

# MUTUAL FUNDS

## INTERIM REPORT 2024-2025



ASSETLINE

Assetline Capital (Pvt) Limited

**ASSETLINE MUTUAL FUNDS**  
**INTERIM REPORT FOR THE SIX MONTHS PERIOD ENDED**  
**SEPTEMBER 30, 2024**

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## Corporate Information

**Assetline Mutual Funds:** *Assetline Income Fund*  
*Assetline Income Plus Growth Fund*

### MANAGEMENT COMPANY & REGISTRAR

Assetline Capital (Private) Limited

#### Registered Office &

#### Principal Place of Business:

No. 120, 120A  
Pannipitiya Road  
Battaramulla  
Sri Lanka

### BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

Mr. A.Y.D. De Silva (Chairman)  
Mr. G. L. W. N. Perera  
Mr. N. D. P. S. R. Kalyanaratne  
Mr. A. G. De Alwis

#### TRUSTEE & CUSTODIAN

Deutsche Bank AG  
Colombo branch  
Level 21  
One Galle Face Tower  
1A, Centre Road, Galle Face  
Colombo 2  
Sri Lanka

#### AUDITORS & TAX CONSULTANTS

B.R. De Silva & Company  
No. 22/4  
Vijaya Kumaranatunga Mawatha  
Colombo 05  
Sri Lanka

#### BANKERS

Commercial Bank of Ceylon PLC  
Commercial House  
No. 21  
Sir Razik Fareed Mawatha  
Colombo 01  
Sri Lanka

National Development Bank PLC  
No. 40  
Navam Mawatha  
Colombo 02  
Sri Lanka

Sampath Bank PLC  
No. 110  
Sir James Peiris Mawatha  
Colombo 02  
Sri Lanka

Deutsche Bank AG  
Colombo branch  
Level 21  
One Galle Face Tower  
1A, Centre Road, Galle Face  
Colombo 2  
Sri Lanka

Nations Trust Bank PLC  
No. 242  
Union Place  
Colombo 02  
Sri Lanka

Seylan Bank PLC  
Seylan Towers  
No. 90  
Galle Road  
Colombo 03  
Sri Lanka

Hatton National Bank PLC  
HNB Towers  
No. 479  
T. B. Jayah Mawatha  
Colombo 10  
Sri Lanka

People's Bank  
No. 75  
Sir Chittampalam A. Gardiner Mawatha  
Colombo 02  
Sri Lanka

## Fund Manager's Report

We are pleased to present our esteemed investors with the Half-Yearly Fund Management Report of the Assetline Mutual Fund (AMF) from April 1, 2024, to September 30, 2024. The financial year began with an optimistic outlook, creating numerous opportunities for fund managers. During this review period, several significant developments occurred within the political and economic landscape, including the 2024 presidential election, preliminary agreements to restructure foreign debt with bilateral and multilateral parties, decreased inflation, and easing monetary policy. Market behavior reflected positive and negative outcomes generated by these events over the past six months.

Policymakers chose to lower the Standard Deposit Facility Rate (SDFR) and the Standard Lending Facility Rate (SLFR) by 25 basis points while maintaining the Statutory Reserve Ratio (SRR) at 2.00% since the beginning of the review period. This adjustment has contributed to further reductions in interest rates. Notably, market lending rates have consistently declined due to the monetary policy stance, and credit to the private sector by Licensed Commercial Banks (LCBs) has expanded significantly since May 2024.

Political factors played a significant role throughout the review period, creating uncertainty for investors and fund managers. Numerous research reports and market surveys indicated a substantial change in the ruling party following the presidential election, a situation unprecedented in the country. As a result, both the debt and equity markets reacted negatively, with government securities rates increasing by 160 basis points and the All-Share Price Index and S&P Index declining by 505 and 227 points, respectively.

Fund managers conducted extensive analyses through continuous interactions with both internal and external research entities and predicted a significant likelihood of changes to the country's ruling party. Consequently, they shifted part of the maturity proceeds to short- to medium-term treasury bills while entering equity positions with discounted and fundamentally strong companies.

The government completed its debt restructuring program with international sovereign bondholders during the latter part of the review period. As a result, the new administration signaled a continuation of the policies and strategies implemented by the previous government, along with measures to establish political stability. These efforts contributed to a more investment-friendly environment, thereby enhancing investor confidence. Consequently, government securities rates declined in both the primary and secondary markets. In contrast, the equity market rebounded, with the All-Share Price Index (ASPI) and S&P indices recording substantial increases of 3.35% and 3.73%, respectively, as of September 30, 2024.

The Central Bank of Sri Lanka is actively working to enhance the country's foreign reserves, which reached USD 6 billion by the end of the review period. This initiative has significantly strengthened the rupee, reduced excessive market volatility, and curbed inflation.

In summary, the strategic decisions made during this period of uncertainty aimed at risk mitigation and capitalizing on market opportunities have enabled fund managers to provide better returns for Assetline Income Plus Growth Fund (AIGF) investors while maintaining sufficient liquidity to exploit future market opportunities. The Assetline Income Fund (AINF) experienced declining yields as a money market fund due to interest rate sensitivity and liquidity guidelines.

## **Our Schemes**

Assetline Capital (Pvt) Ltd currently manages two schemes: the Assetline Income Fund (AINF) and the Assetline Income Plus Growth Fund (AIGF), each designed to cater to different investor needs. AINF is tailored for investors with a low to moderate risk appetite and a short-term investment horizon. The asset classes include government securities, corporate debt, and bank fixed deposits with tenors of less than 397 days. In contrast, AIGF is designed for investors with a high-risk appetite and a long-term investment horizon, including various asset classes such as government securities, corporate debt, bank fixed deposits, and equity, with no restrictions on tenor.

As of September 30, 2024, AINF and AIGF posted financial year yields of 9.89% and 9.54%, respectively. The number of unit holders was 946 for AINF and 112 for AIGF. The Net Asset Value (NAV) of AINF stood at Rs. 4.47 billion, while AIGF amounted to Rs. 14.26 billion.

AINF's investment approach prioritized maintaining a balanced maturity profile within the investment horizon while focusing on liquidity. This strategy aimed to optimize reinvestment returns and position the fund to capitalize on potential future interest rate volatility. However, due to regulatory liquidity buffers, the optimal returns were limited.

## **Fund Performance – Assetline Income Fund (AINF)**

As of September 30, 2024, the Net Asset Value (NAV) of the Assetline Income Fund (AINF) was Rs. 4.47 billion, and the fund achieved a financial-year yield of 9.89%. Unitholders increased to 946 from 932 during the six-month period.

On March 31, 2024, the NAV was Rs. 5.47 billion, fluctuating between Rs. 4.47 billion and Rs. 9.45 billion during September 30, 2024.

