

# WEEKLY STOCK MARKET HIGHLIGHTS

Friday, 02 February 2018



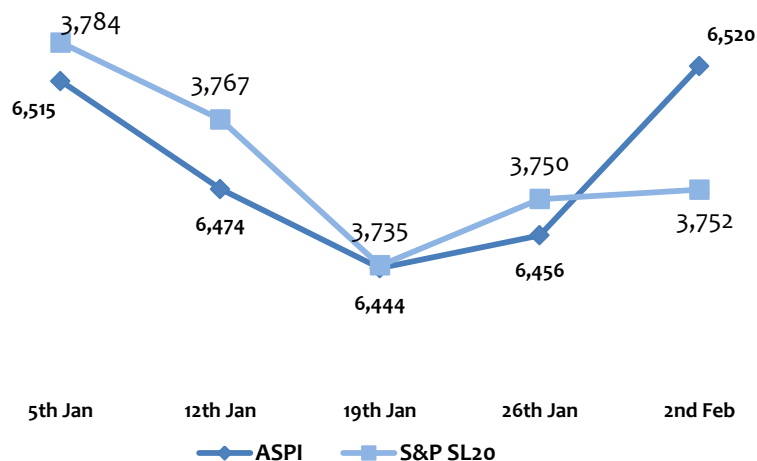
**ASHA PHILLIP  
SECURITIES LTD**

Sri Lanka

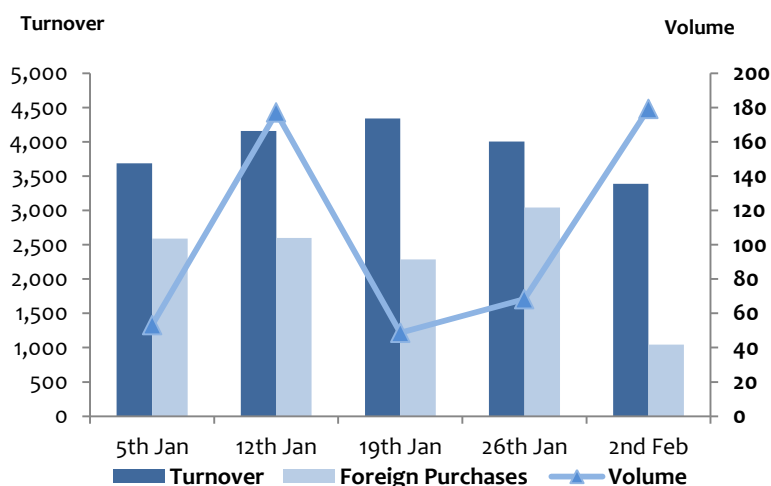
## Weekly Market Statistics.

Index	2nd Feb	26th Jan	Change	% Change
ASPI	6,520.46	6,456.04	↑ 64.42	↑ 1.00%
S&P SL20	3,751.95	3,749.89	↑ 2.06	↑ 0.05%
Market Statistics		2nd Feb	26th Jan	
Value of Turnover(Rs.)		3,389,514,427	4,007,221,371	
Domestic Purchases		2,346,568,070	962,596,045	
Domestic Sales		2,605,426,421	2,312,847,935	
Foreign Purchases		1,042,946,357	3,044,625,326	
Foreign Sales		784,088,007	1,694,373,437	
Volume of Turnover (No.)		179,204,710	68,238,055	
Market Capitalization (Rs. Bn)		2,983.46	2,952.20	
PER		10.78	10.66	
PBV		1.33	1.32	

## Market Indices.



## Turnover, Volume and Foreign Purchase.



## Weekly Performance of the Market

- Mid-week religious holiday had little impact on the recent developments, retail investors turned bullish towards later part of the week following the announcement of a corporate deal by Janashakthi Insurance and improved quarterly earnings published by several investor favorite counters. Global economic developments and the fluctuations in the currencies may have affected the foreign investor participation. Tea auction prices witnessed further gains during the week. Upcoming local government elections and worries over the country's economy continued to act as a bottle neck for the investor sentiments.
- The benchmark index ASPI settled the week on positive terrain for the second consecutive week at 6,520.46 with a gain of 64.42 points (+ 1.00%)
- The S&P SL20 Index also followed the same trend and settled the week on positive terrain at 3,751.95 with a gain of 2.06 points (+ 0.05%)
- The total turnover for the week recorded as LKR 3,389.51Mn, charting a drop of 15% from its previously recorded LKR 4,007.22Mn.
- Off board trades have contributed 26% of the week's total turnover, accounting for LKR 877.90Mn through 23 trades.

