

softlogic **INVEST**

SOFTLOGIC EQUITY FUND
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30TH
SEPTEMBER 2025

SOFTLOGIC EQUITY FUND – SIX MONTHS ENDED 30TH SEPTEMBER 2025

Performance Review

We are pleased to present the Fund's Interim Report for the first six months of the financial year 2025/26, covering the period ended 30th September 2025.

During the review period, the Fund's Assets Under Management (AUM) declined to LKR 105 million as at end-September 2025, compared with LKR 123 million recorded at end-March 2025. For the six months ended 30th September 2025, the Softlogic Equity Fund (SEF) generated a return of 21.32%, relative to the All-Share Price Index (ASPI), which delivered a return of 37.71% over the same period.

Market Review

Amid sustained investor confidence driven by improving economic fundamentals, along with positive geopolitical and trade developments, the stock market reached record highs during the period. The Colombo All-Share Price Index (ASPI) surpassed the 21,000 mark for the first time in history. Beginning the six-month period at 15,814 points, the index closed at 21,778 points by end-September, supported in part by strong performances from export-oriented and tourism-related companies.

Reflecting this renewed investor interest, further reinforced by the low-interest-rate environment, which encouraged investors to seek higher returns, the average daily market turnover rose significantly to LKR 5.06 billion year-to-date (YTD) up to September, compared with the daily average of LKR 2.2 billion recorded in 2024.

Furthermore, persistent foreign activity was observed, with LKR 27 billion in foreign outflows YTD up to September, following the LKR 35 billion outflow recorded in 2024. As at the reporting period, the three largest companies by market capitalization on the Colombo Stock Exchange (CSE) are John Keells Holdings, Ceylon Tobacco Company, and Commercial Bank.

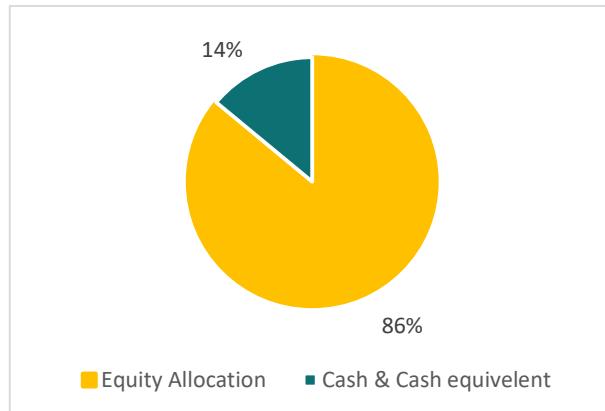
Portfolio Allocation

Building on the ASPI performance during the period, the Fund maintained an equity exposure in the range of 85% to 95% to maximize returns. The portfolio remained strategically overweight in the banking, capital, and consumer goods sectors, which we believe are well positioned to benefit from the ongoing economic recovery.

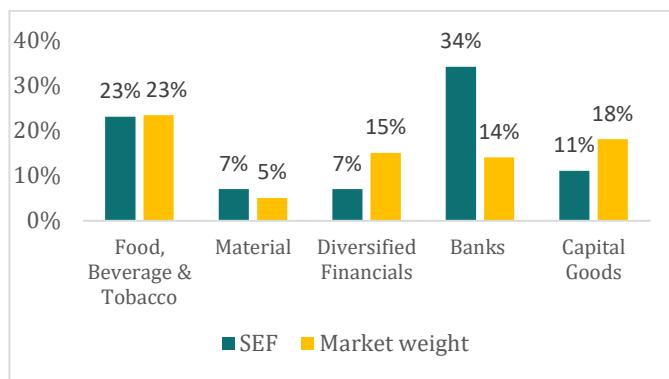
We expect this positive momentum to extend into the second half of the financial year, with many undervalued counters anticipated to deliver improved performance supported by stronger corporate earnings. Additionally, increased research-driven investment activity among market participants is expected to further strengthen market sentiment and contribute to overall market growth.

