

# PREMIER WEALTH FUNDS

## PREMIER WEALTH FUNDS INTERIM REPORT 30<sup>th</sup> September 2024

Trustee & Custodian



Fund Manager



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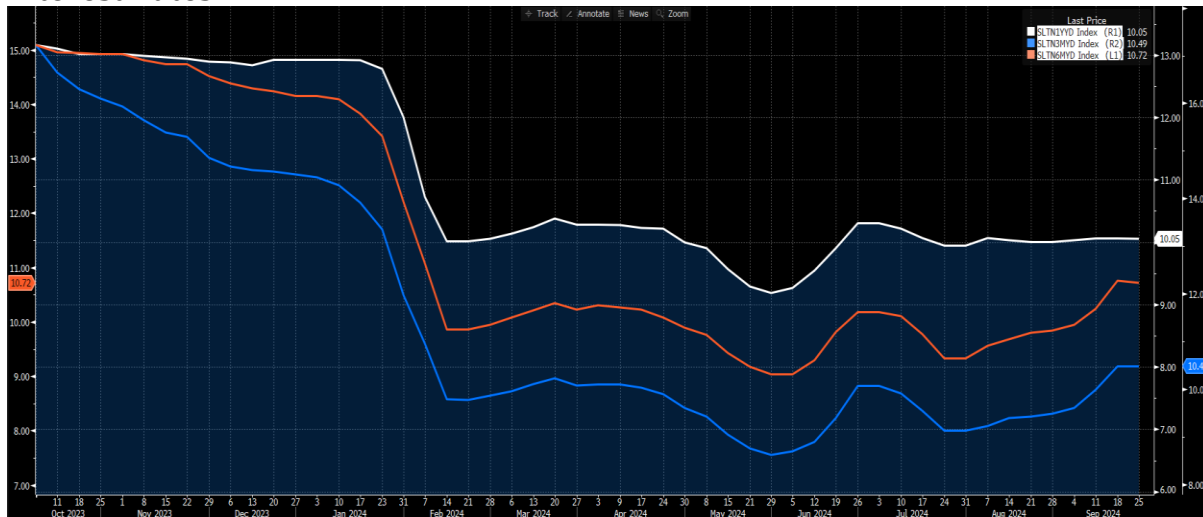
## Fund Manager's Review

### Our Valued Investors,

The Faster than anticipated stabilization of the macroeconomy has boosted the short-term growth forecast to 4.4 percent for 2024. However, sustaining structural reforms will be crucial for enhancing the country's growth potential over the medium to long term. Inflation is expected to stay below the central bank's target of 5 percent in 2024, with a gradual rise toward the medium-term goal as demand strengthens. The current account is likely to remain in surplus in 2024, supported by tourism and remittances, with the restriction on importing personal vehicles set to be lifted only in 2025. Debt restructuring efforts and ongoing fiscal consolidation are expected to lead to a reduced fiscal deficit over the medium term.

While recent economic performance has been solid, macroeconomic stability remains fragile and depends on the steady execution of crucial fiscal, financial, and monetary policies. However, due to limited fiscal and external buffers, significant downside risks remain. These risks include a prolonged or inadequate debt restructuring process, policy uncertainty, and the medium-term repercussions of the ongoing crisis. Risks to the financial sector must be closely monitored, as the high levels of non-performing loans and significant exposure to sovereign debt undermine financial sector stability.

