

**FIRST CAPITAL GILT-EDGED 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 Gilt - Edged Fund for the six months ended 30th September 2019.

Fund Performance

First Capital Gilt - Edged Fund reported a net profit after tax of Rs. 1.84Mn for the first half of financial year 2019/20 compared to Rs. 1.81Mn in the corresponding period of last year. The Fund reported an annualised return of 7.28% for the six months ended 30th September 2019 compared to 7.11% (annualised) for the corresponding period of 2018/19. The Funds under management increased to Rs. 53Mn as at 30th September 2019 from Rs. 51Mn at the commencement of the year. Unit holder's funds represent 35,791 units as at 30th September 2019.

Asset Allocation as at 30th September 2019

The entire investment of the Fund comprised Repo Investments against Government Securities as at 30th September 2019.

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 GILT-EDGED FUND
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For Six Months ended 30th September

	2019 Unaudited Rs.	2018 Unaudited Rs.
Income	2,100,026	2,238,161
Direct expenses	-	(355)
Net trading income	<u>2,100,026</u>	<u>2,237,806</u>
Gain/(Loss) on fair valuation of financial assets - fair value through profit or loss	-	(160,390)
	<u>2,100,026</u>	<u>2,077,416</u>
Operating expenses	(263,839)	(264,290)
Profit before taxation	<u>1,836,187</u>	<u>1,813,126</u>
Income tax expenses	-	-
Profit for the period	<u>1,836,187</u>	<u>1,813,126</u>
Increase in net assets attributable to unit holders	<u>1,836,187</u>	<u>1,813,126</u>

Figures in brackets indicate deductions.

The notes form an integral part of these financial statements.

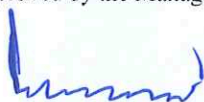
**FIRST CAPITAL GILT-EDGED FUND
STATEMENT OF FINANCIAL POSITION**

As at	30.09.2019 Unaudited Rs.	31.03.2019 Audited Rs.
Assets		
Cash at bank	133,758	182,741
Financial assets -at fair value through profit and loss	-	-
Financial assets -at amortised cost	49,921,462	48,121,436
Tax receivables	3,131,867	3,131,867
Total assets	<u>53,187,087</u>	<u>51,436,044</u>
Liabilities		
Accrued expenses and other liabilities	170,972	243,906
Total liabilities	<u>170,972</u>	<u>243,906</u>
Unit holders' funds		
Net assets attributable to unit holders	53,016,115	51,192,138
	<u>53,016,115</u>	<u>51,192,138</u>
Total unit holders' funds and liabilities	<u>53,187,087</u>	<u>51,436,044</u>
Net assets per unit	1,481.27	1,429.97

The notes form an integral part of these financial statements.

The Management Company of First Capital Gilt-Edged 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
Authorized Signatories
Trustee

FIRST CAPITAL GILT-EDGED FUND
STATEMENT OF CHANGES IN UNIT HOLDERS' FUNDS

For Six Months ended 30 th September 2019	Unit holders' Capital Rs.	Retained Earnings Rs.	Unit holders' Funds Rs.
Balance as at 01st April 2018 (Audited)	168,502,108	39,965,944	208,468,051
Capital infused during the period	39,851	-	39,851
Capital withdrawals made during the period	(161,029,323)		(161,029,323)
Increase in net assets attributable to unit holders	-	1,813,126	1,813,126
Balance as at 30th September 2018 (Unaudited)	<u>7,512,636</u>	<u>41,779,070</u>	<u>49,291,705</u>
Balance as at 01st April 2019 (Audited)	7,487,444	43,704,694	51,192,138
Capital infused during the period	2,000	-	2,000
Capital withdrawals made during the period	(14,210)	-	(14,210)
Increase in net assets attributable to unit holders		1,836,187	1,836,187
Balance as at 30th September 2019 (Unaudited)	<u>7,475,234</u>	<u>45,540,881</u>	<u>53,016,115</u>

Figures in brackets indicate deduction.

The notes form an integral part of these financial statements.

FIRST CAPITAL GILT-EDGED FUND
STATEMENT OF CASH FLOWS

For Six Months ended 30th September

	2019 Unaudited Rs.	2018 Unaudited Rs.
Cash flows from operating activities		
Profit before taxation	1,836,187	1,813,126
Adjustment for :		
Gain/(Loss) on fair valuation of financial assets - at fair value through profit or loss	-	160,390
Operating profit before working capital changes	<u>1,836,187</u>	<u>1,973,516</u>
(Increase)/ decrease in financial assets -at Fair Value through profit or loss	-	196,086,665
(Increase)/ decrease in financial assets -at amortised cost	(1,800,026)	(37,208,787)
Increase/ (decrease) in accruals and other payables	(72,934)	(172,189)
Cash flows generated flows from/ (used in) operations	<u>(36,773)</u>	<u>160,679,205</u>
Tax paid	-	-
Net cash flows from/ (used in) operating activities	<u>(36,773)</u>	<u>160,679,205</u>
Net cash flows from/(used in) investing activities	<u>-</u>	<u>-</u>
Cash flows from financing activities		
Capital redeemed by unit holders (Net)	(12,210)	(160,989,472)
Net cash flows from/ (used in) financing activities	<u>(12,210)</u>	<u>(160,989,472)</u>
Net increase/ (decrease) in cash and cash equivalents	<u>(48,983)</u>	<u>(310,267)</u>
Cash and cash equivalents at the beginning of the period	182,741	489,052
Cash and cash equivalents at the end of the period	<u>133,758</u>	<u>178,785</u>

Figures in brackets indicate deductions.

The notes form an integral part of these financial statements.

FIRST CAPITAL GILT-EDGED FUND
NOTES TO THE FINANCIAL STATEMENTS

1. The number of Units represented by unitholders' funds as at 30th September 2019 is 35,791.
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 Gilt Edged 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	53,016,115
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	53,016,115