ANNUAL
REPORT - 2026

Softlogic Money Market Fund

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Softlogic Asset Management (Pvt) Ltd, operating under the brand "Softlogic Invest", is the dedicated investment management arm of the Softlogic Group, one of Sri Lanka's most diversified and dynamic conglomerates. Incorporated under the Companies Act No. 07 of 2007, the company is a wholly owned subsidiary of SCAP One (Pvt) Ltd, which is in turn a fully owned subsidiary of Softlogic Capital PLC, the financial services holding company of the Group. Softlogic Asset Management is licensed and regulated by the Securities and Exchange Commission ofSri Lanka (SEC) as a Registered Investment Manager since March 25, 2021, and a Registered Unit Trust FundManager since February 5, 2020. These registrations affirm the company's commitment to maintaining the highest standards of governance, transparency, and fiduciary responsibility. The company's mission is to democratize access to investment opportunities for all Sri Lankans, offering aseamless and digitally enabled investment experience. Through its innovative platform, Investaa, Softlogic Invest empowers clients with real-time portfolio tracking, performance analytics, and intuitive fundmanagement tools.

Softlogic Asset Management offers a range of investment products tailored to diverse investor profiles

MONEY MARKET FUND

A low-risk, high-liquidity fund with over Rs. 1.1 billion in assets under management, delivering competitive returns through investments in treasury bills, repurchase agreements, banking and corporate fixed income securities.

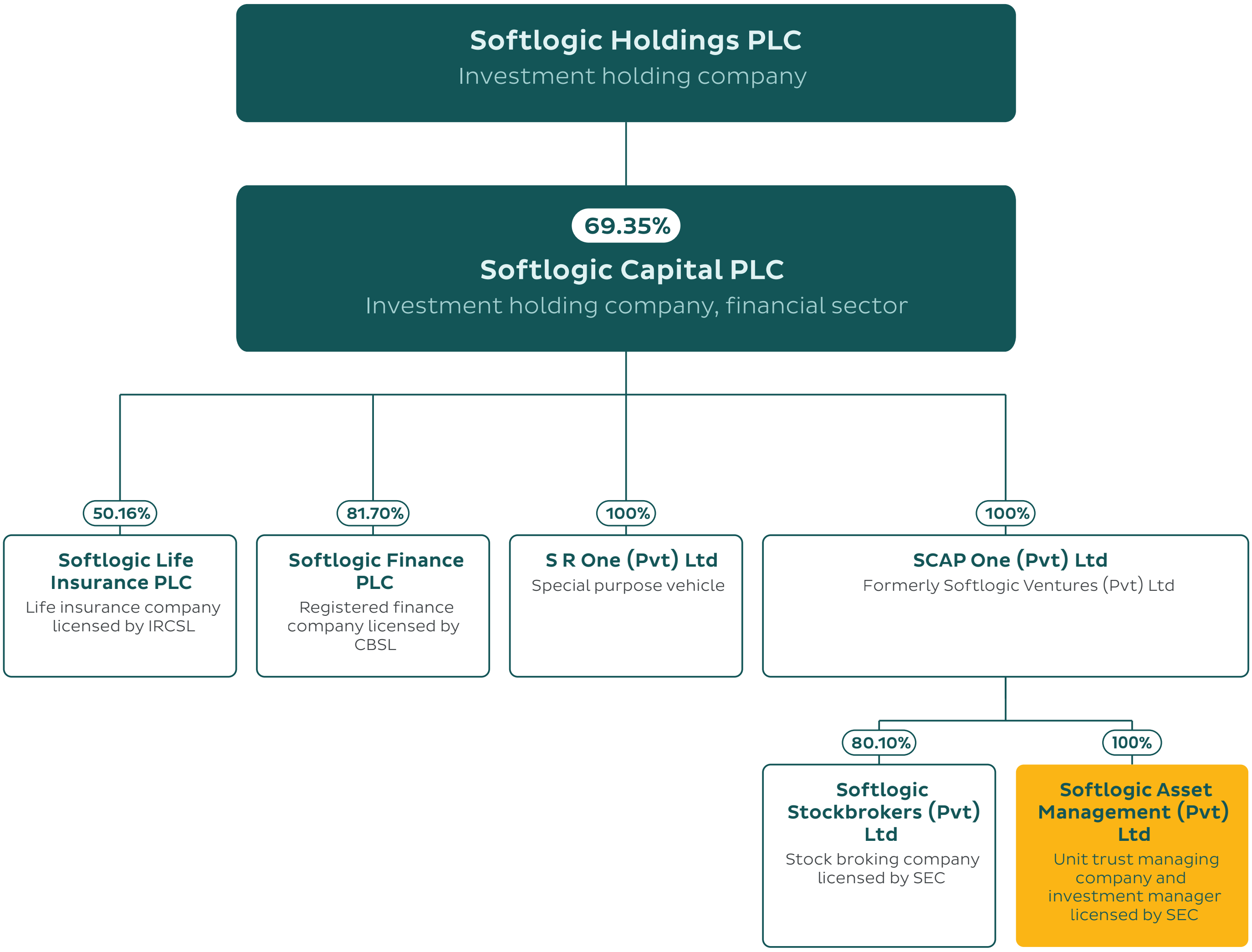
EQUITY MARKET FUND

A growth-oriented fund with exposure to high-performing sectors such as food and beverage, real estate, capital goods, materials and diversified financials, with over Rs. 150 million in assets under management.

DISCRETIONARY PORTFOLIO MANAGEMENT

Tailormade investment strategies for high-net-worth individuals and institutional clients.

Group Structure



Corporate Information

Collective Investment Schemes	Softlogic Money Market Fund
Management Company & Registrar	Softlogic Asset Management (Pvt) Ltd
Registered Office & Principal Place of Business	Level 16, One Galle Face Tower, Colombo 02, Sri Lanka
Board of Directors of the Management Company	Mr. Iftikar Ahamed / Mrs. Niloo Jayatilake / Mr. Dihan Dedigama / Mr. Naresh Abeysekera
Trustee & Custodian	Hatton National Bank PLC, Level 15, No. 479, T B Jayah Mawatha, Colombo 10, Sri Lanka
Auditors	BDO Partners, Chartered Accountants, "Charter House", 65/2, Sir Chittampalam A Gardiner Mawatha, Colombo 02
Tax Consultants	Amarasekara & Co, No. 55 1/5, Galle Road, Colombo 03, Sri Lanka
Bankers	Hatton National Bank PLC, Level 15, No. 479, T B Jayah Mawatha, Colombo 10, Sri Lanka

Fund Profile

Softlogic Money Market Fund is an open-ended money market fund that invests in government treasury bills, bonds, and government securities backed repurchase transactions, short-termLKR-based corporate debt instruments including commercial papers, securitized papers, and bankdeposits with maturities of 397 days or less.

The key facts of the Softlogic Money Market Fund are as follows

Trustee / Custodian	Hatton National Bank
Date of Inception	July 2020
Management Fee	0.4% p.a. charged to the entire fund
Trustee Fee	0.15% p.a. charged to the entire fund
Front-End Fee	No front-end fee
Exit Fee	No exit fee

Risk Profile

The management company is constantly monitoring the Income Risk, Credit Risk, Inflation Risk, Interest Rate Sensitivity Risk, and Concentration Risk.

The fund's risk profile is managed and maintained by the risk committee and the fund manager in accordance with the internal risk and control requirements and the SEC guidelines for CIS.

Board of Directors

Iftikar Ahamed

Managing Director, Softlogic Life Insurance PLC

Mr. Iftikar Ahamed was appointed as Managing Director of Softlogic Life Insurance PLC in January 2014. Known for his strategic leadership and innovative approach, he has played a pivotal role in transforming Softlogic Life into a major player in the Sri Lankan insurance market. He holds over three decades of experience in a wide range of positions within the financial services industry and has extensive banking experience both in Sri Lanka and overseas.

Mr. Dihan Dedigama

Director

Mr. Dihan Dedigama is a distinguished capital markets expert who brings over 25 years of extensive experience in investment services to the Board. A prominent figure in the financial sector, he is a Past President of the Colombo Stockbrokers Association (CSBA). Mr. Dedigama began his career as an Investment Advisor at John Keells Stockbrokers, later joining Asia Securities in 2005 as an Associate Director before ascending to the position of Chief Executive Officer.

Throughout his career, he has amassed an impressive global and local network, driving market promotion and managing sophisticated high-net-worth and institutional clientele. His deep domain expertise is backed by a robust academic and professional foundation. He holds credentials in Strategic Business Management from the Postgraduate Institute of Management (PIM), Sri Lanka, and a Certificate of Achievement in Leadership from MDA Associates, USA. His specialized financial qualifications include the Marketing of Financial Services from the Sri Lanka Institute of Marketing (in collaboration with the Marketing Institute of Singapore), the Professional Stock Broking Course conducted by the SEC of Sri Lanka and the Securities Institute of Australia, and advanced capital markets training through the Westpac Training Program. Additionally, he is certified in Productivity Management through Effective Communication by the Employees' Federation of Ceylon and in the Preparation of Quality Manuals by the Sri Lanka Standards Institute.

