

# PREMIER WEALTH FUNDS

## PREMIER WEALTH FUNDS INTERIM REPORT 30<sup>th</sup> September 2019

Trustee & Custodian



Fund Manager



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## Fund Manager's Review

### Our Valued Investors,

It is with great pleasure that we present the Interim Annual Report for the six months ending 30<sup>th</sup> September 2019 to our valued investors.

With the unfortunate Easter Sunday attack, Sri Lankan tourism industry along with the country's economy took a major toll. The Unit Trust industry too faced a serious challenge coupled with the last year's tax reform. Despite the market conditions, we are pleased to inform that Premier Wealth Management Limited (PWML) has managed to perform well throughout the period under review.

With the two-unit trust funds "Premier Money Market Fund" and "Premier Growth Fund", we cater to the liquidity needs and long-term capital appreciation needs of our unit holders. Furthermore, through providing investors with education on non-traditional investment avenues PWML could bring win-win solutions to investors, shareholders and to the investment culture at large.

What matters most to you – as our valued investors and partners, is that we are laying a solid foundation to provide you with attractive and sustainable returns in this long journey.

### ECONOMIC REVIEW

Sri Lankan economy recorded a slow growth of 1.6% (year-on-year) during the second quarter of 2019, compared to the growth of 3.7% per cent recorded in the first quarter of 2019. A notable slowdown was observed in the performance of the services related activities, which were impacted severely by the Easter Sunday attacks. Agriculture and Industry related activities had grown sluggishly in the second quarter of 2019. Accordingly, economic growth is likely to remain subdued in 2019, and a gradual recovery is expected over the medium term.

Sri Lankan external sector performed reasonably well during the period, particularly in the second half of 2019. Tourist arrivals recovered steadily by increasing 24.1% in August 2019 over the preceding month, while also narrowing the gap on a year-on-year basis.

The deficit in the trade account narrowed significantly during the first eight months of 2019 in comparison to corresponding period of 2018 due to a notable decline in import expenditure by 14.6% (year-on-year) which was further supported by the increase of export earnings by 2.4% (year-on-year).

Looking ahead, SDFR was further reduced to 7.00% after the previous rate cut to 7.5% following the Easter Sunday Attack in order to ease the Monetary Policy and Monetary conditions. The distressed tourism industry will have repercussions to the economy but it is expected to be bounce back to its growth momentum soon enough.

## Fund Manager's Review

### Fund Performance

Premier Growth Fund which focuses on investments in equity was able to record an annualized return of 4.62% (net of fees) for the period under review, whereas All Share Price Index of Colombo Stock Exchange has recorded 6.51% (annualized) for the same period. For stable returns, Premier Growth Fund has increased tactical exposure to corporate debt instrument resulting a positive yield over the period.

**PREMIER GROWTH FUND  
INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED  
30<sup>TH</sup> SEPTEMBER 2019**

**PREMIER GROWTH FUND  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2019**

|  | Note | Six months<br>period ended<br>30.09.2019<br>Rs. | Six months<br>period ended<br>30.09.2018<br>Rs. |
|--|------|---|---|
| <b>Investment Income</b>   |      |   |   |
| Dividend Income  |      | 4,403   | 9,791   |
| Interest Income  | 1    | 176,905   | 2,204   |
| Net Realized Gain on Financial Assets Held at Fair Value through Profit or Loss                    |      | 6,988   | (44,371)  |
| Net Change in Unrealized Gain/(Loss) on Financial Assets Held at Fair Value Through Profit or Loss |      | 9,087   | 3,263   |
| <b>Total Investment Income</b>   |      | <u>197,382</u>                                  | <u>(29,113)</u>                                 |
| <b>Expenses</b>  |      |   |   |
| Custodian Fee  |      | (69,000)  | -   |
| Audit Fee  |      | (53,132)  | (38,053)  |
| Transaction Cost   |      | -   | (2,849)   |
| Other Expenses   |      | (1,095)   | -   |
| <b>Total Operating Expenses</b>  |      | <u>(123,227)</u>                                | <u>(40,902)</u>                                 |
| <b>Net Operating Profit/(Loss)</b>   |      | <u>74,155</u>                                   | <u>(70,015)</u>                                 |
| Finance Charges  |      | (844)   | (1,125)   |
| <b>Profit/(Loss) After Deductions and Before Tax</b>   |      | <u>73,312</u>                                   | <u>(71,140)</u>                                 |
| Income Tax Expense   | 2    | -   | -   |
| <b>Profit/(Loss) After Distributions and Tax</b>   |      | <u>73,312</u>                                   | <u>(71,140)</u>                                 |
| <b>Increase/(Decrease) in Net Assets Attributable to Unit Holders</b>                              |      | <u><u>73,312</u></u>                            | <u><u>(71,140)</u></u>                          |

