

# Softlogic Money Market Fund

## October 2022 Factsheet



Hi there  
Investaa!

This right here is our October 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!

Inception Date	2020 / 07 / 08
Total Value of the Fund (LKR Mn)	746.8
Minimum Investment (LKR)	5000
Fund Management Company	Softlogic Asset Management (Pvt) Ltd
External Fund Rating	"A" Rated (SL) Mutual fund scheme by ICRA
Portfolio Manager	Sashika Wickramaratne

During the month of October Fund returned 14.10% compared to a NDB CRSIL index increase of 28.15%. On the Government securities front, upward pressure on the yields was seen across the board, primarily owing to the fears of possible restructure on domestic debt. Accordingly, the 3-month T bill rate increased to 33.05% (at the T bill auction held on 26<sup>th</sup> October 2022) from 31.94% in September, 2022.

Market liquidity was experiencing a continuous deficit throughout October, where the overnight market liquidity was a deficit of LKR 344 Bn (as at 31<sup>st</sup> October 2022). However, it was noted that the overnight Market Liquidity deficit was improving compared to end of September 2022, which was a deficit LKR 433 Bn.

The credit extended to the private sector by commercial banks contracted by LKR 59 Bn, for the third consecutive month in absolute terms, reflecting the impact of increased effective market lending interest rates, a moderation of economic activity, and measures to curtail non-urgent imports.

70% of the fund matures in next three months. Hence, the fund return is expected to gradually improve over the months to come with the repricing of the low yielding assets in the portfolio.

We will invest in shorter dated maturities in the months to come as we believe the rates to be maintained at current levels within next 0 – 3 months, after which a gradual deceleration of interest rates is expected once market is given clarity on debt restructuring and the status IMF negotiations.



