

First Capital

A Janashakthi Group Company

DAILY

FIXED INCOME

&

UNIT TRUST

January 22, 2025

“T-Bill yields take a toll with sharp declines”

Today's Treasury Bill auction saw a sharp decline in rates across the board. The CBSL raised a total of LKR 155.0Bn with the total offered amount being fully accepted across all three maturities. The 03M T-Bill was fully subscribed at LKR 35.0Bn, the 06M T-Bill was fully subscribed at the offered amount of LKR 50.0Bn, and the 1 Yr T-Bill was fully accepted at LKR 70.0Bn. The weighted average yield rates saw declines, where the 03M T-Bill saw a decline of 21bps at 8.12%, the 06M T-Bill saw a decline of 19bps at 8.25%, and the 1 Yr T-Bill saw a decline of 17bps at 8.63%. The secondary market yield curve experienced mixed activity, with notable interest amongst the 2026, 2027, and 2028 maturities. On the short end of the curve, 15.05.26, 01.08.26, and 15.12.26, traded at rates of 8.80%, 8.80%, and 9.15%, respectively. 01.05.27, 15.09.27, and 15.10.27, traded at rates of 9.70%, 9.80%, and 9.80%, respectively. On the belly end of the curve, 15.01.28, 15.02.28, 15.03.28, 01.05.28, and 01.07.28 traded at 10.10%, 10.15, 10.15%, 10.27%, and 10.35%, respectively. Similarly, 15.09.29 and 15.10.30 traded at rates of 10.80% and 11.35%, respectively. On the external front, the LKR depreciated against the USD closing at LKR 297.5/USD compared to LKR 296.9/USD recorded the previous day. CBSL holdings of government securities remained unchanged, closing at LKR 2,511.92Bn today. Overnight liquidity in the banking system expanded to LKR 148.47Bn from LKR 122.45Bn recorded the previous day.

UNIT TRUSTS

First Capital Unit Trust Funds		Sell Price	Buy Price	Avg. Yield
		LKR	LKR	
First Capital Money Market Fund	FCMMF	3,299.01	3,299.01	8.98%
First Capital Gilt Edge Fund	FCGEF	2,487.91	2,487.91	8.67%
First Capital Wealth Fund	FCWF	2,053.40	2,053.35	15.40%
First Capital Equity Fund	FCEF	3,320.25	3,270.45	40.67%
First Capital Money Plus Fund	FCMPF	1,066.89	1,066.89	8.81%

OUTSTANDING STOCK [GSEC]

TOTAL (LKR Mn) 18,423.68

WoW 0.69%

T-Bills, 4,094

T-Bonds, 14,330

FOREIGN HOLDING (LKR MN) WoW 7.45%

19-Dec	66,556
26-Dec	69,262
2-Jan	68,525
9-Jan	67,225
16-Jan	72,231

BILLS AND BONDS YIELDS

T-BILL AUCTION (LKR MN)

Auction Date: 22-Jan-25  
Settlement Date: 24-Jan-25

Offered	155,000
Bids	1,883
Accepted	155,000

Legend: 91 days (blue), 182 Days (yellow), 364 Days (grey)

91 days	8.12%	▼	-21 bps
184 days	8.25%	▼	-19 bps
364 days	8.63%	▼	-17 bps

T-BOND AUCTION (LKR MN)

Auction Date: 9-Jan-25

W.Avg	10.42%
W.Avg	11.23%
W.Avg	11.47%

EXCESS LIQUIDITY AND CBSL HOLDINGS

Tenure		Bid	Offer	Today	Last Week	Change (bps)
< 91 Days	< 3M	8.15%	8.05%	#N/A	8.10%	#N/A
< 182 Days	< 6M	8.30%	8.20%	#N/A	8.25%	#N/A
< 364 Days	< 1Y	8.60%	8.50%	#N/A	8.55%	#N/A
15-Jan-27	< 2Y	9.30%	9.20%	#N/A	9.25%	#N/A
15-Jan-28	< 3Y	10.15%	10.05%	#N/A	10.10%	#N/A
15-Dec-28	< 4Y	10.50%	10.40%	#N/A	10.45%	#N/A
15-Sep-29	< 5Y	10.85%	10.75%	#N/A	10.80%	#N/A
15-Oct-30	< 6Y	11.35%	11.30%	#N/A	11.33%	#N/A
01-Dec-31	< 7Y	11.45%	11.35%	#N/A	11.40%	#N/A
01-Oct-32	< 8Y	11.55%	11.45%	#N/A	11.50%	#N/A
01-Jun-33	< 9Y	11.60%	11.45%	#N/A	11.53%	#N/A
01-Jan-34	< 10Y	11.75%	11.50%	#N/A	11.63%	#N/A
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

MATURITY TABLE (LKR MN)

Week ending 31-Jan-25