

WEEKLY STOCK MARKET HIGHLIGHTS

Friday, 05 January 2018



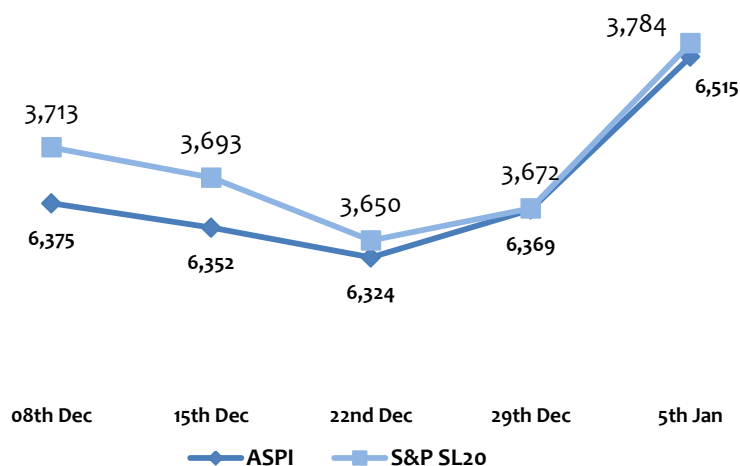
**ASHA PHILLIP
SECURITIES LTD**

Sri Lanka

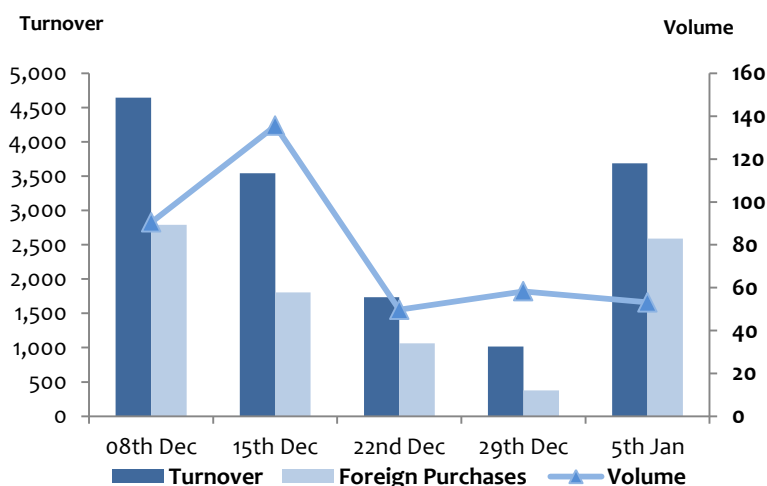
Weekly Market Statistics.

Index	5th Jan	29th Dec	Change	% Change
ASPI	6,514.73	6,369.26	↑ 145.47	↑ 2.28%
S&P SL20	3,783.93	3,671.72	↑ 112.21	↑ 3.06%
Market Statistics		5th Jan	29th Dec	
Value of Turnover(Rs.)		3,687,049,135	1,018,136,169	
Domestic Purchases		1,096,116,575	643,603,491	
Domestic Sales		3,064,175,899	751,019,762	
Foreign Purchases		2,590,932,560	374,532,678	
Foreign Sales		622,873,236	267,116,407	
Volume of Turnover (No.)		53,117,205	58,281,175	
Market Capitalization (Rs. Bn)		2,973.11	2,899.29	
PER		10.70	10.60	
PBV		1.33	1.31	

Market Indices.



Turnover, Volume and Foreign Purchase.



Weekly Performance of the Market

- Colombo Bourse opened the year on a strong footing and the benchmark index gained over 2%, foreign investors were bullish on big cap counters. After weeks of muted trading activity, the retail investor appears to be waking up. The recent statement from the president and the central bank's confidence on facing the current year's debt liabilities amidst the country's credit rating outlook improvements and nose diving interest rates adding momentum. Prevailing sluggishness in the economy due to adverse weather conditions prevailed last year and ongoing debt and equity issues limits the investor participation in the market.
- The benchmark index ASPI settled the week on positive terrain at 6,514.73 with a gain of 145.47 points (+2.28%)
- The S&P SL20 Index also followed the same trend and settled the week on positive terrain at 3,783.93 with a gain of 112.21 points (+3.06%)
- The total turnover for the week recorded as LKR 3,687.05Mn, charting a gain of 262% from its previously recorded LKR 1,018.14Mn.
- Off board trades have contributed 58% of the week's total turnover, accounting for LKR 2,146.76Mn through 23 trades.

