

**FIRST CAPITAL EQUITY FUND
INTERIM FINANCIAL STATEMENTS
FOR SIX MONTHS ENDED 30TH SEPTEMBER 2019**



First Capital

REPORT OF THE MANAGER

We have pleasure in presenting the unaudited Interim Financial Statements of First Capital Equity Fund for the six months ended 30th September 2019.

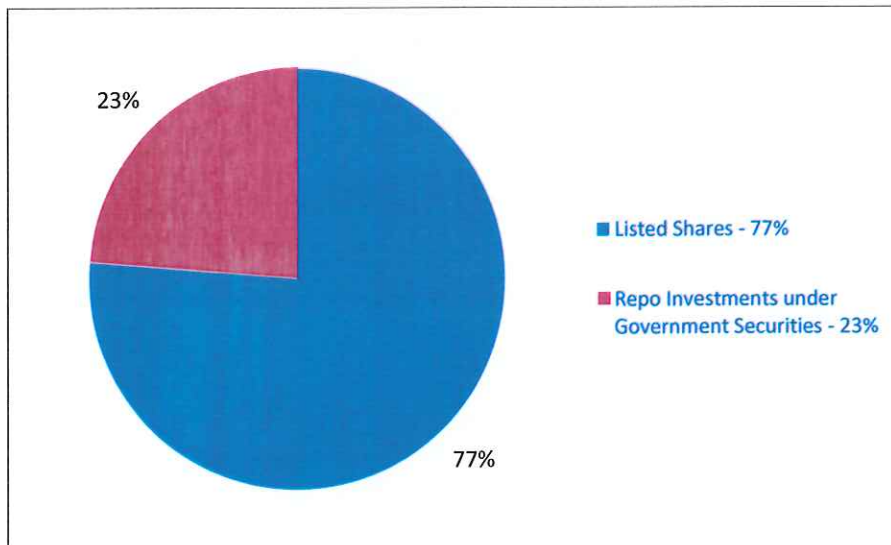
Fund Performance

First Capital Equity Fund reported a net Profit after tax of Rs. 4.3Mn for the first half of financial year 2019/20 compared to a net loss after tax of Rs. 10.2Mn in the corresponding period of the last year.

The Fund reported a return of 9.56% for the six months ended 30th September 2019 compared to negative return of 15.94% for the corresponding period of 2018/19. The funds under management increased to Rs. 52.0Mn as at 30th September 2019 from Rs. 51.4Mn at the commencement of the year. Unit holder's funds represent 60,096 units as at 30th September 2019.

Asset Allocation as at 30th September 2019 (%)

The asset allocation of the Fund as at 30th September 2019 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 The Securities and Exchange Commission of Sri Lanka.

FIRST CAPITAL ASSET MANAGEMENT LIMITED

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Company Reg. No: PB 187

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

For Six Months ended 30th September

	2019 Unaudited Rs.	2018 Unaudited Rs.
Income	1,190,095	957,383
Direct expenses	-	(222)
Net trading income	<u>1,190,095</u>	<u>957,161</u>
Gain/(Loss) on fair valuation of financial assets - fair value through profit or loss	3,664,942	(10,715,826)
	<u>4,855,037</u>	<u>(9,758,665)</u>
Administration and other operating expenses	(525,119)	(434,155)
Profit / (Loss) before taxation	<u>4,329,918</u>	<u>(10,192,820)</u>
Income tax expenses	-	-
Profit / (Loss) for the period	<u>4,329,918</u>	<u>(10,192,820)</u>
Increase / (Decrease) in net assets attributable to unit holders	<u>4,329,918</u>	<u>(10,192,820)</u>

Figures in brackets indicate deductions.

The notes form an integral part of these financial statements.


**FIRST CAPITAL EQUITY FUND
STATEMENT OF FINANCIAL POSITION**


As at	30.09.2019 Unaudited Rs.	31.03.2019 Audited Rs.
Assets		
Cash at bank	507,036	456,855
Financial assets - at fair value through profit or loss	40,065,901	36,328,002
Financial assets - at amortised cost	11,650,168	14,585,806
Taxes receivable	306,964	306,964
Other receivables	-	240,856
Total Assets	52,530,069	51,918,483
Liabilities		
Accruals and other payables	490,262	469,794
Total Liabilities	490,262	469,794
Unit holders' funds		
Net assets attributable to unit holders	52,039,807	51,448,689
	52,039,807	51,448,689
Total unit holders' funds and liabilities	52,530,069	51,918,483
Net assets per unit (Rs.)	865.95	790.36

The notes form an integral part of these financial statements.

