

PREMIER WEALTH FUNDS

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INTERIM REPORT

30th September 2022

Trustee & Custodian



Fund Manager



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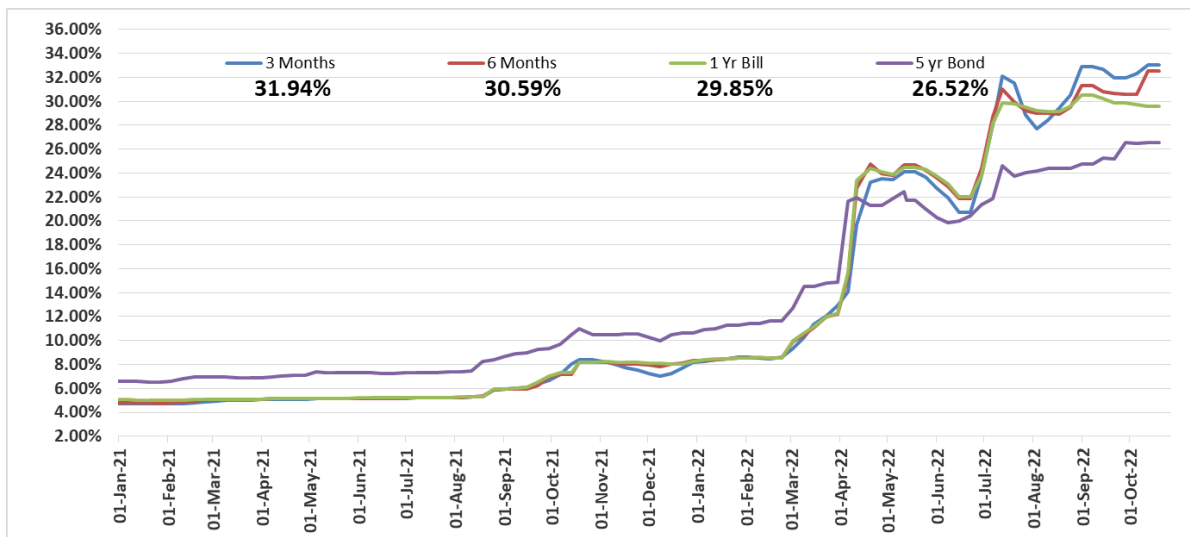
Fund Manager's Review

Our Valued Investors,

Sri Lanka currently enduring an unsustainable debt and severe balance of payment crisis, which has made a significant impact on GDP growth. Further, heightened fiscal and external sector imbalances, country's economic outlook has been severely impacted. Sri Lanka economy was already showing signs of vulnerabilities over the past couple of years. Due to the elevated inflationary pressures, rising energy and food prices due to geopolitical tensions, Central Banks around the globe continue to tighten their monetary policies. Therefore, the global economic outlook which was supposed to recover to post pandemic growth phase is steered back into a downward spiral. The unfolding of these events could lead to negative spill-over effects on emerging market and developing economies in the periods ahead.

As per GDP estimates published by Department of the Census & Statistics, Sri Lanka economy contracted by 8.4 percent in the second quarter of 2022. During the fourth quarter of 2022 also, Sri Lankan economy is expected to be affected with the supply side disruptions, primarily due to the shortages of power and energy which would heighten inflationary pressures further. The growth outlook highly depends on the progress in fiscal consolidation, debt restructuring, and other structural reforms.

Amidst the adverse developments on the domestic front, continued geopolitical tensions affecting global commodity markets will further add risks to our domestic economic growth in the near term.



We expect interest rates to be remained elevated during 2022 underpinned by contractionary monetary policy of the Central Bank of Sri Lanka to curtail inflation pressures.

Fund Manager's Review Cont.....

Fund Performance

With the two-unit trust funds “Premier Money Market Fund” and “Premier Growth Fund” under management, we cater to the liquidity (in the case of the former) and long-term capital appreciation needs of our unitholders (in the case of the latter).

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 corporative and retail clients. For the period ended 30th September 2022 the Fund managed to deliver a 15.99% annualized yield, net of fees, compared to the 6.86% annualized yield the fund achieved in the previous period.

Premier Growth Fund, a balanced fund which focuses on investments in rated debt instruments, Government Securities, deposits with financial institutions and equity, was able to record a negative return of 6.09% (net of fees) for the period under review, whereas All Share Price Index of Colombo Stock Exchange has recorded an increase of 11.54% for the same period.

