



Interim Report

30th June 2015

“The SEC in granting approval does not extend to either endorsing or ratifying the accuracy of the specific details set out therein, and that the Management Company and Trustee remains at all times responsible for the specific details set out in the Interim Report.”

CEYBANK SAVINGS PLUS MONEY MARKET FUND - Interim Report 2015

REPORT OF THE MANAGER

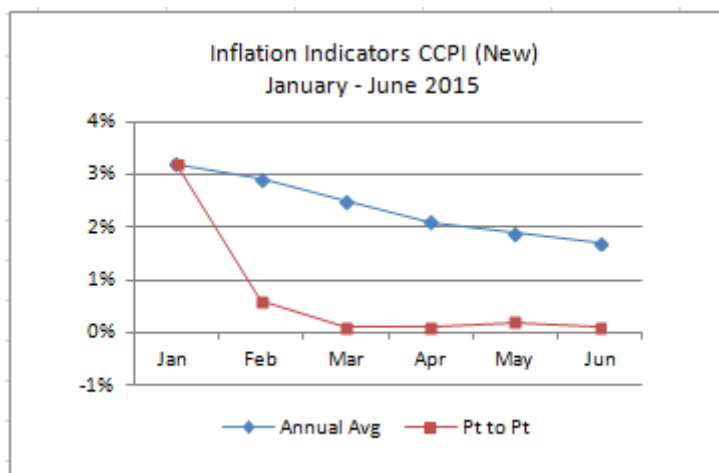
We have great pleasure in presenting the Interim Report and Accounts of the Ceybank Savings Plus Money Market Fund for the period 1st January 2015 to 30th June 2015.

The Net Asset Value per unit of your Fund appreciated by 3.17% during the period, which included a tax free dividend of Rs 0.40 (40cts per unit) distributed by the Fund. The Fund will continue to distribute dividends in January and July each year.

Economy

The Sri Lankan Economy recorded a GDP growth of 6.4% for the 1st quarter of 2015. Contribution to the expansion in the first quarter sector wise was seen in Agriculture 0.7%, Industry 6.5% and Services 7.5%.

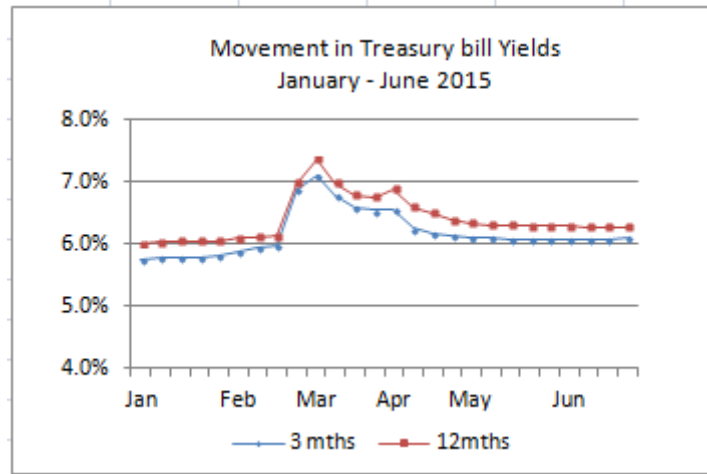
Average Annual Inflation measured by the CCPI (New) which was at 3.2% at the beginning of the year, declined continuously and ended at 1.7% in June 2015.



Market interest rates which were flat during the first two months of the year, spiked unusually in March and then declined gradually to end the period mostly unchanged. The benchmark 12 month Treasury bill rate which was at 6.00% in January spiked to 7.37% in March and ended at 6.28% by the end of June. The long term Treasury bond market continued to be volatile due to foreign investors exiting some of their holdings. The premium to Treasuries offered on Corporate Debt remained around 2%.

Overnight call money rates moved between 5.70% and 7.25% p.a. The exchange rate which was at 131.96 (Rs/US\$) at the beginning of the year witnessed a gradual depreciation during the period under review. The Rupee was quoted at 133.69 (Rs/ US\$) as at 30th June 2015.

