

Ceylon Financial Sector Fund GIPS Compliance Report

August 01, 2010 through June 30, 2021

Year	Gross of Fees Return %	Net of Fees Return %	Benchmark Return %	Number of Portfolios	Composite 3-Yr St Dev (%)	Benchmark 3-Yr St Dev (%)	Total Composite Assets (LKR Mn)	Composite of Firm Assets (%)	Total Firm Assets (LKR Mn)
2010	-2.84%	-3.06%	-2.24%	1	N/A	N/A	38	8.04%	468
2011	-26.83%	-28.21%	-14.56%	1	N/A	N/A	20	3.08%	634
2012	-1.42%	-2.55%	-11.63%	1	N/A	N/A	18	2.54%	719
2013	14.49%	13.35%	5.90%	1	5.32%	6.15%	14	2.00%	719
2014	47.06%	45.67%	40.03%	1	5.33%	6.00%	39	1.06%	3,687
2015	-5.95%	-6.91%	-7.03%	1	4.30%	4.05%	36	0.60%	6,431
2016	-5.57%	-6.54%	-7.73%	1	4.65%	4.50%	29	2.8%	1,050
2017	5.79%	5.07%	5.06%	1	4.27%	4.24%	30	1.27%	2,384
2018	-11.16%	-12.47%	-0.77%	1	3.81%	3.70%	10	1.17%	861
2019	-5.86%	-6.79%	-1.04%	1	5.07%	4.20%	14	2.65%	529
2020	-24.85%	-25.58%	-7.34%	1	6.90%	6.22%	122	13.97%	875
2021H1	29.21%	28.51%	51.82%	1	11.91%	12.22%	44	1.79%	2,438

Returns are time weighted monthly rates of return.

Compliance Statement

Ceylon Asset Management Company Limited (CAM) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. CAM has not been independently verified for the period 01/11/2010 to 30/06/2021.

Definition of the Firm

CAM is an independent investment management firm registered under Section 31A of the Securities and Exchange Commission of Sri Lanka Act No 36 of 1987 and Sri Lanka Companies Act No 7 of 2007. CAM defined as a licensed Unit Trust Fund Management Company for GIPS purposes. The Company manages three equity and five fixed income Unit Trust Funds along with a specialized IPO fund with Fixed Income exposure.

Composite Description

Ceylon Financial Sector (CFF) Fund is a single portfolio composite which invests 97% of the fund's Net Assets Value (NAV) in Bank, Finance and Insurance Sector, while the balance 3% is maintained in cash and/or cash equivalents. The fund tracks the Finance 10 Index comprising of 10 companies selected by an Independent Index Committee and revised on quarterly basis.

Composite Creation Date

The Fund was created and began to track Finance 10 Index in November 01, 2010.

Benchmark

The benchmark for the CFSF composite is weighted average of the Bank index and Diversified Finance index of the CSE, which comprises of all the Bank and Finance that are listed on the CSE.

Performance Calculation

Valuations and returns are computed and stated in Sri Lankan Rupees. The results are reflecting the re-investment of dividends, realized and unrealized capital gains / losses and other earnings.

Gross-of-Fees returns are presented before charging management fees, trustee fees and administrative expenses but after deducting all trading expenses and the Net-of-Fees Returns are presented after charging management fees and all trading expenses, but before deducting trustee fees and administrative expenses.

Publicly traded stocks are priced according to the daily weighted average closing price while un-traded stocks are priced on the last trading day's weighted average price.

The returns presented above are based on monthly time weighted rate of return.

Fee Schedule

The fund pays a management fee of 1% and a trustee fee of 0.20% per annum on the NAV. In addition, a front-end fee of 2% is charged on the initial investment value. No exit fees are charged on redemptions.

Internal Dispersion

The composite's dispersion is measured using an asset weighted standard deviation of returns in the composite. Dispersion is not presented since there was only one portfolio in the composite for the entire four years.

Presence, Use, and Extent of Leverage or Derivatives

The Ceylon Finance Sector Fund does not employ leveraging or derivatives.

Currency

Valuations are computed and performance is reported in Sri Lankan Rupees (LKR).

Availability of List of Composites

A list of composites and funds managed by the company is available upon request.

Availability of Policies, Calculation of Performance and Performance Presentation

Policies, Calculation of Performances and Performance Presentations are available upon request.

Past performance is not a guarantee of future returns.