Sectorial Overview

- Bank Finance and Insurance (BFI) sector stood on top providing LKR 1,788.72Mn capturing 39% of the week's total turnover.
- Diversified Holdings (DIV) and Manufacturing (MFG) sectors stood second and third providing LKR 934.57Mn and LKR 380.71Mn respectively to the daily aggregated turnover.

Foreign Participation

- Aggregate foreign buying for the Week totaled up to LKR 2,590.93Mn (70% of the turnover)
- Foreign sales for the Week amounted to LKR 622.87Mn. (17% of the turnover)
- Net foreign inflow for the Week was LKR 1,968.06Mn, YTD net foreign inflow presently stands at LKR 1.97Bn.
- HNB notched the "Top Net Purchasers" slot with a net inflow of LKR 1,094.92Mn whilst LION notched the "Top net Sellers" slot with a net outflow of LKR 116.58Mn.

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
HATTON NATIONAL BANK PLC	4,948,365	1,237,241,269	250.00	257.50	254.90	249.00	5.90	2.37%
JOHN KEELLS HOLDINGS PLC	4,417,883	693,338,590	148.50	160.00	160.00	148.50	11.50	7.74%
LION BREWERY CEYLON PLC	584,639	315,328,258	540.00	570.00	540.00	540.00	-	0.00%
SAMPATH BANK PLC	675,303	221,141,122	316.70	329.40	328.10	315.70	12.40	3.93%
MELSTACORP LIMITED	2,898,573	173,900,539	57.60	61.40	60.60	59.50	1.10	1.85%

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
HATTON NATIONAL BANK PLC	4,948,365	1,237,241,269	250.00	257.50	254.90	249.00	5.90	2.37%
JOHN KEELLS HOLDINGS PLC	4,417,883	693,338,590	148.50	160.00	160.00	148.50	11.50	7.74%
DIALOG AXIATA PLC	3,256,166	43,942,107	12.80	13.60	13.50	13.00	0.50	3.85%
SOFTLOGIC HOLDINGS PLC	3,204,557	40,979,147	12.50	13.10	12.90	12.50	0.40	3.20%
MELSTACORP LIMITED	2,898,573	173,900,539	57.60	61.40	60.60	59.50	1.10	1.85%

Top Gainers For the Week

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
OFFICE EQUIPMENT	53.10	14.70	27.68	12,280.00
LAUGFS GAS [X]	20.00	4.30	21.50	7,665,079.50
LAUGFS GAS	23.50	4.20	17.87	10,379,971.10
MAHAWELI REACH	16.80	3.00	17.86	43,391.00
THE FINANCE CO. [X]	2.20	0.30	13.64	1,493,864.00

Top Losers For the Week

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
PC PHARMA	0.20	(0.10)	(50.00)	2,502.90
ADAM CAPITAL	0.70	(0.10)	(14.29)	186,702.10
ODEL PLC	25.60	(3.40)	(13.28)	88,000.00
BERUWALA RESORTS	0.80	(0.10)	(12.50)	11,384.90
AMANA TAKAFUL	0.80	(0.10)	(12.50)	190,722.90

Summarized crossings for the week

Name	Symbol	Avg Price	Trades	T.Volume	Turnover
Hatton National Bank PLC	HNB.N0000	250.00	6	4,752,345	1,188,086,250
John Keells Holdings PLC	JKH.N0000	156.48	5	2,345,970	367,095,844
Melstacorp Limited PLC	MELS.N0000	60.00	5	2,773,873	166,432,380
Sampath Bank PLC	SAMP.N0000	328.50	2	500,000	164,050,000
Chevron Lubricants Lanka PLC	LLUB.N0000	120.00	2	905,750	108,690,000
On'Ally Holdings PLC	ONAL.N0000	48.00	1	2,143,035	102,865,680
Commercial Bank Of Ceylon PLC	COMB.N0000	140.00	1	209,243	29,294,020
Dialog Axiata PLC	DIAL.N0000	13.50	1	1,500,000	20,250,000
Total			23	15,130,216	2,146,764,174
As a percentage of total Turnover					58%

Weekly Foreign Transactions.