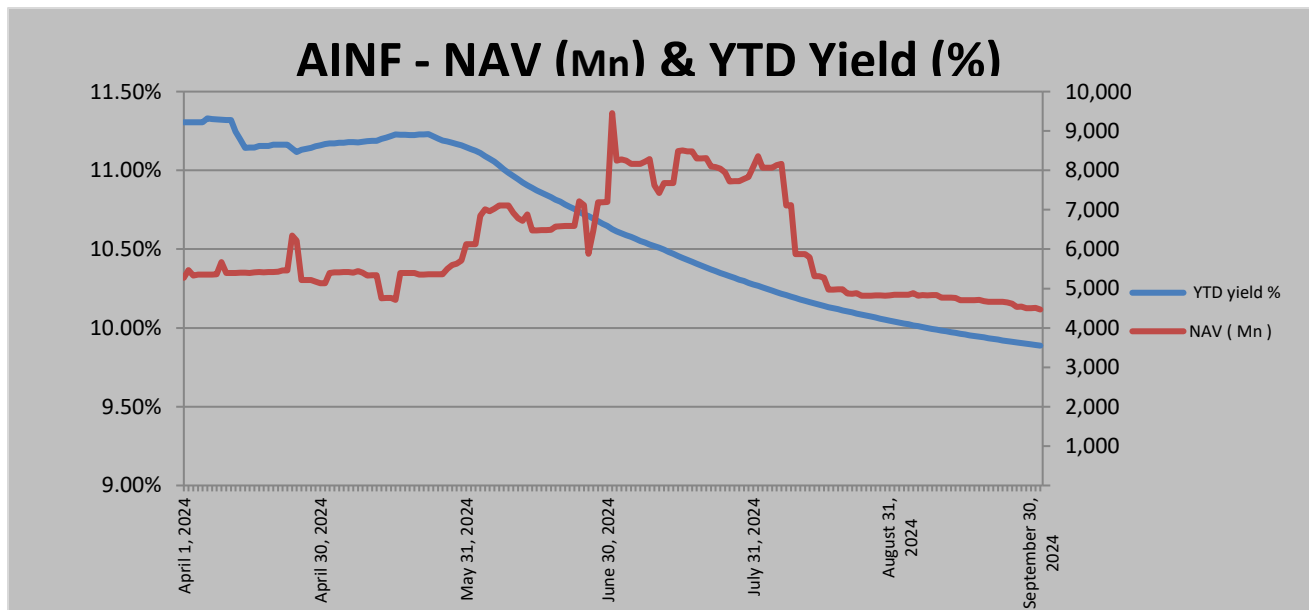
The financial-year yield of AINF varied from 11.33% to 9.89% between April and September. The decline in yield was primarily attributed to decreasing market interest rates, driven by an accommodative monetary policy, falling inflation, and reduced risk premiums. Despite challenging macro-financial conditions, financial system stability was maintained in the first half of 2024, resulting in continuous policy rate cuts to stimulate economic growth. This environment contributed to lower yields in fixed-income instruments. During the review period, AINF managed to maintain a stable yield, aligning with our interest rate outlook. Most of the fund was

allocated to Treasury Bills to minimize uncertainty and optimize investment options, while the remainder was invested in Fixed Deposits and money market deposits.

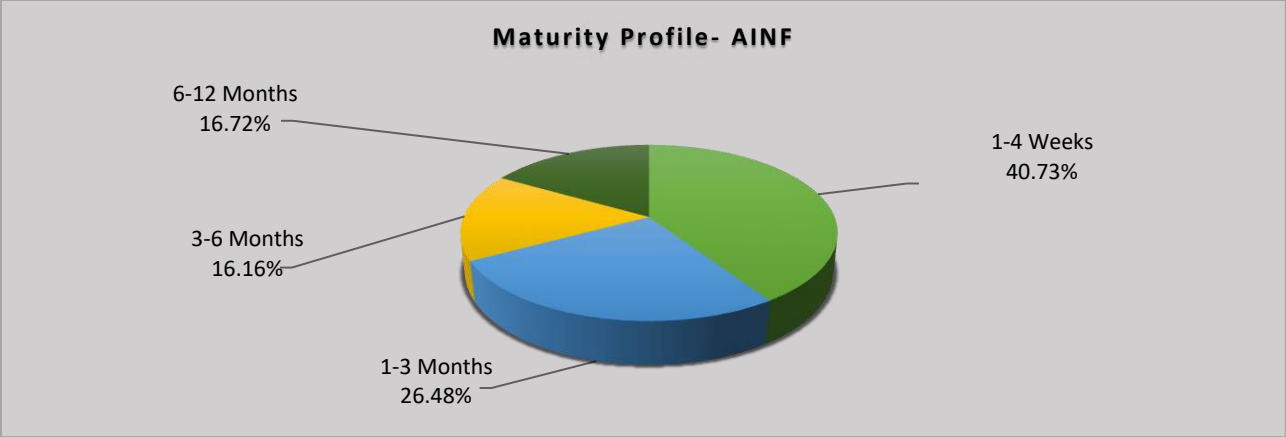
Fund managers focused on delivering higher returns while mitigating the risks associated with interest rate volatility. They placed 83.36% of the investments in the short-term maturity bucket, anticipating upward rate adjustments in the latter part of the year. The remaining portion was allocated to a maturity budget of 6 to 12 months, ensuring liquidity for unit holders.

The investment mix of AINF consists of 7.01% in money market savings accounts, 9.28% in Fixed Deposits, 79.63% in Treasury Bills, and 4.03% in Repos.

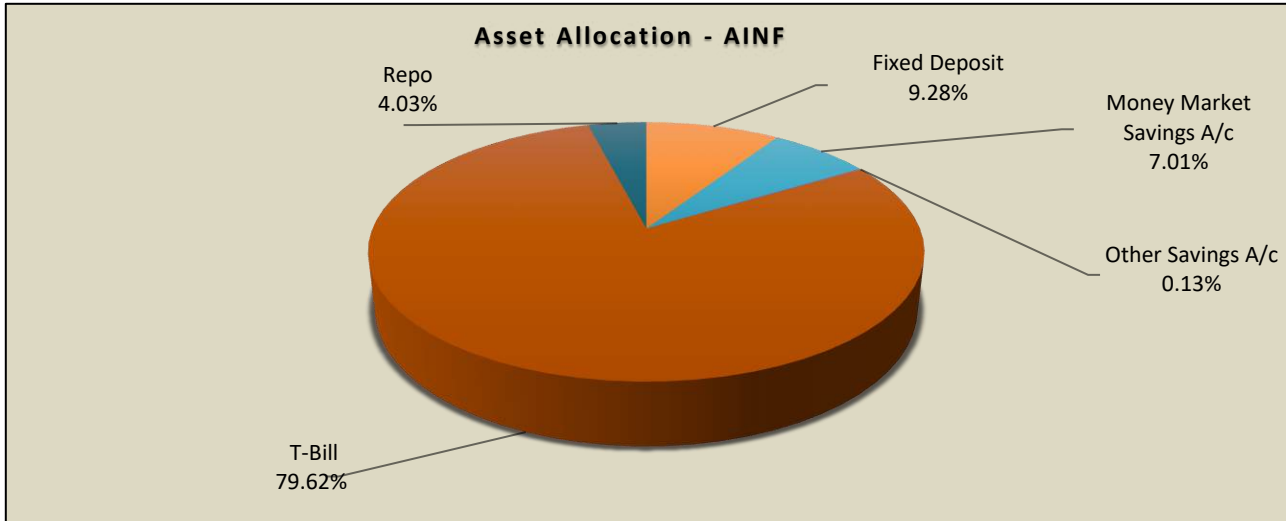
A significant portion (83.66%) of the funds under management was invested in government securities and investments in companies with a credit rating of AA- or higher; 6.84% of these funds were allocated to counterparties with AA-



(Figure 1: NAV and financial-year yield of AINF)



(Figure 2: Maturity profile of AINF as of 30<sup>th</sup> September 2024)



(Figure 3: Asset allocation of AINF as of 30<sup>th</sup> September 2024)