Central Bank reduced policy rates by 50 basis points during April 2015. The current rates on the Standard Borrowing facility and Standard Lending facility are 6.00% and 7.50% respectively.



Fund Performance

The Net Asset Value per unit of your Fund appreciated by 3.17% during the period under review.

The Fund generated a net income of Rs 89.05 million and declared a tax free dividend of Rs 0.40 (40 cents) per unit to the unit holders during the period under review. The Fund is invested in a mix of Treasury Bills and Corporate Securities with maturities less than a year.

Future Outlook

The economy is expected to grow at around 6.5% in 2015. We expect a slow but steady growth as the new Government begins to expedite its plans to increase Growth after months of preoccupation on Parliamentary elections and the formation of a National Government. Contribution is expected from all sectors with the services and industry expected to contribute significantly. However the prevailing recession in export markets, the volatility in international commodity prices and regional currency markets, remain a concern. The decline in crude oil prices would be beneficial for the economy.

Interest rates are expected to be volatile during the second half of the year, as government will need to increase its planned spending. The Fund being a Money Market Fund is invested in a mix of Government securities and Corporate Debt within a one year maturity period. The Managers will continue to monitor the interest rate environment and make changes to the investment profile, to fulfill the Fund objective of providing liquidity and regular income for the investor.

C.A. Kamaladasa
Chairman
September 2015

CEYBANK SAVINGSPLUS FUND

Statement of comprehensive income

(all amounts in Sri Lanka Rupees)

	Period from 1 January to 30 June 2015	Period from 1 January to 30 June 2014
Income		
Net income on financial instruments held at fair value through profit or loss	89,053,546	80,018,104
Total investment income	89,053,546	80,018,104
Expenses		
Management participation	(9,674,069)	(6,834,829)
Bank charges	(50,400)	(62,850)
Nation Building Tax	(181,973)	(90,287)
Interest expenses	-	(203)
Other expenses	-	(217,268)
	(9,906,442)	(7,205,437)
Net operating profit	79,147,104	72,812,667
Finance costs		
Distributions to unitholders	(77,239,349)	(63,367,825)
Profit after deductions and before tax	1,907,755	9,444,842
Income tax expense	(7,932,908)	(7,290,295)
(Decrease) / Increase in net assets attributable to unitholders	(6,025,153)	2,154,547

CEYBANK SAVINGS PLUS FUND

Statement of financial position

(all amounts in Sri Lanka Rupees)

	30 June	
	2015	2014
<u>Assets</u>		
Cash and cash equivalents	4,192,140	2,868,387
Receivables	162,798	162,798
Financial assets held at fair value through profit or loss	2,696,421,281	2,634,367,364
Tax receivable	6,896,445	5,393,997
Total Assets	2,707,672,664	2,642,792,546
UNIT HOLDERS' FUNDS AND LIABILITIES		
<u>Liabilities</u>		
Other payables	2,259,065	1,804,470
Money Payable on Unit redemption	2,060,749	1,594,927
Money Received in Advance	-	270,000,000
Total Liabilities (excluding net assets attributable to unit holders)	4,319,814	273,399,397
Net assets attributable to unit holders – liability	2,703,352,850	2,369,393,149
Total Unit Holders' funds and Liabilities	2,707,672,664	2,642,792,546

Statement of changes in Unitholders' funds

(all amounts in Sri Lanka Rupees)

	30 June	
	2015	2014
Unitholders' funds at beginning of the year	2,999,495,853	1,214,725,861
(Decrease) / Increase in net assets attributable to unit holders	(6,025,153)	2,154,547
Received on unit creations	1,149,651,209	1,439,456,421
Paid on unit redemptions	(1,439,769,059)	(286,943,680)
Unitholders' funds as at 30th June	2,703,352,850	2,369,393,149