

WEEKLY STOCK MARKET HIGHLIGHTS

Friday, 07 December 2018



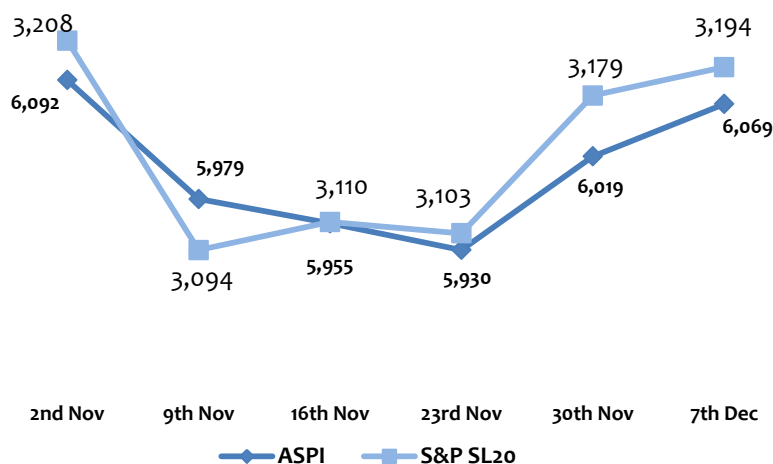
**ASHA PHILLIP
SECURITIES LTD**

Sri Lanka

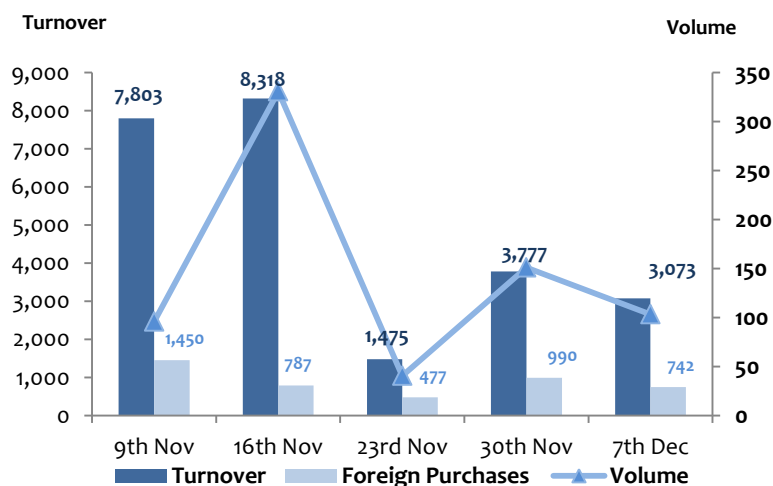
Market Statistics.

Index	7th Dec	30th Nov	Change	% Change
ASPI	6,069.22	6,019.33	↑ 49.89	↑ 0.83%
S&P SL20	3,193.99	3,178.51	↑ 15.48	↑ 0.49%
Market Statistics (Mn)		7th Dec	30th Nov	% Change
Turnover (Rs.)		3,072.61	3,776.90	↓ -18.6%
Domestic Purchases		2,330.72	2,787.38	↓ -16.4%
Domestic Sales		1,401.60	1,991.46	↓ -29.6%
Foreign Purchases		741.89	989.52	↓ -25.0%
Foreign Sales		1,671.01	1,785.44	↓ -6.4%
Share Volume (No.)		103.31	151.03	↓ -31.6%
Market Cap (Rs. Bn)		2,847.35	2,823.95	↑ 0.8%
PER		9.67	9.49	↑ 1.9%
PBV		1.18	1.18	↓ 0.0%

Market Indices.



Turnover, Volume and Foreign Purchase.



Performance of the Market

- Monday: Market was seen volatile throughout the session; appreciation of local currency and lower crude prices attracted investors but political crisis remained as a hurdle. ASPI gained 5.87 pts (+0.10%).
- Tuesday: Bank Stocks slipped following the Fitch Ratings' decision of downgrading Sri Lanka to 'B' from 'B+'; Bourse turned negative after a streak of 6 positive sessions. ASPI lost 13.52 pts (-0.22%).
- Wednesday: Bourse started positive on retail interest; JINS, BFN, AAIC & MGT contributed 41% of trades. Selling on DIAL turned down the ASPI, lost 14.45 pts (-0.24%); steady local interest remained on JKH. T-Bill Yields remained flat during the auction.
- Thursday: Improved interest noted on retail investors, ahead of the court decision on Parliament dissolution. Previous day's bullish counters were seen with faded momentum. ASPI gained 35.31 pts (+0.59%). Weekly Tea auction prices struggled but volumes improved.
- Friday: Volatile political environment resulted a speculative session. Surge in large caps triggered ASPI, gained 36.38 pts (+0.61%). Improved level of foreign investor interest was noted on Finance sector during last 2 sessions.

