

ASIA
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WEALTH MANAGEMENT

Asia Securities Money Market Fund

Interim Report

*For the six months ended
30th September 2023*



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Asia Securities Money Market Fund (Inception: 23rd Dec 2020)

Fund Manager

Nadarajah Gowthaman

Fund Objective

The Fund is an open-ended unit trust fund that focuses on investing in short-term government securities and fixed income securities with an investment-grade rating of BBB- or above. These securities have a maturity period of 365 days or less. The investment objective is to generate a high interest income for its investors while preserving capital and providing liquidity.

Fund Return

Period	ASMMF Annualized Return
2022-23	13.19%
01H 2023-24	22.49%

Commentary

Over the six-month period ending in 2023/24, the Asia Security Money Market Fund provided its investors with an annualized return of 22.49%. The fund's primary focus was on government securities, as they offer higher yields compared to corporate papers.

Outlook

We expect that there will be scope for further reduction in interest rates by the end of 2023, especially at the shorter end of the yield curve. However, as we enter 2024, factors such as external debt restructuring, increased private credit uptake, the government's achievement of a primary surplus in revenue collection, and the risk premium associated with the upcoming election will significantly impact the movement of interest rates.

**ASIA SECURITIES MONEY MARKET FUND
INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
30 SEPTEMBER 2023**

ASIA SECURITIES MONEY MARKET FUND
STATEMENT OF PROFIT OR LOSS (UNAUDITED)
 period ended 30 September 2023

	Notes	For the Period April 23 -Sep 23	For the Period April 22 -Sep 22
		Rs.	Rs.
Interest Income			
Total income	3	25,402,264	79,621,969
		25,402,264	79,621,969
Operating Expenses			
Management Fees		(552,930)	(2,174,490)
Trustee & Custodian Fees		(337,575)	(1,620,475)
Audit Fees		(211,149)	(183,092)
Other Expenses		(713,628)	(41,425,068)
Total Operating Expenses		(1,815,281)	(45,403,125)
Other Income	4	309,869	-
Profit for the period		<u>23,896,851.94</u>	<u>34,218,843.61</u>
TOTAL COMPREHENSIVE INCOME		<u>23,896,851.94</u>	<u>34,218,843.61</u>
FOR THE PERIOD			

ASIA SECURITIES MONEY MARKET FUND
STATEMENT OF FINANCIAL POSITION (UNAUDITED)
As at 30 September 2023

		As at 30 September 2023	As at 31 March 2023
ASSETS	Notes	Rs.	Rs.
Cash and cash equivalents	5	8,071,267	43,687,694
Financial assets - Amortised Cost	6	273,026,515	334,932,766
Other Receivable		-	174,407
		<u>281,097,782</u>	<u>378,794,867</u>
 LIABILITIES			
Accrued Expenses	7	358,292	595,991
Borrowings		-	
Total Liabilities		<u>358,292</u>	<u>595,991</u>
 UNIT HOLDERS' FUNDS		 280,739,490	 378,198,876
Net Assets Attributable to Unit holders		<u>281,097,782</u>	<u>378,794,867</u>

 Director
 Asia Securities Wealth Management (Pvt) Limited

 Director
 Asia Securities Wealth Management (Pvt) Limited

 Trustees
 Hatton National Bank

ASIA SECURITIES MONEY MARKET FUND
STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND (UNAUDITED)
period ended 30 September 2023

	Period ended 30.09.2023	Period ended 30.09.2022
	Rs.	Rs.
UNITHOLDERS' FUNDS AS AT PERIOD START	378,198,877	5,435,138,199
Audit adjustment	-	-
Unitholders' fund as per FS	<u>378,198,877</u>	<u>5,435,138,199</u>
Total Comprehensive Income for the Period	23,896,852	34,218,844
Received on Creation of Units	<u>459,462,842</u>	<u>1,242,857,253</u>
Paid on Redemption of Units	<u>(580,819,081)</u>	<u>(6,079,995,009)</u>
Net Increase / (decrease) due to Unit holders' Transactions	(121,356,239)	(4,837,137,756)
Dividend paid	-	-
UNITHOLDERS' FUNDS AS AT PERIOD END	<u><u>280,739,490</u></u>	<u><u>632,219,287</u></u>

ASIA SECURITIES MONEY MARKET FUND
CASH FLOW STATEMENT (UNAUDITED)
period ended 30 September 2023

	Period ended 30.09.2023	Period ended 30.09.2022
	Rs.	Rs.
Cash Flows from Operating Activities		
Interest Received	35,273,978	271,692,313
Other income received	484,275	3,026,000
Management Fees and Trustee Fees Paid	(918,208)	(6,811,152)
Audit Fees Paid	(421,144)	-
Other Expenses Paid	(713,627)	(174,299)
Net Investment in Commercial Papers	6,640,000	2,470,000,000
Net Investment in Trust Certificates	-	340,000,000
Net Investment in Repurchase Agreement	100,000,000	46,568,555
Net Investment in Fixed deposits	-	2,087,000,000
Net Investment in Treasury Bills	(54,605,460)	313,608,845
Net Cash Flow generated from Operating Activities	<u>85,739,815</u>	<u>5,524,910,263</u>
Cash Flows from Financing Activities		
Cash Received on Creation of Units	459,462,842	1,242,857,253
Cash Paid on Redemption of Units	(580,819,081)	(6,079,995,009)
Interest paid for Borrowings	-	(35,350,076)
Capital Paid for Borrowings	-	(506,960,654)
Dividend Distribution	-	-
Net Cash generated from Financing Activities	<u>(121,356,242)</u>	<u>(5,379,448,489)</u>
Net Increase in Cash and Cash Equivalents	(35,616,427)	145,461,774
Cash and Cash Equivalents at the beginning of the year	43,687,694	12,012,164
Cash and Cash Equivalents at the end of the period	<u>8,071,267</u>	<u>157,473,938</u>