Fund Performance	3 Months	6 Months	YTD 2025	Since Inception (CAGR)
ASPI Index	20.81%	37.71%	39.99%	32.41%
Fund	11.77%	21.32%	19.66%	20.62%

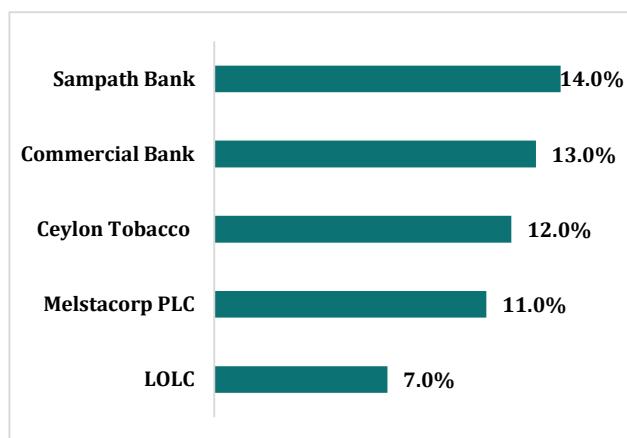
Asset allocation



Equity Sector Allocation



Top Five Holdings



SOFTLOGIC EQUITY FUND
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30TH SEPTEMBER

		Unaudited 2025	Unaudited 2024
	Notes	Rs.	Rs.
Investment income	1	2,737,165	3,034,952
Gain/(loss) on financial assets at fair value through profit or loss	2	16,979,202	(5,220,677)
Total investment income		19,716,367	(2,185,725)
Operating expenses	3	(1,870,162)	(1,931,322)
Profit/(loss) before tax		17,846,206	(4,117,047)
Income tax expense	4	-	-
Profit/(loss) for the year		17,846,206	(4,117,047)
Other comprehensive income		-	-
Total comprehensive income/(expense) for the year		17,846,206	(4,117,047)
Increase/(decrease) in net assets attributable to unitholders		17,846,206	(4,117,047)

Figures in brackets indicate deductions.

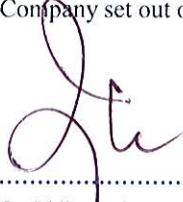
The financial statements are to be read in conjunction with the related notes, which form a part of these financial statements of the Company set out on pages 6 to 9.

**SOFTLOGIC EQUITY FUND
STATEMENT OF FINANCIAL POSITION**

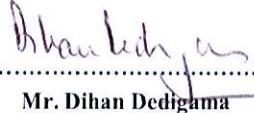
AS AT	Note	Unaudited 30.09.2025	Audited 31.03.2025
ASSETS			
Cash at bank	5	999,601	1,071,740
Investments in Quoted Shares	6	91,283,151	107,148,683
Financial assets measured at amortised cost	7	13,650,438	15,611,619
Other receivables	8	13,384	339,658
Total assets		105,946,574	124,171,701
LIABILITIES			
Accrued expenses	9	490,543	799,564
Total liabilities		490,543	799,564
Net assets attributable to unitholders		105,456,031	123,372,136
UNITHOLDER'S FUND			
Unit capital		52,827,071	88,589,381
Retained earnings/(Accumulated losses)		52,628,960	34,782,754
Net assets attributable to unitholders		105,456,031	123,372,136

Figures in brackets indicate deductions.

The financial statements are to be read in conjunction with the related notes, which form a part of these financial statements of the Company set out on pages 6 to 9.