References:

(1). <https://www.worldbank.org/en/country/srilanka/overview>

(2). https://www.cbsl.gov.lk/sites/default/files/cbslweb_documents/press/pr/press_20221006_Monetary_Policy_Review_No_7_2022_e_W83r9.pdf

**PREMIER GROWTH FUND
INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
30TH SEPTEMBER 2022**

**PREMIER GROWTH FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30TH SEPTEMBER 2022**


	Period Ended 30.09.2022	Period Ended 30.09.2021	Year ended 31.03.2022
Note	Rs.		Rs.
Investment Income			
Dividend Income	16,137	10,157	14,936
Interest Income	1,730,405	1,407,729	2,854,074
Net Realized Gain on Financial Assets Held at Fair Value through Profit or Loss	5,095	(15,178)	(47,706)
Net Change in Unrealized Gain/(Loss) on Financial Assets Held at Amortised Cost	(2,437,660)	(1,198,874)	(3,735,319)
Total Investment Income	<u>(686,023)</u>	<u>203,834</u>	<u>(914,015)</u>
Expenses			
Custodian Fee	(67,061)	(64,978)	(129,600)
Audit Fee	(77,729)	(68,576)	(136,775)
Professional Fees	(21,599)	(21,696)	(43,276)
Write-off of Tax receivable	-	-	(74,056)
Total Operating Expenses	<u>(166,389)</u>	<u>(155,250)</u>	<u>(383,707)</u>
Net Operating Profit/(Loss)	<u>(852,412)</u>	<u>48,584</u>	<u>(1,297,722)</u>
Finance Charges	(2,169)	(902)	(1,439)
Profit After Deductions and Before Tax	<u>(854,581)</u>	<u>47,682</u>	<u>(1,299,161)</u>
Profit After Distributions and Tax	<u>(854,581)</u>	<u>47,682</u>	<u>(1,299,161)</u>
Increase in Net Assets Attributable to Unit Holders	<u>(854,581)</u>	<u>47,682</u>	<u>(1,299,161)</u>

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


**PREMIER GROWTH FUND
STATEMENT OF FINANCIAL POSITION
AS AT 30TH SEPTEMBER 2022**

	Note	Preiod Ended 30.09.2022 Rs.	Year Ended 31.03.2022 Rs.
Assets			
Cash and Cash Equivalents	3	5,519	451,586
Financial Assets - Fair value Through Profit or Loss	4	228,565	233,660
Financial Assets Measured at Amortised Cost	5	21,107,502	25,058,935
Other Receivables	6	6	4,933
Total Assets		<u>21,341,592</u>	<u>25,749,114</u>
Unit Holders' Funds and Liabilities			
Liabilities			
Accrued Expenses and Other Payables	7	210,820	244,916
Payable on Unit Redemption			-
Total Liabilities (Excluding Net Assets Attributable to Unit Holders)		<u>210,820</u>	<u>244,916</u>
Unit Holders' Funds			
Net Assets Attributable to Unit Holders	8	<u>21,130,772</u>	<u>25,504,198</u>
Total Unit Holders' Funds and Liabilities		<u>21,341,592</u>	<u>25,749,114</u>

These Financial Statements were approved by the Board of Directors of Management Company on 15th December 2022.



Premier Wealth Management Limited
Fund Management Company



Premier Wealth Management Limited
Fund Management Company

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

**PREMIER GROWTH FUND
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30TH SEPTEMBER 2022**

Note	Period Ended 30.09.2022 Rs.	Period Ended 30.09.2021 Rs.	Year Ended 31.03.2022 Rs.
Cash Flows From/(Used in) Operating Activities			
Interest Received	1,730,405	989,600	2,854,019
Dividend Received	16,137	10,157	14,833
Net Realized Gain on Equity Investments	5,095	(15,178)	-
Withholding Tax (Paid) / Received	-	(5,677)	-
Operating Expenses Paid	(202,654)	(198,742)	(263,413)
Net investment in Financial Assets	1,523,794	(632,935)	(2,051,990)
Net Cash Flows From Operating Activities	3,072,778	147,225	553,449
Cash Flows From/(Used in) Financing Activities			
Cash Received on Creation of Units	5,910	25,610	31,520
Cash Paid on Cancellation of Units	(3,524,755)	(10,640)	(511,640)
Net Cash Flows From/(Used in) Financing Activities	(3,518,845)	14,970	(480,120)
Net Increase/(Decrease) in Cash and Cash Equivalents	(446,067)	162,194	73,329
Cash and Cash Equivalents at the Beginning of the Financial Period	451,586	378,257	378,257
Cash and Cash Equivalents at the End of the Financial Period	5,519	540,451	451,586

