

ASIA  
SECURITIES



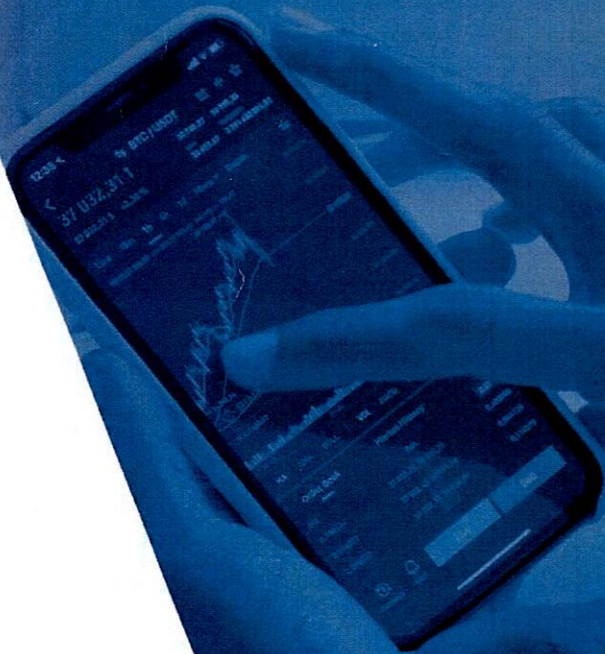
INTEGRITY | INSIGHT | INNOVATION

WEALTH MANAGEMENT

# Asia Securities Money Market Fund

Interim Report

*For the six months ended  
30th September 2025*



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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 397 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
01st Half 2025-26	08.45%
2024-25	09.97%
2023-24	19.45%
2022-23	13.19%
2021-22	07.78%

### Commentary

#### Asia Securities Money Market Fund – Performance Overview 01st Half 2025/26

During the 01st Half of 2025/26, the Asia Securities Money Market Fund delivered an annualized return of 8.45% to its investors. The fund maintained a strong focus on Treasury bills and other money market instruments issued by entities with investment-grade credit ratings or higher.

Throughout 01st Half of 2025/26, interest rates followed a downward trajectory, driven by the Central Bank's accommodative monetary policy stance. Policy rates were collectively reduced by 25 basis points during the period.

Our portfolio strategy prioritized government securities (G-Secs) and high-yielding corporate papers. Starting from the second half of 2024/25, we began increasing exposure to corporate papers relative to G-Secs, while ensuring adequate liquidity to meet investor needs.

We continue to adopt a dynamic portfolio management approach, guided by in-depth market analysis, with the dual objective of generating competitive returns and preserving capital.



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

### Macroeconomic Overview: Sri Lanka in 01 Half of 2025/26

#### Inflation and Price Developments

Inflation remained in negative territory from September 2024, reflecting a period of deflation. This deflation was largely driven by declines in energy and transport-related prices, alongside some ease in food prices compared to the previous year. However, deflationary pressures began to ease from March 2025, mainly due to accelerating food inflation and upward adjustments in energy prices.

The brief deflationary episode did not adversely impact producer behavior or disrupt overall economic activity, while it provided some relief to household cost-of-living pressures. Deflation ended in Q3-2025, and a gradual acceleration of inflation is expected thereafter, reaching approximately 5% by mid-2026. In the medium term, inflation is projected to stabilize around the 5% target, albeit with possible transitory peaks along with the inflation trajectory. Core inflation, which remains at a low positive level, is also expected to pick up before stabilizing over the medium term.

While both upside and downside risks exist for the inflation outlook, the overall risk assessment suggests a balanced scenario for the realization of the projected inflation path.

#### Monetary Policy and Financial Conditions

The Central Bank maintained an accommodative monetary policy stance amid subdued demand-driven inflationary pressures. Market interest rates declined significantly, facilitating robust credit growth across all major private-sector sectors.

#### External Sector and Exchange Rate Developments

Despite global economic policy uncertainties, Sri Lanka's external sector performance remained resilient in 2025. The Sri Lankan rupee experienced modest depreciation against the US dollar, supported by improved inflows from tourism earnings, workers' remittances, and the sixth tranche under the IMF Extended Fund Facility (IMF-EFF), despite rising import demand. Gross official reserves were maintained above USD 6 billion, ensuring the ability to meet debt servicing requirements.

#### Economic Growth Outlook

The growth momentum observed in 2025 is expected to continue in the near term, supported by favorable credit expansion, recovery in aggregate demand, and a stable policy environment that fosters business confidence. Continued policy efforts to address structural economic issues are likely to further underpin sustainable growth.

#### Fiscal Sector Performance

From January to October 2025, fiscal performance improved, reflecting the Government's strong commitment to revenue-based fiscal consolidation measures. These measures resulted in a significant primary surplus and a reduction in the overall budget deficit during the period.