Mr. Iftikar Ahamed
 Director
Softlogic Asset Management (Pvt) Ltd
 Fund Management Company



Mr. Dihan Dedigama
 Director
Softlogic Asset Management (Pvt) Ltd
 Fund Management Company



Trustee
Hatton National Bank PLC



29th December 2025
Colombo

**SOFTLOGIC EQUITY FUND
STATEMENT OF CASH FLOWS**

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER

	Notes	Unaudited 2025 Rs.	Unaudited 2024 Rs.
Cash flows from operating activities			
Interest and other income received		375,888	720,812
Dividend received		2,687,550	2,311,367
Management, trustee and custodian fees paid		(2,088,136)	(1,932,997)
Bank charges		(91,046)	(100,690)
Net investment in repurchase agreements		1,961,180	(26,184,700)
Proceeds from sale of equity investments		45,635,335	43,145,867
Net investment in equity instruments		(12,790,600)	(36,838,530)
Net cash generated from operating activities		35,690,171	(18,878,871)
Cash flows from financing activities			
Cash received on creation of units		21,418,284	45,101,288
Cash paid on redemption of units		(57,180,595)	(26,271,595)
Net cash generated from financing activities		(35,762,311)	18,829,693
Net increase in cash and cash equivalents		(72,139)	(49,178)
Cash and cash equivalents at the beginning of the year		1,071,740	1,068,565
Cash and cash equivalents at the end of the period		999,601	1,019,387
Cash and cash equivalents at the end of the period comprise of:			
Cash at bank	5	999,601	1,019,387
		999,601	1,019,387

Figures in brackets indicate deductions.

The financial statements are to be read in conjunction with the related notes, which form a part of these financial statements of the Company set out on pages 6 to 9.

**SOFTLOGIC EQUITY FUND
STATEMENT OF CHANGES IN UNITHOLDERS' FUND**

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER

	Unit Capital Rs.	Retained Earnings Rs.	Total Rs.
Balance as at 1st April 2024	55,789,120	18,672,028	74,461,148
Net increase due to creation of units	45,101,288	-	45,101,288
Net decrease due to redemption of units	(26,271,595)	-	(26,271,595)
Increase in net assets attributable to unitholders	-	(4,117,048)	(4,117,048)
Balance as at 30th September 2024	<u>74,618,813</u>	<u>14,554,980</u>	<u>89,173,793</u>
Balance as at 1st April 2025	88,589,381	34,782,754	123,372,136
Net increase due to creation of units	21,418,284	-	21,418,284
Net decrease due to redemption of units	(57,180,595)	-	(57,180,595)
Increase in net assets attributable to unitholders	-	17,846,206	17,846,206
Balance as at 30th September 2025	<u>52,827,071</u>	<u>52,628,960</u>	<u>105,456,031</u>

Figures in brackets indicate deductions.

The financial statements are to be read in conjunction with the related notes, which form a part of these financial statements of the Company set out on pages 6 to 9.

**SOFTLOGIC EQUITY FUND
NOTES TO THE FINANCIAL STATEMENTS**

FOR THE SIX MONTHS ENDED 30TH SEPTEMBER

		2025	2024
		Rs.	Rs.
1	Investment Income		
	Interest on fixed deposits	-	-
	Interest on money market saving accounts	57,547	54,486
	Interest on repurchase agreements	317,868	669,099
	Dividend income	<u>2,361,750</u>	<u>2,311,367</u>
		<u><u>2,737,165</u></u>	<u><u>3,034,952</u></u>
2	Gain on Fair Valuation of Financial Investments		
	Unrealised gain/(loss) on investment in shares	7,100,165	(4,040,939)
	Realised (loss) / gain on investment in shares	<u>9,879,037</u>	<u>(1,179,739)</u>
		<u><u>16,979,202</u></u>	<u><u>(5,220,677)</u></u>
3	Operating Expenses		
	Management fee	1,341,310	1,379,084
	Custodian fee	109,154	109,154
	Trustee fee	89,421	91,939
	Auditor's remuneration	171,098	243,602
	Tax Fee	47,507	-
	Bank charges	91,046	100,690
	Other expenses	<u>20,627</u>	<u>6,853</u>
		<u><u>1,870,162</u></u>	<u><u>1,931,322</u></u>
4	Income tax expense		
	Tax expense for the year	<u>—</u>	<u>—</u>
		<u><u>—</u></u>	<u><u>—</u></u>

4.1 Following the enactment of the new Inland Revenue Act No. 24 of 2017 as amended by the Inland Revenue (Amendment) Act No.10 of 2021 and subsequent amendments thereto, the Fund is as conducting an eligible investment business and is treated as a tax pass through vehicle. Hence, no provision for income tax was made in the Financial Statements for the year ended 30th September 2025.