Net Foreign Purchases

Company Name	Net change in holding (Qty)	Net Inflow (LKR)
HNB (+)	4,376,180	1,094,920,236
JKH	3,644,923	570,430,450
MELSTACORP	2,867,686	172,061,160
CHEVRON (+)	945,980	113,517,600
COMMERCIAL BANK	571,862	80,060,680
DIALOG (+)	2,142,288	28,920,888
CEYLON TOBACCO (+)	18,279	19,375,740
SAMPATH (+)	49,468	16,230,451
NAT. DEV. BANK (+)	112,185	15,582,497
COLD STORES	7,741	7,353,950

Net Foreign Sales

Company Name	Net change in holding (Qty)	Net Outflow (LKR)
LION BREWERY	(215,890)	(116,580,600)
TOKYO CEMENT	(548,175)	(35,795,828)
CEYLINCO	(14,623)	(12,065,437)
SANASA DEV. BANK	(70,466)	(7,328,464)
TEEJAY LANKA	(85,827)	(3,055,441)
NATIONS TRUST (+)	(20,000)	(1,576,000)
HEMAS HOLDINGS	(8,795)	(1,094,978)
DOCKYARD (+)	(11,667)	(1,050,030)
LANKA IOC	(20,550)	(643,215)
CIC	(9,154)	(576,702)

Foreign Participation

- **Aggregate foreign buying** for the Week totaled up to **LKR 2,590.93Mn**
- **Foreign sales** for the Week amounted to **LKR 622.87Mn.**
- **Net foreign inflow** for the Week was **LKR 1,968.06Mn**, YTD net foreign inflow presently stands at **LKR 1.97Bn**
- **HNB** notched the “Top Net Purchasers” slot with a net inflow of **LKR 1,094.92Mn** whilst **LION** notched the “Top net Sellers” slot with a net outflow of **LKR 116.58Mn.**

Summary of Key Announcements during the week

- **John Keells Holdings PLC (JKH)** said Executive Directors Mr Ajith Damon Gunewardene & Mr James Ronnie Felitus Peiris retired from the company and its subsidiaries with effect from 31st Dec 2017. **Mr Krishan Niraj Jayasekera Balendra & Mr Joseph Gihan Adisha Cooray** Executive Directors of the company have been appointed as Deputy Chairman and Group Finance Director with effect from 1st Jan 2018. Both are appointed as Non-executive, Non-Independent directors to **Ceylon Cold Stores (CCS), Keells Food Products (KFP), John Keells (JKL), Tea Smallholder Factories (TSML)** as well, effective from the same date. Further, Mr Shanthi Kumar Lalith Obeyesekere also appointed to the Board of **TSML**. **Mr Cooray** and **Mr J R Gunaratne** have been appointed as Non-executive, Non-Independent directors to **John Keells Hotels (KHL), Trans Asia Hotels (TRAN)** and **Asian Hotels & Properties (AHPL)**, while Mr Susantha Chaminda Rathnayake has been appointed to the board of **Union Assurance (UAL)** effect from 1st Jan 2018.
Mr Susantha Rathnayake, Chairman will retire from JKH effective 31st Dec 2018. Mr Balendra will take over as Chairman and Mr Cooray as deputy Chairman / Group finance Director with effect from 1 Jan 2019
- The Net Asset Value per unit of the **Candor Opportunities Fund** as at December 31,2017 is Rs. 9.54
- The Net Asset Value of **NAMAL Acuity Value Fund** as of December 29, 2017 is Rs. 130.42 per unit.
- The **Monetary Board of Central Bank (CBSL)** at its meeting held on 01.01.2018, having considered the weak financial performances of the **ETI Finance Ltd & Swarnamahal Financial Services PLC (SFS)** with a view to safeguard the interests of the depositors & other creditors of the 2 companies, **decided to Appoint a panel to manage** the affairs of **both companies**, Restrict the withdrawal of maturing deposits and renew such deposits for a period of 6 months with interest as per agreed terms and conditions. CBSL said, companies can finalize the negotiations with the prospective investors and CBSL will facilitate suitable investors as per the applicable laws and regulations.

