

**FIRST CAPITAL MONEY MARKET FUND
INTERIM FINANCIAL STATEMENTS
FOR SIX MONTHS ENDED 30 SEPTEMBER 2017**



First Capital

REPORT OF THE MANAGER

We have pleasure in presenting the unaudited Interim Financial Statements of First Capital Money Market Fund for six months ended 30 September 2017.

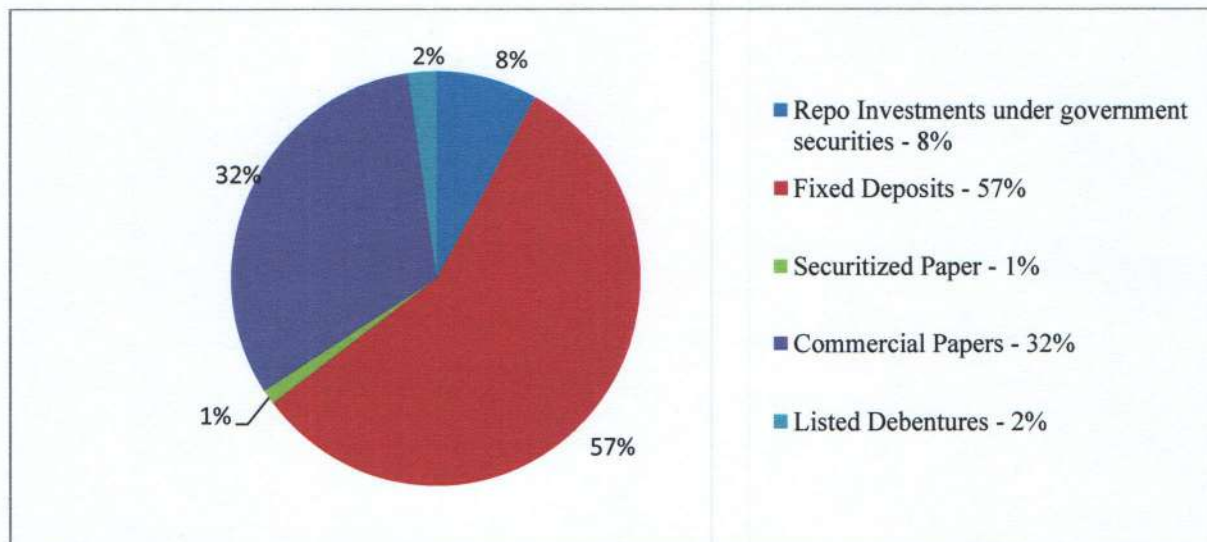
Fund Performance

First Capital Money Market Fund reported net profit after tax of Rs. 68Mn for the first half of financial year 2017/18 compared to Rs. 52Mn in the corresponding period of the last year. The fund reported a return of 12.42% (annualised) for six months ended 30 September 2017 compared to 9.69% (annualised) return for the similar corresponding period of 2016/17. The Funds under management increased substantially to Rs. 3.62Bn compared to Rs. 374Mn at the beginning of the year.

Net Capital infused by the Unitholders for the period under review is Rs. 3.18Bn. Unitholders' funds represent 2,811,819 units as at 30 September 2017.

Asset Allocation as at 30 September 2017 (%)

The asset allocation of the Fund as at the reporting date is as follows.



Appreciations

We would like to extend our sincere gratitude to our valued unit holders for the confidence placed in us. We also place on record our appreciation for the unstinted support and cooperation extended by the Trustee, Bank of Ceylon and Securities and Exchange Commission of Sri Lanka.

FIRST CAPITAL ASSET MANAGEMENT LIMITED

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Company Reg. No : PB 187

FIRST CAPITAL MONEY MARKET FUND
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For Six months ended 30 September

	2017 Unaudited Rs.	2016 Unaudited Rs.
Income	72,399,619	58,125,739
Direct expenses	(51,726)	(412,500)
Net trading income	72,347,893	57,713,239
Other income	140,725	133,143
Gain on fair valuation of financial investments - held for trading	497,391	2,560,316
	72,986,009	60,406,698
Operating expenses	(4,100,435)	(3,875,056)
Profit before taxation	68,885,574	56,531,642
Income tax expenses	(1,223,994)	(4,210,307)
Profit for the period	67,661,580	52,321,335
Increase in net assets attributable to unit holders	67,661,580	52,321,335

Figures in brackets indicate deductions.

The notes form an integral part of these financial statements.

