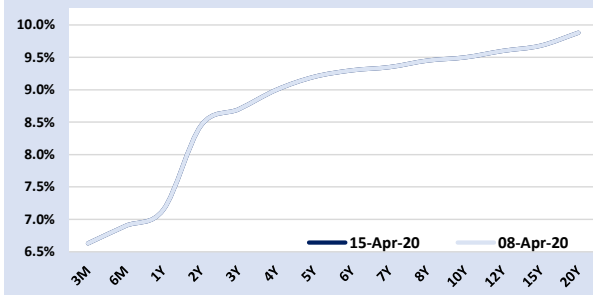




FIXED INCOME

YIELD CURVE BASED ON MID RATES & MARKET COMMENTARY



Commencing the week, the secondary market yield curve remained broadly unchanged, however, during the day 15.07.23 and 01.09.23 maturities traded at 8.98%-8.90% levels. At the primary bill auction held today, the 3M and 6M bills were accepted at weighted averages of 6.75% dipping by 5bps and 6.79% dipping by 1bps, respectively. The benchmark 1-Yr T-bill was accepted at the same level of 7.00%.

T-BILLS & T-BONDS 2 WAY QUOTE AND CHANGE OVER LAST WEEK

Tenure	Bid	Offer	Today	Last Week	Change (bps)
< 91 Days < 3M	6.75%	6.50%	6.63%	6.63%	0
< 182 Days < 6M	7.00%	6.80%	6.90%	6.90%	0
< 364 Days < 1Y	7.30%	7.00%	7.15%	7.15%	0
01-Oct-22 < 2Y	8.50%	8.40%	8.45%	8.45%	0
15-Mar-23 < 3Y	8.80%	8.60%	8.70%	8.70%	0
15-Sep-24 < 4Y	9.10%	8.90%	9.00%	9.00%	0
15-Mar-25 < 5Y	9.25%	9.15%	9.20%	9.20%	0
01-Aug-26 < 6Y	9.35%	9.25%	9.30%	9.30%	0
15-Oct-27 < 7Y	9.40%	9.30%	9.35%	9.35%	0
01-Sep-28 < 8Y	9.50%	9.40%	9.45%	9.45%	0
15-May-30 < 10Y	9.60%	9.40%	9.50%	9.50%	0
01-Jan-32 < 12Y	9.70%	9.50%	9.60%	9.60%	0
15-Sep-34 < 15Y	9.80%	9.55%	9.68%	9.68%	0
15-Aug-39 < 20Y	10.05%	9.70%	9.88%	9.88%	0

PRIMARY AUCTION

T-BILL AUCTION

Tenor	Current	Previous	Change
	15-Apr-20	06-Apr-20	(bps)
91 days	6.75%	N/A	N/A
182 Days	6.79%	6.80%	-1
364 Days	7.00%	7.00%	0

Date of Settlement 17-Apr-20

T-BOND AUCTION

Bond Type	Yield	Offered	Bids	Accepted
09.00%2023'A'	8.50%	12,500	32,040	7,220
9.85%2024'A'	8.70%	10,000	37,430	10,000
10.30%2027'A'	8.90%	17,500	64,423	17,500
TOTAL		40,000	133,893	34,720

WEEK ENDING 17-Apr-20

Offered	Bids	Accepted
LKR ('Mn)	LKR ('Mn)	LKR ('Mn)
7,000	9,500	2,480
10,000	12,865	3,625
13,000	16,950	3,800
30,000	39,315	9,905

MATURITY TABLE FOR NEXT WEEK

Type	LKR ('Mn)	USD ('Mn)
T-Bills	23,200	
T-Bonds	0	
T-Bond Interest	0	
SLDBs/Sovereign Bonds		0
TOTAL	23,200	0

LIQUIDITY, CBSL HOLDINGS & MARKET INTEREST RATES

MARKET LIQUIDITY

	15-Apr-20	Repo	Reverse Repo
Mid-day Auction		[LKR 'Bn]	[LKR 'Bn]
Offered		0.0	20.0
Bids		N/A	16.7
Accepted		N/A	16.7
Weighted Average Rate (%)		N/A	6.5%
Standing Facility		SDF	SLF
Rate		6.00%	7.00%
Value [LKR 'Bn]		88.2	31.1
O/N Surplus/(Deficit)			40.5
CBSL Holdings of Government Securities [LKR 'Bn]			263.9