Rating	Fitch		LRA		Total	
	Amount (LKR)	As % of NAV	Amount (LKR)	As % of NAV	Amount (LKR)	As % of NAV
Government Securities	-	-	-	-	3,556,645,772.18	79.62%
AA-	305,702,224.02	6.84%	-	-	305,702,224.02	6.84%
A-	193,133,209.94	4.32%	414,538,904.11	9.28%	607,672,114.05	13.60%
BBB-	329,886.54	0.01%	-	-	329,886.54	0.01%
<b>Total</b>	<b>499,165,320.50</b>	<b>11.17%</b>	<b>414,538,904.11</b>	<b>9.28%</b>	<b>4,470,349,996.79</b>	<b>100.07%</b>

(Figure 4: Credit profile of AINF as of 30<sup>th</sup> September 2024)

## ASSETLINE INCOME FUND

### STATEMENT OF COMPREHENSIVE INCOME

(all amounts in Sri Lanka Rupees)

	Notes	For the period from 1 April 2024 to 30 September 2024 (Unaudited)	For the year ended 31 March 2024 (Audited)
<b><u>Investment Income</u></b>			
Interest income from financial assets at amortised cost	01	316,402,173	713,300,045
<b>Total investment income</b>		<b>316,402,173</b>	<b>713,300,045</b>
<b><u>Expenses</u></b>			
Management fee		(17,836,974)	(22,942,491)
Trustee and custodian fee		(8,413,988)	(12,013,381)
Audit fee		(210,291)	(260,275)
Professional fee		(45,302)	(87,008)
Other operating expenses		-	(115,000)
<b>Total operating expenses</b>		<b>(26,506,555)</b>	<b>(35,418,155)</b>
<b>Net operating profit</b>		<b>289,895,618</b>	<b>677,881,890</b>
<b>Finance cost</b>		<b>(172,475)</b>	<b>(285,686)</b>
<b>Profit after deductions and before tax</b>		<b>289,723,143</b>	<b>677,596,204</b>
Income tax expense		-	-
<b>Increase in net assets attributable to unitholders</b>		<b>289,723,143</b>	<b>677,596,204</b>



## ASSETLINE INCOME FUND

### STATEMENT OF FINANCIAL POSITION

(all amounts in Sri Lanka Rupees)

	Notes	As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
<b><u>ASSETS</u></b>			
<b><u>Current assets</u></b>			
Cash and cash equivalents		5,898,242	5,669,547
Financial assets at amortised cost	02	4,464,607,965	5,467,469,097
Income tax receivables		42,338,456	42,338,456
<b>Total assets</b>		<b>4,512,844,663</b>	<b>5,515,477,100</b>
<b><u>LIABILITIES</u></b>			
<b><u>Current liabilities</u></b>			
Accrued expenses and other payables		3,588,828	3,818,383
<b>Liabilities (Excluding net assets attributable to unitholders)</b>		<b>3,588,828</b>	<b>3,818,383</b>
<b><u>UNITHOLDERS' FUNDS</u></b>			
<b>Net assets attributable to unitholders</b>		<b>4,509,255,835</b>	<b>5,511,658,717</b>
<b>Total unitholders' funds and liabilities</b>		<b>4,512,844,663</b>	<b>5,515,477,100</b>
<b>Net assets per unit (Rs.)</b>		<b>26.7681</b>	<b>25.5038</b>

  
.....  
Director  
Management Company

Trustee  
Date of Approval

17/12/2024

**DEUTSCHE BANK AG**  
Colombo Branch



.....  
Authorized Signatories  
Trustee

  
.....  
Director  
Management Company

## ASSETLINE INCOME FUND

### STATEMENT OF CHANGES IN UNITHOLDERS' FUND

(all amounts in Sri Lanka Rupees)

	Notes	For the period from 1 April 2024 to 30 September 2024 (Unaudited)	For the year ended 31 March 2024 (Audited)
<b>Unitholders' funds at beginning of the period</b>		5,511,658,717	3,332,734,493
Increase in net assets attributable to unitholders		289,723,143	677,596,204
Received on unit creations		16,540,522,818	31,584,846,859
Paid on unit redemptions		(17,832,648,843)	(30,083,518,839)
<b>Unitholders' funds at end of the period</b>	<b>03</b>	<b>4,509,255,835</b>	<b>5,511,658,717</b>

## ASSETLINE INCOME FUND

### STATEMENT OF CASH FLOWS

(all amounts in Sri Lanka Rupees)

	For the period from 1 April 2024 to 30 September 2024 (Unaudited)	For the year ended 31 March 2024 (Audited)
<b>Cash flows from operating activities</b>		
Proceeds from sale of Financial assets at amortised cost	74,290,766,226	122,842,167,987
Purchase of Financial assets at amortised cost	(73,405,879,104)	(125,066,495,343)
Interest received	434,376,183	756,246,144
Management fees paid	(17,969,360)	(21,987,629)
Other expenses paid	(8,939,225)	(12,453,328)
<b>Net cash flows from operating activities</b>	<b>1,292,354,720</b>	<b>(1,502,522,168)</b>
<b>Cash flows from financing activities</b>		
Proceeds from subscription by unitholders	16,540,522,818	31,584,846,859
Payment for redemption by unitholders	(17,832,648,843)	(30,083,518,839)
<b>Net cash flows from financing activities</b>	<b>(1,292,126,025)</b>	<b>1,501,328,020</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>228,695</b>	<b>(1,194,148)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>5,669,547</b>	<b>6,863,695</b>
Net increase / (decrease) in cash and cash equivalents	228,695	(1,194,148)
<b>Cash and cash equivalents at end of the period</b>	<b>5,898,242</b>	<b>5,669,547</b>

# ASSETLINE INCOME FUND

## Notes to the Financial Statements

(All amounts in notes are shown in Sri Lanka Rupees)

### 01 Interest income from financial assets at amortised cost

	For the period from 1 April 2024 to 30 September 2024 (Unaudited)	For the year ended 31 March 2024 (Audited)
Interest income from fixed deposits	14,605,663	23,834,336
Interest income from money market savings	36,261,459	109,458,374
Interest Income From Treasury Bills	228,159,362	550,230,623
Interest Income From repurchase agreements	37,375,689	29,776,712
<b>Total Interest income from financial assets at amortised cost</b>	<b>316,402,173</b>	<b>713,300,045</b>

### 02 Financial assets measured at amortised cost

	As at 30th September 2024 (Unaudited)	As at 31st March 2024 (Audited)
Investment in fixed deposits (a)	414,538,900	-
Investment in money market savings (b)	313,262,154	1,476,691,205
Investment in treasury bills	3,556,645,772	3,990,777,891
Investment in repurchase agreements	180,161,137	-
<b>Total financial assets at amortised cost</b>	<b>4,464,607,965</b>	<b>5,467,469,097</b>

#### (a) Financial Assets measured at amortised cost : Fixed Deposits

	As at 30th September 2024 (Unaudited)	As at 31st March 2024 (Audited)
Assetline Finance Limited	414,538,900	-
	<b>414,538,900</b>	<b>-</b>

#### (b) Financial Assets measured at amortised cost : Money Market Savings

	As at 30th September 2024 (Unaudited)	As at 31st March 2024 (Audited)
DFCC Bank	3,859,845	780,422,554
Pan Asia Bank	329,887	5,248,232
National Development Bank	1,189,122	1,152,128
Seylan Bank	2,181,076	388,441,011
MCB Bank Limited	305,702,224	301,427,281
	<b>313,262,154</b>	<b>1,476,691,205</b>

## ASSETLINE INCOME FUND

### Notes to the Financial Statements

(All amounts in notes are shown in Sri Lanka Rupees)

#### 03 Net Assets Attributable to Unitholders

	<i>Number of units</i>	<i>Net assets attributable to unitholders (Rs)</i>
Opening balance	151,650,836	3,332,734,493
Subscriptions	1,330,230,182	31,584,846,859
Redemptions	(1,267,430,403)	(30,083,518,839)
Increase in net assets attributable to unitholders	-	677,596,204
<b>As at 31st March 2024</b>	<b><u>214,450,616</u></b>	<b><u>5,511,658,717</u></b>
Opening balance	214,450,616	5,511,658,717
Subscriptions	633,912,908	16,540,522,818
Redemptions	(681,488,885)	(17,832,648,843)
Increase in net assets attributable to unitholders	-	289,723,143
<b>As at 30th September 2024</b>	<b><u>166,874,639</u></b>	<b><u>4,509,255,835</u></b>

## ASSETLINE INCOME FUND

### Notes to the Financial Statements

(All amounts in notes are shown in Sri Lanka Rupees)

#### 04 Related Party Transactions

##### a) Key management personnel unit holdings

The key management personnel of Assetline Capital (Private) Limited and the Parent companies held units in the fund as follows.