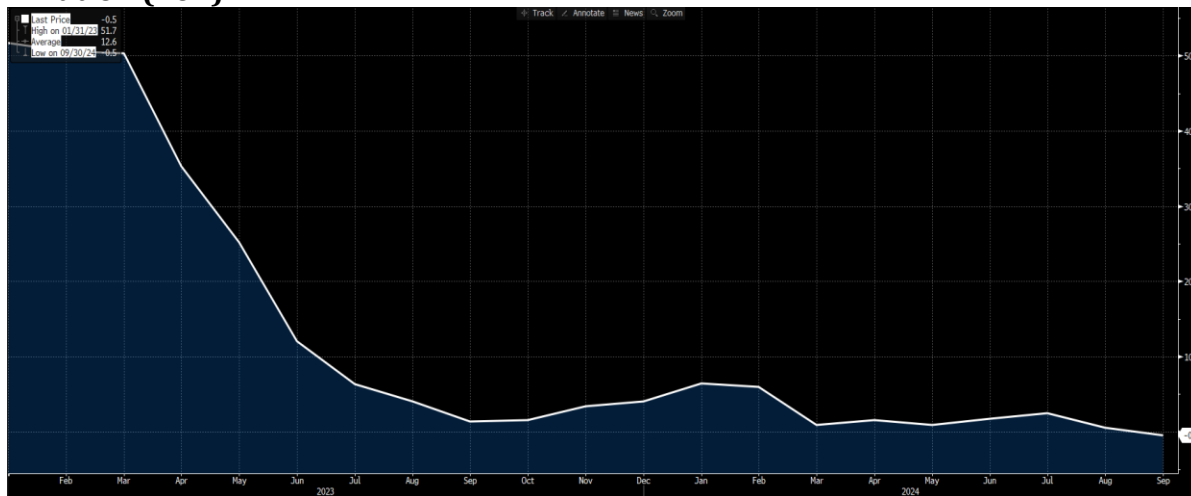
### Interest Rates



The latest economic indicators suggest that the robust growth recorded in the first half of 2024 will likely continue through the remainder of the year. The external sector has remained robust thus far during the year.

CBSL observed that the current accommodative monetary policy is producing the anticipated results, especially with regard to the ongoing decline in market lending rates, increased credit to the private sector, and a robust recovery in domestic economic activity, all within a low inflation environment.

## Inflation (YoY)



Headline inflation, as measured by the year-on-year (Y-o-Y) change in the Colombo Consumer Price Index (CCPI, 2021=100) entered negative territory, recording a deflation of 0.5% in September 2024, for the first time since September 2015.

## Fund Performance

**Premier Money Market Fund (MMF)**, is designed to provide a safe and liquid short-term investment option for capital preservation. The MMF primarily invests in low-risk, short-term debt instruments, such as Treasury Bills, Term Deposits, and other highly liquid, short-term instruments.

Premier Money Market Fund continued to establish its reputation as a fund which aims to provide attractive, short-term, tax-adjusted investment opportunities for both corporate and retail clients. For the quarter ended 30<sup>th</sup> September 2024 the Fund managed to deliver a 10.68% annualized yield, net of fees, compared to the 19.02% annualized yield the fund achieved in the previous period.

### References:

- <https://www.worldbank.org/en/country/srilanka/publication/sri-lanka-development-update-2024#:~:text=The%20current%20account%20is%20projected,balance%20in%20the%20medium%20term.>
- [https://www.cbsl.gov.lk/sites/default/files/cbslweb\\_documents/press/pr/press\\_20240930\\_inflation\\_in\\_september\\_2024\\_ccpi\\_e.pdf](https://www.cbsl.gov.lk/sites/default/files/cbslweb_documents/press/pr/press_20240930_inflation_in_september_2024_ccpi_e.pdf)

**PREMIER MONEY MARKET FUND**  
**INTERIM FINANCIAL STATEMENTS**  
**FOR THE MONTH ENDED**  
**30 TH SEPTEMBER 2024**

**PREMIER MONEY MARKET FUND  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30TH SEPTEMBER 2024**

	Note	Period Ended 30.09.2024 Rs.	Year Ended 31.03.2024 Rs.
<b>Investment Income</b>			
Interest Income	1	41,185,047	99,516,700
Capital Gain on Treasury Bill		-	107,582
<b>Total Investment Income</b>		<u>41,185,047</u>	<u>99,624,282</u>
<b>Expenses</b>			
Management Fees		(1,461,473)	(2,012,832)
Trustee and Custodian Fees		(1,155,975)	(1,654,040)
Audit Fees		(147,711)	(249,913)
Professional Fees		(31,751)	(56,165)
<b>Total Operating Expenses</b>		<u>(2,796,909)</u>	<u>(3,972,950)</u>
<b>Net Operating Profit</b>		<u>38,388,139</u>	<u>95,651,332</u>
Finance Cost	2	(161,860)	(264,124)
<b>Net Operating Profit after Deductions and Before Tax</b>		<u>38,226,279</u>	<u>95,387,208</u>
<b>Increase in Net Assets Attributable to Unit Holders</b>		<u><u>38,226,279</u></u>	<u><u>95,387,208</u></u>

The Notes from 1 to 8 form an Integral Part of these Financial Statements.