Summary of Key Announcements during the week

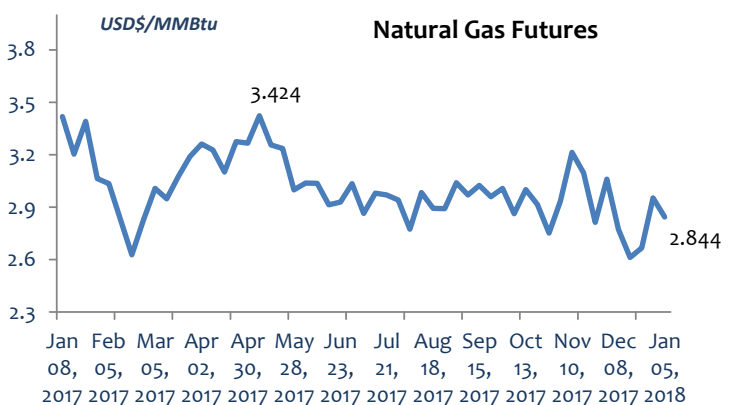
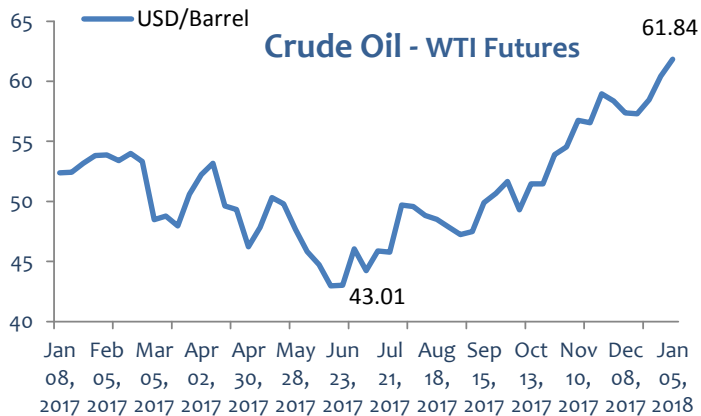
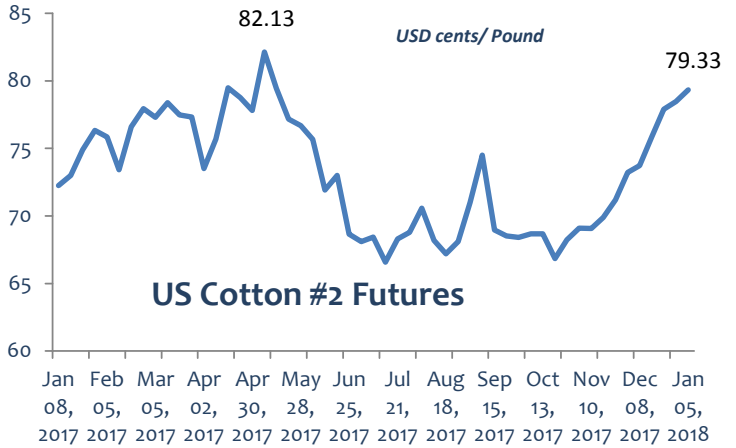
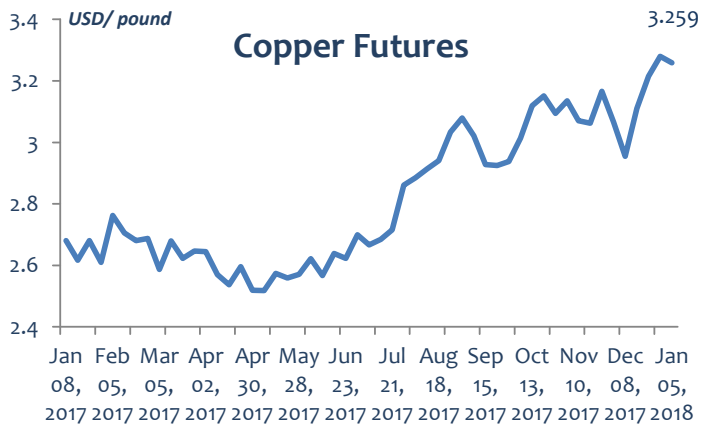
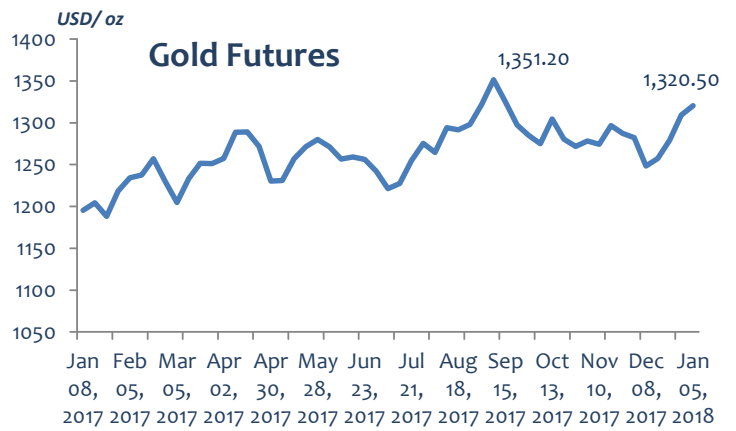
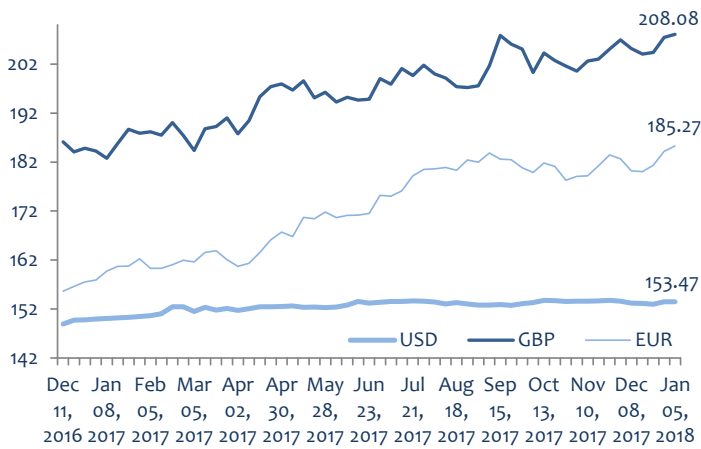
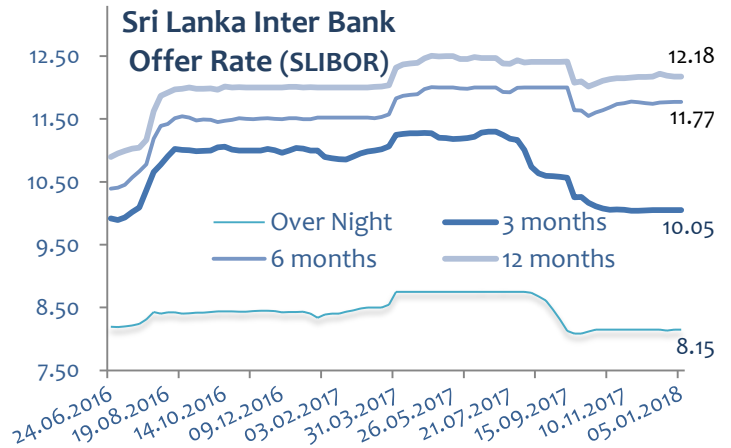
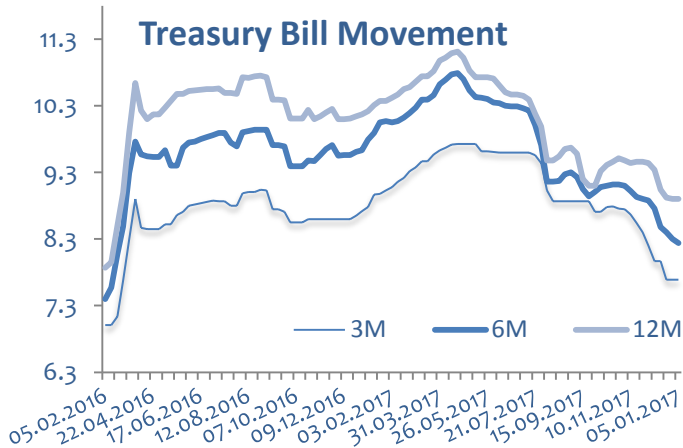
- **Non-Compliance Of Minimum Public Holding**
Serendib Land PLC is planning to migrate to Dirisavi Board to achieve compliance. **The Lanka Hospital Corporation PLC** goes as majority state owned entity. **Vidullanka PLC, Property Development PLC, Brac Lanka Finance PLC & Taprobane Holdings PLC** are in the process of evaluating the matters. **Senkadagala Finance PLC, Aia Insurance Lanka PLC, Morison PLC, Union Assurance PLC, Lotus Hydro Power PLC, Serendib Hotels PLC, Tal Lanka Hotels PLC, Eden Hotel Lanka PLC, Palm Garden Hotels PLC, Aitken Spence Plantation Managements PLC & Singer Finance (Lanka) PLC** will make further announcements on the steps taken. **Selinsing PLC, Shalimar (Malay) PLC, Indo Malay PLC & Good Hope PLC** are on the process of completing the action plan, will meet the compliance once the action plan is completed. **Lankem Ceylon PLC** is going to regularize the public holding through rights issue. **Arpico Finance Company PLC** is in the process of merging with its parent **Associated Motor Finance Company PLC**. Major shareholders of **Abans Finance PLC** will dilute part of their stake before Jul 2018 to comply with the rule.
