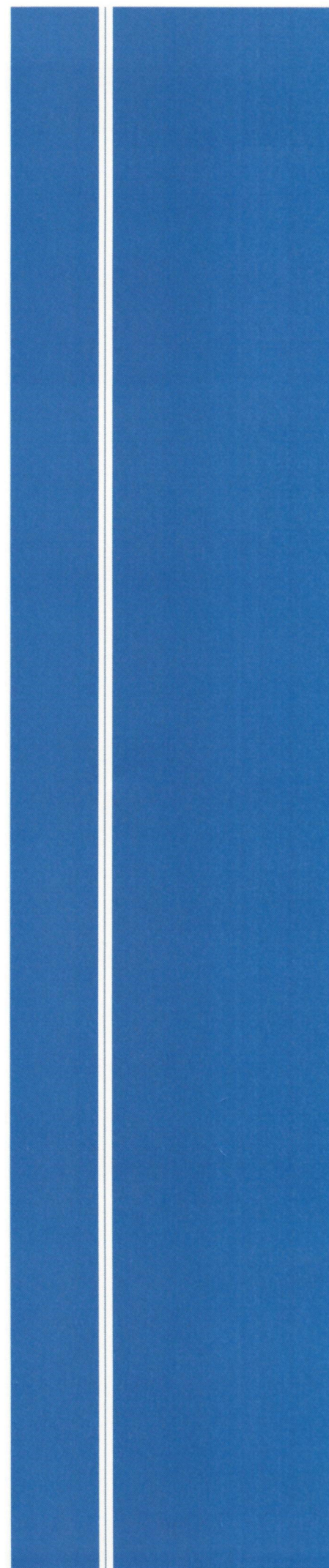


NDB Wealth Money Plus Fund

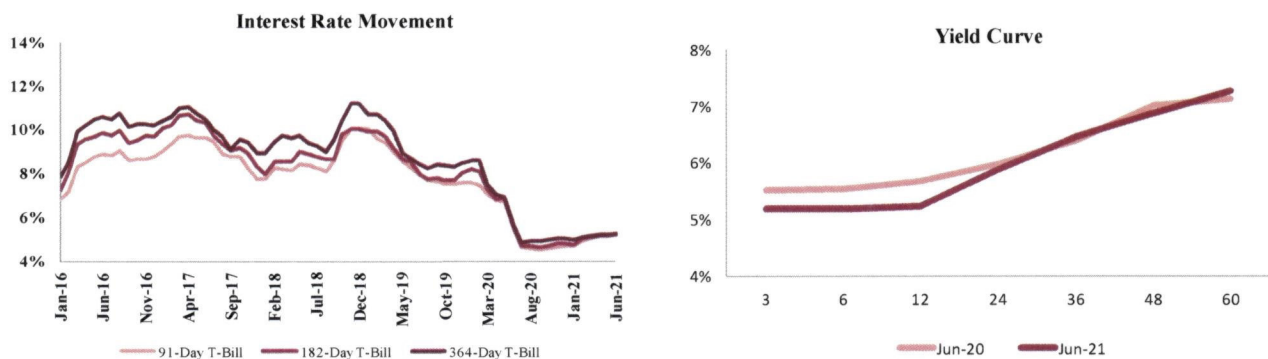
Financial Statements for the Period
Ended 30th June 2021



Fund Review 1st Half 2021 - NDB Wealth Money Plus Fund

The Central Bank of Sri Lanka (CBSL) held its policy rates stable during the period under review, with a view of maintaining an accommodative monetary policy stance, to support the ongoing recovery of the economy hampered by the Covid-19 pandemic. Accordingly, the Standing Lending Facility Rate (SLF) and the Standing Deposit Facility Rate (SDF) were maintained at 5.50% and 4.50% respectively while the Statutory Reserve Ratio (SRR) was maintained at 2.00% during the first half of the year. However, interest rates saw upward pressure across the yield curve with the benchmark 364-day Treasury bill rate edging up to 5.23% by the end of June 2021 from lows of 4.98% seen at the beginning of the year (Source: Central Bank of Sri Lanka).