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

**PREMIER GROWTH FUND  
STATEMENT OF FINANCIAL POSITION  
AS AT 30<sup>TH</sup> SEPTEMBER 2019**

|  | Note | 30.09.2019<br>Rs. | 31.03.2019<br>Rs. |
|--|------|-------------------|-------------------|
| <b>Assets</b>  |      |                   |                   |
| Cash and Cash Equivalents  | 3    | 117,902           | 209,326           |
| Receivable on Unit Creations   |      | -                 | 2,600,000         |
| Financial Assets - Fair value Through Profit or Loss                         | 4    | 100,298           | 93,310            |
| Financial Assets Measured at Amortised Cost                                  | 5    | 3,005,251         | 301,058           |
| Income Tax Receivable  | 6    | 59,669            | 58,180            |
| Other Receivables  | 7    | 36,876            | -                 |
| <b>Total Assets</b>  |      | <b>3,319,996</b>  | <b>3,261,874</b>  |
| <b>Unit Holders' Funds and Liabilities</b>                                   |      |                   |                   |
| <b>Liabilities</b>   |      |                   |                   |
| Accrued Expenses and Other Payables  | 8    | 64,446            | 112,885           |
| <b>Total Liabilities (Excluding Net Assets Attributable to Unit Holders)</b> |      | <b>64,446</b>     | <b>112,885</b>    |
| <b>Unit Holders' Funds</b>   |      |                   |                   |
| Net Assets Attributable to Unit Holders                                      |      | 3,255,551         | 3,148,989         |
| <b>Total Unit Holders' Funds and Liabilities</b>                             |      | <b>3,319,996</b>  | <b>3,261,874</b>  |

These Financial Statements were approved by the Board of Directors of Management Company on 16<sup>th</sup> December 2019.

  
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**Premier Wealth Management Limited**  
**Fund Management Company**

  
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**Premier Wealth Management Limited**  
**Fund Management Company**

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

**PREMIER GROWTH FUND  
STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2019**

|   | Six Months<br>Period Ended<br>30.09.2019 | Six Months<br>Period Ended<br>30.09.2018 |
|---|--|--|
| Note  | Rs.                                      | Rs.                                      |
| <b>Cash Flows From/(Used in) Operating Activities</b>                   |  |  |
| Interest Received   | 79,321                                   | 2,204                                    |
| Dividend Received   | 3,912                                    | 9,791                                    |
| Net Realized Gain on Equity Investments                                 | 6,988                                    | (44,371)                                 |
| Tax Paid  | (1,489)                                  | (77)                                     |
| Operating Expenses Paid   | (172,510)                                | (91,795)                                 |
| Net Investment in Financial Assets Measured at Amortised Cost           | -  | 19,321                                   |
| Net Investment in Financial Assets at Fair Value Through Profit or Loss | (2,640,895)                              | 285,086                                  |
| <b>Net Cash Flows From Operating Activities</b>                         | <b>(2,724,673)</b>                       | <b>180,159</b>                           |
| <b>Cash Flows From/(Used in) Financing Activities</b>                   |  |  |
| Cash Received on Creation of Units                                      | 2,633,250                                | 4,767                                    |
| Cash Paid on Cancellation of Units                                      | -  | (662,107)                                |
| <b>Net Cash Flows From/(Used in) Financing Activities</b>               | <b>2,633,250</b>                         | <b>(657,340)</b>                         |
| Net Increase/(Decrease) in Cash and Cash Equivalents                    | (91,423)                                 | (477,181)                                |
| Cash and Cash Equivalents at the Beginning of the Financial Period      | 209,325                                  | 499,277                                  |
| Cash and Cash Equivalents at the End of the Financial Period            | <b>117,902</b>                           | <b>22,096</b>                            |