SOFTLOGIC EQUITY FUND
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

AS AT

5 Cash at Bank

	30.09.2025 Rs.	31.03.2025 Rs.
Hatton National Bank PLC	999,601	1,071,740
	<u>999,601</u>	<u>1,071,740</u>

6 Financial assets measured at fair value through profit & loss

Net change in total unrealised gain/(loss) on equity securities at fair value through profit or loss.

	As at 30/09/2025			As at 31/03/2025		
	No of shares	Market value Rs.	Holding as a % of Net asset value	No of shares	Market value Rs.	Holding as a % of Net asset value
Banks						
Hatton National Bank PLC	18,020	7,086,365	6.72%	21,720	6,624,600	5.37%
Sampath Bank PLC	101,346	14,720,507	13.96%	101,346	12,414,885	10.06%
Commercial bank of Ceylon PLC	72,509	13,976,110	13.25%	95,231	14,046,573	11.39%
DFCC Bank				24,116	2,556,296	2.07%
Nationas Trust Bank				6,716	1,276,040	1.03%
	<u>35,782,981</u>	<u>33.93%</u>		<u>36,918,394</u>	<u>29.92%</u>	
Capital goods						
John Keells Holdings PLC	200,000	4,440,000	4.21%	675,820	13,651,564	11.07%
Access Engineering PLC	70,320	4,282,488	4.06%	125,720	4,840,220	3.92%
Hemas Holdings PLC	75,000	2,467,500	2.34%			
Aitken Spence & Company PLC		-		40,126	5,126,097	4.15%
	<u>11,189,988</u>	<u>10.61%</u>		<u>23,617,881</u>	<u>19.14%</u>	
Food beverage and tobacco						
Ceylon cold stors PLC	10,000	1,227,500	1.16%	37,528	3,077,296	2.49%
Ceylon Tobacco PLC	7,449	12,302,024	11.67%	10,599	14,311,300	11.60%
Melstacorp PLC	65,968	11,280,528	10.70%	65,968	8,377,936	6.79%
	<u>24,810,052</u>	<u>23.53%</u>		<u>25,766,532</u>	<u>20.89%</u>	
Materials						
Chevron Lubricants Lanka PLC	14,693	2,600,661	2.47%	45,043	6,193,413	5.02%
Chemical Industries (Colombo) PLC	10,000	1,690,000	1.60%		-	
Dipped Products PLC	50,000	3,355,000	3.18%		-	
	<u>7,645,661</u>	<u>7.25%</u>		<u>6,193,413</u>	<u>5.02%</u>	
Diversified Financials						
Lanka Orix Leasing Company PLC	12,945	7,349,524	6.97%	14,500	8,623,875	6.99%
	<u>7,349,524</u>	<u>6.97%</u>		<u>8,623,875</u>	<u>1.33%</u>	
Utilities						
Windforce Limited	152,710	4,504,945	4.27%	152,710	3,817,750	3.09%
	<u>4,504,945</u>	<u>4.27%</u>		<u>3,817,750</u>	<u>4.34%</u>	
Consumer Service						
Aitken Spence Hotel Holdings PLC			0.00%	27,601	2,210,840	1.79%
Assian Hotels and Properties PLC			0.00%			0.00%
			0.00%		2,210,840	1.79%
	<u>91,283,151</u>	<u>86.56%</u>		<u>107,148,683</u>	<u>94.12%</u>	