The Managing Company of First Capital Equity 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 9th December 2019.


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

FOR BANK OF CEYLON


Bank of Ceylon
Trustee

FIRST CAPITAL EQUITY FUND
STATEMENT OF CHANGES IN UNIT HOLDERS' FUNDS

For Six Months ended 30th September 2019

	Unit holders' Capital Rs.	Retained Earnings Rs.	Unit holders' Funds Rs.
Balance as at 01st April 2018 (Audited)	64,842,960	(889,875)	63,953,085
Capital infused during the period	17,859		17,859
Capital withdrawals made during the period	-		-
Decrease in net assets attributable to unit holders		(10,192,820)	(10,192,820)
Balance as at 30th September 2018 (Unaudited)	<u>64,860,819</u>	<u>(11,082,695)</u>	<u>53,778,124</u>
Balance as at 01st April 2019 (Audited)	64,825,004	(13,376,315)	51,448,689
Capital infused during the period	-	-	-
Capital withdrawals made during the period	(3,738,800)	-	(3,738,800)
Increase in net assets attributable to unit holders		4,329,918	4,329,918
Balance as at 30th September 2019 (Unaudited)	<u>61,086,204</u>	<u>(9,046,397)</u>	<u>52,039,807</u>

Figures in brackets indicate deduction.

The notes form an integral part of these financial statements.

**FIRST CAPITAL EQUITY FUND
STATEMENT OF CASH FLOWS**

For Six Months ended 30th September

	2019 Unaudited Rs.	2018 Unaudited Rs.
Cash flows from operating activities		
Profit / (Loss) before taxation	4,329,918	(10,192,820)
Adjustment for :		
Gain/(Loss) on fair valuation of financial assets - at fair value through profit or loss	(3,664,942)	10,715,826
Operating profit before working capital changes	<u>664,976</u>	<u>523,006</u>
(Increase)/ decrease in financial assets -at Fair Value through profit or loss	(72,957)	(4,175,588)
(Increase)/ decrease in financial assets -at amortised cost	2,935,638	2,550,954
(Increase)/ decrease in other receivables	240,856	774,292
Increase/ (decrease) in accruals and other payables	20,468	(59,110)
Cash flows generated from/ (used in) operations	<u>3,788,981</u>	<u>(386,446)</u>
Tax paid	-	-
Net cash flows from/ (used in) operating activities	<u>3,788,981</u>	<u>(386,446)</u>
Net cash flows from/ (used in) investing activities	<u>-</u>	<u>-</u>
Cash flows from financing activities		
Capital infused/ (redeemed) by unit holders (Net)	(3,738,800)	17,859
Net cash flows from/ (used in) financing activities	<u>(3,738,800)</u>	<u>17,859</u>
Net increase/ (decrease) in cash and cash equivalents during the year	<u>50,181</u>	<u>(368,587)</u>
Cash and cash equivalents at the beginning of the year	456,855	1,138,235
Cash and cash equivalents at the end of the year	<u>507,036</u>	<u>769,648</u>

Figures in brackets indicate deductions.

The notes form an integral part of these financial statements.

FIRST CAPITAL EQUITY FUND
NOTES TO THE FINANCIAL STATEMENTS

1. The number of Units represented by unitholders' funds as at 30th September 2019 is 60,096.
2. The above figures are subject to audit. The same accounting policies as in the Audited Financial Statements for the year ended 31st March 2019 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 31st March 2019).
4. There have been no material events after the reporting period which require adjustments/disclosures in these financial statements.

First Capital Equity Fund**Reconciliation for the Net Assets attributable to unit holders as at 30th September 2019**

	Rs.
Net Assets of the fund as at 30 th September 2019 excluding provision for financial assets - at amortised cost based on Expected Credit Loss (ECL) in line with SLFRS 9	52,039,807
Adjustment on provision for financial assets - at amortised cost based on Expected Credit Loss (ECL)	-
Net Assets of the fund as at 30 th September 2019 after considering the provision for financial assets - at amortised cost based on Expected Credit Loss (ECL) in line with SLFRS 9	52,039,807