## Sectorial Overview

- Bank Finance and Insurance (BFI) sector stood on top providing LKR 1,690.41Mn capturing 50% of the week's total turnover.
- Diversified Holdings (DIV) and Beverage Food & Tobacco (BFT) sectors stood second and third providing LKR 561.74Mn and LKR 384.74Mn respectively to the daily aggregated turnover.

## Foreign Participation

- Aggregate foreign buying for the Week totaled up to LKR 1.04Bn (31% of the turnover)
- Foreign sales for the Week amounted to LKR 0.78Bn. (23% of the turnover)
- Net foreign inflow for the Week was LKR 0.26Bn, YTD net foreign inflow presently at LKR 4.28Bn.
- NEST notched the "Top Net Purchasers" slot with a net inflow of LKR 194.11Mn whilst CINS.X notched the "Top net Sellers" slot with a net outflow of LKR 56.07Mn.

## Weekly Market Highlights & Statistics

### Highest Turnover for the Week

Company Name	Share Vol.	Turnover (LKR)	Low (LKR)	High (LKR)	Cur.Week's Close	Prv.Week's Close	Change (LKR)	Change
JANASHAKTHI INSURANCE COMPANY PLC	48,411,302	1,075,039,100	16.10	28.40	27.80	16.10	11.70	72.67%
NESTLE LANKA PLC	166,034	286,893,347	1675.00	1765.00	1,740.00	1700.00	40.00	2.35%
SOFTLOGIC HOLDINGS PLC	18,667,661	276,546,645	13.60	16.10	16.00	13.50	2.50	18.52%
JOHN KEELLS HOLDINGS PLC	1,239,420	200,734,973	160.00	165.70	160.00	165.70	(5.70)	-3.44%
ACCESS ENGINEERING PLC	8,045,350	186,630,531	23.00	23.60	23.10	23.00	0.10	0.43%

### Highest Volume for the Week

Company Name	Share Vol.	Turnover (LKR)	Low (LKR)	High (LKR)	Cur.Week's Close	Prv.Week's Close	Change (LKR)	Change
JANASHAKTHI INSURANCE COMPANY PLC	48,411,302	1,075,039,100	16.10	28.40	27.80	16.10	11.70	72.67%
AMANA BANK PLC	21,637,063	82,085,427	3.50	3.60	3.60	3.60	-	0.00%
SOFTLOGIC HOLDINGS PLC	18,667,661	276,546,645	13.60	16.10	16.00	13.50	2.50	18.52%
ACCESS ENGINEERING PLC	8,045,350	186,630,531	23.00	23.60	23.10	23.00	0.10	0.43%
DIALOG AXIATA PLC	5,657,942	77,423,419	13.50	14.00	13.60	13.60	-	0.00%

### Top Gainers For the Week

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
JANASHAKTHI INS.	27.80	11.70	72.67	1,075,039,099.70
HVA FOODS	7.00	1.30	22.81	18,036,661.70
SOFTLOGIC	16.00	2.50	18.52	276,546,644.90
DUNAMIS CAPITAL	27.00	4.00	17.39	20,765,036.70
COLOMBO TRUST	27.00	4.00	17.39	95,418.00

### Top Losers For the Week

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
ADAM INVESTMENTS	0.20	(0.10)	(33.33)	229,137.80
S M B LEASING [X]	0.20	(0.10)	(33.33)	83,401.10
SWARNAMAHAL FIN	0.70	(0.20)	(22.22)	146,323.10
CEYLON PRINTERS	72.00	(16.80)	(18.92)	7,200.00
RENUKA AGRI	2.10	(0.30)	(12.50)	4,962,397.30