Niloo Jayatilake

Non-Executive Director

Niloo has over 35 years of experience in the investment and portfolio management field, managing private investment portfolios and unit trust funds in both fixed income and equity securities. Draws experience in risk management, compliance, and internal audit. Worked as head of investments since 2015 to May 2025 at Softlogic Holdings PLC Group and CEO of Softlogic Asset Management Ltd, a growing conglomerate in Sri Lanka with business interests in health care, retail, ICT, financial services, automobile, and leisure.

Prior to joining Softlogic Holdings, Head of Portfolio Management/Director of Guardian Fund Management Ltd, part of the Carson Cumberbatch Group, where she headed the investment team specializing in the equity asset class and was employed from 2005 to 2015. Started career in fund management as a Management Trainee and later as a Fund Manager at Ceybank Unit Trust, which was promoted by Bank of Ceylon, Unit Trust of India, Carson Cumberbatch Group, and HSBC Asset Management Hong Kong during the period 1994 -2005. Niloo has represented Sri Lanka in Golf and has won national colours as well as numerous national/international titles in the sport. She currently serves as Vice President of the National Olympic Committee of Sri Lanka and the Chairperson of the Gender Equity Committee of the National Olympic Committee of Sri Lanka (NOCSL). Elected the first female Vice President of the National Olympic Committee of Sri Lanka in 2022 and re-elected as Vice President in 2026. Served as a member of the National Sports Selectors Committee appointed by the Ministry of Sports in 2024. Recently appointed to the Olympic Council of Asia (OCA) as an executive board member representing South Asia. Fellow Member of the Chartered Institute of Management Accountants, UK, and Associate Member of the Institute of Chartered Secretaries and Administrators, UK. Also serves as Director of Eswaran Brothers Exports Ltd, Rajawella Holdings (Pvt) Ltd, and Taj Hotels.

Naresh Abeysekera

Director

Mr. Naresh Abeysekera is a senior financial leader with over two decades of global corporate excellence. Within the Softlogic Group, he provides critical governance and independent oversight as an Independent Non-Executive Director of Softlogic Capital PLC, a Non-Independent Non-Executive Director of Softlogic Finance PLC, and a Director of Softlogic Invest. Demonstrating his deep expertise in risk mitigation and financial governance, he serves as the Chairman of both the Board Audit Committee and the Related Party Transactions Review Committee (RPTRC) for Softlogic Capital PLC.

Corporate Management

Mr. Wishan Perera

Chief Executive Officer

Mr. Perera is a career banker with over 27 years of experience in the financial sector in the areas of treasury management, investment management, treasury audits, bank operations, and credit. Prior to joining Softlogic Asset Management (Pvt) Ltd, he held the position of Director & CEO of Assetline Capital for nine years, where he enhanced his capacity of wealth management, portfolio strategy, asset and liability management, risk management & leadership. He also worked as the Chief Manager, Treasury at Axis Bank. Colombo while heading the overall operation for over two years, and at Seylan Bank PLC, and gained extensive experience in fund management, FX operations, speculative trading, and also held the position of the Dealer of Primary Dealer Unit of the bank, involved in G-Sec trading. During his career, Mr. Perera has attended local and foreign training programs and workshops, covering various aspects of treasury operations. Mr. Perera is an Associate Member of the Chartered Institute of Securities & Investments (UK), Institute of Bankers of Sri Lanka, and holds ACI (Paris) Financial Markets Dealing Certificate. He also has the Post Graduate Executive Diploma in Bank Management and Diploma in Treasury & Risk Management (IBSL).

Mr. Akila Alwis

Senior Fund Manager / Head of Business Unit

Akila brings over 10 years of experience in Investment Management, spanning Portfolio Management, Private Wealth Management, Fund Operations, Compliance, and Sales. Spanning across his career, he was part of National Asset Management Ltd. (NAMAL Funds), where he led the Sales Unit while overseeing all Private Portfolio Management functions as the Portfolio Manager. He also played a pivotal role in training and mentoring all the Research Analysts and Associates, established the company's Middle Office framework, strengthening its operational and compliance architecture. Earlier, at Asset Trust Management Ltd., he built a strong foundation in investment analysis as an Analyst, compliance, and fund operations, and contributed to growing all Mutual Funds and Private Portfolios with investments spanning across institutional and high net worth individuals. Akila is a Registered Investment Advisor (RIA) licensed by the Securities and Exchange Commission of Sri Lanka, following the completion of the Certificate in Capital Markets (SEC Sri Lanka), holds a Diploma in Business & Accounting from Monash College, followed by a Bachelor's in Business Administration (Accounting) at Monash University, Australia. He has also completed multiple certifications with the Corporate Finance Institute (Canada) specialising in Portfolio Management, Financial Analysis, Financial Accounting, and Capital Market.

Ms. Harshani Jayakody

Head of Compliance

Harshani Jayakody is a highly accomplished Risk and Compliance professional with over a decade of extensive experience spanning regulatory compliance, operational risk management, and corporate banking within the financial services sector. She currently serves as the Head of Compliance at Softlogic Asset Management, where she oversees the framework for regulatory adherence, internal controls, and Anti-Money Laundering (AML/CFT) frameworks.

Prior to her current role, Harshani held strategic positions, including Deputy Manager of Corporate Banking at Nations Trust Bank and Assistant Manager at Capital Alliance PLC. Throughout her career, she has developed deep expertise in managing relationships with regulatory bodies, structuring comprehensive risk assessments, and executing sophisticated compliance monitoring systems. Harshani holds a Master of Financial Economics & Master of Financial Engineering from the University of Colombo and a Bachelor in Economics from the University of Kelaniya.

Chief Executive Officer's Report

Dear Investors,

It gives me great pleasure to present the Annual Report of Softlogic Asset Management (Private) Limited for the financial year ended 31 March 2026.

The year under review was one of consolidation, recovery, and renewed investor confidence. Against a backdrop of improving macroeconomic stability, continued implementation of economic reforms,and evolving global challenges, Softlogic Asset Management remained focused on its core objective of delivering consistent value to our investors through disciplined fund management, prudent risk controls, and strategic asset allocation.

The progress achieved during the year reflects not only the resilience of Sri Lanka's economy but also the trust placed in us by our growing investor base. We remain grateful for this confidence and committed to safeguarding and growing the wealth entrusted to our care.

“Building on Recovery, Delivering Sustainable Growth”

Sri Lanka's Economic Recovery Gains Momentum

During the financial year 2025/26, Sri Lanka continued its recovery journey following the unprecedented economic crisis experienced in recent years. The economy demonstrated increasing signs of stability as fiscal consolidation measures, debt restructuring efforts, and structural reforms progressed under the IMF-supported programme, reinforcing international confidence in the country's reform agenda.The country's external position strengthened further with continued growth in tourism earnings, worker remittances, and reserve accumulation. Fiscal performance also improved as government revenue collection strengthened through enhanced compliance and taxation reforms, while business confidence and investor sentiment improved considerably compared to previous years.

Global Developments and Market Dynamics

While domestic economic conditions continued to improve, the global environment remained complex and unpredictable. Geopolitical tensions, supply chain disruptions, fluctuating energy prices, and changing monetary policy expectations across major economies contributed to heightened uncertainty in international financial markets, further impacted late in the year by developments in the Middle East and renewed concerns over global trade and inflation. These developments required a balanced and vigilant investment approach. Our investment team continuously monitored global and local market conditions, enabling timely portfolio adjustments whilemaintaining an appropriate balance between risk management and return generation.

Growth of the Unit Trust Industry

The Sri Lankan Unit Trust industry continued to demonstrate resilience and growth during 2025. Industry assets under management increased to approximately Rs. 587 billion, reflecting growing investor confidence in professionally managed investment solutions, with equity-oriented funds experiencing strong inflows as investors sought long-term capital appreciation opportunities. This industry growth reflects a gradual shift in investor behaviour from short-term capital preservation towards long-term wealth creation and portfolio diversification, reinforcing the important role collective investment schemes play in developing Sri Lanka's capital markets.

Performance of Our Funds

SOFTLOGIC MONEY MARKET FUND

The financial year 2025/26 marked a significant milestone for the Softlogic Money Market Fund, which maintained its position as the top-performing money market fund in Sri Lanka as at 31 March 2026, delivering an annualised return of 8.65%.

8.65%	21,056	Rs. 1.1 bn
Annualised return, top-performing money market fund in Sri Lanka	Unitholders as at 31 March 2026, from 18,726 (+12.4%)	Assets under management

This achievement is particularly noteworthy given the declining interest rate environment experienced during the year. As market yields gradually moderated following the sharp interest rate cycle of previous years, preserving attractive investor returns while maintaining liquidity and capital security became increasingly challenging across the industry. Despite this and increased competition for short-term funds,the Fund successfully expanded its investor base, with unitholders increasing from 18,726 as at 31 March 2025 to 21,056 as at 31 March 2026, a growth of 12.4%.

Our investment strategy focused on proactively managing duration, optimizing portfolio maturity profiles, and selectively investing in high-quality government securities, licensed bank deposits, and carefully screened corporate debt instruments. Through disciplined portfolio construction and active treasury management, we consistently captured available yield opportunities while maintaining the highest standards of credit quality and liquidity. Maintaining the industry's leading performance ranking reflects the strength of our investment process and the expertise of our fund management team.