**PREMIER MONEY MARKET FUND  
STATEMENT OF FINANCIAL POSITION  
AS AT 30TH SEPTEMBER 2024**

	Note	Period Ended 30.09.2024 Rs.	Year Ended 31.03.2023 Rs.
<b>Assets</b>			
Cash and Cash Equivalents	3	5,757,175	11,889,602
Financial Assets Measured at Amortised Cost	4	793,784,272	775,231,795
Other Assets	5	1,048	2,475
Accounts Receivable	6	-	36,120,138
<b>Total Assets</b>		<b>799,542,495</b>	<b>823,244,009</b>
<b>Unit Holders' Funds and Liabilities</b>			
<b>Liabilities</b>			
Accrued Expenses	7	679,739	773,712
Other Financial Liabilities	8	5,777,100	11,855,000
<b>Total Liabilities (Excluding Net Assets Attributable to Unit Holders)</b>		<b>6,456,839</b>	<b>12,628,712</b>
<b>Unit Holders' Funds</b>			
Net Assets Attributable to Unit Holders	9	793,085,656	810,615,297
<b>Total Unit Holders' Funds and Liabilities</b>		<b>799,542,495</b>	<b>823,244,009</b>

  
Assistant Accountant

These financial statements were approved by the Board of Directors of Management Company on 14th November 2024

  
Premier Wealth Management Limited  
Fund Management Company

  
Premier Wealth Management Limited  
Fund Management Company

The Notes from 1 to 9 form an Integral Part of these Financial Statements.

**PREMIER MONEY MARKET FUND  
STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30TH SEPTEMBER 2024**

	Period Ended 30.09.2024	Year Ended 31.03.2024
	Rs.	Rs.
<b>Cash Flows From/ (Used in) Operating Activities</b>		
Interest Received	41,185,047	99,516,700
Net Investment in Securities	(18,552,477)	(357,524,525)
Net Increase in Financial Liabilities	(6,077,900)	10,505,000
Withholding Tax (Paid) / Received	-	-
Net Realized Gain on Financial Assets	-	107,582
Operating Expenses Paid	(2,890,881)	(3,741,586)
Placement Fee Income Received	-	-
<b>Net Cash Flows Used in Operating Activities</b>	<u>13,663,790</u>	<u>(251,136,829)</u>
<b>Cash Flows From/(Used in) Financing Activities</b>		
Cash Received on Creation of Units	629,178,600	1,150,346,572
Cash Paid on Redemption of Units	(684,934,519)	(852,503,892)
Finance Charge	(161,860)	(264,124)
Changes in Accounts Receivable	36,121,563	(36,119,124)
<b>Net Cash Flows from Financing Activities</b>	<u>(19,796,216)</u>	<u>261,459,432</u>
Net Increase in Cash and Cash Equivalents	(6,132,426)	10,322,603
Cash and Cash Equivalents at the Beginning of the Period	11,889,601	1,566,998
Cash and Cash Equivalents at the End of the Period (Note 4)	<u>5,757,175</u>	<u>11,889,601</u>

**STATEMENT OF CHANGES IN UNITHOLDERS' FUNDS**

	Period Ended 30.09.2024	Month Ended 31.03.2024
	Rs.	Rs.
Unit holders' Funds at the Beginning of the Period	810,615,297	417,385,409
Increase in Net Assets Attributable to Unit Holders	38,226,279	95,387,208
Received on Unit Creations	629,178,600	1,150,346,572
Payments on Unit Redemptions	(684,934,519)	(852,503,892)
<b>Unit Holders' Funds at the end of Period</b>	<u>793,085,656</u>	<u>810,615,297</u>

The Notes from 1 to 9 form an Integral Part of these Financial Statements.