ASIA SECURITIES MONEY MARKET FUND
 NOTES TO THE INTERIM FINANCIAL STATEMENTS
 period ended 30 September 2023

1 All figures are provisional and unaudited. Comparatives figures are presented for the last 6 months period as the Asia Securities Money Market Fund started operations on 23rd December 2020.

2 Income is recognised on an accrual basis.

	For the Period April 23 -Sep 23	For the Period April 22 -Sep 22
	Rs.	Rs.
3 Interest Income		
Interest on Repurchase Agreements	3,596,030	6,871,563
Interest on Treasury Bills	16,426,078	4,007,148
Interest on Fixed Deposits	-	24,079,484
Interest on Commercial Papers	4,210,814	16,306,070
Interest on Trust Certificate	-	23,718,115
Interest on HNB Money Market	1,169,342	1,710,307
Placement fee income	-	2,929,281
	<u>25,402,264</u>	<u>79,621,969</u>
4 Other Income		
Gain on disposal of treasury bills	309,869	-
Total Investment Income	<u>25,712,133</u>	<u>79,621,969</u>
	30/09/2023	31/03/2023
	Rs.	Rs.
5		
Cash at Bank	25,000	25,000
HNB Money Market Savings	8,046,267	43,662,694
	<u>8,071,267</u>	<u>43,687,694</u>

ASIA SECURITIES MONEY MARKET FUND
 NOTES TO THE INTERIM FINANCIAL STATEMENTS
 period ended 30 September 2023

**6 FINANCIAL INVESTMENTS -
 AMMORTISED COST**

	Notes	30.09.2023	31.03.2023
		Rs.	Rs.
Repurchase Agreements	6.1	40,078,904	140,095,342
Investment in Commercial Papers	6.2	40,869,079	56,007,034
Investment in Treasury Bills		192,078,531	138,830,390
		<u>273,026,515</u>	<u>334,932,766</u>
		30.09.2023	31.03.2023
6.1 Repurchase Agreements			
Acuity Securities Ltd		40,078,904	-
Capital Alliance PLC		-	20,023,014
First Capital Treasuries PLC		-	120,072,329
		<u>40,078,904</u>	<u>140,095,343</u>
6.2 Commercial papers			
Asia Securities (Pvt) Ltd		40,869,079	56,007,034
		<u>40,869,079</u>	<u>56,007,034</u>

**ASIA SECURITIES MONEY MARKET FUND
NOTES TO THE INTERIM FINANCIAL STATEMENTS
period ended 30 September 2023**

7 ACCRUED EXPENSES	30/09/2023	31/03/2023
	Rs.	Rs.
Management Fee Payable	91,500	111,390
Trustee & Custodian Fee Payable	55,643	63,457
Audit Fee Payable	211,149	421,145
Advance Receipts- Placement Fee	-	
	<u>358,292</u>	<u>595,992</u>

8 CONTINGENCIES

There were no significant contingencies existing as at the reporting date that required adjustments to or disclosures in the financial statements

9 EVENTS OCCURRING AFTER REPORTING DATE

There have been no significant events occurring after the reporting date that required adjustment to or disclosures in the financial statements

10 CAPITAL COMMITMENTS

There were no significant capital and financial commitments as at the reporting date.

11 UNITS IN ISSUE AND UNIT PRICE

No. of units in issue and deemed to be in issue as at 30 September 2023 was 20,320,626.60 and net assets value per unit as at 30 September 2023 was Rs. 13.8154

CORPORATE INFORMATION

Trustee & Custodian

Hatton National Bank PLC
No. 479, T. B. Jayah Mawatha,
Colombo 10,

Auditors

Deloitte Partners
100, Braybrooke Place,
Colombo 02,

Bankers

Hatton National Bank PLC
No. 479, T. B. Jayah Mawatha,
Colombo 10,

Lawyers

Nithya Partners
97/A, Galle Main Rd,
Colombo 03,

Managers & Registrars

Asia Securities Wealth Management (Pvt) Limited
4th Floor Lee Hedges Tower
No. 479, Galle Road
Colombo 3

ASIA SECURITIES WEALTH MANAGEMENT (PVT) LIMITED

Board of Directors

Mr. Dumith Fernando - Chairman
Mr. Avancka Herat - Executive Director

Management Team

Mr. Kishan Vairavanathan - Chief Executive Office
Mrs. Pushpika Jeevaratne - Head Of Compliance
Mr. Nadarajah Gowthaman - Portfolio Manager