30 September 2024

Unit holder	No of units held opening	No of units held closing	Fair value of investment (Rs.)	Dividend paid or payable by the fund
Mr. A.Y.D.De Silva	278,636	760,593	20,359,637	-
Mr. G.L.W.N. Perera	127	127	3,389	-
Mr. N.D.P.S.R. Kalyanaratne	94	94	2,520	-
Mr. T.M.J.K. Ratnayake	265,707	843,878	22,589,021	-
Mr. K.A.H. Kuruppu	332,717	332,717	8,906,211	-
Mr. Rengasamy Rajeshkumar	79	75	2,002	-
Mr. K S Katipearachchi	7,695	56,633	1,515,969	-

##### b) Related party unitholding

The Management Company of the Fund Assetline Capital (Pvt) Ltd. DPMC Assetline Holdings (Private) Limited, the immediate parent company of the Management Company and other related parties of the Management Company, held units in the Fund as follows:

30 September 2024

	No of units held opening	No of units held closing	Fair value of investment (Rs.)	Dividend paid or payable by the fund
Assetline Capital (Pvt) Ltd	1,170,092	-	-	-
DPMC Assetline Holdings (Pvt) Ltd	8,399,643	1,850,375	49,531,028	-
<i>Other related parties:</i>				
David Pieris Motor Company (Lanka) Limited	22,691,327	33,484,879	896,326,597	-
David Pieris Motor Company (Private) Limited	3,543,261	-	-	-
David Pieris City Developments (Pvt) Ltd	422,873	1,112,689	29,784,565	-
D P Infotech (private) Limited	239,938	357,864	9,579,337	-
David Pieris Automobiles (Pvt) Limited	18,567,126	7,698,210	206,066,461	-
Assetline Lands (Private) Limited	7,668,914	1,985,422	53,145,963	-
David Pieris Holdings (Private) Limited	-	-	-	-
Assetline Insurance Brokers (Pvt) Limited	1,655,838	162,740	4,356,249	-
David Pieris Leisure (Pvt) Ltd	2,002,773	1,995,569	53,417,596	-
D P Logistics (Pvt) Ltd	2,418,420	748,859	20,045,526	-
Hill Cottage Nuwara Eliya (Pvt) Ltd	168,102	9,539	255,346	-
David Pieris Racing and Leisure (Pvt) Ltd	1,354,037	398,351	10,663,097	-
David Pieris Aviation (Private) Limited	-	8,613	230,552	-
Assetline Corporate Services (Private) Limited	171,982	190,619	5,102,512	-
Affiniti Innovations (Pvt) Ltd	624	-	-	-
David Pieris Trust	300,435	319,321	8,547,626	-
MRS: Esther Maureen Pieris	43,936,517	38,767,225	1,037,724,954	-
MR: David Percival Pieris	61,715,259	39,099,779	1,046,626,805	-
MR: Eshan David Pieris	24,059,640	14,520,481	388,685,695	-
MR: Johann David Pieris	4,802,496	1,122,690	30,052,286	-
MR: Johann David Pieris joint with Mrs. A.D. Wettimuny (Mr. J.D. Pieris's spouse)	1,110,909	12,724,366	340,607,111	-
MRS: Galhenage Yasanthi Poornima Perera Ratnayake	69,749	86,263	2,309,083	-
<i>Close family member of KMP</i>				
MRS: Hettiarachchige Sepali Nilmini Hettiarachchi	737,745	737,745	19,748,022	-
BABY: Ambalangodage Dihain Harshika De Silva	17,420	17,420	466,303	-
BABY: Gammeda Liyanage Dinuli Natosha Sehansi Perera	843	843	22,561	-

##### c) Transactions held with and amounts due to related parties

The fees were charged by the management company and trustee for services provided during the year and the balances outstanding from such dues as at year end are as disclosed below:

	Charge for the period ended 30 September 2024	Charge for the period ended 31 March 2024	Balance outstanding 30 September 2024	Balance Outstanding 31 March 2024
	Rs.	Rs.	Rs.	Rs.
Management fees	17,836,974	22,942,491	2,278,616	2,411,003
Trustee & custodian fee	8,413,988	12,013,381	1,081,926	1,143,027
	<b>26,250,962</b>	<b>34,955,872</b>	<b>3,360,542</b>	<b>3,554,029</b>

##### d) Transactions held with related parties (Fellow Subsidiary)

Purchase of Financial assets from related parties (Investment in fixed deposits)

	As at 30th September 2024 (Unaudited)	As at 31st March 2024 (Audited)
Assetline Finance Limited	414,538,900	-
	<b>414,538,900</b>	<b>-</b>

#### 05 Reconciliation between the Net Asset Value as per Financial Statements and the SEC Return

	As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
Net Asset Value as per Interim Financial Statements	4,509,255,835	5,511,658,717
Less :		
Income Tax Receivable	(42,338,456)	(42,338,456)
Net Asset Value as per SEC Return	<b>4,466,917,378</b>	<b>5,469,320,261</b>

## **Fund Performance – Assetline Income Plus Growth Fund (AIGF)**

As of 30th September 2024, the Net Asset Value (NAV) of the Assetline Income Plus Growth Fund (AIGF) was Rs. 14.26 billion. The fund generated a return of 9.54% for the financial year, with the number of unit holders at the end of the review period totaling 112.

During this financial year, AIGF's yield fluctuated between 25.97% and 8.12%, primarily due to high volatility in interest rates and equities.

Improved macro-financial conditions and political stability contributed to positive sentiment in the financial markets during this period. Financial market stress remained generally low, although some volatility was observed in early Q2 of 2024. The stock market showed mixed performance across key indicators. While the All-Share Price Index reported a year-to-date increase during the first eight months of 2024, a declining trend emerged from mid-2024, driven by uncertainties surrounding the election cycle. Additionally, volatility in price indices remained elevated compared to the end of 2023, and foreign inflows were subdued, revealing challenges in attracting sustainable foreign investments in the equity market. The easing of monetary policy, low inflation expectations, and declining risk perceptions—coupled with positive macroeconomic developments and fiscal consolidation measures—contributed to reduced yields in government securities despite their levels