### Summarized crossings for the week

Name	Symbol	Avg Price	Trades	T.Volume	Turnover
Nestle Lanka PLC	NEST.N0000	1,726.27	4	118,000	203,700,000
Access Engineering PLC	AEL.N0000	23.20	2	7,819,525	181,412,976
Central Finance Company PLC	CFIN.N0000	111.00	3	1,119,000	124,209,000
Amana Bank PLC	ABL.N0000	3.80	3	21,000,000	79,800,000
Softlogic Holdings PLC	SHL.N0000	14.00	2	4,400,000	61,600,000
John Keells Holdings PLC	JKH.N0000	160.00	2	340,000	54,400,000
Dialog Axiata PLC	DIAL.N0000	13.70	2	3,505,448	48,024,636
Chevron Lubricants Lanka PLC	LLUB.N0000	115.00	1	290,000	33,350,000
Commercial Bank Of Ceylon PLC	COMB.N0000	139.00	1	175,000	24,325,000
Janashakthi Insurance Company PLC	JINS.N0000	18.00	1	1,275,257	22,954,626
On'Ally Holdings PLC	ONAL.N0000	48.00	1	465,128	22,326,144
Ceylon Tobacco Company PLC	CTC.N0000	1,090	1	20,000	21,800,000
<b>Total</b>			<b>23</b>	<b>40,527,358</b>	<b>877,902,382</b>
As a percentage of total Turnover					26%

## Weekly Foreign Transactions.

### Net Foreign Purchases

Company Name	Net change in holding (Qty)	Net Inflow (LKR)
NESTLE (+)	114,183	194,111,100
CENTRAL FINANCE	1,337,503	147,125,330
COLD STORES	25,227	22,704,300
MELSTACORP	222,472	13,659,781
HNB (+)	40,000	10,000,000
HEMAS HOLDINGS	77,057	9,262,251
TOKYO CEMENT[X]	114,594	6,359,967
FIRST CAPITAL	162,736	5,939,864
SEYLAN BANK[X] (+)	50,500	2,858,300
CFT	356,000	2,314,000

### Net Foreign Sales

Company Name	Net change in holding (Qty)	Net Outflow (LKR)
CEYLINCO INS.[X]	(67,960)	(56,067,000)
JKH	(208,023)	(33,283,680)
ROYAL CERAMIC	(134,270)	(15,038,240)
JANASHAKTHI INS.	(519,683)	(11,952,709)
PAN ASIA (+)	(705,114)	(10,224,153)
CHEVRON (+)	(73,630)	(8,460,087)
LAUGFS GAS	(198,798)	(5,168,748)
Softlogic Life (+)	(170,702)	(3,977,357)
COMMERCIAL BANK	(27,874)	(3,888,423)
TEEJAY LANKA	(107,503)	(3,859,358)

### Foreign Participation

- **Aggregate foreign buying** for the Week totaled up to **LKR 1,042.95Mn.**
- **Foreign sales** for the Week amounted to **LKR 784.09Mn.**
- **Net foreign inflow** for the Week was **LKR 258.86Mn**, YTD net foreign inflow presently stands at **LKR 4.28Bn**
- **NEST** notched the “Top Net Purchasers” slot with a net inflow of **LKR 194.11Mn** whilst **CINS.X** notched the “Top net Sellers” slot with a net outflow of **LKR 56.07Mn.**

## Summary of Key Announcements during the week

- Board of **C T Land Development PLC** (CTLD), subject to obtaining all necessary approvals, has decided to capitalize **LKR 1.5Bn** lying in the reserves (Retained Profits), through **capitalization of reserves** by issuing **32.5Mn** new shares at a **proportion of 2 shares for every 3 shares held** for a consideration of **LKR 46/-** per share. Date of entitlement to be determined by the company upon the receipt of approval from CSE for the issue and listing of shares.
- CSE said the effective date for the **repurchase of shares** of **York Arcade Holdings PLC** is **30th Jan 2018**.
- Trading of **Hatton Plantations Limited** was commenced on **2<sup>nd</sup> Feb 2018** under the security code **HPL.N Deposits (Share Certificate) to CDS to be done through HPL's Secretaries - Corporate Advisory Services (Pvt) Ltd**
- **LAUGFS Holdings Ltd**, the majority shareholder of **LAUGFS Gas PLC** (LGL) has purchased 1.92Mn ordinary voting shares of LGL from its subsidiaries **LAUGFS Supermarkets (Pvt) Ltd** and **Gas Auto Lanka Ltd** at a consideration of LKR 25.10 per share on 29<sup>th</sup> Jan 2018.
- The Board of **Janashakthi Insurance PLC** (JINS) has entered into a **Sale & Purchase Agreement** with **Allianze SE**, a company incorporated in Germany, for the sale of its wholly owned subsidiary, **Janashakthi General Insurance Limited** (JGIL). The **expected consideration** for the transaction is a sum of **LKR 16.4Bn** which is subject to adjustment based on the Net Asset Value of JGIL on the date of the transfer of shares. The other terms of the sale are yet in the final stages of negotiation. The transaction will be subject to approval of the JINS shareholders and satisfying the Insurance Regulatory Board. Further **JINS will implement a substantial repurchase of its shares following the sale of JGIL**. The final terms of the repurchase will be based on the terms of sale of JGIL.