- **Vidullanka PLC** said it has completed and commenced operations of its 1.4MW Udawela Mini Hydro Power Plant in Badulla on 29th Dec 2017.
- **Jetwing Symphony Limited** was listed on 5th Jan 2018 under the code JETS.No000.
- **LVL Energy Fund Limited** will be listed on 9th Jan 2018 under the code LVEF.No000.
- Board of **DFCC BANK PLC** (DFCC) has decided to raise LKR 7Bn via an issue of 70Mn, Listed, Rated, Unsecured, Subordinated Redeemable, **Basal III complaint Debentures** with a non-viability conversion option, at an issue price of LKR 100/= with term up to 7 years; subject to regulatory approvals.
- **Singer Sri Lanka PLC** has changed its balance sheet date to **31 March** from the current **31st December**. Next annual report will be for a period of 15 Months and AGM will be held in June 2018.
- **Renuka Capital PLC** (KZOO) has bought 12.25% stake (2.14Mn shares) in **On'ally Holdings PLC** (ONAL) at LKR 48/= per share (stake of late Onally Gulamhusein) on 3rd Jan 2018, triggered the Takeovers and Mergers Code, accordingly **KZOO** will make a mandatory offer at the price of **LKR 48/=**. Previously KZOO bought 23.04% stake in ONAL at LKR 43/= per share from **Ceylon and Foreign Trades PLC** in Sep 2017. ONAL owns and manages the Unity Plaza Complex in Col - 4, where Urban Development Authority is having 47.6% stake.