SOFTLOGIC EQUITY FUND

The Softlogic Equity Fund delivered an exceptional performance during the financial year under review, establishing itself as the top-performing Growth Fund in Sri Lanka in 2026. The Fund generated a return of 13.30% during the two-month period ended 28 February 2026, significantly outperforming the ASPI return of 4.91%. The number of unitholders increased from 1,186 to 1,350 (+13.8%) and Assets Under Management increased from Rs. 124 million to Rs. 155 million, a growth of 25.0% during the year. The increase was driven by a combination of positive market performance, disciplined portfolio management, ...and increased investor inflows.

The year presented a favourable backdrop for equity investments as Sri Lanka's economic recovery gained further momentum. Progress in debt restructuring, improved macroeconomic stability, strengthening corporate earnings, and increasing investor confidence contributed to renewed interest in the Colombo Stock Exchange. However, market opportunities remained highly selective, requiring a focused and research-driven investment approach.

Against this backdrop, our investment team adopted a strategy centered on identifying fundamentally strong companies with sustainable earnings growth, attractive valuations, and the ability to benefit from the country's economic normalization. Through rigorous research, active portfolio management, and timely tactical allocation decisions, we were able to capitalize on market opportunities while maintaining prudent diversification across sectors.

The Fund's outperformance was driven by a combination of disciplined security selection, strategic sector positioning, and proactive portfolio management. Rather than simply tracking market movements, we focused on identifying companies capable of delivering superior long-term shareholder value, enabling the Fund to outperform the broader market and create meaningful wealth for investors.

The recognition as Sri Lanka's top-performing Growth Fund reflects the strength of our investment philosophy, the expertise of our fund management team, and our commitment to delivering superior long-term returns to our investors. While market volatility may continue in the future, we remain confident that a disciplined, research-led investment process will continue to uncover attractive opportunities and generate sustainable value for our unit holders.

Strengthening Our Platform

During the year, we continued to enhance our operational capabilities, investment processes, and client service standards. Our focus remained on strengthening governance, improving risk management frameworks, expanding digital accessibility, and enhancing investor engagement, while leveraging the broader Softlogic Group ecosystem to provide clients with greater convenience and accessibility.

Looking Ahead

As we enter the new financial year, we remain cautiously optimistic about Sri Lanka's medium-term prospects. Continued progress in debt sustainability, reserve accumulation, and economic growth has the potential to create significant opportunities across both fixed income and equity markets, though global geopolitical uncertainties and inflationary pressures may continue to influence market conditions.

Our strategy for the coming year will focus on:

- Dynamic asset allocation based on evolving market opportunities.
- Deep fundamental research to identify long-term value creation opportunities.
- Robust risk management to preserve investor capital.
- Maintaining high levels of liquidity and portfolio flexibility.
- Enhancing investor experience through improved accessibility and service excellence.

Appreciation

I extend my sincere appreciation to our Board of Directors, Trustees, Regulators, Auditors, business partners, and all stakeholders for their continued support, and to our dedicated employees for their professionalism and commitment. To our valued investors, thank you for the trust you place in Softlogic Asset Management.

Wishan Perera
Chief Executive Officer
Softlogic Asset Management (Private) Limited

Management Review And Analysis

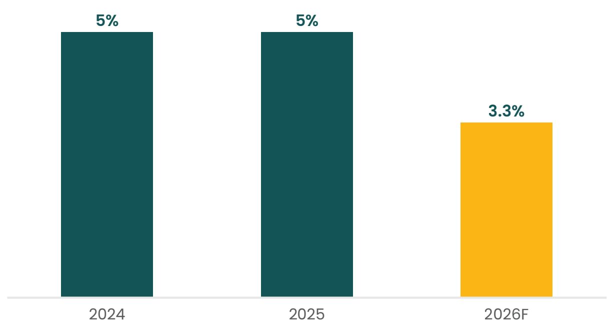
- Operating Environment
- Fund Managers' Review

Operating Environment

Economic Overview

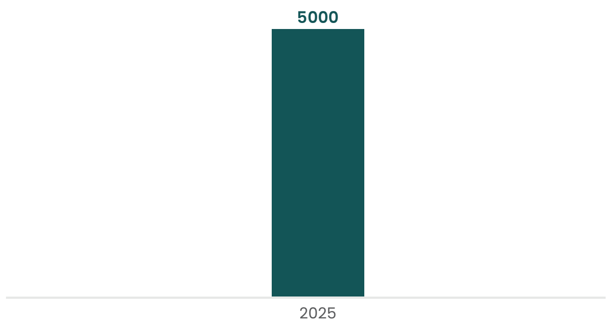
Following the economic contraction caused by the 2022 - 2023 financial crisis, Sri Lanka recorded two consecutive years of approximately 5% GDP growth in 2024 and 2025. Supported by improved macro economic stability, a recovery in tourism, and stronger domestic economic activity, the economy has transitioned from crisis to stability, restoring sustainable growth momentum. The Services and Industry sectors, which together contribute over 85% of GDP, have driven the recovery, with sectoral growth improving steadily since 2022. Reflecting this progress, Sri Lanka's per capital income surpassed the USD 5,000 mark for the first time in 2025. Looking ahead, the economy is expected to maintain its recovery in 2026. While the Central Bank targets growth of around 4%, the IMF, World Bank, and ADB forecast a more moderate expansion of 3.1% to 3.5%. Despite potential headwinds from ongoing Middle East conflicts, improving economic fundamentals and continued reforms are expected to support growth over the medium term.

Real GDP growth (%)



2026 forecast 3.1-3.5% (IMF / World Bank / ADB)

GDP per capita (USD)



Surpassed USD 5,000 for the first time in 2025

Sources: Central Bank of Sri Lanka, Department of Census and Statistics, IMF, World Bank, Asian Development Bank.

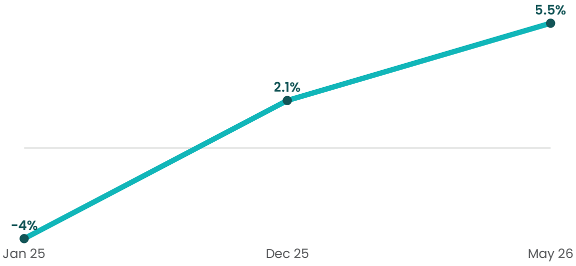
Inflation

CCPI inflation remained in deflationary territory during much of 2025, reaching -4.0% in January before gradually recovering to 2.1% by December, driven by favourable base effects, exchange rate stability, and lower energy costs. Against this backdrop, the Central Bank of Sri Lanka maintained the accommodative monetary policy stance initiated in 2022, supporting credit growth and the ongoing economic recovery while inflation remained well below target.

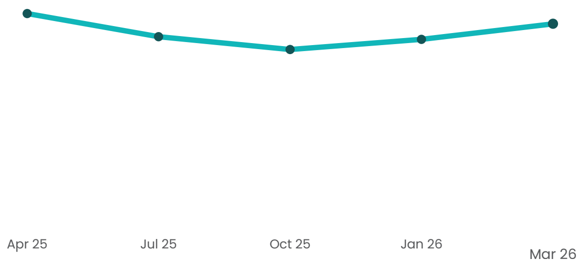
Inflation was expected to return to the CBSL's 5% target range only towards the latter part of 2026; however, higher global energy prices stemming from Middle East geopolitical tensions accelerated the normalization process, with inflation reaching 5.5% YoY by May 2026. Reflecting the broader improvement in macro economic conditions, S&P upgraded Sri Lanka's sovereign rating to 'CCC+/C' from 'SD/SD' in September 2025, ...marking the country's exit from default status across all three major rating agencies and further strengthening investor.

Following a sustained decline in interest rates driven by easing inflation and improving macroeconomic conditions, the government securities yield curve began to edge higher towards the latter part of the period. This upward shift was primarily influenced by heightened geopolitical tensions in the Middle East and the resulting uncertainty surrounding global energy prices and inflation expectations. Despite the increase, yields remained below crisis-era levels, reflecting continued confidence in Sri Lanka's economic recovery and improving fiscal outlook.

CCPI inflation (% YoY)



Govt. securities yield (indicative)

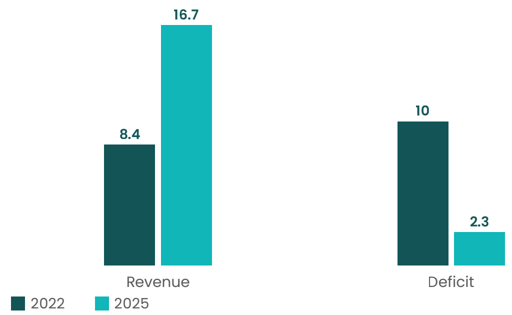


Indicative trend: declined then edged higher late in the year

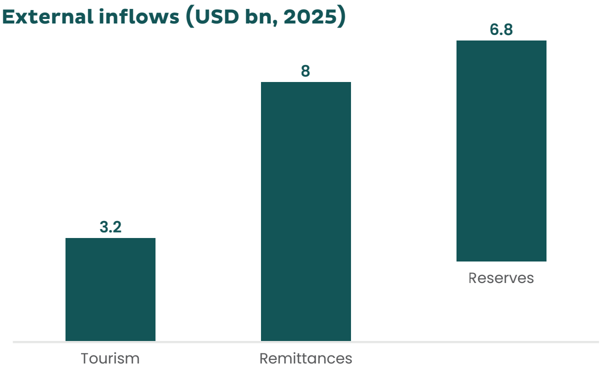
Meanwhile, fiscal performance has been exceptional, driven by strong revenue-based consolidation and improved fiscal discipline. Government revenue increased to 16.7% of GDP in 2025 from just 8.4% in 2022, while Sri Lanka recorded three consecutive years of primary surpluses, reaching a record 5.4% of GDP in 2025, well above the IMF target of 2.3%. The budget deficit narrowed sharply from around 10% of GDP in 2022 to 2.3% in 2025, helping reduce central government debt from 114% of GDP to 91.6% over the same period.