Overall, macro-economic weakness, the depreciating rupee and the heavy external debt servicing burden continued to deter foreign investors from the local market, with foreign investors continuing to exit out of Rupee denominated government securities and foreign holding of local Treasury bills and bonds declining to a historic low of LKR 2.49 bn as of 30th June 2021 (Source: Central Bank of Sri Lanka).



Source: Central Bank of Sri Lanka

Credit to the private sector recovered considerably during the period under review on the back of Central Bank's loose monetary policy stance, leading to historically low lending rates driving private sector demand for credit. On the fiscal front, overall budget deficit for 2021 is expected to expand significantly, amidst the continued impact of the pandemic leading to slower growth, fragile revenue collections and the escalation of expenditure.

During the period under review the NDB Wealth Money Plus Fund yielded the following returns commensurate with the risk parameters and the objective of the Fund:

	NDB Wealth Money Plus Fund	*Average Weighted Deposit Rate (AWDR) *6-month avg.
Performance - 1 st Half 2021	2.83% (after fees)	N/A
Annualized Performance - 1 st Half 2021	5.66% (after fees)	5.18%

*Source: Central Bank of Sri Lanka

We expect interest rates to see upward pressure during the second half of the year owing to fiscal slippage, the high debt servicing burden and the increasing demand for credit from the private sector. Further, inflationary pressures stemming from rising global commodity prices, the Rupee depreciation and demand side factors may prompt policymakers to engage in appropriate policy action in terms of monetary tightening.

NDB WEALTH MONEY PLUS FUND
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30TH JUNE 2021

	Note	2021 LKR	2020 LKR
Investment income			
Interest income	1	2,607,854,718	2,201,329,455
Total investment income		<u>2,607,854,718</u>	<u>2,201,329,455</u>
Expenses	2	(313,319,952)	(148,770,642)
Realised Loss on Sale of Securities		(3,486,514)	-
Profit after deductions and before tax		<u>2,291,048,252</u>	<u>2,052,558,813</u>
Income tax expense	3	-	-
Profit for the year		<u>2,291,048,252</u>	<u>2,052,558,813</u>
Other comprehensive income		-	-
Total comprehensive income		<u>2,291,048,252</u>	<u>2,052,558,813</u>
Increase in net assets attributable to unitholders		<u><u>2,291,048,252</u></u>	<u><u>2,052,558,813</u></u>

**NDB WEALTH MONEY PLUS FUND
STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2021**

	Note	30.06.2021 LKR	31.12.2020 LKR
Assets			
Cash at bank	4	25,004	11,931,050
Other Receivables		1,868,570	2,046,771
Financial assets measured at amortised cost	5	65,661,179,993	80,026,305,925
Tax recoverable	6	-	-
Total assets		<u>65,663,073,567</u>	<u>80,040,283,746</u>
Liabilities			
Tax payable	6	-	-
Accrued expenses	7	49,183,106	55,792,535
Total liabilities		<u>49,183,106</u>	<u>55,792,535</u>
Net assets attributable to unitholders		<u>65,613,890,462</u>	<u>79,984,491,211</u>
Unitholder's funds			
Unit capital		27,210,996,566	34,107,942,219
Retained earnings		38,402,893,895	45,876,548,992
Net assets attributable to unitholders	8	<u>65,613,890,462</u>	<u>79,984,491,211</u>