#### Risks and Policy Considerations

Looking ahead, the rapidly evolving global trade landscape, policy uncertainties, and recurring geopolitical tensions pose potential risks to the economic outlook. Sustaining growth momentum in the medium term and ensuring its equitable benefits will require growth-enhancing policies complemented by necessary structural reforms.

Source: CBSL



**ASIA SECURITIES MONEY MARKET FUND  
INTERIM FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED  
30 SEPTEMBER 2025**

**ASIA SECURITIES MONEY MARKET FUND**  
**STATEMENT OF PROFIT OR LOSS**  
 period ended 30 September 2025

	Notes	For the Period April 25 - Sep 25 Rs.	For the Period April 24 - Sep 24 Rs.
<b>Income</b>			
Interest Income	3	199,210,552	40,605,251
Gain/loss on Disposals of Financial Assets	4	93,101	13,725
Other Income	5	3,014	-
<b>Total Income</b>		<b>199,306,667</b>	<b>40,618,976</b>
<b>Operating Expenses</b>			
Management Fees		(11,210,212)	(1,994,280)
Trustee & Custodian Fees		(3,840,013)	(869,706)
Audit Fees		(316,328)	(258,087)
Other Expenses	6	(15,504,327)	(430,775)
<b>Total Operating Expenses</b>		<b>(30,870,880)</b>	<b>(3,552,848)</b>
<b>Profit for the period</b>		<b>168,435,787</b>	<b>37,066,128</b>
<b>Total Comprehensive income for the period</b>		<b>168,435,787</b>	<b>37,066,128</b>

**ASIA SECURITIES MONEY MARKET FUND  
STATEMENT OF FINANCIAL POSITION  
As at 30 September 2025**

		As at 30 Sep 2025	As at 31 Mar 2025
<b>ASSETS</b>	<b>Notes</b>	<b>Rs.</b>	<b>Rs.</b>
Cash and cash equivalents	7	4,913,037	2,165,789
Financial assets - Amortised Cost	8	4,049,893,445	3,846,807,021
Other Receivable		5,281	14,755
		<u>4,054,811,763</u>	<u>3,848,987,565</u>
<b>LIABILITIES</b>			
Accrued Expenses	9	2,947,919	2,824,522
Total Liabilities		2,947,919	2,824,522
<b>UNIT HOLDERS' FUNDS</b>			
Net Assets Attributable to Unit holders		4,051,863,844	3,846,163,043
		<u>4,054,811,763</u>	<u>3,848,987,565</u>



Director

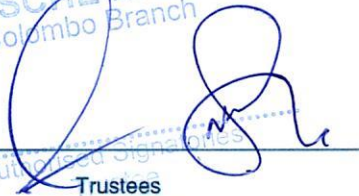
Asia Securities Wealth Management (Pvt) Limited



Director

Asia Securities Wealth Management (Pvt) Limited

DEUTSCHE BANK AG  
Colombo Branch



Trustees

Deutsche Bank

ASIA SECURITIES MONEY MARKET FUND  
**STATEMENT OF MOVEMENT IN UNITHOLDERS' FUND**  
 period ended 30 September 2025

	Period ended 30.09.2025	Period ended 30.09.2024
	Rs.	Rs.
<b>Unit Holders Fund as at the Beginning of the Period</b>	3,846,163,043	273,760,937
Total Comprehensive Income for the Period	168,435,787	37,066,128
Received on Creation of Units	3,286,205,739	3,535,951,205
Paid on Redemption of Units	(3,248,940,724)	(1,043,834,128)
Net Increase / (decrease) due to Unit holders' Transactions	37,265,015	2,492,117,076
<b>Unitholders, Funds As At 30th September 2024</b>	<u>4,051,863,844</u>	<u>2,802,944,141</u>

