

Guardian Acuity Money Market Fund

Open Ended Money Market Fund

January 2020

HIGHLIGHT

"The fund is currently providing a gross current yield of 9.44% p.a. & net current yield of 8.97% to its investor".*

CEYLON
GUARDIAN
A CANTON SECURITIES COMPANY

ACUITY
Partners (Pvt) Ltd



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Crishani Perera

Assistant Fund Manager

RETURNS**

PERIOD	FUND	NDBIB-CRISIL 91 T-BILL INDEX	ANNUALISED FUND RETURN/CAGR	EQUIVALENT GROSS RETURN (ANNUALIZED)*
2020 January	0.77%	0.70%	9.09%	9.57%
3 Months	2.31%	1.97%	9.18%	9.66%
YTD 2020	0.77%	0.70%	9.09%	9.57%
Since Inception Cum.	119.77%	92.21%	10.44%	10.99%

* Current yield based on last 07 days average up to 31st January 2020. The current yield/ return is variable and subject to change.

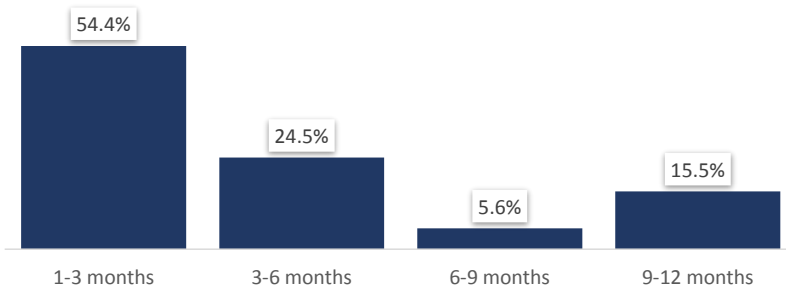
**Performances are based on month end prices as of 31st January 2020. Performance data included in this document represents past performance and is no guarantee of the future results.

***Return prior to deducting WHT of 5%

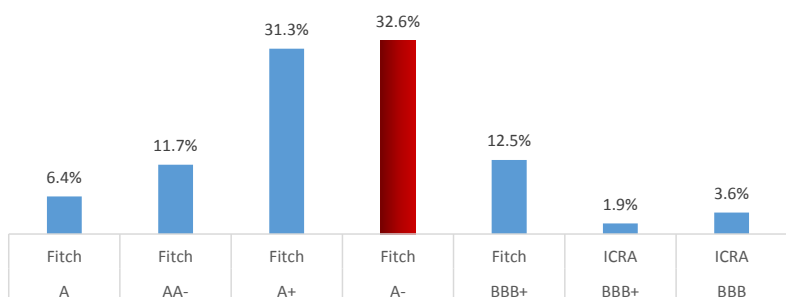
KEY INDICATORS

Average Maturity	(Months)	3.95
Duration		0.27
Expense Ratio	%	0.77%
Unit Price as at 31st January 2020	Rs.	19.0836

MATURITY PROFILE



FUND CREDIT QUALITY



In an unexpected move Central Bank decided to reduce benchmark policy interest rates by 50 basis points during its January review. While reinforcing further downward adjustment in bank lending rates to bolster economic growth, the monetary board has taken comfort from the lowered global economic growth projections, inflation projections at desired range and a so far resilient external account.

Based on our observations a noticeable shift in the business & economic activity is yet to occur. While private sector credit has been increasing moderately MOM, still demand seems largely confined. December credit growth has been significantly driven by increased state borrowings. The lack of credit demand could be expected to cushion market liquidity position in the short term, thus low interest rate environment. Unless we see sudden changes in private sector credit demand or sharp increase in import demand..

Recovery in economic growth has been echoed as the foremost priority by the Central Bank, thus monetary policy would be accommodative during 1H and likely to continue to 2H2020 as well. What we feel requires monitoring is the pace of credit recovery, potential pressure on exchange rate and also how successfully government could secure its financing requirements.

ASSET ALLOCATION

Fixed Deposits	90.83%
Savings	9.17%
Total Assets	100.00%

ABOUT THE FUND

Guardian Acuity Money Market Fund is an open ended unit trust which invests in a portfolio of investment grade securities that are maturing within 365 days.

FUND SNAPSHOT

Inception Date	27th February 2012
Bloomberg Code	GUAACFI SL Equity
Fund Size 31st January 2020	LKR 5,643.22 Mn
Minimum Investment	LKR 1,000

FUND FEES

Management Fee*	0.60% p.a.
Trustee Fee*	0.15% p.a.

*As a percentage of NAV

Investors are advised to read and understand the contents of the Explanatory Memorandum before investing. Among others, investors should consider the fees and the charges involved.