DAILY FIXED INCOME & UNIT TRUST

First Capital
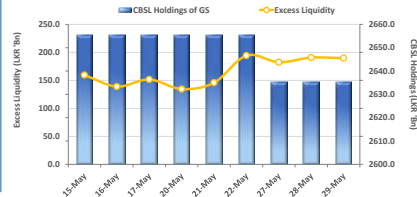A Janashakthi Group Company

May 29, 2024

"Auction yields continue to decline for the 8th consecutive week"

The secondary market witnessed buying sentiment throughout the day, largely centered on the shorter and the belly end of the curve. Thus, trades were observed on the 2026 maturity, with 15.05.26, 01.06.26, 01.08.26 and 15.12.26 trading between 9.93%-9.70%. Furthermore, a steep decline in yields was also observed at the LKR 160.0Bn Treasury bill auction held today, with yields dropping by more than 10bps across the board and continue to hover below the 10% mark. The LKR 160.0Bn auction conducted today was fully subscribed with CBSL raising LKR 30.0Bn from the 3M bill at 8.62% (-14bpsWoW), LKR 50.0Bn from the 6M bill at 9.04% (-13bpsWoW) and raising LKR 80.0Bn from the 364-day bill at 9.18% (-11bpsWoW). Meanwhile, post auction selective interest was visible on the tail end of the curve, with 15.09.27 trading between 10.55%-10.35% whilst 2028 maturities including 15.03.28, 01.05.28 and 01.07.28 maturities trading between 10.90%-10.70%. Furthermore, few trades were also enticed on the 01.10.32 maturity, trading at 11.85%. Meanwhile, on the external front, LKR continued to remain volatile and depreciated for the fourth straight session and recorded at LKR 301.27/dollar.
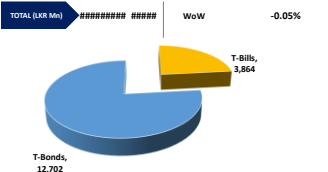
UNIT TRUSTS

28-May-24

First Capital Unit Trust Funds			Sell Price	Buy Price	Avg. Yield
			LKR	LKR	
First Capital Money Market Fund	FCMMF		3,093.54	3,093.54	10.88%
First Capital Gilt Edge Fund	FCGEF		2,356.45	2,356.45	10.73%
First Capital Wealth Fund	FCWF		1,895.00	1,894.95	42.30%
First Capital Equity Fund	FCEF		2,593.65	2,463.97	13.56%
First Capital Money Plus Fund	FCMPF		1,008.53	1,008.53	7.25%

EXCESS LIQUIDITY AND CBSL HOLDINGS

OUTSTANDING STOCK [GSEC]

TOTAL (LKR Mn) ######## #####   WoW   -0.05%

- T-Bills, 3,864
- T-Bonds, 12,702

FOREIGN HOLDING (LKR MN)

WoW #####################

26-Apr	3-May	10-May	17-May	22-May
84,837	84,129	77,001	75,854	74,508
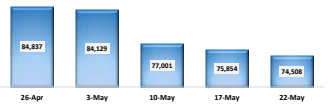
BILLS AND BONDS YIELDS

— 22-May-24   — 29-May-24
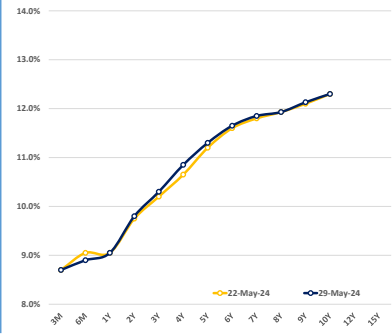
Tenure		Bid	Offer	Today	Last Week	Change (bps)
< 91 Days < 3M		8.65%	8.55%	8.70%	8.70%	0
< 182 Days < 6M		9.00%	8.80%	8.90%	9.05%	-15
< 364 Days < 1Y		9.10%	9.00%	9.05%	9.05%	0
01-Jun-26 < 2Y		9.80%	9.70%	9.80%	9.75%	+5
01-May-27 < 3Y		10.30%	10.20%	10.30%	10.20%	+10
01-May-28 < 4Y		10.75%	10.65%	10.85%	10.65%	+20
15-Jul-29 < 5Y		11.25%	11.00%	11.30%	11.20%	+10
15-May-30 < 6Y		11.70%	11.60%	11.65%	11.60%	+5
15-May-31 < 7Y		11.85%	11.70%	11.85%	11.80%	+5
01-Jul-32 < 8Y		11.90%	11.80%	11.93%	11.93%	0
15-Jan-33 < 9Y		12.20%	11.90%	12.13%	12.10%	+3
01-Jan-34 < 10Y		12.20%	11.90%	12.30%	12.30%	0
15-Mar-35 < 12Y		N/A	N/A	N/A	N/A	N/A
15-Aug-39 < 15Y		N/A	N/A	N/A	N/A	N/A
01-Jan-41 < 20Y		N/A	N/A	N/A	N/A	N/A

T-BILL AUCTION (LKR MN)

Offered	160,000
Bids	352,634
Accepted	160,000

■91 days ■182 Days ■364 Days
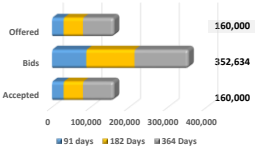
Auction Date	29-May-24
Settlement Date	31-May-24

91 days	8.62%	▼	-14	bps
184 days	9.04%	▼	-13	bps
364 days	9.18%	▼	-11	bps

T-BOND AUCTION (LKR MN)

Auction Date	13-May-24
W.Avg	11.01%	W.Avg	11.85%	W.Avg	12.17%

09.00%2028 'B'   11.00%2030 'B'   09.00%2032 'A'

■Bids ■Offered ■Accepted

MATURITY TABLE (LKR MN)

Week ending	7-Jun-24

- Bond interest 18,091
- T-Bond 240,764
- T-Bill
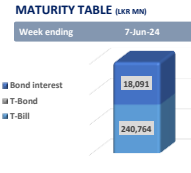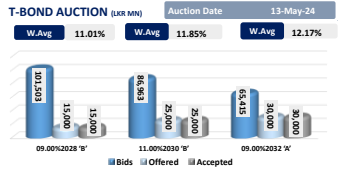
New Auction Announcement

W.Avg 14.22%

Rejected

Rejected