**PREMIER MONEY MARKET FUND  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30TH SEPTEMBER 2024**

		Period Ended 30.09.2024	Year Ended 31.03.2024
		Rs.	Rs.
<b>1 Gross Interest Income</b>	<b>Note</b>		
Interest on Repos		5,287,983	9,614,869
Interest on Received on Treasury Bills		31,936,274	68,429,108
Interest on Trust Certificate	1.1	1,286,849	1,791,778
Interest on Savings account	1.2	198,282	698,995
Interest on Deposits	1.3	2,684,479	20,113,550
Interest on Commercial Papers		-	-
		<u>41,393,867</u>	<u>100,648,300</u>
<b>Less Withholding Tax</b>			
Interest on Trust Certificate	1.1	64,342	88,771
Interest on Savings account	1.2	10,232	41,164
Interest on Deposits	1.3	134,246	1,001,665
		<u>208,820</u>	<u>1,131,600</u>
<b>Net Interest Income</b>			
Interest on Repos		5,287,983	9,614,869
Interest on Received on Treasury Bills		31,936,274	68,429,108
Interest on Trust Certificate	1.1	1,222,507	1,703,007
Interest on Savings account	1.2	188,051	657,831
Interest on Deposits	1.3	2,550,233	19,111,885
Interest on Commercial Papers		-	-
		<u>41,185,047</u>	<u>99,516,700</u>
<b>2 Finance Cost</b>			
Bank Charges		161,860	264,124
		<u>161,860</u>	<u>264,124</u>
<b>3 Cash and Cash Equivalents</b>			
Savings Accounts		5,752,175	11,884,602
Cash at Bank		5,000	5,000
		<u>5,757,175</u>	<u>11,889,602</u>

**PREMIER MONEY MARKET FUND  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30TH SEPTEMBER 2024**

	Period Ended 30.09.2024 Rs.	Year Ended 31.03.2024 Rs.
<b>4 Financial Assets Measured at Amortised Cost</b>		
Investment in Treasury Bills	699,238,935	648,090,115
Investment in Trust Certificate	26,232,507	-
Investment in Deposits	41,202,465	40,301,782
Investment in Repo	27,120,365	86,839,898
	<u>793,794,272</u>	<u>775,231,795</u>
<b>5 Other Assets</b>		
Interest Receivable on Saving Account	1,048	2,475
	<u>1,048</u>	<u>2,475</u>
<b>6 Accounts Receivable</b>		
Commercial Bank -FD Maturity	-	36,120,138
	<u>-</u>	<u>36,120,138</u>
<b>7 Accrued Expenses</b>		
Management Fees	244,072	246,015
Trustee Fees	168,662	170,042
Tax Consultation Fees Payable	97,820	66,069
Custodian Fees	23,939	24,729
Auditor's Remuneration	145,246	266,857
	<u>679,739</u>	<u>773,712</u>
<b>8 Other Financial Liabilities</b>		
Units to be Creation	5,777,100	11,855,000
	<u>5,777,100</u>	<u>11,855,000</u>
<b>9 Reconciliation between the net assets value as per financial statements and the published net asset value</b>		

The fund considers its net assets attributable to unitholders as capital, not with standing that net assets attributable to unitholders are classified as a liability. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily application and redemptions at the discretion of unitholders. The movement in number of units and net assets attributable to unitholders during the period were as follows;

	Period Ended Units	30.09.2024 Rs.	Year Ended Units	31.03.2024 Rs.
Units at the Beginning of the Period	28,037,766	810,615,297	17,182,490	417,385,409
Units Issued During the Period	21,290,547	629,178,600	42,792,406	1,150,346,572
Units Redeemed/ Cancelled during the Period	(23,036,601)	(684,934,519)	(31,937,130)	(852,503,892)
Increase in Net Assets Attributable to unit holders	-	38,226,279	-	95,387,208
Units at the end of the period	<u>26,291,712</u>	<u>793,085,656</u>	<u>28,037,766</u>	<u>810,615,297</u>
Adj: Income Tax receivables	-	0.00	-	-
Other audit adjustments	-	-	-	-
Net assets value as per valuation	<u>26,291,712</u>	<u>793,085,656</u>	<u>28,037,766</u>	<u>810,615,297</u>

The creation price and the redemption price was at Rs. 30.2685 per unit (31.03.2024 - Rs. 24.9116) as at 31st March 2024.

## Corporate Information

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