STATEMENT OF CHANGES IN UNITHOLDERS' FUNDS

	Period Ended 30.09.2022 Rs.	Year Ended 31.03.2022 Rs.
Unit Holders' Funds at the Beginning of the Period	25,504,198	27,283,479
Increase in Net Assets Attributable to Unit Holders	(854,581)	(1,299,161)
Received on Unit Creations	5,910	31,520
Payments on Unit Redemptions	(3,524,755)	(511,640)
Unit Holders' Funds at the End of the Period	21,130,772	25,504,198

PREMIER GROWTH FUND
NOTES TO THE FINANCIAL STATEMENTS

	Period Ended 30.09.2022 Rs.	Period Ended 30.09.2021 Rs.	Year Ended 31.03.202 Rs.
1 Interest income from financial assets not held at fair value through profit or loss			
Interest Received on Repos	290,232	69,824	113,786
Interest Received on T/Bills	270,943	-	122,715
Interest Received on T -Bonds	293,718	311,688	649,260
Interest Received on Deposits	55,515	209,859	319,770
Interest Received On Debenture	805,119	807,284	1,625,251
Interest on Savings Deposits	14,878	9,074	23,292
	<u>1,730,405</u>	<u>1,407,729</u>	<u>2,854,074</u>
2 Finance Cost			
Bank Charges	2,169	902	1,439
	<u>2,169</u>	<u>902</u>	<u>1,439</u>
3 Cash and cash equivalents			
Cash at Current Account	5,000	5,000	5,000
Cash at Savings Account	519	535,451	446,586
	<u>5,519</u>	<u>540,451</u>	<u>451,586</u>

4 Financial Assets - Fair Value Through Profit or Loss

	Period Ended 30.09.2022		'Year Ended 31.03.2022	
	No. of Shares	Market Value	No. of Shares	Market Value
Banks				
Commercial Bank of Ceylon PLC	1,102	60,610	1,102	69,095
	<u>1,102</u>	<u>60,610</u>	<u>-</u>	<u>1,102</u>
Telecommunication				
Dialog Axiata PLC	10,000	86,000	10,000	100,000
Sri Lanka Telecom PLC	1,850	81,955	1,850	64,565
	<u>11,850</u>	<u>167,955</u>	<u>-</u>	<u>11,850</u>
	<u>12,952</u>	<u>228,565</u>	<u>-</u>	<u>12,952</u>
				<u>233,660</u>

PREMIER GROWTH FUND
NOTES TO THE FINANCIAL STATEMENTS

	Period Ended 30.09.2022	Year Ended 31.03.2022
	Rs.	Rs.
5 Financial assets measured at amortised cost		
Investment in Treasury Bond	5,853,696	6,175,748
Investment in Deposit	-	7,086,562
Investment in Repo	2,190,870	1,000,784
Investment in Treasury Bill	4,242,325	-
Investment in Debenture - Listed	8,820,611	10,795,841
	<u>21,107,502</u>	<u>25,058,935</u>
6 Other Receivables		
Dividend Receivable	-	4,779
Interest Receivable on Saving Account	6	154
	<u>6</u>	<u>4,933</u>
7 Accrued Expenses and Other Payables		
Custodian Fees	11,374	11,007
Payable to Premier Wealth Management Ltd	570	480
Tax Consultation Fees Payable	117,916	96,197
Audit Fees	80,960	137,232
	<u>210,820</u>	<u>244,916</u>

8 Reconciliation between the net assets value as per financial statements and the published net asset value

The fund considers its net assets attributable to unitholders as capital, notwithstanding 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 30.09.2022		Year Ended 31.03.2022	
	Units	Rs.	Units	Rs.
Units as at beginning of the period	3,984,140	25,504,198	4,057,527	27,283,479
Units issued during the period	969	5,910	4,686	31,520
Units redeemed/ cancelled during the period	(579,991)	(3,524,755)	(78,073)	(511,640)
Increase in net assets attributable to unit holders	-	(854,581)	-	(1,299,161)
Units as at end of the period	<u>3,405,118</u>	<u>21,130,772</u>	<u>3,984,140</u>	<u>25,504,198</u>
Net Assets Value as per Valuation	<u>3,405,118</u>	<u>21,130,772</u>	<u>3,984,140</u>	<u>25,504,198</u>

