

NAMAL HIGH YIELD FUND

Interim Report

For the six months ended 30th September 2025

National Asset Management Limited

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Dear Investor,

We take pleasure in presenting the interim report of the Namal High Yield Fund (NHYF) for the six months ended 30th September 2025.

Performance Review

The NHYF achieved an annualized return of 8.22% during the period compared to the Average Weighted Deposit Rate of 8.13%. (Source: CBSL) As a number, fund reported a Rs. 42.79 Unit price at 31st March 2025, it increased to Rs. 44.56 end of 30th September 2025.

The Funds under Management as at 30th September 2025 was Rs. 1237.28Mn compared to Rs. 859.9Mn at the 01st April 2025.

Market Review

The equity market maintained its strong momentum during the six months ended September 2025 with the ASPI rising by 37.71% alone to close at 21,778.60. points, capping a robust performance driven by renewed investor optimism, improving macroeconomic indicators, and healthy corporate results. Market capitalization reached LKR 7.75 trillion, while average daily turnover stood at LKR 7.08 billion across 21 trading days in September. Despite net foreign outflows of LKR 4.8 billion, domestic participation remained dominant. Sector-wise, Retailing (+20.2%), Utilities (+18.6%), and Transportation (+18.4%) outperformed, while Automobiles (-3.7%) and Consumer Durables (-5.0%) lagged.

In the fixed-income market, yields remained broadly stable during the period amid steady liquidity and contained inflation. By end-September 2025, Treasury bill yields stood at 7.57% (91-day), 7.89% (182-day), and 8.02% (364-day), while money market rates hovered around 7.86–7.92%. The Average Weighted Prime Lending Rate (AWPR) was 8.10%, and the Average Weighted Deposit Rate (AWDR) was 6.82%, indicating a relatively accommodative monetary environment.

Economic Review

Sri Lanka's economy showed strong signs of recovery in the six months ending September 2025, with GDP growth revised upward to 4.9% on the back of robust domestic performance and easing external risks. The rebound was supported by accommodative monetary policy, expanding private sector credit, and a revival in construction and tourism. Business confidence and industrial output improved notably, while inflation turned moderately positive, stimulating spending and investment. Additionally, all three major global rating agencies upgraded Sri Lanka's sovereign credit rating out of default, reflecting growing investor confidence. Overall, the quarter highlighted rising economic momentum driven by domestic recovery and policy support, positioning the economy on a steady path toward stabilization and growth.

Portfolio Composition

The Portfolio is constructed as a well-diversified portfolio to maximize returns by investing in high yielding corporate debt, which could be invested up to a maximum of 99% of assets. As at 30th September 2025, 35% of assets were invested in Fixed Deposits, 30% in Commercial Papers, 28% in Repo and 6% in Trust Certificates.

Sincerely,
The Fund Management Team
11th November 2025

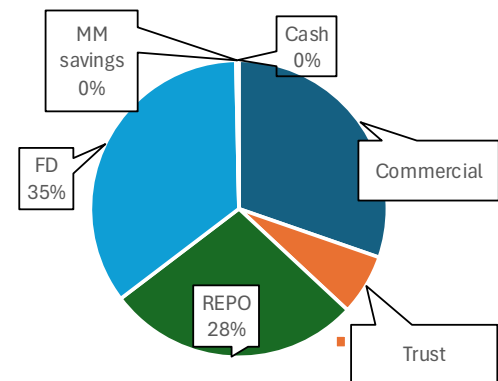
Performance Comparison

	6M* (%)	12M* (%)	24M* (%)
NHYF**	8.22	8.88	11.32

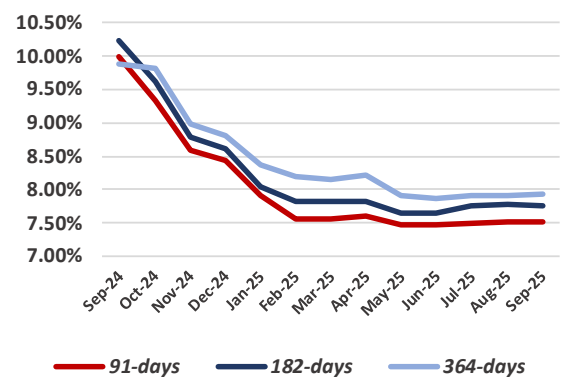
* Six-month period ending 30th September 2025.