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



**PREMIER GROWTH FUND  
STATEMENT OF CHANGES IN UNITHOLDERS' FUNDS  
FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2019**

|  | 2019/2020<br>Rs. | 2018/2019<br>Rs. |
|--|------------------|------------------|
| Unit Holders' Funds at the Beginning of the Period             | 3,148,989        | 988,361          |
| Increase/(Decrease) in Net Assets Attributable to Unit Holders | 73,312           | (150,030)        |
| Received on Unit Creations                                     | 33,250           | 3,127,245        |
| Payments on Unit Redemptions                                   | -                | (816,587)        |
| Unit Holders' Funds at the End of the Period                   | <u>3,255,551</u> | <u>3,148,989</u> |

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

|   | Six Months<br>Period Ended<br>30.09.2019<br>Rs. | Six Months<br>Period Ended<br>30.09.2018<br>Rs. |
|---|---|---|
| <b>1 Interest income from financial assets not held at fair value through profit or loss</b>                                  |   |   |
| Interest Received on Repos  | 20,196  | -   |
| Interest Received on T -Bonds   | 37,766  | -   |
| Interest Received on Deposits   | 103,092   | -   |
| Interest Received On Debenture  | 15,849  | -   |
| Interest on Savings Deposits  | -   | 2,204   |
|   | <u>176,904</u>                                  | <u>2,204</u>                                    |
| <b>2 Income tax expense</b>   |   |   |
| Income Tax Recognized in Profit or Loss (Note 2.1)  | -   | -   |
| <b>2.1 A Reconciliation between Tax Expense and the Accounting Profit multiplied by the Statutory Tax Rate is as follows.</b> |   |   |
| Accounting Profit Chargeable for Current Tax  | 73,312  | (71,140)  |
| Tax effect on Chargeable Profits  | -   | -   |
| Tax effect on Allowable Income  | -   | -   |
| Tax effect on Disallowable Expenses   | 109   | -   |
| Tax effect on Trade Losses  | -   | -   |
| Current Tax Expense   | <u>109</u>                                      | <u>-</u>  |
| <b>2.2 A breakdown for the unutilized tax loss balance is as follows:</b>   |   |   |
| Carried Forward Unutilized Tax Losses   | 642,677   | 642,677   |
| Tax Losses incurred During the Period   | -   | -   |
| Brought Forward Unutilized Tax Losses   | <u>642,677</u>                                  | <u>642,677</u>                                  |

The fund has not recognized deferred tax asset as at 30<sup>th</sup> September 2019 due to the fund being unable to assess with reasonable certainty that taxable profits would be available to recover the asset in the foreseeable future against which the tax losses amounting Rs. 642,677/- (31.03.2019 - Rs. 642,677/-) can be utilized.

|   | 30.09.2019    |                | 31.03.2019        |                   |
|---|---------------|----------------|-------------------|-------------------|
|   | Rs.           |                | Rs.               |                   |
| <b>3 Cash and cash equivalents</b>                            |               |                |                   |                   |
| Cash at bank - Hatton National Bank PLC                       |               | 117,902        |                   | 102,466           |
| Cash at CDS accounts  |               | -              |                   | 106,860           |
|   |               | <u>117,902</u> |                   | <u>209,326</u>    |
| <b>4 Financial Assets - Fair Value Through Profit or Loss</b> |               |                |                   |                   |
|   | 30.09.2019    |                | 31.03.2019        |                   |
|   | No. of Shares | Market Value   | No. of Shares     | Market Value      |
| <b>Diversified Holdings</b>                                   |               |                |                   |                   |
| Remuka Holdings PLC   | 1,965         | 32,619         | 1,965             | 26,331            |
|   | <u>1,965</u>  | <u>32,619</u>  | <u>1,965</u>      | <u>26,331</u>     |
| <b>Manufacturing</b>  |               |                |                   |                   |
| Textured Jersey Lanka PLC                                     | 695           | 24,673         | 695               | 21,128            |
|   | <u>695</u>    | <u>24,673</u>  | <u>695</u>        | <u>21,128</u>     |
| <b>Power and Energy</b>                                       |               |                |                   |                   |
| Vallible Power Erathna PLC                                    | 1,392         | 8,352          | 1,392             | 8,213             |
|   | <u>1,392</u>  | <u>8,352</u>   | <u>1,392</u>      | <u>8,213</u>      |
| <b>Land &amp; Property</b>                                    |               |                |                   |                   |
| Overseas Realty (Ceylon) PLC                                  | 2,295         | 34,655         | 2,295             | 37,638            |
|   | <u>2,295</u>  | <u>34,655</u>  | <u>2,295</u>      | <u>37,638</u>     |
|   | <u>6,347</u>  | <u>100,298</u> | <u>6,347</u>      | <u>93,310</u>     |
|   |               |                |                   |                   |
|   |               |                | <b>30.09.2019</b> | <b>31.03.2019</b> |
|   |               |                | Rs.               | Rs.               |
| <b>5 Financial assets measured at amortised cost</b>          |               |                |                   |                   |
| Investment in Treasury Bond                                   |               |                | 1,181,648         | -                 |
| Investment in Deposit   |               |                | 1,212,257         | 301,058           |
| Investment in Debenture - Listed                              |               |                | 611,346           | -                 |
|   |               |                | <u>3,005,251</u>  | <u>301,058</u>    |

