

Guardian Acuity Money Market Gilt Fund

Open Ended Money Market Fund
JULY 2016



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HIGHLIGHT

The fund gave a return of 0.73% for the month of July while the 91 day Treasury bill index increased by 0.71% for the same period. The fund is currently providing a tax free current yield of 9.15% p.a. to its investors

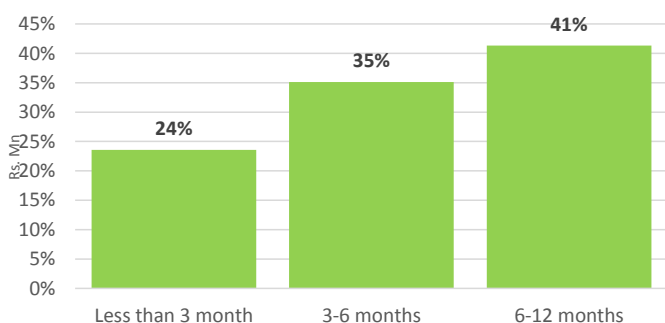
RETURNS

PERIOD	FUND	NDBIB-CRISIL 91 T-BILL INDEX	ANNUALISED FUND RETURN
2016 July	0.73%	0.71%	9.16%
3 Months	2.19%	2.12%	8.80%
YTD 2016	4.46%	4.17%	7.71%
Since Inception Cum.	9.49%	9.40%	7.03%

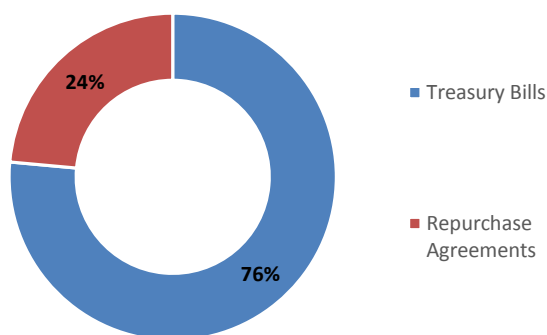
KEY INDICATORS

Average Maturity	(Months)	4.95
Expense Ratio	%	0.51%
Unit Price as at 29 July 2016	Rs.	109.4908

MATURITY PROFILE



ASSET ALLOCATION



COMMENTARY
By Fund Manager,
Sashika Wickramaratne

INTEREST RATES AND THE ECONOMY

Forex reserves rose to 6,485 million dollars in July 2016, from 5,295 million in June, following the sale of USD 1.5 bn sovereign bond. Credit growth in May touched 28%, however it is expected to decelerate following the recent policy rate hike by 50 basis points. We expect market rates to adjust with the recent policy rate hike over the next one month period and then the rates to be stable until the end of this year.

FUND PERFORMANCE

The fund gave a return of 0.73% for the month of July while the 91 day Treasury bill index increased by 0.71% for the same period. The fund is currently providing a tax free current yield of 9.15% p.a. to its investors. In August we expect the running yield to increase with existing investments that mature being reinvested at prevailing higher rates.

The fund objective is to provide a secure annual income by investing in a portfolio of Government securities maturing within 365 days. The fund will maintain a minimum level of liquidity and look to invest in Treasury bills, Treasury bonds and repurchase agreements.

FUND SNAPSHOT

Inception Date
Fund Size
Minimum Investment

24th March 2015
LKR 559.03 Mn
LKR 1,000

FUND FEES

Management Fee*
Custodian & Trustee Fee*

Max 0.30%
Max 0.20%

*As a percentage of NAV

Disclaimer: Performance data included in this document represents past performance and is no guarantee of the future results. Investment returns and principal values may fluctuate depending on various factors and forces, affecting capital markets.