



May 21, 2025

"Yield curve holds steady in pre-policy calm"

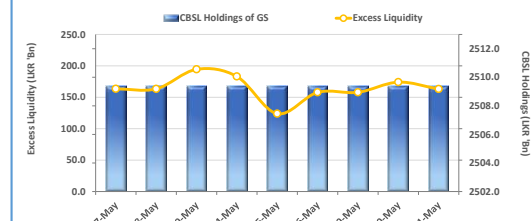
Today activity in the secondary market appeared somewhat dormant as the market participants embraced a cautious approach ahead of CBSL's 3rd monetary policy decision set to be announced tomorrow. Consequently, the yield curve appeared largely unchanged amid the market's wait and see approach. Among the few trades that took place, the 01.05.2028 maturity traded at 9.75% while further ahead on the yield curve, the 15.03.2031 maturity traded at 10.75%. Finally, the 01.11.2033 maturity was seen changing hands at the rate of 10.97%. The CBSL held its weekly T-Bill auction today, fully raising the offered LKR 157.58bn. The 3M T-Bill weighted average yield remained unchanged at 7.65%, with LKR 13.08bn raised versus an offer of LKR 20.08bn. Weighted average yields on the 6M and 12M maturities edged down 1bps to 7.97% and 8.29%, respectively. The 6M T-Bill raised LKR 50.08bn, matching its offer, while LKR 94.58bn was accepted for the 12M Bill, exceeding its LKR 87.58bn target. In the forex market, the LKR depreciated against the greenback, closing at LKR 300.6/USD, compared to the previously seen rate of 299.5/USD. Meanwhile, overnight liquidity in the banking system contracted to LKR 163.2bn from LKR 174.1bn in the previous session.



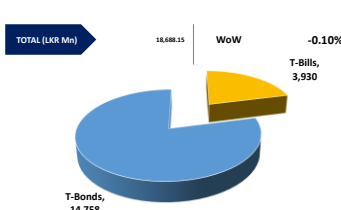
UNIT TRUSTS

First Capital Unit Trust Funds			20-May-25		
			Sell Price	Buy Price	Avg. Yield
			LKR	LKR	
First Capital Money Market Fund	FCMMF		3,391.87	3,391.87	8.22%
First Capital Gilt Edge Fund	FCGEF		2,546.41	2,546.41	6.99%
First Capital Wealth Fund	FCWF		2,128.21	2,128.16	9.22%
First Capital Equity Fund	FCEF		3,321.25	3,271.43	2.86%
First Capital Money Plus Fund	FCMPF		1,095.95	1,095.95	7.62%

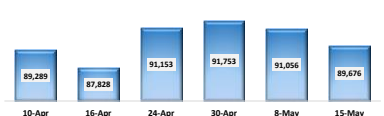
EXCESS LIQUIDITY AND CBSL HOLDINGS



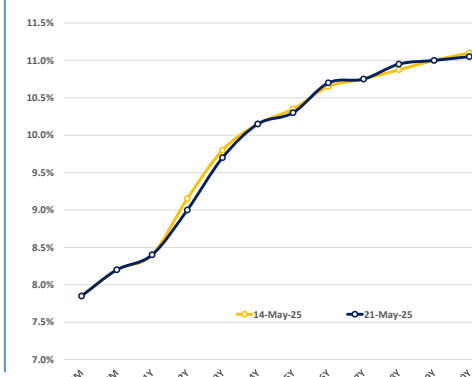
OUTSTANDING STOCK [GSEC]



FOREIGN HOLDING (LKR MN) WoW

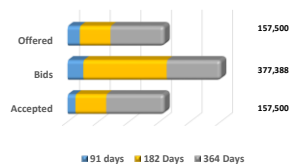


BILLS AND BONDS YIELDS



Tenure		Bid	Offer	Today	Last Week	Change (bps)
< 91 Days	< 3M	8.00%	7.70%	7.85%	7.85%	0
< 182 Days	< 6M	8.30%	8.10%	8.20%	8.20%	0
< 364 Days	< 1Y	8.50%	8.30%	8.40%	8.40%	0
01-May-27	< 2Y	9.05%	8.95%	9.00%	9.15%	-15
15-May-28	< 3Y	9.75%	9.65%	9.70%	9.80%	-10
15-Jun-29	< 4Y	10.20%	10.10%	10.15%	10.15%	0
15-May-30	< 5Y	10.35%	10.25%	10.30%	10.35%	-5
15-Mar-31	< 6Y	10.75%	10.65%	10.70%	10.65%	+5
15-Dec-32	< 7Y	10.80%	10.70%	10.75%	10.75%	0
01-Jun-33	< 8Y	11.00%	10.90%	10.95%	10.88%	+8
01-Jan-34	< 9Y	11.05%	10.95%	11.00%	11.00%	0
15-Mar-35	< 10Y	11.10%	11.00%	11.05%	11.10%	-5
15-Jan-37	< 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)

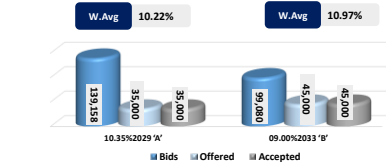


Auction Date 21-May-25

Settlement Date 23-May-25

91 days	7.65%	0	bps
184 days	7.97%	-1	bps
364 days	8.29%	-1	bps

T-BOND AUCTION (LKR MN)



MATURITY TABLE (LKR MN)

Week ending 30-May-25