Tourism and remittances were key drivers of Sri Lanka's recovery, with tourist earnings reaching a record USD 3.2 billion and remittances an all-time high of USD 8.0 billion in 2025. These inflows helped generate three consecutive years of current account surpluses and enabled the CBSL to accumulate over USD 6 billion in foreign exchange reserves, lifting gross official reserves to USD 6.8 billion by end-2025. However, rising oil prices following Middle East tensions put pressure on the external sector, resulting in a marginal current account deficit of USD 0.9 billion by April 2026. In response, the CBSL raised policy rates by 100bps and introduced measures to curb vehicle-related imports and ease pressure on the external account, while gross reserves continued to cover four months of imports.

Fiscal consolidation (% of GDP)



External inflows (USD bn, 2025)



Government debt fell from 114% of GDP in 2022 to 91.6% in 2025; primary surplus reached 5.4% of GDP.

Industry Overview

During the financial year 2025/26, the unit trust industry continued to demonstrate its resilience and long-term growth potential, despite operating in a lower interest rate environment. Increasing investor awareness, improved accessibility to professionally managed investment solutions, and the growing preference for diversified investment products continued to support healthy participation across the industry. The sustained expansion of the collective investment scheme sector further reinforced its importance within Sri Lanka's evolving financial services landscape.

LKR 589 bn
Industry AUM as at 31 March 2026, across 87 funds

21
Money market funds in the segment

LKR 242 bn
Money market segment AUM, 76,500+ unit holders

As of 31 March 2026, the total assets under management (AUM) of the Sri Lankan unit trust industry stood at approximately LKR 589 billion, managed by 16 licensed unit trust management companies operating a total of 87 unit trust funds. The Money Market Fund segment continued to represent a significant portion of the industry, with 21 funds collectively managing LKR 242 billion in assets under management and serving over 76,500 unit holders. The continued growth in investor participation highlights increasing confidence inregulated collective investment schemes as an attractive avenue for capital preservation, liquidity management and long-term wealth creation.

Fund Performance Review

Over the 12-month period under review, the Softlogic Money Market Fund delivered a strong and competitive performance while maintaining its primary investment objectives of capital preservation, liquidity management, and consistent income generation. During the first quarter of 2026, the Fund successfully outperformed the broader money market, consistently generating returns above the NDB CRISIL Index from 1 January to 31 March 2026, reflecting the effectiveness of its active portfolio management strategy and disciplined investment approach. As at 31 March 2026, the Fund reported an annualised 1-month return of 8.94%, a 3-month annualised return of 8.65%, and a 7-day annualised running yield of 8.96%, while Assets Under Management (AUM) stood at LKR 1,105 million, demonstrating continued investor confidence in the Fund.

8.94%
1-month annualised return

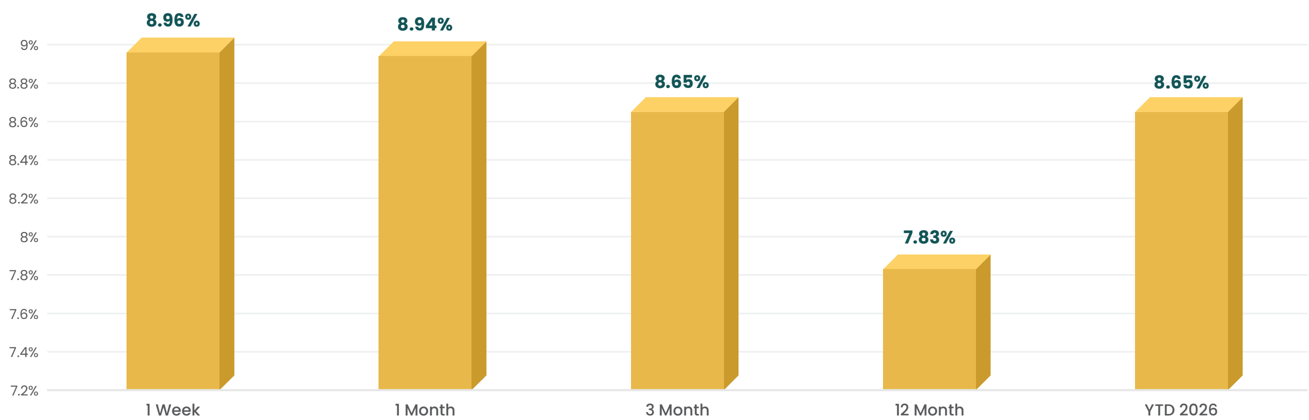
8.65%
3-month annualised return

8.96%
7-day annualised running yield

Throughout the year, the Fund maintained a well-diversified portfolio across high-quality money market instruments. Approximately 32% of the portfolio was invested in Trust Certificates, 30% in Fixed Deposits, 22% in Commercial Papers, 15% in Repurchase Agreements, with the balance held in Cash, enabling the Fund to optimise returns while preserving liquidity. This strategic asset allocation, together with a prudent credit selection process, allowed the Fund to capitalise on prevailing market opportunities while maintaining a strong risk profile.

FUND RETURN BY PERIOD

Annualised return by period



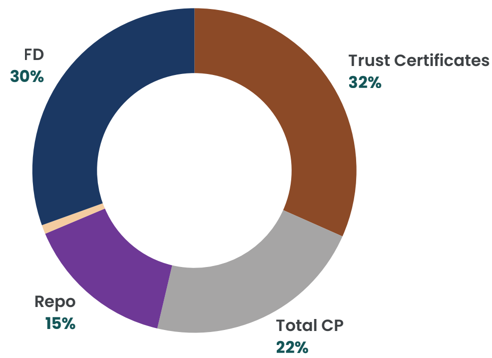
Fund Manager's Review

As a money market fund, we remain committed to preserving capital while maintaining a high level of liquidity to efficiently meet investor redemption requirements. In line with this objective, the portfolio is strategically diversified across high-quality short-term money market instruments, balancing yield optimisation with prudent risk management. The Fund continued to maintain its A+ Fund Credit Rating, reflecting the strength of its investment process and the overall quality of the underlying portfolio. The Fund's investment portfolio remains concentrated in investment-grade securities issued by both the Government of Sri Lanka and highly rated corporates. As at 31 March 2026, the portfolio comprised 15% in AAA Government Securities, 11% in AA (Fitch), 23% in A+ (Fitch), 12% in A (LRA) and 10% in A- (Fitch), with the balance invested in carefully selected investment-grade issuers rated BBB+ (Fitch), BBB- (LRA) and A- (LRA). This diversified credit profile enables the Fund to generate competitive returns while maintaining a prudent level of credit risk.

Maintaining a strong liquidity profile continued to be a key priority throughout the year. More than 65% of the Fund's investments were held in tradable instruments, providing the flexibility to actively manage the portfolio while ensuring sufficient liquidity to meet redemption requests. Furthermore, 57% of the portfolio matures within three months, including 24% maturing within one month and 33% between one and three months, allowing the Fund to respond efficiently to changes in market conditions and interest rate movements while preserving liquidity for investors.