|  | 30.09.2019<br>Rs. | 31.03.2019<br>Rs. |
|--|-------------------|-------------------|
| <b>6 Income Tax Receivable</b>               |                   |                   |
| Balance at the Beginning of the Period       | 58,181            | 58,103            |
| Income Tax Expense for the Period            | -                 | -                 |
| Withholding Taxes Deducted During the Period | 1,489             | 77                |
| Write-off of Tax Receivable                  | -                 | -                 |
| Balance at the end of the Period             | <u>59,669</u>     | <u>58,180</u>     |
| <b>7 Other Receivables</b>                   |                   |                   |
| Dividend Receivable                          | 491               | -                 |
| Interest Receivable on Treasury Bond         | 20,446            | -                 |
| Interest Receivable on Debenture             | 15,939            | -                 |
| Interest Receivable on Deposit               | -                 | -                 |
|  | <u>36,876</u>     | <u>-</u>          |
| <b>8 Accrued Expenses and Other Payables</b> |                   |                   |
| Custodian Fees                               | 11,313            | 16,282            |
| Audit Fees                                   | 53,133            | 96,603            |
|  | <u>64,446</u>     | <u>112,885</u>    |

**9 Capital Management**

The fund's capital is represented by redeemable units with no par value and is reflected in the statement of financial position as amount attributable to unit holders. Movement in number of units and net assets attributable to unitholders during the period were as follows;

|   | 30.09.2019       |                  | 31.03.2019       |                  |
|---|------------------|------------------|------------------|------------------|
|   | Units            | Rs.              | Units            | Rs.              |
| Units as at beginning of the period                 | 558,133.2        | 3,148,989        | 120,177.1        | 988,361          |
| Units issued during the period                      | 1,009.4          | 33,250           | 551,232.4        | 3,127,245        |
| Units redeemed/ cancelled during the period         | (89,921.0)       | -                | (113,276.3)      | (816,587)        |
| Increase in net assets attributable to unit holders | -                | 73,312           | -                | (150,030)        |
| Units as at end of the period                       | <u>469,221.6</u> | <u>3,255,551</u> | <u>558,133.2</u> | <u>3,148,989</u> |
| Adj: Income Tax Receivables                         | -                | -                | -                | (58,180)         |
| Other Audit Adjustments                             | -                | -                | -                | -                |
| Net Assets as per Valuation                         | <u>469,221.6</u> | <u>3,255,551</u> | <u>558,133.2</u> | <u>3,090,809</u> |

The creation price was at Rs. 5.96 per unit (31.03.2019 - Rs. 5.82) and the redemption price was at Rs. 5.66 (31.03.2019 - Rs. 5.53) as at 30<sup>th</sup> September 2019.

## Fund Manager's Review

### Fund Performance

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 six months ended 30<sup>th</sup> September 2019, fund managed to achieve an 11.05% annualized yield, net of fees, compared to 8.73% annualized yield the fund achieved in for the same period in 2017/2018.

