

Guardian Acuity Money Market Fund

Open Ended Money Market Fund

May 2020



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Assistant Fund Manager

RETURNS**

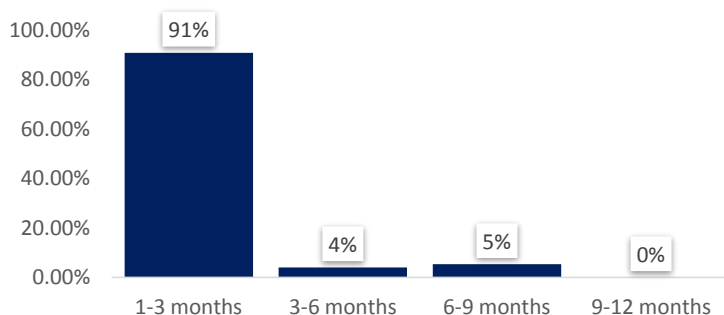
PERIOD	FUND	NDBIB-CRISIL 91 T-BILL INDEX	ANNUALISED FUND RETURN/CAGR***
2020 May	0.67%	0.57%	7.87%
YTD 2020	3.06%	3.19%	7.35%
Jan 2019 - May 2020	14.17%	12.63%	10.46%
Jan 2018 - May 2020	27.19%	21.84%	10.87%
Jan 2017 - May 2020	42.42%	33.48%	11.20%
Since Inception Cum.	124.75%	96.97%	10.30%

**Performances are based on month end prices as of 29th May 2020. Performance data included in this document represents past performance and is no guarantee of the future results.

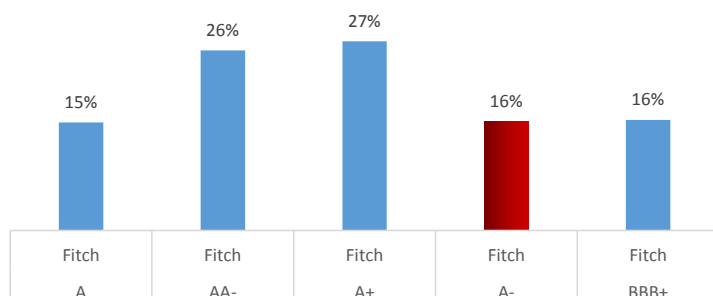
KEY INDICATORS

Average Maturity	(Months)	1.40
Duration		0.10
Expense Ratio	%	0.76%
Unit Price as at 31st May 2020	Rs.	19.5167

MATURITY PROFILE



FUND CREDIT QUALITY



Sri Lanka continued to further relax its policy interest rates with another 50 bps cut being introduced beginning May. So far SL has been aggressively reducing its interest rates to combat economic impact from COVID-19 compared to its peer countries. Despite the policy rate cuts and liquidity being infused to the financial system, financial institutions continued to be reluctant to increase loan disbursements to a battling economy. CBSL expressed their dissatisfaction in this regard in the monetary review where potential regulatory action was hinted to bring down the lending rates and encourage disbursement. We could expect the downward pressure on rates to continue until economic activity indicates some recovery from the current standstill.

With rolling over the commercial lending facilities becoming challenging under the current circumstances, the government is making efforts to arrange few facilities including bilateral/multilateral loans, SWAP facilities, IMF emergency support facility, etc. However the recent sovereign rating downgrades pointed to risks arising from lack of coherent policy framework in the country & weak fiscal conditions. This may make fund raising a challenging task.

Uncertainties attached to COVID-19 spread in SL as well as the rest of the world continues where the risk of a 2nd wave cannot be ruled out. Therefore we continue to give priority to ensuring liquidity to our clients whilst evaluating our investments decisions carefully in an unprecedented period like this.

ASSET ALLOCATION

Fixed Deposits	72.56%
Savings	27.44%
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
Bloomberg Code
Fund Size 31st May 2020
Minimum Investment

27th February 2012
GUAACFI SL Equity
LKR 3,561.81Mn
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.