**ASIA SECURITIES MONEY MARKET FUND**  
**CASH FLOW STATEMENT**  
 period ended 30 September 2025

	Period ended 30.09.2025	Period ended 30.09.2024
	Rs.	Rs.
<b>Cash Flows from Operating Activities</b>		
Interest Received	115,654,737	29,675,471
T bill Sale	93,101	13,725
Other income received	12,488	(5,972)
Management Fees and Trustee Fees Paid	(14,678,799)	(1,946,757)
Audit Fees Paid	(566,240)	(514,763)
Other Expenses Paid	(15,502,445)	(161,320)
Investment in Repurchase Agreement	(6,742,700,000)	(10,360,500,000)
Investment in Fixed deposits	(970,000,000)	-
Investment in Commercial Papers	(4,675,695,723)	(100,000,000)
Investment in Treasury Bills	-	(1,072,357,690)
Investment in Treasury Bonds	-	(160,491,390)
Maturities in Repurchase Agreement	6,730,500,000	8,801,500,000
Maturities in Fixed deposits	-	30,000,000
Maturities in Commercial Papers	4,643,835,826	125,000,000
Maturities in Treasury Bonds	160,491,390	-
Maturities in Treasury Bills	<u>734,037,897</u>	<u>241,944,313</u>
<b>Net Cash Flow generated from Operating Activities</b>	<b>(34,517,767)</b>	<b>(2,467,844,384)</b>
<b>Cash Flows from Financing Activities</b>		
Cash Received on Creation of Units	3,286,205,739	3,535,951,205
Cash Paid on Redemption of Units	<u>(3,248,940,724)</u>	<u>(1,043,834,128)</u>
<b>Net Cash generated from Financing Activities</b>	<b>37,265,015</b>	<b>2,492,117,076</b>
Net Increase in Cash and Cash Equivalents	2,747,248	24,272,692
Cash and Cash Equivalents at the beginning of the year	2,165,789	7,772,107
<b>Cash and Cash Equivalents at the end of the period</b>	<b><u>4,913,037</u></b>	<b><u>32,044,799</u></b>

ASIA SECURITIES MONEY MARKET FUND  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
 period ended 30 September 2025

- 1 All figures for the six month period ended 30 September 2025 are provisional and unaudited.
- 2 There were no changes to the Accounting Policies and methods of computation since the publication of the Annual Report 2025.

	For the Period April 25 - Sep 25	For the Period April 24 -Sep 24
<b>3 Interest Income</b>	<b>Rs.</b>	<b>Rs.</b>
Interest on Repurchase Agreements	8,342,063	12,343,330
Interest on Treasury Bills	40,736,125	19,166,020
Interest on Fixed Deposits	94,644,851	397,500
Interest on Commercial Papers	51,136,843	4,523,055
Interest on T Bond Investment	6,861,878	6,265,770
Interest on Savings	146,162	51,109
Interest on HNB Money Market	-	377,746
Premium/Discount on T Bond	(2,657,370)	(2,519,279)
	<u>199,210,552</u>	<u>40,605,251</u>
<b>4 Realized Gain / Loss on Financial Assets</b>		
Gain on disposal of treasury bills	93,101	13,725
Total Investment Income	<u>199,303,653</u>	<u>13,725</u>
<b>5 Other Income</b>		
Placement Fee income	3,013.70	-
	<u>3,013.70</u>	<u>-</u>
<b>6 Other Expenses</b>		
Annual Report Formatting Charges	58,900.00	-
Bank charges	101,370.00	119,519
WHT Expenses	15,344,056.99	267,470
Other	-	43,785
	<u>15,504,326.99</u>	<u>430,775</u>
	<b>30.09.2025</b>	<b>31.03.2025</b>
	<b>Rs.</b>	<b>Rs.</b>
<b>7 Deutsche Bank Savings</b>	4,913,037	2,165,789
	<u>4,913,037</u>	<u>2,165,789</u>

ASIA SECURITIES MONEY MARKET FUND  
 NOTES TO THE INTERIM FINANCIAL STATEMENTS  
 period ended 30 September 2025

8 FINANCIAL ASSETS - AMMORTISED COST

	Notes	30.09.2025	31.03.2025
		Rs.	Rs.
Repurchase Agreements	8.1	70,038,574	57,857,125
Investment in Commercial Papers	8.2	1,123,350,526	1,082,492,272
Investment in Treasury Bills		565,244,917	1,310,467,567
Investment in T Bonds		-	159,295,492
Investment in Fixed Deposits	8.3	2,291,259,428	1,236,694,565
		<u>4,049,893,445</u>	<u>3,846,807,021</u>
		30.09.2025	31.03.2025
<b>8.1 Repurchase Agreements</b>			
HNB Securities		70,038,574	57,857,125
		<u>70,038,574</u>	<u>57,857,125</u>
<b>8.2 Commercial papers</b>			
LOLC Holdings PLC		605,286,840	551,852,670
Asia Securities Pvt Ltd		518,063,686	530,639,602
		<u>1,123,350,526</u>	<u>1,082,492,272</u>
<b>8.3 Fixed Deposits</b>			
Merchant Bank of Sri Lanka & Finance PLC		317,380,233	303,556,644
Peoples Leasing & Finance PLC		658,662,065	629,840,510
CBC Finance LTD		317,066,959	303,297,411
HNB Finance PLC		778,096,250	-
Mercantile Investment and Finance PLC		220,053,921	-
		<u>2,291,259,428</u>	<u>1,236,694,565</u>

ASIA SECURITIES MONEY MARKET FUND  
 NOTES TO THE INTERIM FINANCIAL STATEMENTS  
 period ended 30 September 2024