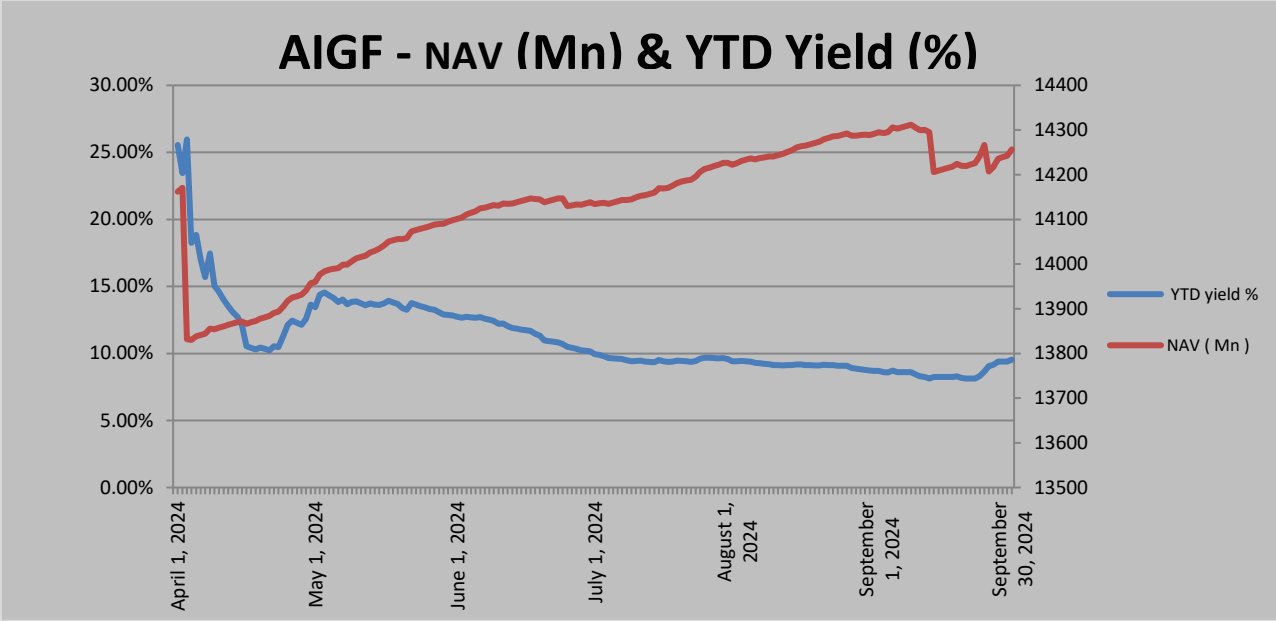
remaining elevated compared to market interest rates. Anticipating an easing of yields, fund managers sought to attract more investments into the scheme, facilitating the creation of a laddered short-term government security portfolio.

In line with the investment objective and outlook on future interest rates, the fund's asset allocation at the end of September 2024 was maintained at 3.8% in equities and 96.2% in fixed-income securities (FIS).

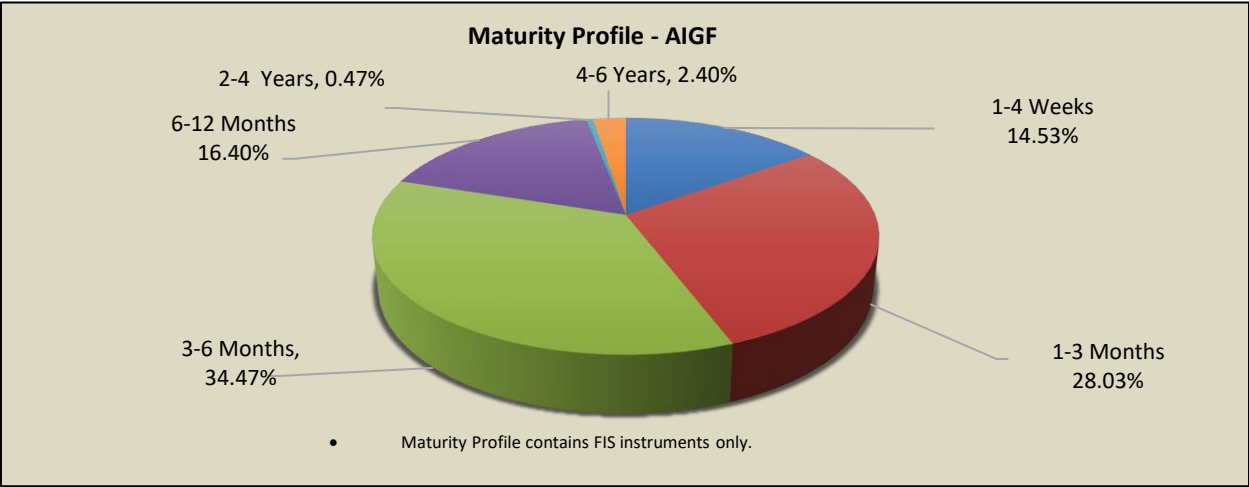
Equity transactions were executed using an active investment strategy emphasizing market timing and sector selection. Shares were chosen based on growth, value, and income criteria to optimize profits and fixed returns. Additionally, fund managers capitalized on price movements within the equity portfolio to realize gains.

A portion of fixed-income securities was maintained for liquidity, with investments allocated to money market accounts (0.03%) and T-bond repos (3.38%), offering attractive returns.

The maturities of fixed-income securities varied from short-term to long-term, with 14.53% of investments maturing in 1-4 weeks, 28.03% maturing in 1-3 months, and the majority, 50.86% maturing in 3-12 months. Only 2.87% of investments were in securities with maturities exceeding one year.

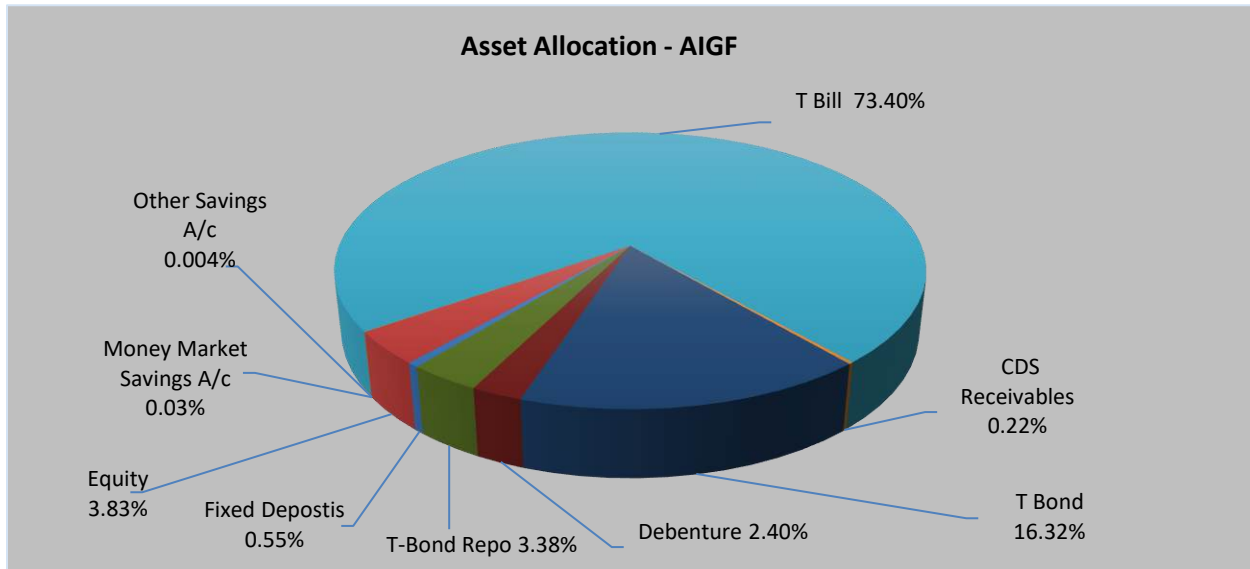


(Figure 1: NAV and financial-year yield of AIGF)