The creation price was Rs. 6.21 per unit as at 30.09.2022 (31.03.2022- Rs. 6.41) and the redemption price was Rs. 6.20 as at 30.09.2022(31.03.2022 - Rs. 6.40)

**PREMIER MONEY MARKET FUND
INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTH PERIOD ENDED
30th SEPTEMBER 2022**

**PREMIER MONEY MARKET FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30TH SEPTEMBER 2022**


		Period Ended 30.09.2022	Period Ended 30.09.2021	Year Ended 31.03.2022
	Note	Rs.	Rs.	Rs.
Investment Income				
Interest Income	1	30,933,566	26,377,234	45,767,455
Other Income	2	41,348	675,034	1,023,049
Total Investment Income		30,974,914	27,052,268	46,790,504
Expenses				
Management Fees		(713,850)	(1,278,606)	(2,253,803)
Trustee and Custodian Fees		(585,940)	(919,332)	(1,650,817)
Audit Fees		(122,986)	(108,049)	(215,565)
Professional Fees		(21,609)	(21,701)	(43,308)
Write-off of Tax Receivable		-	-	(3,371,946)
Total Operating Expenses		(1,444,385)	(2,327,688)	(7,535,439)
Net Operating Profit		29,530,529	24,724,580	39,255,065
Finance Cost	3	(17,733)	(8,790)	(18,061)
Net Operating Profit after Deductions and Before Tax		29,512,796	24,715,790	39,237,004
Increase in Net Assets Attributable to Unit Holders		29,512,796	24,715,790	39,237,004

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


**PREMIER MONEY MARKET FUND
STATEMENT OF FINANCIAL POSITION
AS AT 30TH SEPTEMBER 2022**

		Period ended 30.09.2022	Year Ended 31.03.2022
	Note	Rs.	Rs.
Assets			
Cash and Cash Equivalents	4	3,989,615	4,008,698
Financial Assets Measured at Amortised Cost	5	354,385,874	638,211,499
Other Assets	6	6,779	41,113
Total Assets		<u><u>358,382,268</u></u>	<u><u>642,261,310</u></u>
Unit Holders' Funds and Liabilities			
Liabilities			
Accrued Expenses	7	438,268	559,425
Other Financial Liabilities	8	2,676,000	4,046,713
Total Liabilities (Excluding Net Assets Attributable to Unit Holders)		<u>3,114,268</u>	<u>4,606,138</u>
Unit Holders' Funds			
Net Assets Attributable to Unit Holders	9	355,268,000	637,655,172
Total Unit Holders' Funds and Liabilities		<u><u>358,382,268</u></u>	<u><u>642,261,310</u></u>

These financial statements were approved by the Board of Directors of Management Company on 15th December 2022



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 30 SEPTEMBER 2022**

	Period Ended 30.09.2022 Rs.	Period Ended 30.09.2021 Rs.	Year Ended 31.03.2022 Rs.
Cash Flows From/ (Used in) Operating Activities			
Interest Received	30,933,566	37,372,839	45,726,696
Net Investment in Securities	283,825,625	(52,679,895)	44,123,830
Net Increase in Financial Liabilities	(1,370,713)	1,812,466	-
Unit to be Created	-		4,000,000
Operating Expenses Paid	(1,565,542)	(2,437,772)	(4,229,846)
Placement Fee Income Received	41,348	675,034	392,365
Net Cash Flows Used in Operating Activities	311,864,284	(15,257,328)	90,013,045
Cash Flows From/(Used in) Financing Activities			
Cash Received on Creation of Units	176,103,251	338,227,194	673,962,462
Cash Paid on Redemption of Units	(488,003,219)	(321,128,970)	(760,246,911)
Finance Charge	(17,733)	(8,790)	(18,061)
Changes in Accounts Receivable	34,334	11,705	-
Net Cash Flows from Financing Activities	(311,883,367)	17,101,139	(86,302,510)
Net Increase in Cash and Cash Equivalents	(19,083)	1,843,812	3,710,535
Cash and Cash Equivalents at the Beginning of the Period	4,008,698	298,163	298,163
Cash and Cash Equivalents at the End of the Period (Note 5)	3,989,615	2,141,975	4,008,698