9 ACCRUED EXPENSES

	30.09.2025	31.09.2024
	Rs.	Rs.
Management Fee Payable	2,003,737	1,637,988
Trustee & Custodian Fee Payable	625,062	619,385
Audit Fee Payable	316,328	566,240
WHT Payable	2,791	909
	<u>2,947,919</u>	<u>2,824,522</u>

10 Related Party Disclosures

10.1 Related party unit holding transactions and balances

Company / KMP	Relationship	No of Units Held		Value of units held	
		30/09/2025	31/03/2025	30/09/2025	31/03/2025
		UNITS	UNITS	LKR	LKR
Asia Securities Wealth Management (Private) Ltd	Management Company	-	-	-	-
Asia Securities (Private) Ltd	Affiliate	-	-	-	-
Mr.Dumith Fernando	Chairman	-	-	-	-
Mr.Avancka Herat	Director	-	-	-	-
Other	Other KMPs	3,883,103	1,732,178	66,007,317	28,248,356

10.2 Given below are the Financial instruments (Commercial Paper/Trust Certificate/ Fixed Deposit) purchased from related parties

Issuer	Relationship	Instrument type	Purchased date	Maturity date	Face Value (Gross)	Amount purchased
Asia Securities (Pvt) Ltd	Affiliate	Commercial paper	29-Aug-25	01-Mar-26	26,128,575	25,000,000
			29-Aug-25	01-Apr-26	15,799,182	15,000,000
			29-Aug-25	01-May-26	26,532,928	25,000,000
			29-Aug-25	01-Jun-26	26,743,904	25,000,000
			29-Aug-25	01-Jul-26	26,952,322	25,000,000
			29-Aug-25	01-Aug-26	21,736,704	20,000,000
			29-Aug-25	01-Sep-26	9,861,574	9,000,000
			01-Sep-25	01-Oct-25	151,783,540	150,724,340
			10-Sep-25	01-Oct-25	221,082,219	220,000,000

**ASIA SECURITIES MONEY MARKET FUND  
NOTES TO THE INTERIM FINANCIAL STATEMENTS  
period ended 30 September 2024**

**10.3 Transactions and balances related to the service provided by related parties**

Fees were charged by the management company and trustee for services provided during the period and the balances outstanding related to such services as at period end are as disclosed below:

	30.09.2025 Rs.	31.09.2025 Rs.
<b>Charges for the period with related parties</b>		
Management fees by		
Asia securities Wealth Management (Pvt) Ltd	11,210,212	9,820,884
Trustee fees by Deutsche Bank	3,694,385	3,565,736
Custodian fees by Deutsche Bank	145,629	290,462

**Outstanding Balances for the period with related parties**

Saving Account balance at Deutsche Bank	4,912,673	2,165,789
Management fees payable to		
Asia securities Wealth Management (Pvt) Ltd	2,003,737	1,637,988
Trustee fees payable to Hatton National Bank	601,188	594,716
Custodian fees payable to Hatton National Bank	23,874	24,669

**11 Contingencies**

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

**12 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

**13 Capital commitments**

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

**14 Reconciliation between Net Asset Value as per the Interim Report and the published Net Asset Value**

	As at 30.09.2025 Rs.	As at 31.03.2025 Rs. Audited
Net Asset Value as per Financial Statements	4,051,863,844	3,846,163,043
Other Adjustments	-	-
Published Net Asset Value	4,051,863,844	3,846,163,043
Published No of Units	238,363,798	235,844,018
Net Asset Value as per unit	16.9986	16.3080

## CORPORATE INFORMATION

### Trustee & Custodian

Deutsche Bank AG  
Level 21, One Galle Face Tower,  
1A, Centre Road, Galle Face, Colombo 2, Sri Lanka.

### Auditors

Deloitte Partners  
100, Braybrooke Place, Colombo 02, Sri Lanka

### Bankers

Deutsche Bank AG  
Level 21, One Galle Face Tower,  
1A, Centre Road, Galle Face, Colombo 2, Sri Lanka

### Lawyers

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

### Managers & Registrars

Asia Securities Wealth Management ( Pvt) Limited  
4th Floor Lee Hedges Tower  
No.349, Galle Road, Colombo 3, Sri Lanka

## ASIA SECURITIES WEALTH MANAGEMENT (PVT) LIMITED

### Board of Directors

Mr. Dumith Hemantha Fernando - Chairman  
Mr. Harold Avancka Herat - Executive Director  
Mr. Arjuna Kumar Wignaraja - Independent Director

### Management Team

Ms. Chaya Jayawardena - Chief Executive Officer  
Mrs. Pushpika Jeevaratne - Head of Compliance  
Mr. Nidesh Perera - Chief Operating Officer  
Mr. Nadarajah Gowthaman - Portfolio Manager



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