(Figure 2 : FIS Maturity profile of AIGF as at 30<sup>th</sup> September 2024)





(Figure 3 : Asset allocation of AIGF as at 30<sup>th</sup> September 2024)

Rating	Fitch		LRA		Total	
	Amount	As a % of NAV	Amount	As a % of NAV	Amount	As a % of NAV
Government Securities	-	-	-	-	12,789,776,669.64	89.71%
A-	484,780,113.19	3.40%	77,726,044.52	0.55%	562,506,157.71	3.95%
BBB	341,834,723.59	2.40%	-	-	341,834,723.59	2.40%
BBB-	1,928,396.75	0.01%	-	-	1,928,396.75	0.01%
<b>Total</b>	<b>828,598,329.07</b>	<b>5.81%</b>	<b>77,726,044.52</b>	<b>0.55%</b>	<b>13,696,101,043.23</b>	<b>96.07%</b>

(Figure 4 : Credit profile of AIGF – Fixed Income Securities as at 30<sup>th</sup> September 2024)

## ASSETLINE INCOME PLUS GROWTH FUND

### STATEMENT OF COMPREHENSIVE INCOME




(all amounts in Sri Lanka Rupees)

	Notes	For the period from 1 April 2024 to 30 September 2024 (Unaudited)	For the year ended 31 March 2024 (Audited)
<b><u>Investment Income</u></b>			
Interest income from financial assets at amortised cost	01	26,191,544	50,902,815
Interest income from financial assets at fair value through other comprehensive income	02	21,790,789	9,049,727
Dividend income		17,478,570	30,332,626
Net gains on financial assets at fair value through profit or loss	03	706,055,549	3,371,777,185
<b>Total investment income</b>		<b>771,516,452</b>	<b>3,462,062,353</b>
<b><u>Expenses</u></b>			
Management fee		(83,586,227)	(113,702,753)
Trustee and custodian fee		(19,042,021)	(28,486,923)
Audit fee		(213,128)	(263,224)
Professional fee		(45,302)	(70,008)
Brokerage Charges		(8,422,554)	(42,941,249)
Other operating expenses		-	(171,292)
<b>Total operating expenses</b>		<b>(111,309,230)</b>	<b>(185,635,448)</b>
<b>Net operating profit</b>		<b>660,207,222</b>	<b>3,276,426,905</b>
<b>Finance cost</b>		<b>(61,065)</b>	<b>(91,061)</b>
<b>Profit after deductions and before tax</b>		<b>660,146,157</b>	<b>3,276,335,845</b>
Income tax expense		-	-
<b>Profit after the tax</b>		<b>660,146,157</b>	<b>3,276,335,845</b>
<b><u>Other Comprehensive Income</u></b>			
Profit on changes in fair value on financial assets at fair value through other comprehensive income	02	(1,742,874)	12,737,082
<b>Total Other Comprehensive Income</b>		<b>(1,742,874)</b>	<b>12,737,082</b>
<b>Increase in net assets attributable to unitholders</b>		<b>658,403,283</b>	<b>3,289,072,927</b>

## ASSETLINE INCOME PLUS GROWTH FUND

### STATEMENT OF FINANCIAL POSITION

(all amounts in Sri Lanka Rupees)

	Note	As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
<b><u>ASSETS</u></b>			
<b><u>Current assets</u></b>			
Cash and cash equivalents		544,590	461,064
Financial assets at amortised cost	04	563,945,059	1,616,728,177
Financial assets held at fair value through profit or loss	05	13,336,482,952	11,915,081,812
Financial assets held at fair value through other comprehensive income	06	341,834,724	321,786,809
Other Receivables		30,860,102	315,750,509
Income tax receivables		1,622,001	1,622,001
<b>Total assets</b>		<b>14,275,289,428</b>	<b>14,171,430,372</b>
<b><u>LIABILITIES</u></b>			
<b><u>Current liabilities</u></b>			
Accrued expenses and other payables		17,207,751	17,567,429
<b>Liabilities (Excluding net assets attributable to unitholders)</b>		<b>17,207,751</b>	<b>17,567,429</b>
<b><u>UNITHOLDERS' FUNDS</u></b>			
<b>Net assets attributable to unitholders</b>		<b>14,258,081,677</b>	<b>14,153,862,943</b>
<b>Total unitholders' funds and liabilities</b>		<b>14,275,289,428</b>	<b>14,171,430,372</b>
<b>Net assets per unit (Rs.)</b>		<b>28.1327</b>	<b>26.8487</b>
 ..... Director Management Company		 ..... Director Management Company	
Trustee			<b>DEUTSCHE BANK AG</b>
Date of Approval.....	17/12/2024		 .....

## ASSETLINE INCOME PLUS GROWTH FUND

### STATEMENT OF CHANGES IN UNITHOLDERS' FUND

(all amounts in Sri Lanka Rupees)

	Note	Unitholders' Capital & Retained Earning	FVTOCI Reserve	Net Assets attributable to unitholders
<b>Balance as at 31st March 2023</b>		2,241,404,503	-	2,241,404,503
Increase in net assets attributable to unitholders		3,276,335,845	12,737,082	3,289,072,927
Received on unit creations		8,637,043,705	-	8,637,043,705
Paid on unit redemptions		(13,658,192)	-	(13,658,192)
<b>Balance as at 31st March 2024</b>		<b>14,141,125,861</b>	<b>12,737,082</b>	<b>14,153,862,943</b>
Increase in net assets attributable to unitholders		660,146,157	(1,742,874)	658,403,283
Received on unit creations		85,000	-	85,000
Paid on unit redemptions		(554,269,548)	-	(554,269,548)
<b>Unitholders' funds at end of the period</b>	07	<b>14,247,087,470</b>	<b>10,994,208</b>	<b>14,258,081,677</b>

## ASSETLINE INCOME PLUS GROWTH FUND

### STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH 2024

(all amounts in Sri Lanka Rupees)

	For the period from 1 April 2024 to 30 September 2024 (Unaudited)	For the year ended 31 March 2024 (Audited)
<b>Cash flows from operating activities</b>		
Proceeds from sale of financial instruments held at fair value through profit or loss	7,205,630,937	12,435,780,609
Purchase of financial assets at fair value through profit or loss	(8,183,192,233)	(20,426,182,688)
Proceeds from sale of Financial assets at amortised cost	17,620,976,089	30,771,802,200
Purchase of Financial assets at amortised cost	(16,577,752,746)	(32,230,381,461)
Proceeds from sale of financial instruments held at fair value through other comprehensive income	-	-
Purchase of financial assets at fair value through other comprehensive income	-	(300,000,000)
Dividend received	18,828,570	31,657,626
Interest received	581,507,433	1,243,280,260
Management fees paid	(83,851,588)	(101,016,957)
Other expenses paid	(27,878,386)	(69,240,818)
<b>Net cash flows from operating activities</b>	<b>554,268,075</b>	<b>(8,644,301,228)</b>
<b>Cash flows from financing activities</b>		
Proceeds from subscription by unitholders	85,000	8,637,043,705
Payment for redemption by unitholders	(554,269,548)	(13,658,192)
<b>Net cash flows from financing activities</b>	<b>(554,184,548)</b>	<b>8,623,385,513</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>83,526</b>	<b>(20,915,715)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>461,064</b>	<b>21,376,779</b>
Net increase / (decrease) in cash and cash equivalents	83,526	(20,915,715)
<b>Cash and cash equivalents at end of the period</b>	<b>544,590</b>	<b>461,064</b>