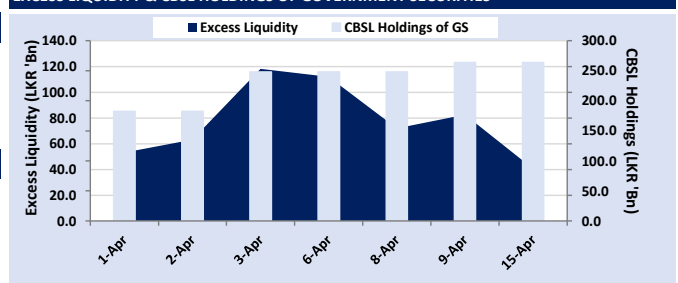
MONEY MARKET RATES

	High	Low	W.Avg	Value [LKR 'Bn]
Call Money 15-Apr-20	6.55%	6.50%	6.51%	18.1
Repo Rates 15-Apr-20	0.00%	0.00%	0.00%	0.0

MARKET INTEREST RATES

	8-Apr-20	Last Month	Change (bps)
AWPLR	9.42%	9.29%	13
	Banks	NBFIs	
FD Ceiling Rate (1 Year) 4Q2019	N/A	11.59%	

EXCESS LIQUIDITY & CBSL HOLDINGS OF GOVERNMENT SECURITIES



OUTSTANDING STOCK [GSEC]

	8-Apr-20	Previous Week	Change (%)
T-Bills [LKR 'Mn]	1,089,959	1,022,442	6.6%
T-Bonds [LKR 'Mn]	4,809,026	4,809,026	0.0%
TOTAL	5,898,984	5,831,467	1.2%

T-Bills & T-Bonds held by Foreigners

	8-Apr-20	Previous Week	Change (%)
Foreign Holding [LKR 'Mn]	36,085	41,057	-12.1%
Foreign Holding (%)	0.6%	0.7%	

GLOBAL OUTLOOK FOR INTEREST RATES AND EXCHANGE RATES

US TREASURIES

	9-Apr-20	3-Apr-20	Change (bps)	Last Month	Change (bps)
1 Year	0.25%	0.15%	10	0.17%	8
2 Year	0.23%	0.23%	0	0.23%	0
5 Year	0.41%	0.39%	2	0.37%	4
10 Year	0.73%	0.62%	11	0.70%	3
30 Year	1.35%	1.24%	11	1.35%	0

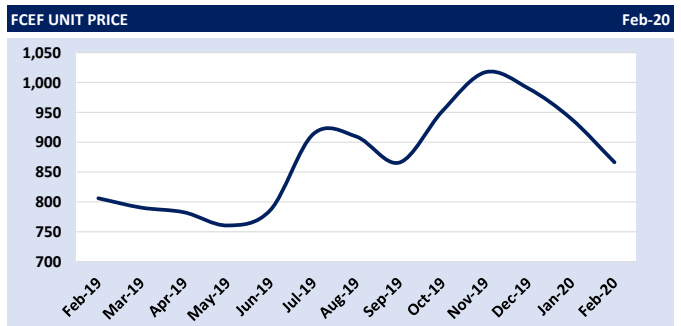
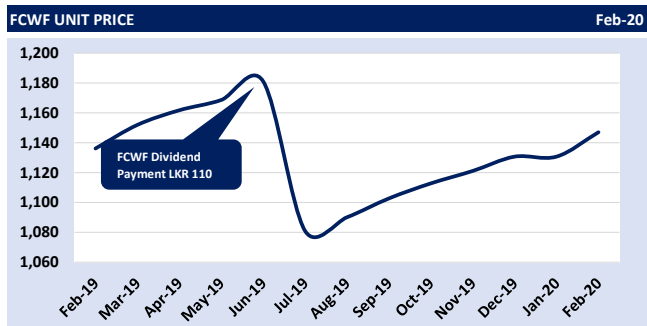
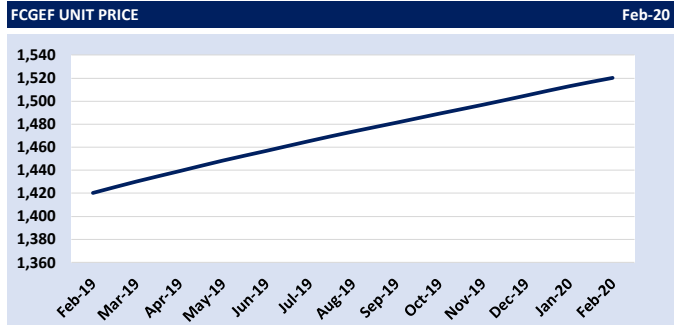
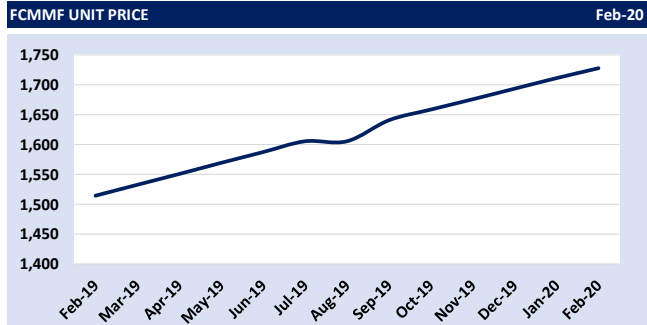
EXCHANGE RATES