**PREMIER MONEY MARKET FUND  
INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTH PERIOD ENDED  
30<sup>TH</sup> SEPTEMBER 2019**

**PREMIER MONEY MARKET FUND  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2019**

|   | Note | Six Months<br>Period Ended<br>30.09.2019<br>Rs. | Six Months<br>Period Ended<br>30.09.2018<br>Rs. |
|---|------|---|---|
| <b>Investment Income</b>                                    |      |   |   |
| Interest Income   | 1    | 7,865,306                                       | 11,518,109                                      |
| Other Income  |      | 54,750  | -   |
| <b>Total Investment Income</b>                              |      | <u>7,920,056</u>                                | <u>11,518,109</u>                               |
| <b>Expenses</b>   |      |   |   |
| Management Fees   |      | (236,415)                                       | (428,884)                                       |
| Trustee and Custodian Fees                                  |      | (293,364)                                       | (420,215)                                       |
| Brokerage for Debentures                                    |      | (10)  | -   |
| Audit Fees  |      | (72,453)  | (52,324)  |
| Other Expenses  |      | -   | (9,205)   |
| <b>Total Operating Expenses</b>                             |      | <u>(602,242)</u>                                | <u>(910,628)</u>                                |
| <b>Net Operating Profit</b>                                 |      | <u>7,317,814</u>                                | <u>10,607,481</u>                               |
| Finance Cost  | 2    | (14,004)  | (33,650)  |
| <b>Net Operating Profit after Deductions and Before Tax</b> |      | <u>7,303,810</u>                                | <u>10,573,831</u>                               |
| Income Tax Expense  | 3    | -   | -   |
| <b>Increase in Net Assets Attributable to Unit Holders</b>  |      | <u><u>7,303,810</u></u>                         | <u><u>10,573,831</u></u>                        |

The Notes from 1 to 10 form an Integral Part of these Financial Statements.

**PREMIER MONEY MARKET FUND  
STATEMENT OF FINANCIAL POSITION  
AS AT 30<sup>TH</sup> SEPTEMBER 2019**

|  | Note | 30.09.2019<br>Rs.  | 31.03.2019<br>Rs.  |
|--|------|--------------------|--------------------|
| <b>Assets</b>  |      |                    |                    |
| Cash and Cash Equivalents  | 4    | 32,320             | 85,181             |
| Receivable on Unit Creation  |      | -                  | 25,198             |
| Income Tax Receivable  | 5    | 3,209,872          | 3,209,871          |
| Financial Assets Measured at Amortised Cost                                  | 6    | 169,737,269        | 157,326,251        |
| Other Assets   | 7    | 8,663              | -                  |
| <b>Total Assets</b>  |      | <b>172,988,124</b> | <b>160,646,501</b> |
| <b>Unit Holders' Funds and Liabilities</b>                                   |      |                    |                    |
| <b>Liabilities</b>   |      |                    |                    |
| Accrued Expenses   | 8    | 174,088            | 288,271            |
| Other Financial Liabilities  | 9    | 200,000            | 10,100,000         |
| <b>Total Liabilities (Excluding Net Assets Attributable to Unit Holders)</b> |      | <b>374,088</b>     | <b>10,388,271</b>  |
| <b>Unit Holders' Funds</b>   |      |                    |                    |
| Net Assets Attributable to Unit Holders                                      |      | 172,614,036        | 150,258,230        |
| <b>Total Unit Holders' Funds and Liabilities</b>                             |      | <b>172,988,124</b> | <b>160,646,501</b> |

These financial statements were approved by the Board of Directors of Management Company on 16<sup>th</sup> December 2019.

Premier Wealth Management Limited  
Fund Management Company

Premier Wealth Management Limited  
Fund Management Company

The Notes from 1 to 10 form an Integral Part of these Financial Statements.



**PREMIER MONEY MARKET FUND  
STATEMENT OF CHANGES IN UNITHOLDERS' FUNDS  
FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2019**

|   | 2019/2020<br>LKR.<br>Rs. | 2018/2019<br>LKR.<br>Rs. |
|---|--------------------------|--------------------------|
| Unit holders' Funds at the Beginning of the Period  | 150,258,230              | 245,796,229              |
| Increase in Net Assets Attributable to Unit Holders | 7,303,810                | 19,736,158               |
| Received on Unit Creations                          | 56,208,202               | 21,831,738               |
| Payments on Unit Redemptions                        | (41,156,206)             | (137,105,895)            |
| Unit Holders' Funds at the end of Period            | <u>172,614,036</u>       | <u>150,258,230</u>       |

The Notes from 1 to 10 form an Integral Part of these Financial Statements.