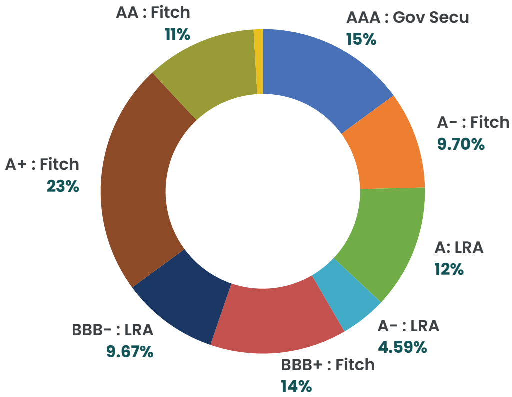
PORTFOLIO ALLOCATION AS AT 31 MARCH 2026

Portfolio allocation by instrument



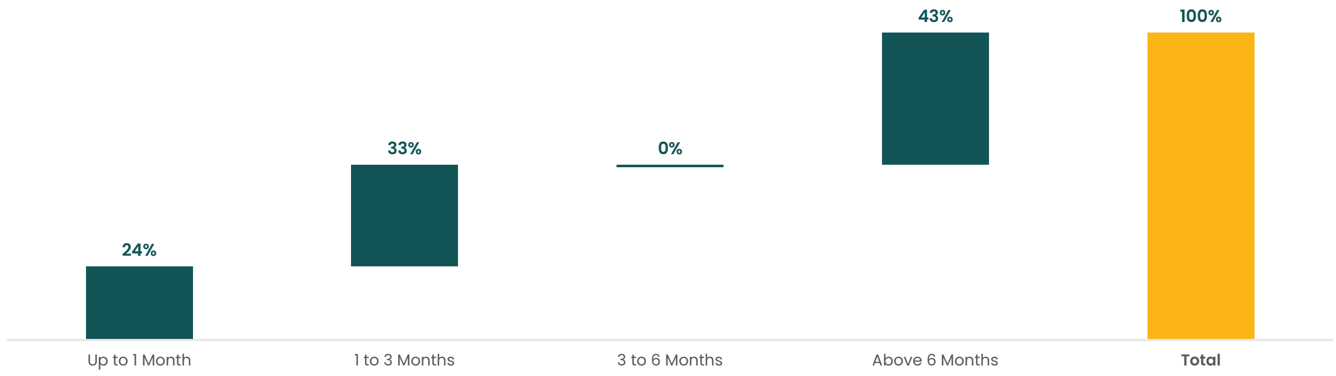
CREDIT PROFILE AS AT 31 MARCH 2026

Credit profile by rating



PORTFOLIO MATURITY PROFILE AS AT 31 MARCH 2026

Maturity profile



Future Outlook

The domestic economy is expected to continue its gradual recovery, supported by on going fiscal consolidation, structural reforms under the IMF programme and improving investor confidence. However, the macroeconomic environment is likely to become increasingly challenging over the coming months as inflationary pressures begin to re-emerge. Core inflation, as measured by the CCPI, has already accelerated to 2.5%, indicating a broadening of underlying price pressures across the economy. Given prevailing macroeconomic conditions, we anticipate inflation to continue its upward trajectory and potentially exceed 6% over the medium term, driven primarily by higher energy costs, imported inflation and increasing domestic demand.

The escalation of geopolitical tensions in the Middle East has materially increased uncertainty across global energy markets. Continued disruptions to oil supply chains and heightened geopolitical risk premiums are expected to result in elevated crude oil prices, which will likely translate into higher domestic fuel prices. This, in turn, is expected to place upward pressure on transportation, electricity and production costs, making the Non-Food Inflation category the principal driver of headline inflation over the coming quarters. Such developments may reduce the Central Bank's flexibility to maintain an accommodative monetary policy stance should inflationary expectations become entrenched.

From a domestic fixed income perspective, the Government securities market is expected to witness significant refinancing activity during the remainder of the calendar year, with Treasury Bond maturities exceeding LKR 800 billion scheduled over the next nine months. The successful refinancing of these maturities by the Government will be a key determinant of liquidity conditions, investor demand and yield curve dynamics. Should investor appetite weaken or inflation expectations accelerate, upward pressure on Government security yields may emerge, presenting both risks and investment opportunities for actively managed fixed income portfolios.

Globally, uncertainty continues to dominate the investment landscape. The possibility of further tariff escalations among major economies, continued geopolitical conflicts, supply chain disruptions, elevated freight and logistics costs, commodity price volatility and persistent protectionist trade policies may continue to weigh on global economic growth. In addition, any delay in policy easing by major central banks or a resurgence of US Dollar strength could trigger renewed capital outflows from emerging and frontier markets, placing additional pressure on exchange rates and imported inflation.

Against this backdrop, we remain cautiously optimistic while maintaining defensive and highly liquid portfolio positioning. The Fund's A+ credit rating, diversified allocation across high-quality money market instruments and more than 65% exposure to tradable securities provide the flexibility to actively respond to changing market conditions while preserving capital and meeting investor liquidity requirements. We will continue to actively manage portfolio duration, optimise credit selection and capitalise on attractive yield opportunities as they emerge, with the objective of delivering superior risk-adjusted returns while maintaining the highest standards of liquidity and credit quality for our investors.

Financial Information

- Audited Financial Statements
- Notes to the Financial Statements
- Related Party Transactions
- Declaration by Trustee and Management Company

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of Softlogic Money Market Fund ("the Fund"), which comprise the statement of financial position as at 31st March 2026 and the statement of comprehensive income, the statement of changes in unitholders' funds and the statement of cash flows for the year then ended, and notes to the Financial Statements, including a summary of material accounting policy information as set out on pages 05 to 20.

In our opinion, the accompanying Financial Statements give a true and fair view of the financial position of the Fund as at 31st March 2026, and of its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Sri Lanka Auditing Standards (SLAuSs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the Code of Ethics for Professional Accountants issued by CA Sri Lanka (Code of Ethics), and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Fund Managing Company (Softlogic Asset Management (Pvt) Ltd) is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Financial Statements and the Auditor's Report therein. The Annual Report is expected to be made available to us after the date of this Auditor's Report.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information identified above, and in doing so, consider whether the other information is materially consistent with the Financial Statements and our knowledge obtained in the audit, or otherwise whether it appears to be materially misstated. When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance of the Fund Managing Company.

Responsibilities of Fund Managing Company and Those Charged with Governance for the Financial Statements

The Fund Managing Company and the Trustee are responsible for the preparation of Financial Statements that give a true and fair view in accordance with Sri Lanka Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the Fund Managing Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless fund managing company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SLAuSs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with SLAuSs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, mis representations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by fund managing company.
- conclude on the appropriateness of fund managing company's use of the going concern basis of accounting, and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

The Financial Statements have been prepared and presented in accordance with and comply with the Collective Investment Scheme Code (CIS Code) issued by the Securities and Exchange Commission of Sri Lanka under the Act No.19 of 2021 and the Trust Deed.

BDO Partners

CHARTERED ACCOUNTANTS
Colombo
19th August 2026
TR/cc

Statement of Comprehensive Income

For the year ended 31st March 2026

	Note	2025/2026 Rs.	2024/2025 Rs.
Investment income	3	101,455,407	125,651,849
Net gain on financial assets held at fair value through profit or loss		-	10,803,299
Total investment income		**101,455,407**	**136,455,148**
Operating expenses	4	(19,947,271)	(22,239,820)
Profit before tax		**81,508,136**	**114,215,328**
Income tax expense	5	-	-
Profit for the year		**81,508,136**	**114,215,328**
Other comprehensive income		-	-
Total comprehensive income for the year		**81,508,136**	**114,215,328**
Increase in net assets attributable to unitholders		**81,508,136**	**114,215,328**
Net asset per unit (Rs.)	**19**	**185.81**	**172.32**

Figures in brackets indicate deductions.

The accounting policy information including a summary of material accounting policy information and notes on pages 05 to 20 forms an integral part of these Financial Statements.

Statement of Financial Position

As at 31st March 2026

	Note	As at 31.03.2026 Rs.	As at 31.03.2025 Rs.
ASSETS			
Cash and cash equivalents	6	10,030,850	5,412,231
Financial assets measured at amortised cost	7	1,095,996,543	1,128,936,134
Other receivables	8	31,556	1,086
Total assets		**1,106,058,949**	**1,134,349,451**
UNITHOLDER'S FUNDS AND LIABILITIES			
Liabilities			
Accrued expenses	9	826,640	1,766,409
Other payables	10	100,788	2,668
Total liabilities		**927,428**	**1,769,077**
Unitholder's fund			
Unit capital		305,918,500	414,875,489
Retained earnings		799,213,021	717,704,885
Net assets attributable to unitholders		**1,105,131,521**	**1,132,580,374**
Total unitholder's fund and liabilities		**1,106,058,949**	**1,134,349,451**

The accounting policy information including a summary of material accounting policy information and notes on pages 05 to 20 forms an integral part of these Financial Statements.

The Fund Managing Company and the Trustee are responsible for the preparation of these Financial Statements in accordance with Sri Lanka Accounting Standards.

Signed for and on behalf of the Fund Managing Company and the Trustee.

Assistant Manager - Finance
Softlogic Asset Management (Pvt) Ltd
Fund Management Company

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

Mr. Naresh Abeysekera
Director
Softlogic Asset Management (Pvt) Ltd
Fund Managing Company

Trustee
Hatton National Bank PLC

Colombo
19th August 2026

Statement of Changes in Unitholders' Fund

For the year ended 31st March 2026

Description	Unit Capital Rs.	Retained Earnings Rs.	Total Rs.
Unitholders funds as at 31st March 2024	**1,081,250,867**	**603,489,557**	**1,684,740,424**
Increase due to creation of units	2,229,682,630	-	2,229,682,630
Decrease due to redemption of units	(2,896,058,008)	-	(2,896,058,008)
Increase in net assets attributable to unitholders	-	114,215,328	114,215,328
Unitholders funds as at 31st March 2025	**414,875,489**	**717,704,885**	**1,132,580,374**
Increase due to creation of units	2,230,102,092	-	2,230,102,092
Decrease due to redemption of units	(2,339,059,081)	-	(2,339,059,081)
Increase in net assets attributable to unitholders	-	81,508,136	81,508,136
Unitholders fund as at 31st March 2026	**305,918,500**	**799,213,021**	**1,105,131,521**

Figures in brackets indicate deductions.