	15-Apr-20	Last Month	Change (%)
USA Dollar	192.94	188.62	-2.2%
UK Pound	243.41	232.67	-4.4%
EU Euro	211.94	207.96	-1.9%
Japan Yen	1.80	1.74	-3.5%
Australia Dollar	123.72	116.46	-5.9%

UNIT TRUSTS

	Sell Price	Buy Price	AUM LKR 'Mn	Avg. Yield	Information on Fees		
	LKR	LKR	As at Mar 2020		Mgmt Fee	Trustee fee	Performance Fee
First Capital Money Market Fund	1,755.50	1,755.50	8,431	12.07%	0.50% p.a.	0.15% p.a.	N/A
First Capital Gilt Edge Fund	1,443.73	1,443.73	54	6.86%	0.50% p.a.	0.15% p.a.	N/A
First Capital Wealth Fund	1,129.12	1,129.09	615	10.57%	1.10% p.a.	0.225% p.a.	N/A
First Capital Equity Fund	689.31	654.84	53	N/A	1.00% p.a.	0.23% p.a.	25% over ASTRI

TRAILING RETURNS (%)							Performance as of	Feb-20
	YTD	2018/19	2017/18	2016/17	2015/16	2014/15	Since Inception	
FIXED INCOME FUNDS								
First Capital Money Market Fund	13.87%	12.96%	11.92%	10.39%	7.92%	7.20%		10.95%
First Capital Gilt Edge Fund	6.86%	7.56%	9.14%	19.06%	4.17%	-3.46%		9.57%
First Capital Wealth Fund	10.57%	11.40%	11.32%	10.63%	4.90%	15.48%		11.30%
BALANCED FUND								
First Capital Equity Fund	7.48%	-6.51%	0.96%	1.62%	-4.33%	N/A		-13.36%
ASTRI*	-3.45%	-5.72%	7.30%	0.33%	-14.94%	N/A		-20.38%
Out/(Under) Performance	10.93%	-0.80%	-6.34%	1.30%	10.61%			7.02%



12.18% *

Current yield as at 23/02/2020

THE FIRST CAPITAL MONEY MARKET FUND

AS ATTRACTIVE AS A FIXED DEPOSIT WITH THE FLEXIBILITY OF A SAVINGS ACCOUNT

*The current yield is variable and subject to change. Past performance is not an indicator of future performance. Investors are advised to read and understand the contents of the Explanatory Memorandum before investing.

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First Capital

First Capital Holdings PLC

No.2, Deal Place,
Colombo 3

Tel: +94 11 2145 000
Fax: +94 11 2145 050

RESEARCH

Dimantha Mathew	+94 11 2639 853	Nisansala Kuruppumudali	+94 11 2639 866
Atchuthan Srirangan	+94 11 2639 863		
Hiruni Perera	+94 11 2639 864		

GOVERNMENT SECURITIES SALES

Anjelo Simmons	+94 77 3031 636	Neminda Jayawardena	+94 76 6644 080
Anushka Dissanayake	+94 77 2220 021	Arun Kandasamy	+94 75 4861 506
Anushi Ranawaka	+94 77 3876 819		

CORPORATE DEBT SALES

Sewwandi Kathriarachchi	+94 77 3461 734	Mahesh Amarasinghe	+94 77 0073 684
Nethalie De Mel	+94 11 2639 854	Dharshanie Vasanthajothy	+94 77 9159 878

EQUITY SALES

CEO	Jaliya Wijeratne	+94 70 2910 042	Negombo	
			Priyanka Anuruddha	+94 70 2910 035
Colombo			Priyantha Wijesiri	+94 70 2910 036
Nishantha Mudalige	+94 70 2910 041			
Isuru Jayawardana	+94 70 2910 034			
Ifadh Marikar	+94 77 9625 679			
Thushara Pathiraja	+94 70 2910 037			
Anushka Buddhika	+94 70 2910 030			

UNIT TRUST SALES

Kavin Karunamoorthy	+94 77 0328 060	Imali Abeygunawardena	+94 77 1764 799
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BRANCHES

Kandy	Kurunegala	Matara	Negombo
2nd Floor, No.121 Kotugodella Veediya (E L Senanayake Veediya) Kandy 20000.	Ground Floor No. 42, Mihindu Mawatha, Kurunegala 60000.	2nd Floor, E.H. Cooray Building No: 24, 1/3, Anagarika Dharmapala Mawatha, Matara 81000.	1st Floor No: 163B, Colombo Road, Negombo 11500.
Manager: Salinda Samarakoon	Manager:	Manager: Rohana Jayakody	Manager:
Tel: +94 81 2236 010	Tel: +94 37 2222 930	Tel: +94 41 2222 988	Tel: +94 31 2233 299

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