## ASSETLINE INCOME PLUS GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2024

(all amounts in Sri Lanka Rupees)

01 <u>Interest income from financial assets at amortised cost</u>	Notes	For the period from 1 April 2024 to 30 September 2024 (Unaudited)	For the year ended 31 March 2024 (Audited)
Interest income from Fixed Deposits		17,533,140	13,364,782
Interest Income From Money Market Savings		3,559,660	37,538,033
Interest Income From repurchase agreements		5,098,744	-
<b>Total interest income from financial assets at amortised cost</b>		<b>26,191,544</b>	<b>50,902,815</b>
02 <u>Interest income from financial assets at fair value through other comprehensive income</u>		For the period from 1 April 2024 to 30 September 2024 (Unaudited)	For the year ended 31 March 2024 (Audited)
Interest Income From Debentures		21,790,789	9,049,727
		<b>21,790,789</b>	<b>9,049,727</b>
Fair value gain/loss on Debentures		(1,742,874)	12,737,082
		<b>(1,742,874)</b>	<b>12,737,082</b>
03 <u>Net gain / (loss) on financial assets held for trading &amp; financial assets measured at fair value through profit or loss</u>		For the period from 1 April 2024 to 30 September 2024 (Unaudited)	For the year ended 31 March 2024 (Audited)
Net gain / (loss) on financial assets held for trading		71,559,864	356,687,383
Net gain / (loss) on financial assets measured at fair value through profit or loss		634,495,685	3,015,089,802
		<b>706,055,549</b>	<b>3,371,777,185</b>
Net realised gain / (loss) on financial assets held for trading & financial assets measured at fair value through profit or loss	(a)	825,000,688	2,994,342,076
Net unrealised gain / (loss) on financial assets held for trading & financial assets measured at fair value through profit or loss	(b)	(118,945,139)	377,435,109
		<b>706,055,549</b>	<b>3,371,777,185</b>
(a) Net realised gain / (loss) on financial assets held for trading & financial assets measured at fair value through profit or loss			
Gain/(Loss) on disposal of equity securities		44,246,961	191,334,406
Income from Treasury Bills		535,526,431	260,731,474
Income from Treasury Bonds		245,227,295	2,542,276,196
		<b>825,000,688</b>	<b>2,994,342,076</b>
(b) Net unrealised gain / (loss) on financial assets held for trading & financial assets measured at fair value through profit or loss			
Unrealised gain / (loss) of equity securities		27,312,903	165,352,977
Unrealised gain / (loss) of Treasury Bills		(63,332,005)	61,483,106
Unrealised gain / (loss) of Treasury Bonds		(82,926,036)	150,599,026
		<b>(118,945,139)</b>	<b>377,435,109</b>
04 <u>Financial assets measured at amortised cost</u>		As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
Investment in fixed deposits	(a)	77,726,044	761,135,246
Investment in money market savings	(b)	4,467,342	855,592,931
Investment in repurchase agreements		481,751,673	-
<b>Total financial assets at amortised cost</b>		<b>563,945,059</b>	<b>1,616,728,177</b>

## ASSETLINE INCOME PLUS GROWTH FUND

### Notes to the Financial Statements (Contd...)

(all amounts in Sri Lanka Rupees)

(a) Financial Assets measured at amortised cost : Fixed Deposits

	As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
Assetline Finance Limited	77,726,044	-
Pan Asia Banking Corporation PLC	-	761,135,246
	<u>77,726,044</u>	<u>761,135,246</u>

(b) Financial Assets measured at amortised cost : Money Market Savings

	As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
National Development Bank PLC	1,025,097	2,950,556
Pan Asia Banking Corporation PLC	1,928,397	545,517,923
DFCC Bank PLC	1,487,620	305,948,063
MCB Bank Limited	26,228	1,176,390
	<u>4,467,342</u>	<u>855,592,931</u>

#### 05 Financial assets held for trading & financial assets measured at fair value through profit or loss

	As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
<b>(A) Financial assets held for trading</b>		
Equity securities [See Note (a) below]	546,706,283	561,544,749
<b>Total financial assets held for trading</b>	<u>546,706,283</u>	<u>561,544,749</u>
<b>(B) Financial assets measured at fair value through profit or loss</b>		
Treasury Bills [See Note (b) below]	10,463,812,823	7,564,208,677
Treasury Bonds [See Note (b) below]	2,325,963,846	3,789,328,386
<b>Total Financial assets measured at fair value through profit or loss</b>	<u>12,789,776,670</u>	<u>11,353,537,063</u>
<b>Total Financial assets held for trading &amp; financial assets measured at fair value through profit or loss</b>	<u>13,336,482,952</u>	<u>11,915,081,812</u>

## ASSETLINE INCOME PLUS GROWTH FUND

Notes to the Financial Statements (Contd...)

(all amounts in Sri Lanka Rupees)

### 05 Financial assets held for trading & financial assets measured at fair value through profit or loss (Contd....)

#### a) Investment in equity securities:

As at 30th September 2024

<u>Company</u>	<u>Number of Shares</u>	<u>Cost</u>	<u>Market Value</u>	<u>Percentage of Net Assets</u>
<b>BANKS</b>				
COMB-X-0000 COMMERCIAL BANK OF CEYLON PLC	400,000	28,445,330	32,600,000	0.23%
FCT -N-0000 FIRST CAPITAL TREASURIES PLC	300,000	9,303,736	7,320,000	0.05%
HNB -N-0000 HATTON NATIONAL BANK PLC	200,000	32,441,433	40,950,000	0.29%
HNB -X-0000 HATTON NATIONAL BANK PLC	122,370	15,908,100	20,252,235	0.14%
SAMP-N-0000 SAMPATH BANK PLC	106,010	<u>7,451,216</u>	<u>8,236,977</u>	0.06%
		93,549,814	109,359,212	
<b>CAPITAL GOODS</b>				
CSLK-N-0000 CABLE SOLUTIONS PLC	1,000,000	7,500,000	7,700,000	0.05%
HAYL-N-0000 HAYLEYS PLC	300,000	27,835,118	29,940,000	0.21%
JKH -N-0000 JOHN KEELLS HOLDINGS PLC	45,846	7,335,360	8,217,896	0.06%
JKH -R-0000 JOHN KEELLS HOLDINGS PLC	25,000	265,396	405,000	0.00%
SPEN-N-0000 AITKEN SPENCE PLC	500,000	<u>65,527,490</u>	<u>62,250,000</u>	0.44%
		108,463,364	108,512,896	
<b>CONSUMER DURABLES &amp; APPAREL</b>				
MGT -N-0000 HAYLEYS FABRIC PLC	1,071,193	<u>50,695,068</u>	<u>56,237,633</u>	0.39%
		50,695,068	56,237,633	
<b>FOOD BEVERAGE &amp; TOBACCO</b>				
SUN -N-0000 SUNSHINE HOLDINGS PLC	50,000	<u>2,688,148</u>	<u>3,095,000</u>	0.02%
		2,688,148	3,095,000	
<b>MATERIALS</b>				
CIC -N-0000 CIC HOLDINGS PLC	2,500,000	182,993,257	187,500,000	1.32%
PARQ-N-0000 SWISSTEK (CEYLON) PLC	500,000	10,218,927	11,350,000	0.08%
TKYO-N-0000 TOKYO CEMENT COMPANY (LANKA) P	326,992	<u>17,212,871</u>	<u>16,022,608</u>	0.11%
		210,425,054	214,872,608	
<b>TELECOMMUNICATION SERVICES</b>				
DIAL-N-0000 DIALOG AXIATA PLC	5,874,079	<u>62,546,536</u>	<u>54,628,935</u>	0.38%
		62,546,536	54,628,935	
<b>Total value of Equity securities</b>		<b><u>528,367,984</u></b>	<b><u>546,706,283</u></b>	