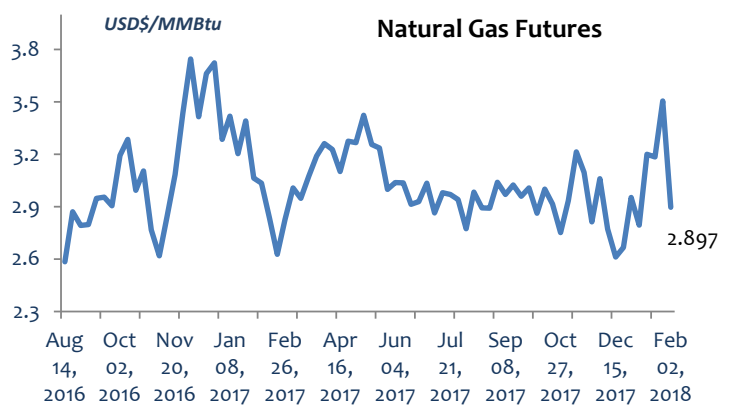
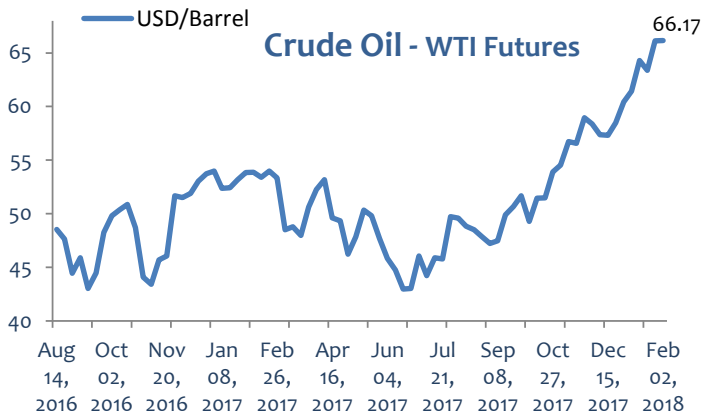
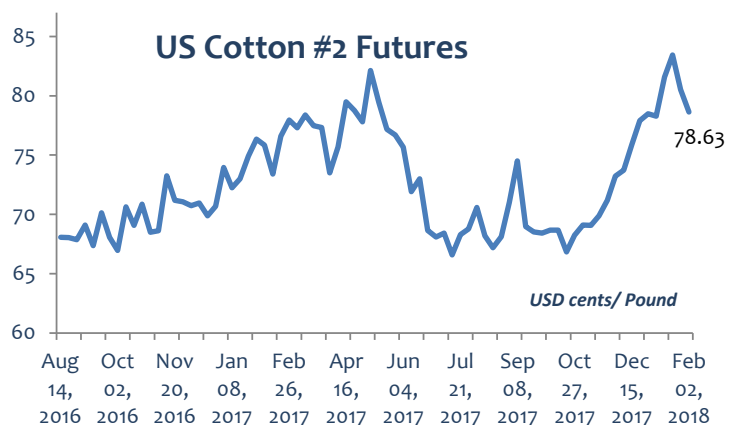
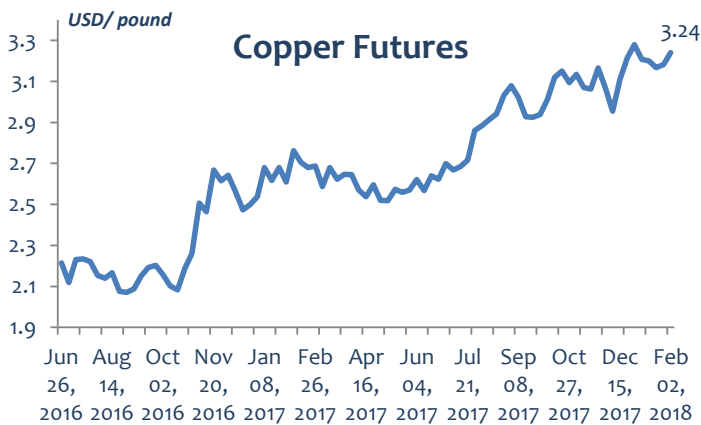
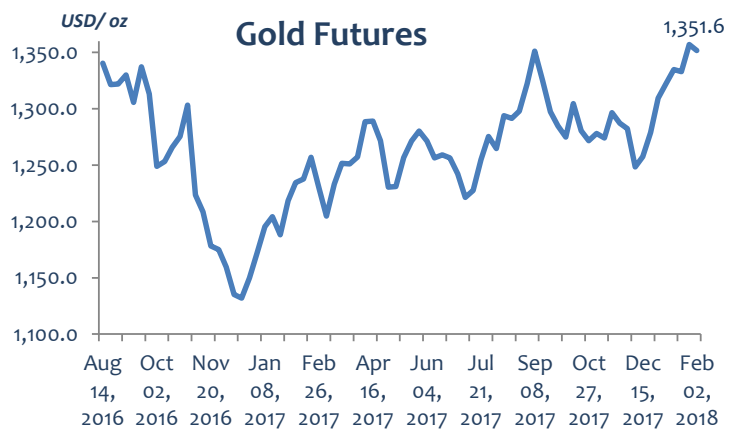