The accounting policy information including a summary of material accounting policy information and notes on pages 05 to 20 forms an integral part of these Financial Statements.

Statement of Cash Flows

For the year ended 31st March 2026

	2025/2026 Rs.	2024/2025 Rs.
Cash flows from operating activities		
Interest received	106,746,237	143,838,895
Management, trustee and custodian fees paid	(20,788,921)	(22,826,088)
Investment in repurchase agreements	232,133,614	(179,540,753)
Investment in unit trusts	-	377,375,519
Investment in fixed deposits	(245,000,000)	(25,000,000)
(Investment in)/sales proceeds from commercial papers	(104,132,904)	235,198,559
(Investment in)/sales proceeds from trust certificates	(275,000,000)	80,000,000
Investment in treasury bills	419,647,256	40,072,651
Other receivables	(29,674)	-
Net cash generated from operating activities	**113,575,608**	**649,118,783**
Cash flows from financing activities		
Cash received on creation of units	2,230,102,092	2,229,682,630
Cash paid on redemption of units	(2,339,059,081)	(2,896,058,008)
Net cash used in financing activities	**(108,956,989)**	**(666,375,378)**
Net increase/(decrease) in cash and cash equivalents	**4,618,619**	**(17,256,595)**
Cash and cash equivalents at the beginning of the year	5,412,231	22,668,826
Cash and cash equivalents as at the end of the year	**10,030,850**	**5,412,231**
Cash and cash equivalents as at the end of the year comprises		
Cash and cash equivalents	10,030,850	5,412,231
	10,030,850	**5,412,231**

Figures in brackets indicate deductions.

The accounting policy information including a summary of material accounting policy information and notes on pages 05 to 20 forms an integral part of these Financial Statements.

Notes to the Financial Statements

1. REPORTING ENTITY

1.1 Legal and domicile

Softlogic Money Market Fund ("the Fund") is an open ended unit trust fund licensed by the Securities and Exchange Commission of Sri Lanka and established under the Trust Deed signed on 05th February 2020. The Fund was launched on 08th July 2020.

The Fund is managed by Softlogic Asset Management (Pvt) Ltd while Hatton National Bank acts as the Trustee of the Fund. The registered office of the Fund Management Company is located at Level 16, One Galle Face Tower, Colombo 02, Sri Lanka and the principal place of business is also located at the same address.

The Trustee's principal place of business is located at Hatton National Bank PLC, HNB Towers, Level 15, No. 479, T.B. Jayah Mawatha, Colombo 10, Sri Lanka.

1.2 Principal activity

The investment objective of the Fund is to earn a regular optimal rate of interest income while preserving the investor's capital and liquidity by investing in high quality money market instruments in accordance with the Collective Investment Scheme Code (CIS Code 2022) of the Securities and Exchange Commission of Sri Lanka.

1.3 Date of authorisation

The Financial Statements of the Fund for the year ended 31st March 2026 were authorised for issue by the Fund Managing Company and the Trustee on 19th August 2026.

2. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

2.1 Preparation of Financial Statements

2.1.1 Basis of preparation

The Financial Statements are prepared on historical cost basis unless otherwise indicated. The statement of financial position is presented on a liquidity basis and assets and liabilities are presented in decreasing order of liquidity and are not distinguished between the current and non-current. The Financial Statements are presented in Sri Lankan rupees (Rs).

2.1.2 Statement of compliance

The Financial Statements which comprise the statement of financial position as at 31st March 2026, statement of comprehensive income, statement of changes in unitholders' fund and statement of cash flows for the year then ended, and a summary of material accounting policies and other explanatory information have been prepared and presented in accordance with Sri Lanka Accounting Standards (LKAS/SLFRs) and the requirements of the Unit Trust Deed and Unit Trust Code of the Securities and Exchange Commission of Sri Lanka.

2.1.3 Going concern

These Financial Statements have been prepared on the assumption that the Fund is a going concern, i.e. as continuing in operation for the foreseeable future. It is, therefore, assumed that the Fund has neither the intention nor the necessity of liquidation or curtailing materially the scale of its operation.

The Management of the Fund has continuously assessed the potential impact of the current economic crisis on the Fund's operations and is confident that it will not impact on the going concern ability of the Fund.

2.1.4 Materiality and aggregation

Each material class of similar items is presented separately in the Financial Statements. Items of a dissimilar nature or function are presented separately unless they are immaterial.

2.1.5 Significant accounting judgments, estimates and assumptions

The preparation of Financial Statements in conformity with SLFRSs/LKASs requires management to make judgments, estimates and assumptions that influence the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. In the selection and application of the Fund's accounting policies, which are described below, the Fund Managing Company is required to make judgments and assumptions and use assumptions in measuring items reported in the Financial Statements. These estimates are based on management's knowledge of current facts and circumstances, and assumptions based on such knowledge and expectations of future events. Actual results may differ from such estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimates are revised if the revision affects only that year or the year of the revision and future years as well, if the revision affects both the current and the future years.

The management considers credit, liquidity and market risk and assesses the impact on valuation of investments when determining the fair value.

Management uses its judgment in determining the appropriate valuation technique for financial instruments that are not quoted in an active market. Valuation techniques commonly used by market practitioners are applied. Other financial instruments are valued using a discounted cash flow analysis based on the assumptions supported, where possible, by observable market prices or rates.

Determination of Fair Value and Fair Value Hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: techniques which use inputs other than quoted prices included within Level 1, that are observable, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3: techniques which use inputs that are not based on observable market data

2.2 Statement of financial position

2.2.1 Financial instruments

i) Recognition and initial measurement

SLFRS 9 contains three principal classification categories for financial assets: measured at amortised cost, Fair Value through Other Comprehensive Income (FVOCI) and Fair Value through Profit or Loss (FVTPL). The classification of financial assets under SLFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics.

All financial assets are initially recognised on the date that the Fund becomes a party to the contractual provisions of the instrument. This includes purchases of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. A financial asset is initially measured at fair value plus or minus, for an item not at FVTPL and transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

2.2.1.1 Classification

On initial recognition, a financial asset is classified as measured at: amortised cost; FVOCI; or FVTPL. Financial assets are not reclassified subsequent to their initial recognition unless the Fund changes its business model for managing financial assets in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

A financial asset is measured at amortised cost if it meets both of the following conditions:

- it is held within a business model whose objective is to hold assets to collect contractual cash
- its contractual terms give rise on specified dates to cash flows that are solely the payments of principal and interest on the principal amount outstanding

A debt investment is measured at FVOCI if it meets both of the following conditions:

- it is held within a business model whose objective is achieved by both collecting the contractual cash flows and selling the financial assets
- its contractual terms give rise on specified dates to cash flows that are solely the payments of principal and interest on the principal amount outstanding

All financial assets not classified as measured at amortised cost or FVOCI as described above are measured at FVTPL. This includes derivative financial assets, if any.

2.2.1.2 Subsequent measurement and gain and losses

Classification	Subsequent measurement
Financial assets at amortised cost	These assets are subsequently measured at amortised cost using the effective interest method The amortised cost is reduced by impairment losses, if any. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.
Financial assets at FVOCI	These assets are subsequently measured at fair value. Interest income is calculated using the effective interest method, foreign currency exchange gains and losses and impairment are recognised in profit or loss and the changes in fair value of FVOCI debt instruments are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.
Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains or losses, including any interest or dividend income, are recognised in profit or loss.

2.2.1.3 Impairment

The Fund recognises loss allowances for expected credit losses (ECLs) on financial assets measured at amortised cost. The Fund measures loss allowances at an amount equal to lifetime ECL, except for bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition which is measured as 12-month ECLs.

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument. 12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months). The maximum period considered when estimating ECLs is the maximum contractual period over which the Fund is exposed to credit risk.

Credit-impaired financial assets

At each reporting date, the Fund assesses to ascertain whether the financial assets carried at amortised cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data.

- significant financial difficulty of the borrower or issuer
- a breach of contract such as a default or being more than 90 days past due
- the restructuring of a loan or advance by the Fund on terms that the Fund would not consider otherwise
- the probability that the borrower will enter bankruptcy or other financial reorganisation

As of the statement of financial position date the Fund has not recognised impairment provision in the Financial Statements.

Presentation of allowance for ECL in the statement of financial position

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the financial assets.

Written offs

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery.

2.2.1.4 Financial liabilities - Classification, subsequent measurement, gains and losses

Financial liabilities are classified as measured at amortised cost. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Any gain or loss on derecognition is also recognised in profit or loss. Financial liabilities measured at amortised cost include accrued expenses and other payables.

2.2.1.5 Derecognition

Financial assets

The Fund derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Fund neither transfers nor retains substantially all of the risks and rewards of ownership nor does it retain control of the financial asset.

The Fund enters into transactions whereby it transfers the assets recognised in its statement of financial position, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognised.

Financial liabilities

The Fund derecognises a financial liability when its contractual obligations are discharged or cancelled or expire. The Fund also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in profit or loss.