Director
NDB Wealth Management Ltd
Fund Management Company



Director
NDB Wealth Management Ltd
Fund Management Company

**NDB WEALTH MONEY PLUS FUND
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30TH JUNE 2021**

	2021	2020
	LKR	LKR
Cash flows from operating activities		
Interest received	4,054,725,602	2,515,789,899
Net investment in financial assets	13,848,856,215	(9,063,091,059)
Tax paid	-	-
Operating expenses paid	(319,929,383)	(141,872,024)
Net cash generated from / (used in) operating activities	<u>17,583,652,434</u>	<u>(6,689,173,184)</u>
Cash flows from financing activities		
Proceeds from issue of units	79,448,996,655	39,215,488,436
Payments on redemption of units	(96,110,645,657)	(31,594,409,720)
Net cash generated from / (used in) financing activities	<u>(16,661,649,001)</u>	<u>7,621,078,716</u>
Net increase/ (decrease) in cash and cash equivalents	922,003,433	931,905,532
Cash & cash equivalents at the beginning of the year	<u>11,931,050</u>	<u>292,261</u>
Cash & cash equivalents at the end of the year	<u><u>933,934,483</u></u>	<u><u>932,197,792</u></u>
Cash and cash equivalents at the end of the year comprises of:		
Cash at bank	25,004	15,384
Money Market Savings accounts	<u>933,909,479</u>	<u>932,182,408</u>
	<u><u>933,934,483</u></u>	<u><u>932,197,792</u></u>

NDB WEALTH MONEY PLUS FUND
NOTES FOR THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30TH JUNE 2021

	2021	2020
	LKR	LKR
1. Interest income		
Interest on commercial papers	187,663,802	339,020,046
Interest on fixed deposits	2,098,631,851	1,542,524,628
Interest on repurchase agreements - Long Term	98,589,631	613,987
Interest on repurchase agreements - Short Term	90,817,033	-
Interest income on structured debt	24,034,799	160,795,292
Interest on buy and sell back trust certificates	1,689,693	4,941,511
Interest income from money market savings account	48,103,094	153,433,991
Interest on treasury bills	58,324,814	-
	2,607,854,718	2,201,329,455
2. Expenses		
Management fee	264,569,216	124,719,343
Trustee fee	48,355,112	22,794,858
Custodian charges	64,268	64,593
Auditor's remuneration	(252,075)	246,038
Tax consultancy fee	21,385	21,385
Bank charges	562,046	924,425
	313,319,952	148,770,642
3. Income tax		
Tax expense for the year (Note 3.1)	-	-

3.1 The income tax for the year can be reconciled to the accounting profit as follows:

	30.06.2021	31.12.2020
	LKR	LKR
Income Tax Expense / (Reversal)	-	-
Income Tax Expense / (Reversal) for the year	-	-

3.2 The fund is deemed as conducting an eligible investment business and is treated as a tax pass through vehicle in accordance with the new Inland Revenue Act No. 24 of 2017 effective from 1 April 2018. Hence no provision for the income tax was made in the financial statements.

NDB WEALTH MONEY PLUS FUND
NOTES FOR THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30TH JUNE 2021

	30.06.2021	31.12.2020
	LKR	LKR
4. Cash at bank		
Hatton National Bank	25,004	11,931,050
	<u>25,004</u>	<u>11,931,050</u>
5. Financial assets measured at amortised cost		
Fixed deposits (Note 5.1)	59,953,132,537	65,731,881,203
Commercial papers (Note 5.2)	4,092,634,065	3,689,970,263
Money market savings accounts (Note 5.3)	946,583,967	2,051,064,977
Structured debt (Note 5.4)	591,652,617	630,195,910
Buy and sell back trust certificates (Note 5.5)	77,176,807	-
Treasury bills (Note 5.6)	(0)	2,394,755,500
Repurchase agreements (Note 5.7)	0	5,528,438,072
	<u>65,661,179,993</u>	<u>80,026,305,925</u>