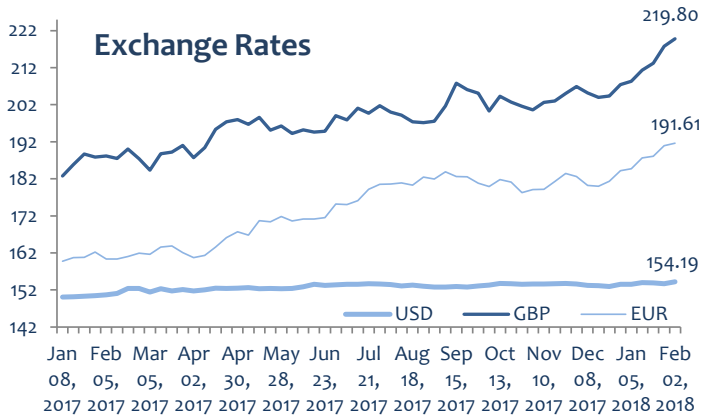
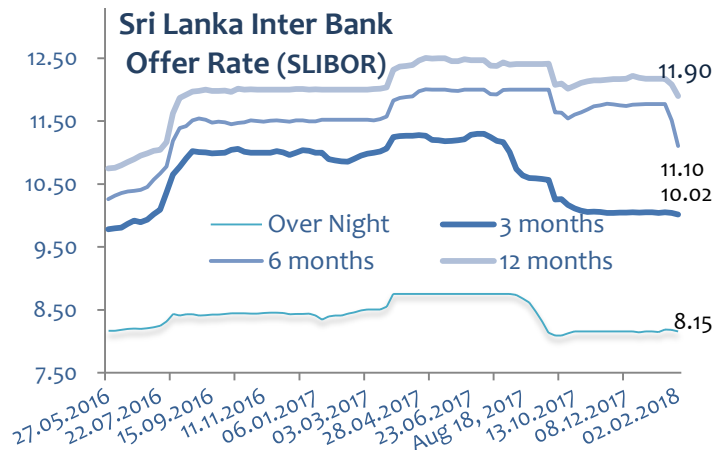
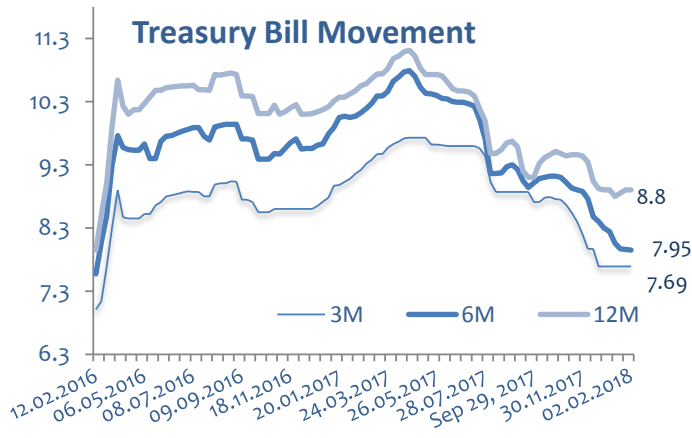
## Summary of Key Announcements during the week

