

# Guardian Acuity Money Market Fund

Open Ended Money Market Fund

May 2021

\* "The fund is currently providing a annualised current yield of 4.71% p.a. to its investor. Current yield is for the week ended 28th May 2021, calculated based on 7 days average unit prices."



Tel: +94 112039377 E-mail: info@guardianacuity.com



**Crishani Perera**

Fund Manager

## RETURNS\*\*

PERIOD	FUND	NDBIB-CRISIL 91 T-BILL INDEX	ANNUALISED FUND RETURN/CAGR
2021 May	0.40%	0.43%	4.74%
Year To Date (YTD 2021)	1.97%	1.92%	4.75%
2020	6.74%	6.65%	6.72%
2019	10.78%	9.15%	10.78%
2018	11.41%	8.17%	11.41%
2017	11.97%	9.56%	11.97%
Since Inception Cum.	137.36%	107.46%	9.78%

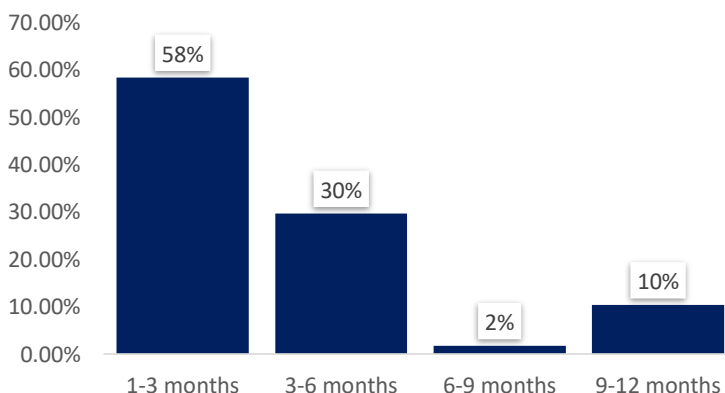
\* The current yield/ return is variable and subject to change.

\*\*Performances are based on month end prices as of 31st May 2021. Performance data included in this document represents past performance and is no guarantee of the future results.

## KEY INDICATORS

Average Maturity	(Months)	3.23
Duration		0.24
Expense Ratio	%	0.77%
Unit Price as at 31st May 2021	Rs.	20.6116

## MATURITY PROFILE



Due to the unfortunate rise in COVID-19 cases, the country had to impose island wide movement restrictions during the month. However the mobility restrictions are relatively selective in nature as opposed to a complete lockdown that we experienced during the previous waves. Therefore the adverse economic implications from the current restrictions are expected to be relatively less, as highlighted by the Central Bank in its policy review.

Central bank acknowledged that credit to private sector has indicated notable growth during 1Q2021 while public sector borrowings also continued to rise during the period. Further it also mentioned that current stimulus measures could create upward pressure on inflation, in such event CBSL will take policy measures to mitigate such pressures in the future. This indicates some deviation from previous reviews, where the focus was on existing accommodative policy to ensure its adequate transmission to the economy.

On the external front, government has been able to secure short term funding lines on regular intervals in order to ensure timely repayment of USD liabilities. The take up on the recent SLDB issuance also indicated significant improvement compared to previous issue despite premiums expanding. The USD reserve position as of end April recorded USD.4.47 bn, where a USD 1bn bullet payment due in July. The continued ability to obtain funding support likely to assist Sri Lanka to meet its obligations on time.

Depending on the severity of the economic impact from the ongoing COVID wave and continued challenges to sustain economic recovery in a pandemic environment, we feel low interest rate environment could prolong. However possible pressure points could be the increasing import bill, inflationary pressures, increased public sector borrowing requirement.

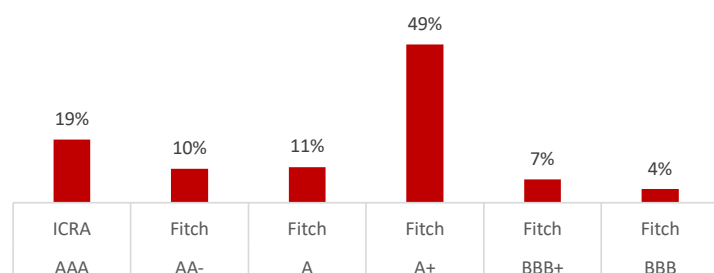
## ASSET ALLOCATION

Fixed Deposits	89%
Savings	11%
<b>Total Assets</b>	<b>100.00%</b>

## 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 CREDIT QUALITY



## FUND SNAPSHOT

Inception Date	27th February 2012
Bloomberg Code	GUAACFI SL Equity
Fund Size 31st May 2021	LKR 2,885.79Mn
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.