5.1 Fixed deposits

Company	Amortised cost	As a % of net	Amortised cost	As a % of net
	LKR	asset value	LKR	asset value
		30.06.2021		31.12.2020
AMW Capital Leasing & Finance PLC	403,747,856	0.62%	290,062,905	0.36%
Bank Of Ceylon	4,934,606,915	7.52%	4,058,686,301	5.07%
Cargills Bank Limited	3,099,152,239.92	3.87%	2,804,392,258	8.38%
Central Finance Plc	-	0.00%	2,180,963,590	2.73%
Citizens Development Business Finance PLC	1,806,047,057	2.75%	2,262,965,807	2.83%
Commercial Bank Plc	-	0.00%	1,015,479,452	1.27%
Commercial Leasing and Finance PLC	2,956,500,716	4.51%	2,860,282,994	3.58%
DFCC Bank PLC	4,037,068,493	6.15%	5,988,850,094	7.49%
HNB Finance Ltd.	1,296,549,714	1.98%	2,892,206,385	3.62%
Hatton National Bank PLC	-	0.00%	1,016,397,260	1.27%
LB Finance PLC	1,206,567,755	1.84%	2,426,181,842	3.03%
Lolc Development Finance Plc	101,219,726.03	0.15%	-	0.00%
Mercantile Investment and Finance PLC	660,159,618.05	1.01%	650,454,738	0.81%
National Saving Bank	8,994,801,704	13.71%	7,598,667,585	9.50%
National Development Bank PLC	6,775,733,526	10.33%	5,231,554,622	6.54%
Peoples Bank	13,476,804,587	20.54%	12,280,964,790	15.35%
People's Leasing & Finance PLC	2,968,288,403	4.52%	4,637,555,304	5.80%
Richard Pieris Finance Limited	594,474,543	0.91%	434,835,655	0.54%
Sampath Bank PLC	0.00	0.00%	3,156,018,985	3.95%
Sanasa Development Bank PLC	877,881,538	1.34%	207,776,381	0.26%
Singer Finance (Lanka) PLC	421,422,365	0.53%	211,532,356	0.63%
Siyapatha Finance PLC	996,019,746	1.52%	1,764,735,267	2.21%
Union Bank PLC	3,177,964,667	4.84%	638,649,052	0.80%
Vallibel Finance PLC	1,168,121,366	1.78%	1,122,667,576	1.40%
	<u>59,953,132,537</u>	<u>90.41%</u>	<u>65,731,881,203</u>	<u>87.42%</u>

NDB WEALTH MONEY PLUS FUND
NOTES FOR THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30TH JUNE 2021

5.2 Commercial papers

Company	Amortised cost LKR	As a % of net asset value 30.06.2021	Amortised cost LKR	As a % of net asset value 31.12.2020
Lanka Orix Leasing Company PLC	4,092,634,065	6.24%	3,689,970,263	4.61%
	4,092,634,065	6.24%	3,689,970,263	4.61%

5.3 Money market savings accounts

Company	Amortised cost LKR	As a % of net asset value 30.06.2021	Amortised cost LKR	As a % of net asset value 31.12.2020
Hatton National Bank PLC	103,493,008	0.16%	1,342,259,852	1.68%
Union Bank PLC	34,241,162	0.05%	106,041,702	0.13%
Merchant Bank PLC	30,171,981	0.05%	194,508,504	0.24%
Sampath Bank PLC	5,386	0.00%	29,855	0.00%
Sanasa Development Bank PLC	115,405,638	0.18%	257,731,583	0.32%
Habib Bank Limited	32,729,110	0.05%	150,493,481	0.19%
DCFF Bank PLC	630,537,681	0.96%	-	0.00%
	946,583,967	1.44%	2,051,064,975	2.56%

5.4 Structured debt

Company	Amortised cost LKR	As a % of net asset value 30.06.2021	Amortised cost LKR	As a % of net asset value 31.12.2020
Singer Finance PLC	29,428,367	0.04%	404,247,418	0.51%
Lanka Orix Leasing Company	-	0.00%	166,823,014	0.21%
Mercantile Investments & Finance PLC	-	0.00%	43,432,478	0.05%
Richard Pieris Finance Ltd	259,129,418	0.39%	15,693,000	0.02%
LOLC Development Finance Plc	303,094,832	0.46%	-	0.00%
	591,652,617	0.90%	630,195,910	0.79%