- The board of **Watawala Plantations PLC** has decided to re-purchase 39.44Mn shares in the proportion of 1 out of every 6 shares at a re purchase price of LKR 33.00; offer will be open from 6th Feb 2018 and will be closed on 20th Feb 2018. **Date of entitlement will be on 22nd Jan 2018 (end of trading)**.
- Voluntary offer by **Hikkaduwa Beach Resort PLC** (CITH) to purchase all the ordinary shares of **Waskaduwa Beach Resort PLC** (CITW) was expired on 4th Jan 2018; CITH has received acceptances for 190.45Mn shares (94.4% stake of CITW)

➤ Dealings By Directors

Shares dealt in	Nature	Name of Director / Company involved in the transaction	No of Shares	Price	Transaction Date
SIGV	Purchase	Mr A Rajaratnam's spouse Mrs L S Rajaratnam	100	44.00	20th Dec
LWL	Purchase	Mr A M Weerasinghe	34,225	106	2nd Jan
SHL	Purchase	Mr A K Pathirage	52,613	12.40 & 12.50	26th Dec & 3rd Jan
CFI	Purchase	Mr A Rajaratnam (Financial Trust)	32	65	27th Dec
COCR	Purchase	Mr P T Fisher (Creation Investments)	17,164	43	3rd Jan
ODEL	Purchase	Mr A K Pathirage (Softlogic Retail Pvt Ltd)	9,419	23.90 – 26.50	28th Dec

Economic Indicators & Other Statistics

Source: investing.com & cbsl.gov.lk



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