**PREMIER MONEY MARKET FUND  
STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER 2019**

|   | <b>Six Months<br/>Period Ended<br/>30.09.2019</b> | <b>Six Months<br/>Period Ended<br/>30.09.2018</b> |
|---|---|---|
|   | <b>Rs.</b>  | <b>Rs.</b>  |
| <b>Cash Flows From/ (Used in) Operating Activities</b>      |   |   |
| Interest Received   | 6,549,928   | 22,499,910  |
| Net Investment in Securities                                | (11,095,640)                                      | 119,026,354                                       |
| Net Increase in Financial Liabilities                       | (9,900,000)                                       | (111,481,451)                                     |
| Tax Paid  | (1)   | (1,870)   |
| Operating Expenses Paid                                     | (716,425)   | (1,196,460)                                       |
| Placement Fee Income Received                               | 54,750  | -   |
| <b>Net Cash Flows Used in Operating Activities</b>          | <b>(15,107,388)</b>                               | <b>28,846,483</b>                                 |
| <b>Cash Flows From/(Used in) Financing Activities</b>       |   |   |
| Cash Received on Creation of Units                          | 56,233,400  | 21,202,380  |
| Cash Paid on Redemption of Units                            | (41,156,206)                                      | (47,101,801)                                      |
| Interest Paid on Borrowings                                 | (14,004)  | (33,650)  |
| Accounts Receivable   | (8,663)   | -   |
| <b>Net Cash Flows from Financing Activities</b>             | <b>15,054,527</b>                                 | <b>(25,933,071)</b>                               |
| Net Increase in Cash and Cash Equivalents                   | (52,861)  | 2,913,412   |
| Cash and Cash Equivalents at the Beginning of the Period    | 85,181  | 478,306   |
| Cash and Cash Equivalents at the End of the Period (Note 4) | <b>32,320</b>                                     | <b>3,391,718</b>                                  |

The Notes from 1 to 10 form an Integral Part of these Financial Statements.

|   | Six Months<br>Period Ended<br>30.09.2019<br>Rs. | Six Months<br>Period Ended<br>30.09.2018<br>Rs. |
|---|---|---|
| <b>1 Interest Income</b>  |   |   |
| Interest on Repos   | 290,641   | 313,031   |
| Interest on Trust Certificate   | 1,972,429                                       | 8,637,346                                       |
| Interest on Deposits  | 2,753,260                                       | 2,458,491                                       |
| Interest on Commercial Papers   | 2,848,976                                       | 109,241   |
|   | <u>7,865,306</u>                                | <u>11,518,109</u>                               |
| <b>2 Finance Cost</b>   |   |   |
| Bank Charges  | 14,004  | 33,650  |
|   | <u>14,004</u>                                   | <u>33,650</u>                                   |
| <b>3 Income Tax Expense</b>   |   |   |
| Income Tax Recognized in Profit or Loss (Note 3.1)  | -   | -   |
| <b>3.1 The Tax Charges for the Period Reconciled to the Accounting Profit as follows:</b> |   |   |
| Accounting Profit Chargeable for Current Tax  | 7,303,810                                       | 10,573,831                                      |
| Tax Effect on Chargeable Profits  | -   | -   |
| <i>Adjusted for the Tax Effect of:</i>  | -   | -   |
| Tax Effect on Allowable Credits   | -   | -   |
| Tax Effect on Non Deductible Expenses   | -   | -   |
| Interest Received Relevant to Prior Period  | -   | -   |
| Interest Receivable on Fixed deposits   | -   | -   |
| Current Tax Expense   | <u>-</u>  | <u>-</u>  |
| Effective Tax Rate  | 0.00%   | 0.00%   |

