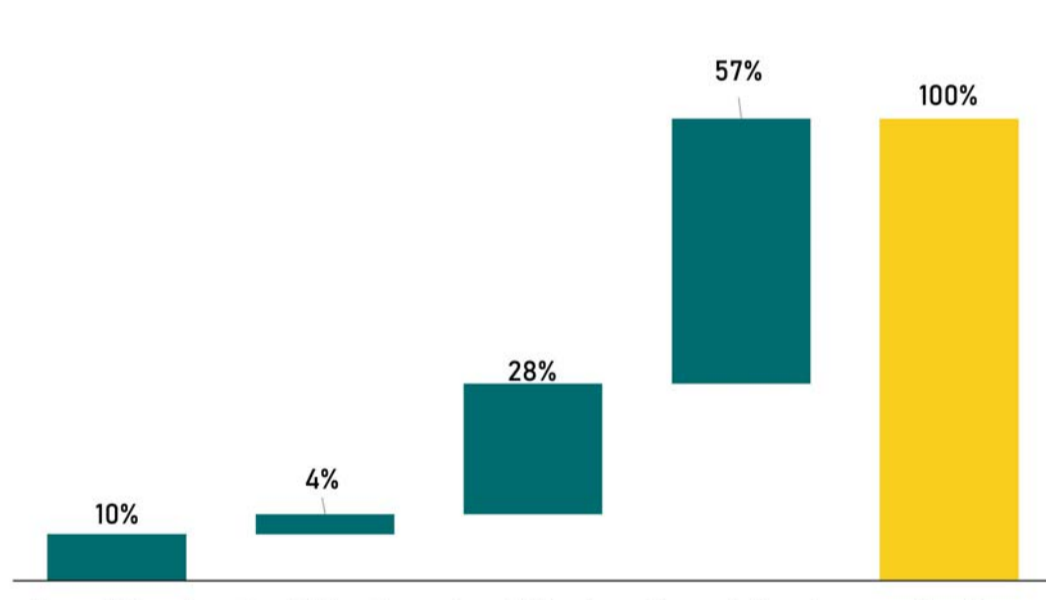
What's a Rating Profile?

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

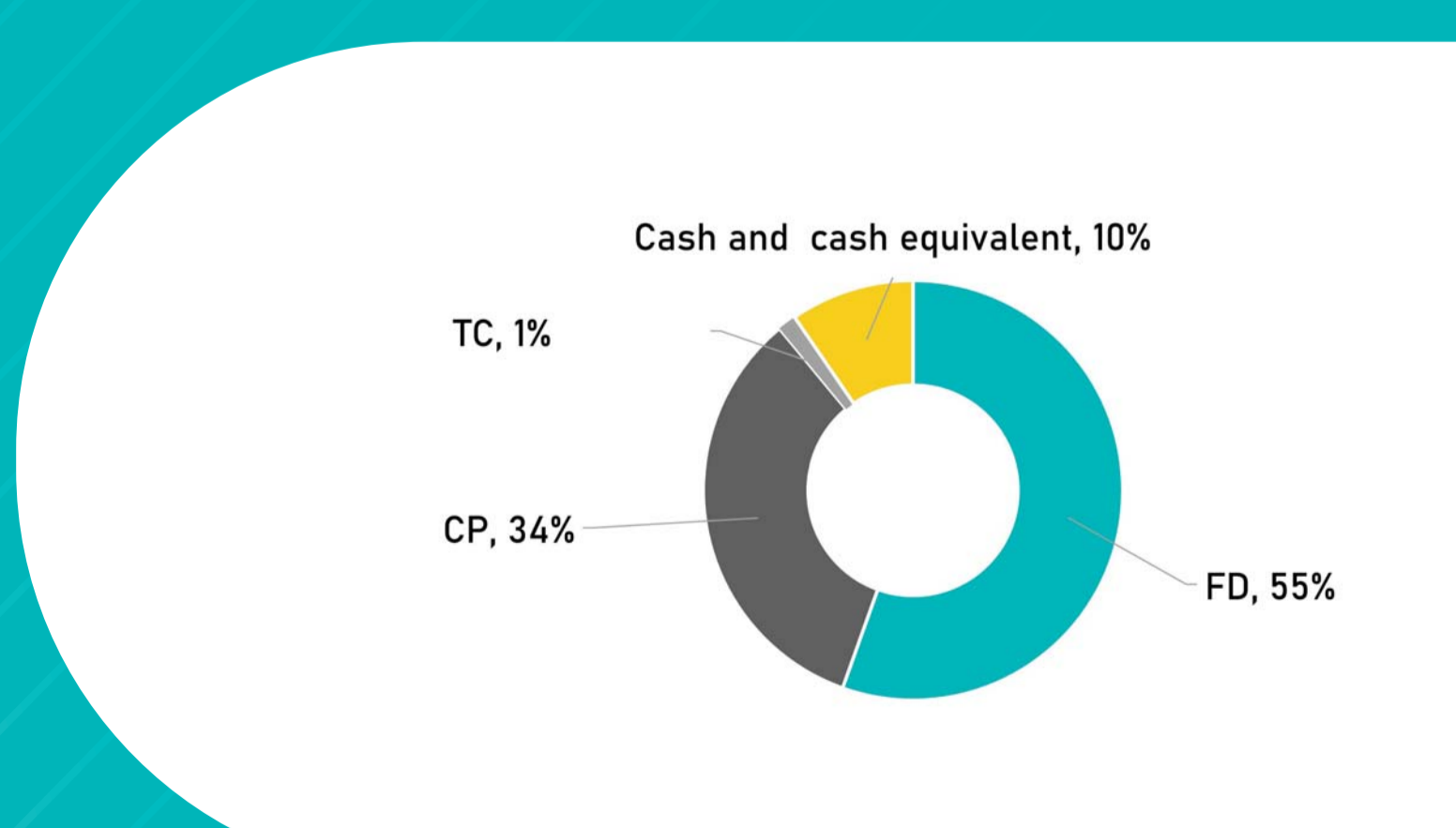


Here's a quick run through of our Maturity Profile

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.