**Annualized Yield as at 30th September 2025

Asset Allocation



Treasury Bill Rates



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STATEMENT OF COMPREHENSIVE INCOME
For the 06-month period ended 30th September
2025

	Note	<u>2025</u> Rs	<u>2024</u> Rs
INVESTMENT INCOME			
Interest income	9.	58,756,786	100,574,444
Realised gain/(loss) on financial assets through profit or loss		-	(15,527,152)
Total Investment Income		<u>58,756,786</u>	<u>85,047,293</u>
EXPENSES			
Management fees		(3,326,958)	(4,256,368)
Trustee and custodian fees		(1,352,710)	(1,689,943)
Audit fees		(132,803)	(353,713)
Bank Charges		(95,610)	(74,950)
Sundry Expenses		(4,529)	-
Consultancy fees		(50,137)	(50,137)
Total operating expenses		<u>(4,962,747)</u>	<u>(6,425,110)</u>
NET OPERATING PROFIT/(LOSS)		<u>53,794,039</u>	<u>78,622,182</u>
PROFIT AFTER DEDUCTIONS AND BEFORE TAX		53,794,039	78,622,182
PROFIT AFTER TAX FOR THE PERIOD		<u><u>53,794,039</u></u>	<u><u>78,622,182</u></u>
INCREASE IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u><u>53,794,039</u></u>	<u><u>78,622,182</u></u>

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STATEMENT OF FINANCIAL POSITION
As at 30th September 2025

ASSETS	Note	2025 Rs	2024 Rs
Cash and cash equivalents		3,031,575	12,112,622
Financial assets - Debt instruments at amortised cost	6.	1,231,613,449	1,082,731,874
Other Receivables	7.	2,640,411	2,605,613
Income tax recoverable		5,081,418	5,081,418
TOTAL ASSETS		<u>1,242,366,853</u>	<u>1,102,531,526</u>
UNIT HOLDERS' FUNDS & LIABILITIES			
LIABILITIES			
Accrued expenses	8.	1,169,722	1,493,935
Total Liabilities (Excluding net assets attributable to Unit Holders)		<u>1,169,722</u>	<u>1,493,935</u>
UNIT HOLDERS' FUNDS			
Net assets attributable to Unit Holders		<u>1,241,197,131</u>	<u>1,101,037,591</u>
		<u>1,242,366,853</u>	<u>1,102,531,526</u>

The Fund Management Company and the Trustee are responsible for the preparation and presentation of these financial statements in accordance with the Sri Lanka Accounting Standards.

Signed for and on behalf of the Fund Management Company and Trustee;


.....
Director
Fund Management Company

DEUTSCHE BANK AG
Colombo Branch

.....
Authorised Signatories
Deutsche Bank AG - Head Office
Trustee


.....
Director
Fund Management Company

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STATEMENT OF CHANGES IN UNIT HOLDERS' FUNDS
For the 06-month period ended 30th September 2025

	2025	2024
	Rs	Rs
UNIT HOLDER' FUNDS AT THE BEGINNING OF THE PERIOD	1,284,136,252	882,799,383
Increase in net assets attributable to unit holders	53,794,039	78,622,182
Unit Creations	646,781,048	2,820,930,621
Payment on unit redemption	(743,514,209)	(2,681,314,595)
UNIT HOLDERS' FUNDS AT THE END OF THE PERIOD	1,241,197,131	1,101,037,591

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NOTES TO THE FINANCIAL STATEMENTS

For the 06-month period ended 30th September 2025

- 1** All figures are provisional and unaudited. Where necessary comparative figures have been adjusted to confirm with the changes in presentation in the current period.
- 2** Income is recognised on an accrual basis.
- 3** There are no material Contingent Liabilities or contingent Assets which require disclosure in the financial statements.
- 4** No circumstances have arisen since the Balance Sheet date, which would require adjustments or disclosure in the Financial Statements.

	<u>2025</u>	<u>2025</u>
5 Net Asset value of a Unit as at 30th September 2025	44.5573	40.9237
No of Units as at 30th September 2025	27,742,181.3	26,780,464.4

NOTES TO THE FINANCIAL STATEMENTS

For the 06 month period ended 30th September 2025

6.	Financial assets -Debt instruments at amortised cost	2025	2024
		Rs	Rs
6.1	Investment in Commercial Papers		
	E.B.Creasy & Company PLC	-	163,752,153
	LOLC Holdings PLC	121,887,781	258,803,743
	Brown and Company PLC	101,109,589	-
	Janashankthi PLC	151,505,342	-
		<u>374,502,712</u>	<u>422,555,895</u>
6.2	Investment in Fixed Deposits		
	Abans Finance PLC	55,635,057	126,216,949
	Alliance Finance Company Limited	156,980,721	54,128,595
	Mahindra Ideal Finance Limited	114,053,272	104,339,336
	Citizens Development Business Finance PLC	106,049,541	-
		<u>432,718,590</u>	<u>284,684,879</u>
6.3	Investment in Treasury Bills		
	First Capital Treasuries PLC	-	46,963,964
	Wealthtrust Securities Limited	-	93,173,875
		<u>-</u>	<u>140,137,839</u>
6.4	Investment in Repurchase Agreements		
	HNB Securities Limited	17,903,962	72,048,877
	Wealthtrust Securities Limited	-	-
	DFCC Bank	100,152,521	-
	SAFE Holdings (PVT) LTD	224,381,989	-
		<u>342,438,472</u>	<u>72,048,877</u>