2.2.1.6 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position if, and only if:

- there is currently an enforceable legal right to offset the recognised amounts, and
- there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

2.2.2 Cash and cash equivalents

Cash and cash equivalents are defined as cash in hand, demand deposits and short-term highly liquid investments, readily convertible to known amounts of cash and are subject to an insignificant risk of changes in values.

2.2.3 Payable and provisions

Payable is initially recognised at fair value, which is the fair value of the consideration to be paid in the future for goods and service received, whether or not billed to the Fund, and subsequently measured at amortised cost.

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying the economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

2.3 Statement of profit or loss and other comprehensive income

2.3.1 Recognition of income

Income is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured. The following specific criteria must also be met before interest income is recognised.

(i) Interest income
For all financial instruments measured at amortised cost, interest income is recorded using the Effective Interest Rate (EIR), which is the rate that exactly discounts the estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset.

(ii) Realised (loss)/gain on financial assets at fair value through profit or loss
Unrealised gains/(losses) on financial assets held at fair value through profit or loss include all gains and losses that arise from changes in fair value of financial assets held at fair value through profit or loss as at the reporting date.

(iii) Unrealised (loss)/gain on financial assets at fair value through profit or loss
Realised gains/(losses) on financial assets held at fair value through profit or loss include results of buying and selling of units.

2.3.2 Expenses

All the expenses including the Management fees, Trustee fee and Custody fee are recognised in the statement of profit or loss on an accrual basis.

The managements fees of the Fund as per the Trust Deed are as follows:

Fee	Basis
Management fee	0.40% of Net Asset Value of the Fund
Trustee fee	0.15% of Net Asset Value of the Fund
Custody fee	Flat fee of Rs. 15,000 per month

2.4 Unitholders' funds and net assets attributable to unitholders

The unitholders' fund has been calculated as the difference between the carrying amounts of the assets and the carrying amounts of the liabilities, other than those due to unitholders, as at the statement of financial position date.

Units can be issued and redeemed based on the Fund's net asset value per unit, calculated by dividing the net assets of the Fund calculated in accordance with the valuation guidelines issued by the Unit Trust Association of Sri Lanka and directive issued by the Securities and Exchange Commission of Sri Lanka, by the number of units in issue.

2.4.1 Distribution

In accordance with the Trust Deed, the Fund distributes income, to unitholders by cash or reinvestment in units. The distributions are recorded in the statement of changes in unitholders' Funds.

2.5 Income tax expense

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 31st March 2026.

3. INVESTMENT INCOME

	2025/2026 Rs.	2024/2025 Rs.
Interest on fixed deposits	19,678,753	17,225,174
Interest on money market savings account	319,312	596,055
Interest on treasury bills	10,162,365	40,903,363
Interest on commercial papers	29,347,532	22,197,694
Interest on trust certificates	12,909,410	26,966,602
Interest on repurchase agreement	29,031,014	17,762,961
Placement fee	7,021	-
	101,455,407	**125,651,849**

4. OPERATING EXPENSES

	2025/2026 Rs.	2024/2025 Rs.
Management fee	9,806,491	15,329,449
Custodian fee	127,645	217,712
Trustee fee	1,963,305	2,299,417
Tax fee	55,554	-
Auditor's remuneration	201,836	383,506
Bank charges	261,240	420,645
Registrar's fee	140,711	239,998
WHT	7,390,489	3,349,093
	19,947,271	**22,239,820**

5. INCOME TAX EXPENSE

	Note	2025/2026 Rs.	2024/2025 Rs.
Tax expense for the year	5.1	-	-
		-	**-**

5.1 Following the enactment of the new Inland Revenue Act No. 24 of 2017 effective from 1st April 2018, the Fund is deemed 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 31st March 2026.

5.2 Reconciliation between the taxable profit and accounting profit

	2025/2026 Rs.	2024/2025 Rs.
Profit before tax	81,508,136	114,215,328
Less: exempt income	(81,508,136)	(114,215,328)
	-	**-**

6. CASH AND CASH EQUIVALENTS

	As at 31.03.2026 Rs.	As at 31.03.2025 Rs.
Hatton National Bank	10,030,850	5,412,231
	10,030,850	**5,412,231**

7. FINANCIAL ASSETS MEASURED AT AMORTISED COST

	Note	As at 31.03.2026 Rs.	As at 31.03.2025 Rs.
Fixed deposit	7.1	336,961,907	82,225,045
Commercial papers	7.2	243,730,068	143,441,231
Repurchase agreement	7.3	165,236,444	397,816,077
Trust certificates	7.4	350,068,124	77,529,624
Treasury bill		-	427,924,157
		1,095,996,543	**1,128,936,134**

7.1 Fixed deposit

	As at 31.03.2026		As at 31.03.2025	
	Carrying value Rs.	Holding as a % of NAV	Carrying value Rs.	Holding as a % of NAV
Asia Asset Finance PLC	107,771,561	10%	-	-
Abans Finance PLC	107,200,000	10%	-	-
Dialog Finance PLC	121,990,346	11%	-	-
Siyapatha Finance PLC	-	-	82,225,045	7%
	336,961,907	**30%**	**82,225,045**	**7%**

7.2 Commercial papers

	As at 31.03.2026		As at 31.03.2025	
	Carrying value Rs.	Holding as a % of NAV	Carrying value Rs.	Holding as a % of NAV
LOLC Holdings PLC	136,877,621	12%	143,441,231	13%
Softlogic Stock Brokers	106,852,447	10%	-	-
	243,730,068	**22%**	**143,441,231**	**13%**

7.3 Repurchase agreement

	As at 31.03.2026		As at 31.03.2025	
	Carrying value Rs.	Holding as a % of NAV	Carrying value Rs.	Holding as a % of NAV
DFCC Bank PLC	165,236,444	15%	397,816,077	35%
	165,236,444	**15%**	**397,816,077**	**35%**

7.4 Trust certificates

	As at 31.03.2026		As at 31.03.2025	
	Carrying value Rs.	Holding as a % of NAV	Carrying value Rs.	Holding as a % of NAV
Sierra Cable PLC	92,825,679	8%	-	-
Vallibel Finance PLC	50,745,890	5%	-	-
Singer Finance PLC	150,988,601	14%	-	-
Asia Asset Finance PLC	55,507,953	5%	77,529,624	7%
	350,068,124	**32%**	**77,529,624**	**7%**

8. OTHER RECEIVABLES

	As at 31.03.2026 Rs.	As at 31.03.2025 Rs.
Interest on money market savings account	1,699	905
Sundries	277	181
Bank charges	29,580	-
Placement fee	-	-
	31,556	**1,086**

9. ACCRUED EXPENSES

	As at 31.03.2026 Rs.	As at 31.03.2025 Rs.
Management fee	442,162	1,166,042
Registrar fee	-	20,383
Trustee fee	165,811	174,906
Tax consultancy fee	51,292	42,333
Auditor's fee	167,375	344,254
Custodian fee	-	18,491
	826,640	**1,766,409**

10. OTHER PAYABLES

	As at 31.03.2026 Rs.	As at 31.03.2025 Rs.
Placement fee received in advance	-	2,549
Payable on unit cancelled	-	119
Pending creations	100,788	-
	100,788	**2,668**

11. UNIT PRICE

The creation price was at Rs. 185.8126 per unit and the redemption price was at Rs. 185.8126 per unit as at 31st March 2026.

12. DISTRIBUTION FOR THE YEAR

There were no distributions for the year ended 31st March 2026.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

For financial assets and financial liabilities that have a short-term maturity (original maturities less than a year), it is assumed that the carrying amounts approximate their fair values.

Accordingly, the following is a list of financial instruments whose carrying amount is a reasonable approximation of fair value.

Assets	Money market savings and other receivables / Cash and cash equivalents
Liabilities	Accrued expenses

14. CONTINGENT LIABILITIES

There were no significant contingencies existing as at the end of the reporting date that require adjustments or disclosures in the Financial Statements.

15. EVENTS OCCURRING AFTER THE REPORTING PERIOD

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

16. CAPITAL COMMITMENTS

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

17. RELATED PARTY DISCLOSURES

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

The Fund Managing Company, Softlogic Asset Management (Pvt) Ltd is a subsidiary of Softlogic 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.

17.1 Details of the Fund management fee, Trustee fee and Custodian fee paid/payable are as follows

			2025/2026		2024/2025	
Name of the related party	Nature of interest	Nature of transactions	Transaction Value Rs.	Outstanding Value Rs.	Transaction Value Rs.	Outstanding Value Rs.
Softlogic Asset Management (Pvt) Ltd	Fund Managing Co.	Management fee	9,806,491	442,162	15,329,449	1,166,042
Hatton National Bank PLC	Trustee	Trustee fees	1,963,305	165,811	2,299,417	174,906
		Custodian fees	127,645	-	217,712	18,491

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

		2025/2026		2024/2025	
Unitholder	Relationship	No. of Units	Value Rs.	No. of Units	Value Rs.
Softlogic Asset Management (Pvt) Ltd	Management Company	23,640.79	4,391,636	39,228	6,759,936
Asiri AOI Cancer Centre Private Limited	Affiliate Company	971.40	180,452	971	167,393
Mr. Asoka Pathirage	Chairman - Ultimate Parent Company	20,206.58	3,753,679	20,207	3,482,056
Mr. Wishan Perera	CEO - Softlogic Asset Management (Pvt) Ltd	244.77	45,470	-	-
Ms. Tharushi Kavindi	Assistant Manager - Operations	26.95	5,006	-	-

18. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

(a) Financial Instruments

The Fund's principal financial assets comprise investments in fixed income securities and cash at bank. The main purpose of these financial instruments is to generate a return on the investment made by the unitholders. The Fund has other financial instruments also such as receivable and payable which arise directly from its operations.

