

# Softlogic Equity Fund

## January 2022 Factsheet



Hi there  
Investaa!

This right here is our January 2022 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 Equity Fund...just keep reading!

<b>Inception Date</b>	2020-07-08
<b>Total Value of the Fund (LKR Mn)</b>	223.76
<b>Minimum Investment (LKR)</b>	5,000.00
<b>Fund Management Company</b>	Softlogic Asset Management (Pvt) Ltd
<b>Portfolio Manager</b>	Daham Hettiarachchi, CFA

As you all know the Softlogic Equity Fund invests in shares listed on the Colombo Stock Exchange. Our objective is therefore to ensure we achieve capital growth by investing in companies that show promising value characteristics that could bring returns over a longer time period.

## The Fund Manager Corner

We are wishing all our investors a prosperous year 2022. The overall equity market momentum continued in January 2022 as well. Both~ ASPI & S&P SL 20 gained 6.41% & 3.88% respectively during the month. However, there was a slight contraction from 24<sup>th</sup> January 2022 towards the month-end. The ASPI index was also rebased from the same date from market cap weight to free float-adjusted market cap weight.

Overall market multiple gained by 6.02% during January 2022 and resulted in a month-end multiple of 14.5x. This could be mainly due to expectations on positive earnings expected in the December quarter. So far we have seen most of the companies (among the ones who reported results) showing impressive December quarter returns. We further expect similar earnings announcements to follow.

Though there was a 50bps hike in policy rates in January 2022, we strongly believe this is not significant enough for equity market reaction. Furthermore, inflation is hovering around the double-digit level and real rates are increasingly moving towards the negative territory. These factors naturally create a positive climate for equity as an asset class. As a result, we continue to maintain a cautiously optimistic view on equity.

## Level of risk compared to Money Market Fund

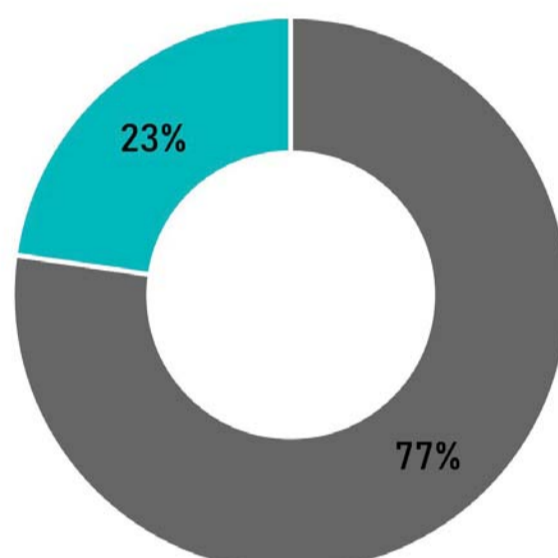
LOW

Medium

High

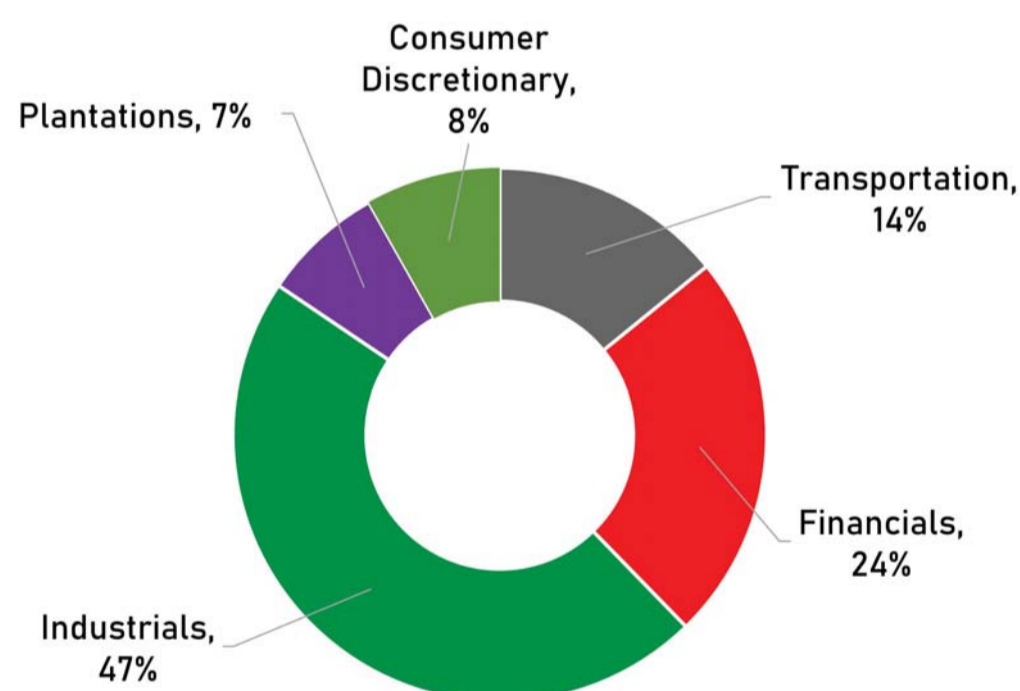
## A sector wise allocation of funds

### Asset Allocation



■ Equity Allocation ■ Cash & Cash equivalent

### Equity Allocation



## The top 5 companies your funds are invested in

EXPOLANKA HOLDINGS PLC	10.9%
HAYLEYS PLC	9.2%
LANKA ORIX LEASING COMPANY PLC	8.5%
LANKA TILES PLC	6.6%
LANKA MILK FOODS PLC	6.3%

## The Fund Return Rate

	January 2022	FY 2021	SINCE INCEPTION <sup>1</sup>
ASPI	6.41%	80.48%	156.62%
S&P SL 20	3.88%	60.47%	100.28%
SOFTLOGIC EQUITY FUND	1.41%	58.86%	76.25%

## Contact us

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Softlogic Equity 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