6.5	Investment in Trust Certificates		
	Mahindra Ideal Finance Limited	-	109,266,962
	Asia Asset Finance PLC	54,183,847	-
	Singer Finance	27,769,827	-
		<u>81,953,674</u>	<u>109,266,962</u>
6.6	Investment in Treasury Bonds		
	Acuity Securities Limited	-	54,037,422
		-	54,037,422
		<u>1,231,613,449</u>	<u>1,082,731,874</u>
7.	OTHER RECEIVABLES	2025	2024
		Rs	Rs
	Unit Creation Receivable	12,689	(5,835.44)
	Placement fee Receivable	2,116,754	2,116,754
	WHT Recoverable-FD	347,559	331,286
	WHT Recoverable-CP	163,409	163,409
		<u>2,640,411</u>	<u>2,605,613</u>
8.	ACCRUED EXPENSES	2025	2024
		Rs	Rs
	Fund management fees payable	524,408	742,453
	Trustee fee and Custodian fee payable	214,138	293,254
	Audit fee payable	132,803	132,803
	Redemption payable	68,774	68,774
	Other payable	112,034	111,855
	Consultancy Fees payable	117,565	144,796
		<u>1,169,722</u>	<u>1,493,935</u>

9.	INTEREST INCOME	06 month period ended	06 month period ended
		30.09.2025	30.09.2024
		Rs	Rs
	Interest on Money Markert Saving	226,038	593,581
	Interest on Commercial papers	15,417,192	22,999,639
	Interest on Savings account	42,362	213,227
	Interest on Fixed deposits	21,402,317	14,616,132
	Interest on Treasury Bills	2,134,256	7,312,388
	Interest on Trust Certificates	4,469,579	1,266,962
	Interest on Repos	15,065,042	20,886,655
	Interest on Treasury Bonds	-	32,648,054
	Placement Fee Income	-	37,808
		58,756,786	100,574,444

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NOTES TO THE FINANCIAL STATEMENTS
For the 06 month period ended 30th
September 2025

10	RECONCILIATION BETWEEN THE NET ASSET VALUE AS PER FINANCIAL STATEMENT AND THE PUBLISHED NET ASSET VALUE	2025	2024
		Rs.	Rs.
	Net Asset Value as per Financial Statement	1,241,197,131	1,101,037,591
	Income Tax recoverable	(5,081,418)	(5,081,418)
	Published Net Asset Value	<u>1,236,115,713</u>	<u>1,095,956,173</u>
	No of Units Outstanding	27,742,181.3	26,780,464.4
	Published net asset value per unit	44.5573	40.9237

NATIONAL EQUITY FUND
Interim Report 2025

CORPORATE INFORMATION

Trustee & Custodian	Deutsche Bank AG One Galleface Tower, 01A Centre Road Colombo 02
Auditors	Deloitte Associates No 11, Castle Lane Colombo 04
Bankers	Deutsche Bank AG One Galleface Tower, 01A Centre Road Colombo 02
Lawyers	F J & G De Saram Attorneys-at-Law & Notries Public 216, De Saram Place Colombo 10
Managers & Registrars	National Asset Management Limited (NAMAL) No. 07 , Glen Aber Place, Colombo 03

National Asset Management Limited
Board of Directors (As of 30th September 2025)

Mr. Malay Mukherjee	Chairman
Mr. Dilshan Rodrigo	Director
Mr. Wijenanada Dambawinne	Director
Mr.Ravi Dasanayake	Director
Mr. Prins Perera	Director
Mr. Brian Joseph	Director
Mr.Sanjay Pokhrel	Director
Mr.Nassar Hanad	Director

Management Team

Mr.Nirupan Wijeyanadan	Chief Executive Officer
Ms. Nadeera Karunarathna	Finance Manager
Ms.Amali Perera	Manager Compliance
Mr.Kevin Gosset	Manager Operation
Mr. Akila Alwis	Head of Sales
Mr.Chinthana	Manager - IT