SOFTLOGIC EQUITY FUND
NOTES TO THE FINANCIAL STATEMENTS

AS AT

		30.09.2025	31.03.2025
		Rs.	Rs.
7	Financial assets measured at amortised cost		
	Investment in repurchase agreements (Note 7.1)	13,650,438	15,611,619
7.1	Investment in repurchase agreements	13,650,438	15,611,619
	Commercial Bank of Ceylon PLC	13,650,438	15,611,619
8	Other Receivables		
	Dividend receivable	-	325,800
	Interest receivable on money market saving account	1,262	170
	Interest receivable on REPO	12,122	13,687
		13,384	339,658
9	Accrued Expenses		
	Exit fee payable	44,479	92,734
	Management fee	234,503	285,000
	Trustee fee	15,634	19,394
	Auditor's remuneration	133,643	341,260
	Custodian fee	17,894	18,491
	Payable on unit cancelled	1,106	337
	Tax Fee	43,244	42,333
	CDS Payable	-	-
	Other	40	15
		490,543	799,564
10	Net asset attributable to Unitholders		

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

	As at		As at	
	30th September 2025	31st March 2025	30th September 2025	31st March 2025
	Units	Rs.	Units	Rs.
Opening capital balance	577,463	123,372,135	428,372	74,461,148
Units issued during the year	90,863	21,418,284	372,843	73,324,213
Units redeemed during the year	(261,463)	(57,180,595)	(223,752)	(40,523,953)
Increase in net assets attributable to unitholders	-	17,846,206	-	16,110,727
Closing balance	406,863	105,456,030	577,463	123,372,135

The creation price was at Rs. 261.7050 per unit and the redemption price was at Rs. 256.6794 per unit as at 30th September 2025.

11 Distribution for the year

There were no distributions for the year ended 30th September 2025.

12 Contingent Liabilities

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

13 Events Occurring after the Reporting Period

No significant events have taken place since the date of the statement of financial position that require adjustments to or disclosures in these financial statements.

14 Capital Commitments

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

SOFTLOGIC EQUITY FUND
NOTES TO THE FINANCIAL STATEMENTS

AS AT

15 Related Party Disclosures

The following have been identified as related parties to the Softlogic Equity Fund in accordance with LKAS 24 for the reasons given below:

The Fund Management Company, Softlogic Asset Management (Pvt) Ltd is a subsidiary of SCAP One (Pvt) Ltd. The Company's Ultimate Parent entity and controlling party is Softlogic Holding PLC, which is incorporated and domiciled in Sri Lanka.

Mr. Iftikar Ahamed, Mr. B.D.N.J.Fernando, Mr. Naresh Abeysekara and Mr. Dihan Dedigama are Directors of the Softlogic Asset Management (Pvt) Ltd.

15.1 Details of the Fund management fees trustee fees and custodian fees paid/payable

Name of the related party	Nature of interest	Particulars of financial dealing	As at 30 th September 2025		As at 31 st March 2025	
			Transaction Value Rs.	Outstanding Value Rs.	Transaction Value Rs.	Outstanding Value Rs.
Softlogic Asset Management (Pvt) Ltd	Managing Company	Management fee	1,341,310	234,503	2,901,213	285,000
Hatton National Bank PLC	Trustee	Trustee fees Custodian fees	89,421 109,154	15,634 17,894	193,414 217,712	19,394 18,491

The Fund maintains a current account with the Trustee, Hatton National Bank PLC through which all settlement transactions of the Fund were made.

15.2 Details of the Unit held by the key management personnel

Name of the related party	Relationship	As at 30 th September 2025		As at 31 st March 2025	
		No of Units	Unit Value Rs.	No of Units	Unit Value Rs.
Mr. Asoka Pathirage	Chairman-Ultimate Parent Company	30,310	7,932,242	30,310	6,412,551
Ms. Niloo Jayatilake	Director	-	-	5,000	1,057,769

16 Reconciliation between the Net Asset Value as per Financial Statement and the Published Net Asset Value

30.09.2025

Rs.

Net Asset Value as per Financial Statements 105,456,031 123,372,136

Adjustment to auditors remuneration

Published Net Asset Value

- -

105,456,031 123,372,136

Number of units outstanding

406,863 577,463

Adjusted net asset value per Unit

259.19 213.65



Head office
Softlogic Asset Management (Pvt) Ltd

Website - www.softlogicinvest.lk