- The Net Asset Value of **NAMAL Acuity Value Fund** as of January 30, 2018 is Rs. 131.43 per unit.
- The Net Asset Value per unit of the **Candor Opportunities Fund** as at January 31, 2018 is Rs. 9.74
- The Board of **Bairaha Farms PLC** on 19th Jan 2018 has resolved to furnish a Corporate Guarantee to **Commercial Bank of Ceylon PLC - Al Adalah Islamic Banking Unit** for a sum of LKR 255Mn on behalf of **Fortune Agro Industries (Pvt) Ltd** (Joint Venture Company) for its working capital requirement.
- Following the Central Bank of Sri Lanka's approval for the acquisition and merger; on 29<sup>th</sup> Jan 2018 **LOLC Finance PLC** (LOFC) has purchased 20% stake **LOLC Micro Credit Limited** (LOMC) from Nederlandse Financierings - Maatschappij Voor Ontwikkelingslanden N.V. (FMO) for a consideration of LKR 2.46Bn and remaining 80% from **Lanka ORIX Leasing Company PLC** (LOLC) for a consideration of LKR 9.83Bn (LKR 156.18 per share). With these purchases, LOMC has now become a wholly owned subsidiary of LOFC.
- Board of **Cargills (Ceylon) PLC** resolved on 1<sup>st</sup> February 2018 to recommend to its shareholders to issue 32Mn shares by way of **capitalization of reserves**, at a consideration of LKR 200.00 each at a ratio of 1 share for every 7 shares held by a shareholder.
- Board of **C T Holdings PLC** resolved on 1<sup>st</sup> February 2018 to recommend to its shareholders to issue 18.31Mn shares by way of **capitalization of reserves**, at a consideration of LKR 180.00 each at a ratio of 1 share for every 10 shares held by a shareholder.
- **Anilana Hotels and Properties PLC** (ALHP) has published a circular on the proposed **Private Placement** of LKR 667.48Mn. From the above LKR 527.68Mn to be utilized to settle certain debts and statutory dues of ALHP and two of its subsidiaries to certain Financial Institutions and Creditors, and the balance sum of LKR 139.79Mn for ALHP's working capital.
- **Dealings By Directors**

Shares dealt in	Nature	Name of Director / Company involved in the transaction	No of Shares	Price	Transaction Date
BERU	Purchase	Mr M Thambiah (Hexagon Holdings)	66,500	0.70	19th Dec 2017
BERU	Purchase	Mr A Rajaratnam	96,802	0.70	12th Jan
EBCR	Purchase	Mr S Rajaratnam (Financial Trust Limited)	30	1050.00	26th Jan
RHL	Purchase	Dr S R Rajiyah & Mrs I R Rajiyah	4,377,498	21.00	26th Jan
ONAL	Purchase	Mr Shamindra V Rajiyah (KZOO)	2,143,035	48.00	3rd Jan
CONN	Purchase	Mr D E Silva	2,927	48.00, 49.00	22,25 & 26th Jan
TESS	Disposal	Mrs S A Fernando	2,976,353	1.00	23 - 25th Jan
ABL	Purchase	Mr Osman Kassim	7Mn	3.80	30th Jan

# Economic Indicators & Other Statistics

Source: investing.com & cbsl.gov.lk





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