|  | 30.09.2019         | 31.03.2019         |
|--|--------------------|--------------------|
|  | Rs.                | Rs.                |
| <b>4 Cash at Bank</b>                                |                    |                    |
| Cash at Bank - HNB Bank                              | <u>32,320</u>      | <u>85,181</u>      |
| <b>5 Income Tax Receivable</b>                       |                    |                    |
| Balance at the Beginning of the Period               | 3,209,871          | 3,209,165          |
| <i>Current Tax Assets</i>                            |                    |                    |
| Withholding Tax Receivable                           | <u>1</u>           | <u>706</u>         |
|  | 3,209,872          | 3,209,871          |
| <i>Current Tax Liabilities</i>                       |                    |                    |
| Income Tax Payable                                   | <u>-</u>           | <u>-</u>           |
| Balance at the End of the Period                     | <u>3,209,872</u>   | <u>3,209,871</u>   |
| <b>6 Financial Assets Measured at Amortised Cost</b> |                    |                    |
| Investment in Treasury Bills Repos                   | 12,872,539         | 15,210,744         |
| Investment in Trust Certificate                      | 51,572,868         | 38,018,070         |
| Investment in Deposits                               | 27,686,604         | 104,097,437        |
| Investment in Commercial Papers                      | <u>77,605,258</u>  | <u>-</u>           |
|  | <u>169,737,269</u> | <u>157,326,251</u> |
| <b>7 Other Assets</b>                                |                    |                    |
| Other Receivables                                    | <u>8,663</u>       | <u>-</u>           |
|  | <u>8,663</u>       | <u>-</u>           |
| <b>8 Accrued Expenses</b>                            |                    |                    |
| Management Fees                                      | 47,680             | 73,931             |
| Trustee Fees   | 31,331             | 48,583             |
| Custodian Fees                                       | 22,623             | 34,026             |
| Auditor's Remuneration                               | <u>72,454</u>      | <u>131,731</u>     |
|  | <u>174,088</u>     | <u>288,271</u>     |
| <b>9 Other Financial Liabilities</b>                 |                    |                    |
| Accounts Payable                                     | 200,000            | -                  |
| Payable on Unit Cancelled                            | <u>-</u>           | <u>10,100,000</u>  |
|  | <u>200,000</u>     | <u>10,100,000</u>  |

**10 Capital Management**

The fund's capital is represented by redeemable units with no par value and is reflected in the statement of financial position as amount attributable to unit holders. Movement in number of units and net assets attributable to unit holders during the period were as follows;

|   | 30.09.2019         |                    | 31.03.2019         |                    |
|---|--------------------|--------------------|--------------------|--------------------|
|   | Units              | Rs.                | Units              | Rs.                |
| Units at the Beginning of the Period                | 9,559,388.8        | 150,258,230        | 17,190,357.0       | 245,796,229        |
| Units Issued During the Period                      | 1,505,663.4        | 56,208,202         | 1,537,207.3        | 21,831,738         |
| Units Redeemed/ Cancelled during the Period         | (3,259,082.6)      | (41,156,206)       | (9,168,175.5)      | (137,105,895)      |
| Increase in Net Assets Attributable to unit holders | -                  | 7,303,810          | -                  | 19,736,158         |
| Units at the end of the period                      | <u>7,805,969.6</u> | <u>172,614,036</u> | <u>9,559,388.8</u> | <u>150,258,230</u> |

The creation price and the redemption price was at Rs. 16.2350 per unit (31.03.2019 - Rs. 15.3826) as at 30<sup>th</sup> September 2019.

## Corporate Information

|                         |   |
|-------------------------|---|
| Fund Manager/ Registrar | Premier Wealth Management Limited<br>No. 02, Gower Street,<br>Colombo 05.<br>T: +94 11 2554110<br>F: +94 11 2504138<br><a href="http://www.premierwealth.lk">www.premierwealth.lk</a>                   |
| Trustee and Custodian   | HNB Bank PLC<br>No. 479, T B Jayah Mawatha,<br>Colombo 10<br>T: +94 11 2660703<br>F: +94 11 2682659<br><a href="http://www.hnb.net">www.hnb.net</a>   |
| Fund Auditors           | SJMS Associates<br>No. 02 Level 4 Castle Lane<br>Bambalapitiya<br>Colombo 4.<br>T: +94 11 2580409<br>F: +94 11 2582452<br><a href="http://www.deloitte.com">www.deloitte.com</a>                        |
| Bankers                 | HNB Bank PLC<br>No. 479, T B Jayah Mawatha,<br>Colombo 10<br>T: +94 11 2664664<br>F: +94 11 2662832<br><a href="http://www.hnb.net">www.hnb.net</a>   |
| Lawyers                 | Nithya Partners<br>Attorneys -at-Law<br>97A, Galle Road, Colombo 3<br>T: +94 11 2335579<br>T: +94 11 2335908<br>F: +94 11 2328817<br><a href="http://www.nithyapartners.com">www.nithyapartners.com</a> |



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