As at 31st March 2024

<u>Company</u>	<u>Number of Shares</u>	<u>Cost</u>	<u>Market Value</u>	<u>Percentage of Net Assets</u>
<b>BANKS</b>				
FCT -N-0000 FIRST CAPITAL TREASURIES PLC	300,000	9,303,736	7,410,000	0.05%
HNB -N-0000 HATTON NATIONAL BANK PLC	50,000	<u>6,697,002</u>	<u>9,000,000</u>	0.06%
		16,000,737	16,410,000	
<b>CAPITAL GOODS</b>				
HAYL-N-0000 HAYLEYS PLC	150,000	13,890,000	12,315,000	0.09%
SPEN-N-0000 AITKEN SPENCE PLC	500,000	<u>65,527,490</u>	<u>65,125,000</u>	0.46%
		79,417,490	77,440,000	
<b>CONSUMER DURABLES &amp; APPAREL</b>				
MGT -N-0000 HAYLEYS FABRIC PLC	1,000,000	<u>47,267,500</u>	<u>41,100,000</u>	0.29%
		47,267,500	41,100,000	
<b>FOOD BEVERAGE &amp; TOBACCO</b>				
AGPL-N-0000 AGARAPATANA PLANTATIONS LIMITI	187,147	1,684,323	1,384,888	0.01%
SUN -N-0000 SUNSHINE HOLDINGS PLC	200,000	<u>10,752,594</u>	<u>11,900,000</u>	0.08%
		12,436,917	13,284,888	
<b>MATERIALS</b>				
CIC -N-0000 CIC HOLDINGS PLC	3,000,000	219,591,907	211,500,000	1.49%
PARQ-N-0000 SWISSTEK (CEYLON) PLC	1,000,000	20,437,853	19,100,000	0.13%
TKYO-N-0000 TOKYO CEMENT COMPANY (LANKA) P	826,992	<u>43,532,900</u>	<u>42,590,088</u>	0.30%
		283,562,660	273,190,088	
<b>TELECOMMUNICATION SERVICES</b>				
DIAL-N-0000 DIALOG AXIATA PLC	7,875,349	<u>83,855,859</u>	<u>92,141,583</u>	0.65%
		83,855,859	92,141,583	
<b>DIVERSIFIED FINANCIALS</b>				
VFIN-N-0000 VALLIBEL FINANCE PLC	1,230,210	<u>47,978,190</u>	<u>47,978,190</u>	0.34%
		47,978,190	47,978,190	
<b>Total value of Equity securities</b>		<b><u>570,519,353</u></b>	<b><u>561,544,749</u></b>	



ASSETLINE INCOME PLUS GROWTH FUND

Notes to the Financial Statements (Contd...)  
(all amounts in Sri Lanka Rupees)

b) Investment in Treasury bills & Treasury bonds

	Cost	Market value
<b>30th September 2024</b>		
Investment in Government Security - Treasury Bills	10,023,739,373	10,463,812,823
Investment in Government Security - Treasury bonds	2,180,896,070	2,325,963,846
	<b>12,204,635,443</b>	<b>12,789,776,670</b>
<b>31st March 2024</b>		
Investment in Government Security - Treasury Bills	7,335,100,103	7,564,208,677
Investment in Government Security - Treasury bonds	3,421,935,990	3,789,328,386
	<b>10,757,036,093</b>	<b>11,353,537,063</b>

06 Financial assets measured at fair value through other comprehensive income

	As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
Investment in debentures	341,834,724	321,786,809
	<b>341,834,724</b>	<b>321,786,809</b>

07 Net Assets Attributable to Unitholders

	Number of units	Net assets attributable to unitholders (Rs)
Opening balance	125,357,277	2,241,404,502
Subscriptions	402,318,541	8,637,043,705
Redemptions	(564,976)	(13,658,192)
Increase in net assets attributable to unitholders	-	3,289,072,927
<b>As at 31st March 2024</b>	<b>527,110,842</b>	<b>14,153,862,943</b>
Opening balance	527,110,842	14,153,862,943
Subscriptions	3,153	85,000
Redemptions	(20,357,368)	(554,269,548)
Increase in net assets attributable to unitholders	-	658,403,283
<b>30th September 2024</b>	<b>506,756,627</b>	<b>14,258,081,677</b>

08 Related Party Transactions

a) Key management personnel unit holdings

The key management personnel of Assetline Capital (Private) Limited and the Parent companies held units in the fund as follows.

	No of units held opening	No of units held closing	Fair value of investment (Rs.)	Dividend paid or payable by the fund
<b>30 September 2024</b>				
<i>Unit holder</i>				
Mr. K.A.H. Kuruppu	5,600,696	5,600,696	157,494,370	-

b) Related party unitholding

Assetline Capital (Private) Limited the Management Company of the Fund, DPMC Assetline Holdings (Private) Limited, the immediate parent company of management company and other related parties of the Management Company, held units in the Fund as follows:

	No of units held opening	No of units held closing	Fair value of investment (Rs.)	Dividend paid or payable by the fund
<b>30 September 2024</b>				
<i>Unitholder</i>				
Assetline Capital (Pvt) Ltd	6,050,266	6,050,266	170,136,519	-
DPMC Assetline Holdings (Pvt) Ltd	1,474,526	1,474,526	41,464,396	-
<i>Other related parties:</i>				
David Pieris Motor Company (Lanka) Limited	137,235,809	137,235,809	3,859,139,558	-
Assetline Insurance Brokers (Pvt) Limited	515,352	-	-	-
David Pieris Holdings (Private) Limited	133,455,280	113,616,624	3,194,956,273	-
David Pieris Automobiles (Pvt) Limited	29,373,625	29,373,625	826,001,030	-
MR. David Percival Pieris	138,182,331	138,182,331	3,885,756,238	-
MRS. Esther Maureen Pieris	74,819,532	74,819,532	2,103,962,663	-

c) Transactions held with and amounts due to related parties

The fees were charged by the management company and trustee for services provided during the year and the balances outstanding from such dues as at year end are as disclosed below:

	Charge for the Period ended 30th September 2024	Charge for the year ended 31st March 2024	Balance Outstanding 30th September 2024	Balance Outstanding 31st March 2024
	Rs.	Rs.	Rs.	Rs.
Management fees	83,586,227	113,702,753	13,827,524	14,092,886
Trustee & custodian fee	19,042,021	28,486,923	3,150,313	3,210,189
	<b>102,628,247</b>	<b>142,189,675</b>	<b>16,977,837</b>	<b>17,303,075</b>

d) Transactions held with related parties (Fellow Subsidiary)

Purchase of Financial assets from related parties (Investment in fixed deposits)

	As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
Assetline Finance Limited	77,726,044	-
	<b>77,726,044</b>	<b>-</b>

ASSETLINE INCOME PLUS GROWTH FUND

Notes to the Financial Statements (Contd...)  
(all amounts in Sri Lanka Rupees)

07 Reconciliation between the Net Asset Value as per Financial Statements and the SEC Return

	As at 30 September 2024 (Unaudited)	As at 31 March 2024 (Audited)
Net Asset Value as per Interim Financial Statements	14,258,081,677	14,153,862,943
Less :		
Income Tax Receivable	(1,622,001)	(1,622,001)
Net Asset Value as per SEC Return	<u>14,256,459,676</u>	<u>14,152,240,942</u>