## Level of risk compared to Equity Fund



**LOW**

**Medium**

**High**

Current annualized SMMF return as at 31<sup>st</sup> October 2022

14.10%

Current annualized NDB CRISIL 91-day return as at 31<sup>st</sup> October 2022

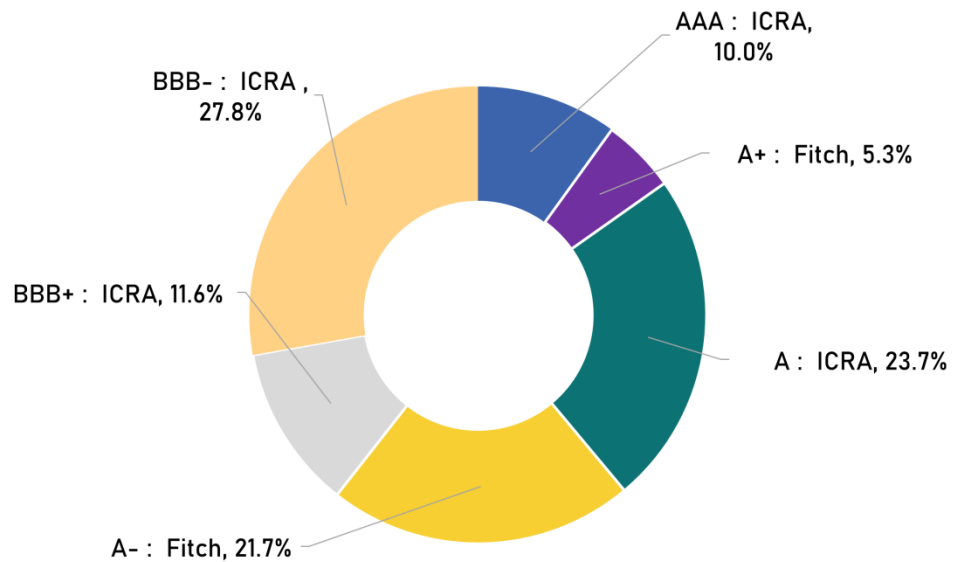
28.15%



# What's Rating profile?



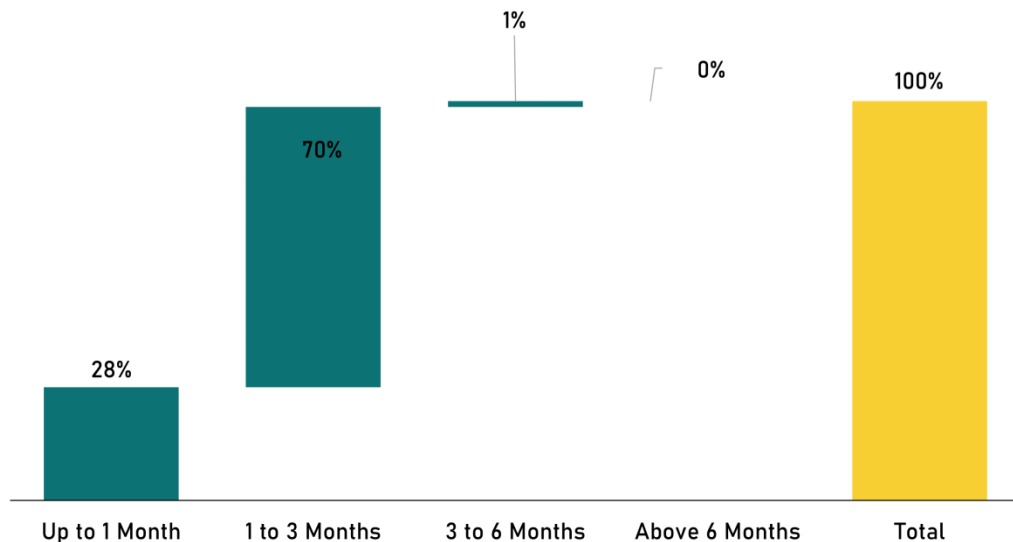
The rating profile will gives you an overall picture of the portfolio's level of risk



# Here's a quick run through of our maturity profile



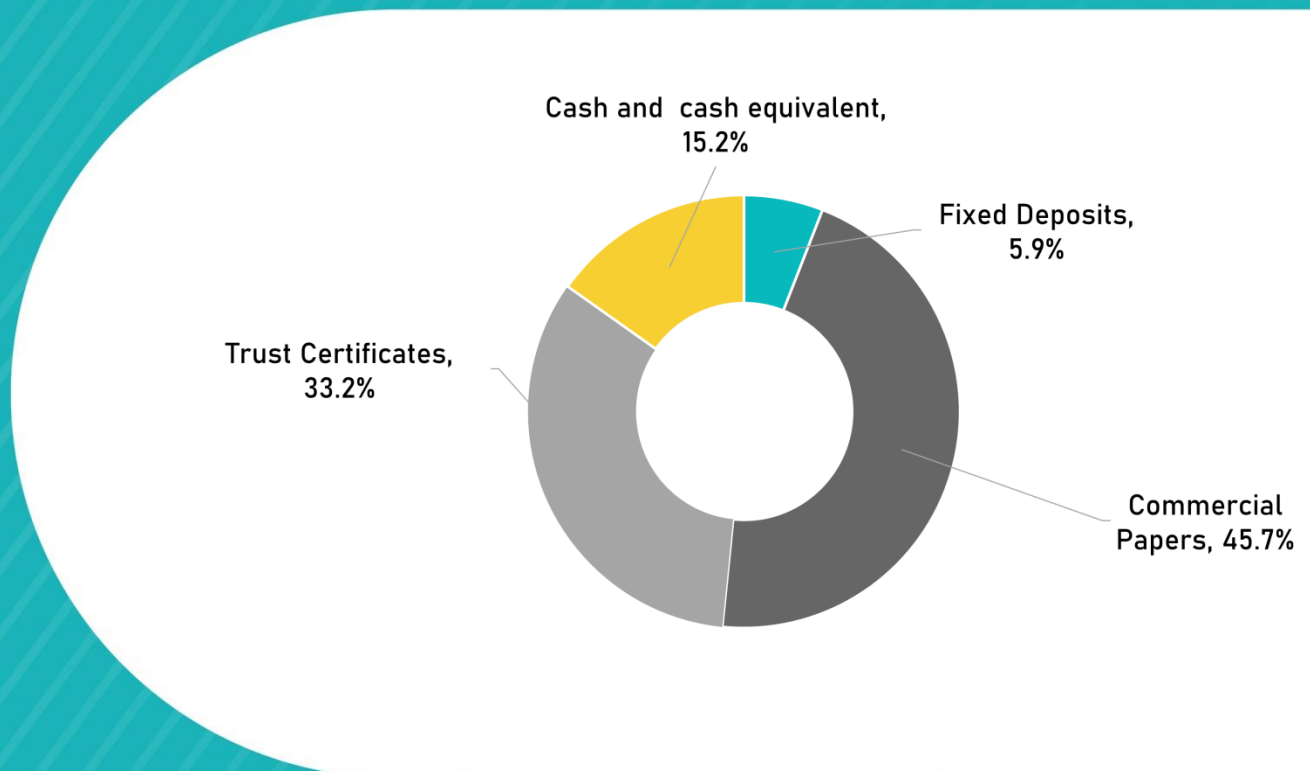
Maturity basically means the average maturity period of the different assets we have invested in. As a strategy, we hold a higher portion of our investment in assets with relatively longer duration due to the present interest rate environment







## Types of instruments this fund invests in



## Contact us



**+94112 104 304**



**[www.softlogicinvest.lk](http://www.softlogicinvest.lk)**



**[info@softlogicinvest.lk](mailto:info@softlogicinvest.lk)**

**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**