5.5 Buy and sell back trust certificates

Company	Amortised cost LKR	As a % of net asset value 30.06.2021	Amortised cost LKR	As a % of net asset value 31.12.2020
Safe Holdings - LOLC Development and Finance	77,176,807	0.10%	-	0.00%
	77,176,807	0.10%	-	0.00%

5.6 Treasury bills

Company	Amortised cost LKR	As a % of net asset value 30.06.2021	Amortised cost LKR	As a % of net asset value 31.12.2020
Wealth Trust Securities Ltd	-	0.00%	954,041,000	1.19%
Acuity Partners Pvt Ltd	-	0.00%	477,020,500	0.60%
Capital Alliance Limited	-	0.00%	963,694,000	1.20%
	-	0.00%	2,394,755,500	3%

5.7 Repurchase Agreements

Repurchase Agreements - Long Term

Company	Amortised cost LKR	As a % of net asset value 30.06.2021	Amortised cost LKR	As a % of net asset value 31.12.2020
First Capital Treasuries Plc	-	0.00%	2,004,536,390	2.51%
Commercial Bank Plc	-	0.00%	2,502,260,274	3.13%
Wealthtrust Sec Ltd	0	0.00%	1,021,641,407	1.28%
	-	0.00%	5,528,438,072	7%

NDB WEALTH MONEY PLUS FUND
NOTES FOR THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30TH JUNE 2021

	30.06.2021	31.12.2020
	LKR	LKR
6. Tax payable/ (recoverable)		
Balance as at 01 January	-	-
Notional tax credit	-	-
Withholding tax credit	-	-
Income tax payable	-	-
Balance as at 30th June	<u>-</u>	<u>-</u>
7. Accrued expenses		
Management fee	41,415,097	46,672,602
Trustee fee	7,569,405	8,530,316
Auditor's remuneration	80,000	492,075
Custodian fee	10,652	10,977
Tax consultancy fee	106,926	85,541
Payable on redemption - collection account	1,026	1,026
	<u>49,183,106</u>	<u>55,792,536</u>

8. Net assets attributable to unitholders

The movement in the number of units and net assets attributable to unitholders during the period is as follows:

	30.06.2021	31.12.2020	30.06.2021	31.12.2020
	Units	Units	LKR	LKR
Opening capital balance	3,410,720,078	1,562,795,802	79,984,491,211	33,481,505,608
Units issued during the period	3,347,945,531	6,151,372,303	79,448,996,655	139,977,340,517
Units redeemed during the period	(4,037,627,777)	(4,303,448,027)	(96,110,645,657)	(98,097,498,028)
Increase in net assets attributable to unit holders	-	-	2,291,048,252	4,623,143,113
Closing balance	<u>2,721,037,832</u>	<u>3,410,720,078</u>	<u>65,613,890,462</u>	<u>79,984,491,211</u>

The creation price was at LKR. 24.11 per unit (2020 - LKR. 23.45) and the redemption price was at LKR. 24.11 per unit (2020 - LKR. 23.45) as at 30 June 2021.

9. Distributions for the period

There were no distributions for the Period ended 30 June 2021.

10. Contingencies

There were no material contingencies existing at the reporting date that require adjustments to or disclosures in the financial statements.

11. Events after the reporting date

There have been no material events occurring after the reporting date that require adjustments to or disclosures in the financial statements.

12. Capital commitments

There were no significant capital commitments at the end of the reporting date

NDB WEALTH MONEY PLUS FUND
For the period ended 30 June 2021

	NAV as per Valuation as at 30.06.2021	65,613,506,055
Add:	Audit fee payable - Over provision adjustment	387,219
	Management Fee & Custodian Fee	70
Less:	Adjustments to the Financial Statements	
	Tax Consultant Fee - under provision adjustment	(2,882)
	NAV as per Financial Statements	<u>65,613,890,462</u>
	(Net Assets attributable to Unit holders)	