STATEMENT OF CHANGES IN UNITHOLDERS' FUNDS

	Period Ended 30.09.2022 Rs.	Year Ended 31.03.2022 Rs.
Unit holders' Funds at the Beginning of the Period	637,655,172	684,702,617
Increase in Net Assets Attributable to Unit Holders	29,512,796	39,237,004
Received on Unit Creations	176,103,251	673,962,462
Payments on Unit Redemptions	(488,003,219)	(760,246,911)
Unit Holders' Funds at the end of Period	355,268,000	637,655,172

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

PREMIER MONEY MARKET FUND
NOTES TO THE FINANCIAL STATEMENTS

	Period Ended 30.09.2022 Rs.	Period Ended 30.09.2021 Rs.	Year Ended 31.03.2022 Rs.
1 Interest Income			
Interest on Repos	6,666,774	1,116,765	2,395,736
Interest on Received on Treasury Bills	12,218,291	-	-
Interest on Trust Certificate	1,763,029	2,199,219	6,592,149
Interest on Savings account	385,128	102,736	204,313
Interest on Received on Debentures	-	22,248	44,704
Interest on Deposits	9,499,522	19,185,803	31,153,241
Interest on Commercial Papers	400,822	3,750,463	5,377,312
	<u>30,933,566</u>	<u>26,377,234</u>	<u>45,767,455</u>
2 Other Income			
Placement Fee Income	41,348	675,034	1,023,049
	<u>41,348</u>	<u>675,034</u>	<u>1,023,049</u>
3 Finance Cost			
Bank Charges	17,733	8,790	18,061
	<u>17,733</u>	<u>8,790</u>	<u>18,061</u>
4 Cash and Cash Equivalents			
Savings Cash Book	3,984,615	2,136,975	4,003,698
Cash at Bank	5,000	5,000	5,000
	<u>3,989,615</u>	<u>2,141,975</u>	<u>4,008,698</u>

	Period Ended 30.09.2022 Rs.	Year Ended 31.03.2022 Rs.
5 Financial Assets Measured at Amortised Cost		
Investment in Treasury Bills Repos	197,102,009	220,001,178
Investment in Trust Certificate	-	116,592,149
Investment in Deposits	131,523,282	280,124,199
Investment in Repo	25,760,583	21,493,973
	<u>354,385,874</u>	<u>638,211,499</u>

**PREMIER MONEY MARKET FUND
NOTES TO THE FINANCIAL STATEMENTS**

	Period Ended 30.09.2022 Rs.	Year Ended 31.03.2022 Rs.
6 Other Assets		
Interest Receivable on Saving Account	6,779	41,113.00
	<u>6,779</u>	<u>41,113.00</u>
7 Accrued Expenses		
Management Fees	100,473	139,148
Trustee Fees	66,015	85,874
Tax Consultation Fees Payable	117,904	96,186
Custodian Fees	22,747	22,075
Auditor's Remuneration	131,129	216,142
	<u>438,268</u>	<u>559,425</u>
8 Other Financial Liabilities		
Other Payables	-	46,713
Units to be Creation	2,676,000	4,000,000
	<u>2,676,000</u>	<u>4,046,713</u>
9 Reconciliation between the net assets value as per financial statements and the published net asset value		

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		Year Ended	
	30.09.2022	30.09.2022	31.03.2022	31.03.2022
	Units	Rs.	Units	Rs.
Units at the Beginning of the Period	31,617,403	637,655,172	36,085,731	684,702,617
Units Issued During the Period	8,442,770	176,103,251	34,351,439	673,962,462
Units Redeemed/ Cancelled during the Period	(23,751,771)	(488,003,219)	(38,819,768)	(760,246,911)
Increase in Net Assets Attributable to unit holders	-	29,512,796	-	39,237,004
Units at the end of the period	<u>16,308,401</u>	<u>355,268,000</u>	<u>31,617,403</u>	<u>637,655,172</u>
Net assets value as per valuation	<u>16,308,401</u>	<u>355,268,000</u>	<u>31,617,403</u>	<u>637,655,172</u>

The creation price and the redemption price was at Rs. 21.7844 per unit (31.03.2022 - Rs. 20.1679) as at 30th September 2022.

Corporate Information

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