(b) Financial risk management objectives, policies and processes

Risks arising from holding financial instruments are inherent in the Fund's activities, and are managed through a process of ongoing identification, measurement and monitoring. The Fund is exposed to credit risk, market risk, and liquidity risk.

(i) Credit risk

Credit risk is the risk that the counterparty to the financial instrument will fail to discharge an obligation and cause the Fund to incur a financial loss of interest and/or principal.

The Fund's exposure to credit risk from its financial assets arises from default of the counterparty, with the current exposure equal to the fair value of financial instruments given in Note 7. It is the Fund's policy to enter into financial instruments with reputable counterparties. This is categorised objectively by the criteria that the Fund will invest only in companies carrying an investment grade rating (BBB - and above) from Fitch Ratings Lanka or ICRA Lanka. However, the investment grade rating of the primary dealers in relation to Treasury bill repurchase agreements has not been considered as the Fund has considered the collateral that the primary dealers provided which are government bills and bonds rated as AAA.

The investments grading of the issuers is as follows:

Issuer	Rating	Rating Agency
Abans Finance PLC	A-	Fitch Ratings Lanka Ltd
Asia Asset Finance PLC	A+	Fitch Ratings Lanka Ltd
Singer Finance PLC	BBB+	Fitch Ratings Lanka Ltd
First Capital Holdings PLC	A+	Lanka Rating Agency
LOLC Holdings PLC	A	Lanka Rating Agency
Browns & Company	BBB	Lanka Rating Agency
Dialog Finance PLC	AA	Fitch Ratings Lanka Ltd
Softlogic Stock Brokers	BBB-	Lanka Rating Agency
Sierra Cable PLC	A+	Fitch Ratings Lanka Ltd
Siyapatha Finance PLC	BBB+	Fitch Ratings Lanka Ltd

(ii) Market risk

Market risk represents the risk that the value of the Fund's investment portfolio will fluctuate as a result of changes in market prices.

This risk is managed by ensuring that all investment activities are undertaken in accordance with established mandate limits and investments strategies. As such, unitholders can manage this risk through their choices of which investment portfolios to participate in.

(iii) Price risk

Price risk is the risk that the fair value of the Fund's investments in trading securities many fluctuate as a result of changes in the price of the Fund's investments in trading securities. Price risk exposure arises from the fund's investment portfolio.

(iv) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market interest rates. The Fund's interest bearing financial assets expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The risk is measured using the sensitivity analysis. However, due to the short-term nature of the instruments it is reasonably expected that the fluctuation in interest rate will not materially impact the net assets value of the Fund.

	As at 31st March 2026 Increases / (Decreases) on profit before tax	As at 31st March 2025 Increases / (Decreases) on profit before tax
Increase in interest by 10 basis points	110,602,739	113,434,837
Decrease in interest by 10 basis points	(110,602,739)	(113,434,837)

(v) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in raising Funds to meet its obligation to pay unitholders.

The Fund investments in financial instruments, under normal market conditions are readily convertible to cash to control liquidity risk. In addition, the Fund invests within established limits to ensure that there is no concentration of risk. The Manager ensures that a minimum liquidity level of 3% of the total NAV of the Fund is available in cash or near cash form at any given time as required by the Unit Trust Deed, reducing the liquidity risk to its investors.

In addition, the Fund require additional business days' notice to the Fund from large investors redeeming over 3% of the Fund and the Fund is also permitted to borrow up to 15% of the deposited property for redemption payouts. No such borrowings have arisen during the year.

The table below analyses the Fund's non-derivative financial assets and liabilities into relevant maturity groupings based on the remaining period as at the end of the reporting period. The contractual amounts disclosed in this analysis are gross undiscounted cashflows, and therefore, may not agree with the carrying amounts in the statement of financial position.

	Less than 1 Month Rs.	1 Month to 6 Months Rs.	6 Months to 12 Months Rs.	Total Rs.
As at 31st March 2026				
Financial assets	264,559,673	375,731,836	518,566,996	1,158,858,504
Financial liabilities	927,428	-	-	927,428
As at 31st March 2025				
Financial assets	403,229,394	-	731,120,057	1,134,349,451
Financial liabilities	1,769,077	-	-	1,769,077

(vi) Capital risk management

The Fund considers its net assets attributable to unitholders as capital, notwithstanding net assets attributable to unitholders are classified as a liability. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders.

Daily applications and redemptions are reviewed relative to the liquidity of the Fund's underlying assets on a daily basis by the Managing Company. Under the terms of the Unit Trust Code, the Managing Company has the discretion to reject an application for units and to defer redemption of units if the exercise of such discretion is in the best interests of unitholders.

The following is the disclosures of unitholders' funds. The movement in the unitholders' funds is as follows.

	As at 31.03.2026 Rs.	As at 31.03.2025 Rs.
I. In terms of value		
Balance as at the beginning of the year	1,132,580,374	1,684,740,424
Net increase due to creation of units	2,230,102,092	2,229,682,630
Net decrease due to redemption of units	(2,339,059,081)	(2,896,058,008)
Increase in net assets attributable to unitholders	81,508,136	114,215,328
Balance as at the end of the year	**1,105,131,521**	**1,132,580,374**
II. In terms of number of units		
Balance as at the beginning of the year	6,572,432	10,681,469
Unit creations during the year	12,451,477	13,525,332
Unit redemptions during the year	(13,076,348)	(17,634,369)
Balance as at the end of the year	**5,947,561**	**6,572,432**

As stipulated within the Trust Deed, each unit represents a right to an individual unit in the Fund and does not extend to a right to the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

19. RECONCILIATION BETWEEN THE NET ASSET VALUE AS PER FINANCIAL STATEMENTS AND THE PUBLISHED NET ASSET VALUE

	As at 31.03.2026 Rs.	As at 31.03.2025 Rs.
Net asset value as per Financial Statements	1,105,131,521	1,132,580,374
Adjustment to auditor's remuneration	-	-
Published net asset value	**1,105,131,521**	**1,132,580,374**
Number of units outstanding	5,947,561	6,572,432
Adjusted net asset value per unit	**185.81**	**172.32**

20. COMPARATIVE INFORMATION

The accounting policies have been consistently applied by the Fund and are consistent with those of the previous year. The previous year's figures and phrases have been re-arranged wherever necessary to conform to the current year's presentation/classification.

21. OPERATIONAL RISK, INTERNAL CONTROL AND INVESTOR PROTECTION

During the year, the fund managing company identified an internal fraud amounting to Rs. 59.4 million as confirmed by an independent forensic audit conducted by Messrs. KPMG. Rs. 10 million has been recovered from the perpetrator and the remaining amount of Rs. 49.5 million has been borne by the fund managing company in accordance with CIS Code 2022 issued by the Securities and Exchange Commission of Sri Lanka under the Act No.19 of 2021 and the Trust deed. Therefore, the financial performance for the year ended 31st March 2026 and financial position as at 31st March 2026 have not been impacted by the fraud.

Following the incident, the fund managing company has further strengthened its governance, internal controls, segregation of duties, authorisation procedures, and oversight mechanisms to enhance the resilience of its operational and risk management frameworks.

Moreover, the fraud was promptly reported to the Securities and Exchange Commission and law enforcement authorities in accordance with the regulatory requirements of the Securities and Exchange Commission of Sri Lanka and the fund managing company's commitment to protecting the interests of unitholders.

Related Party Transactions

Fund	Related Party	Total Value of Unit Subscriptions by Related Parties (LKR)	Total Value of Unit Redemptions by Related Parties (LKR)
Softlogic Money Market Fund	Officers of Management Company	**4,241,980.34**	**4,288,626.42**
	Softlogic Asset Management (Pvt) Ltd	**30,900,000.00**	**34,300,000.00**

Declaration by the Trustee and Management Company

Declaration by the Trustee and Management Company as per SEC circular No. 02/2009 on guidelines for Trustee and Management Company of Unit Trust Funds.

Hatton National Bank PLC, the Trustee and Softlogic Asset Management (Pvt) Ltd., the Management Company of Softlogic Money Market Fund hereby declare that:

1. The requirements of the Guidelines for Trustee and Management Companies of Unit Trust Funds set by the Securities and Exchange Commission of Sri Lanka have been complied with during the financial year.
2. The transactions were and will be carried out at arm's length basis and on terms which are best available for the funds, as well as, act at all times, in the best interest of the Funds' unit holders.

Director
Softlogic Asset Management (Pvt) Ltd.
Management Company

Director
Softlogic Asset Management (Pvt) Ltd.
Management Company

Authorized Signatory
Hatton National Bank PLC
Trustee

softlogic
INVEST

Softlogic Asset Management (Pvt) Ltd

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