**FIRST CAPITAL MONEY MARKET FUND
STATEMENT OF FINANCIAL POSITION**

As at	30.09.2017 Unaudited Rs.	31.03.2017 Audited Rs.
Assets		
Cash at bank	2,447,118	1,184,372
Financial investments - held for trading	1,277,666,902	268,733,892
Financial investments - loans and receivables	2,335,368,146	100,756,942
Taxes receivable	2,147,717	1,647,999
Other receivables	1,891,228	2,926,655
Total assets	<u>3,619,521,111</u>	<u>375,249,860</u>
Liabilities		
Creditors and accruals	2,052,627	833,596
Total liabilities	<u>2,052,627</u>	<u>833,596</u>
Unit holders' funds		
Net assets attributable to unit holders	3,617,468,484	374,416,264
	<u>3,617,468,484</u>	<u>374,416,264</u>
Total unit holders' funds and liabilities	<u>3,619,521,111</u>	<u>375,249,860</u>
Net asset per unit	1,286.52	1,212.88

The notes form an integral part of these financial statements.

The Managing Company of First Capital Money Market Fund is responsible for the preparation and presentation of these Financial Statements in accordance with the Sri Lanka Accounting Standards.

Approved by the Managing Company and the trustee on 8 December 2017.



Mangala Jayashantha
Chief Financial Officer
First Capital Asset Management Limited
Fund Management Company



Dilshan Wirasekara
Director / Chief Executive Officer
First Capital Asset Management Limited
Fund Management Company



Dinesh Schaffter
Managing Director
First Capital Asset Management Limited
Fund Management Company

Bank of Ceylon
Trustee



**FIRST CAPITAL MONEY MARKET FUND
STATEMENT OF CHANGES IN UNIT HOLDERS' FUNDS**

For Six months ended 30 September 2017	Unit holders' Capital Rs.	Retained Earnings Rs.	Unit holders' Funds Rs.
Balance as at 01 April 2016 (Audited)	1,156,129,733	100,911,393	1,257,041,126
Capital infused	986,272,718	-	986,272,718
Capital redeemed	(1,605,772,748)	-	(1,605,772,748)
Increase in net assets attributable to unit holders	-	52,321,335	52,321,335
Balance as at 30 September 2016 (Unaudited)	<u>536,629,703</u>	<u>153,232,728</u>	<u>689,862,431</u>
Balance as at 01 April 2017 (Audited)	182,792,208	191,624,056	374,416,264
Capital infused	3,871,103,599	-	3,871,103,599
Capital redeemed	(695,712,959)	-	(695,712,959)
Increase in net assets attributable to unit holders	-	67,661,580	67,661,580
Balance as at 30 September 2017 (Unaudited)	<u>3,358,182,848</u>	<u>259,285,636</u>	<u>3,617,468,484</u>

Figures in brackets indicate deduction

The notes form an integral part of these financial statements.

**FIRST CAPITAL MONEY MARKET FUND
STATEMENT OF CASH FLOWS**

For Six months ended 30 September

	2017 Unaudited Rs.	2016 Unaudited Rs.
Cash flows from operating activities		
Profit before taxation	68,885,574	56,531,642
Adjustment for :		
Gain on fair value of financial investments - held for trading	(497,391)	(2,560,316)
Operating profit before working capital changes	<u>68,388,183</u>	<u>53,971,326</u>
(Increase)/ decrease in financial investments - held for trading	(1,008,435,618)	194,319,765
(Increase)/ decrease in financial investments - loans and receivables	(2,234,611,205)	505,409,356
(Increase)/ decrease in receivables	1,035,428	-
Increase/ (decrease) in creditors and accruals	1,219,031	(361,407)
Increase/ (decrease) in payables under repurchase agreements	-	(78,017,589)
Cash flow generated from/ (used in) operations	<u>(3,172,404,181)</u>	<u>675,321,451</u>
Tax paid	(1,723,713)	(4,394,827)
Net cash flows from/ (used in) operating activities	<u>(3,174,127,894)</u>	<u>670,926,624</u>
Net cash flows from/(used in) investing activities	<u>-</u>	<u>-</u>
Cash flows from financing activities		
Capital infused/ (redeemed) by unit holders	3,175,390,640	(619,500,030)
Dividend paid	-	-
Net cash flows from/ (used in) financing activities	<u>3,175,390,640</u>	<u>(619,500,030)</u>
Net increase/ (decrease) in cash and cash equivalents	<u>1,262,746</u>	<u>51,426,594</u>
Cash and cash equivalents at the beginning of the period	1,184,372	(46,274,244)
Cash and cash equivalents at the end of the period	<u>2,447,118</u>	<u>5,152,350</u>

Figures in brackets indicate deductions.

The notes form an integral part of these financial statements.

**FIRST CAPITAL MONEY MARKET FUND
NOTES TO THE FINANCIAL STATEMENTS**

1. The number of Units represented by unitholders' funds as at 30 September 2017 is 2,811,819.
2. The above figures are subject to audit. The same accounting policies as in the Audited Financial Statements for the year ended 31 March 2017 have been followed in the preparation of the above financial statements.
3. There have been no material commitment and contingent liabilities as at the reporting date which require disclosures in the financial statements (No commitment and contingent liabilities as at 31 March 2017).
4. There have been no material events after the reporting period which require adjustments/ disclosures in the financial statements.