Summary

- ASPI was moved between 5,997.23 - 6,069.22 points and settled the week on positive note at 6,069.22 with a gain of 49.89 points (+0.83%).
- The S&P SL20 Index also followed the same trend and settled the week on positive note at 3,193.99 with a gain of 15.48 points (+0.49%)
- The total turnover for the week recorded as LKR 3.07Bn, down by 19% from its previously recorded LKR 3.78Bn; foreign investors remained net sellers.
- Off board trades represented 33% of the week's turnover, accounting for LKR 1.01Bn through 13 trades.

Sectorial Overview

- Diversified Holdings (DIV) sector stood on top providing LKR 1,391Mn capturing 45% of the week's total turnover.
- Bank Finance & Insurance (BFI) and Beverage Food & Tobacco (BFT) sectors stood second and third providing LKR 1,127Mn and LKR 172Mn respectively to the weekly aggregated turnover.

Weekly Market Highlights & Statistics

Highest Turnover

Company Name	Share Vol.	Turnover (LKR)	Low (LKR)	High (LKR)	Cur.Week Close	Prv.Week Close	Change (LKR)	Change
JOHN KEELLS HOLDINGS PLC	8,461,681	1,357,042,386	159.50	161.90	161.00	160.50	0.50	0.31%
SAMPATH BANK PLC	1,565,518	370,288,581	237.0	245.0	242.70	237.50	5.20	2.19%
JANASHAKTHI INSURANCE COMPANY	6,933,815	191,554,124	24.50	30.00	28.00	24.50	3.50	14.29%
LION BREWERY CEYLON PLC	243,858	135,341,161	545.30	576.70	555.00	555.00	-	0.00%
HATTON NATIONAL BANK PLC	1,014,902	124,493,247	215.00	219.90	219.30	215.10	4.20	1.95%

Highest Volume

Company Name	Share Vol.	Turnover (LKR)	Low (LKR)	High (LKR)	Cur.Week Close	Prv.Week Close	Change (LKR)	Change
SMB LEASING PLC	19,375,414	9,678,105	0.40	0.60	0.50	0.40	0.10	25.00%
JOHN KEELLS HOLDINGS PLC	8,461,681	1,357,042,386	159.50	161.90	161.00	160.50	0.50	0.31%
VIDULLANKA PLC	7,609,672	35,776,589	4.70	4.90	4.80	4.70	0.10	2.13%
JANASHAKTHI INSURANCE COMPANY	6,933,815	191,554,124	24.50	30.00	28.00	24.50	3.50	14.29%
DIALOG AXIATA PLC	6,018,253	66,738,944	10.80	11.40	10.90	11.30	(0.40)	-3.54%

Top Gainers

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
A I A INSURANCE	1,259.30	269.30	27.20	5,595,262.9
S M B LEASING	0.50	0.10	25.00	9,678,105
TESS AGRO [X]	0.50	0.10	25.00	6,103.50
BLUE DIAMONDS	0.60	0.10	20.00	176,222.80
TESS AGRO	0.60	0.10	20.00	136,992.00

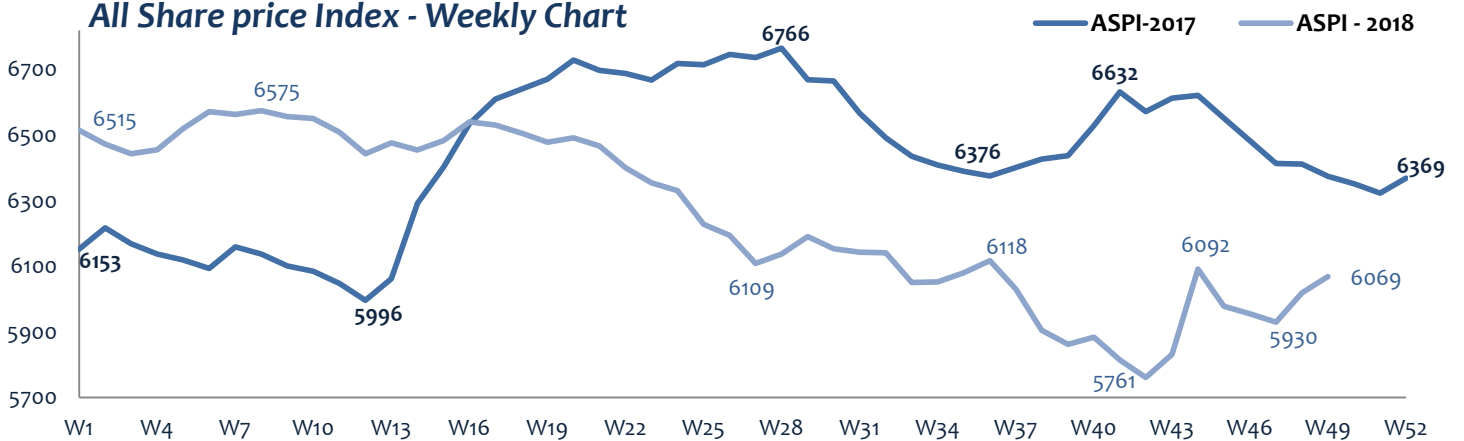
Top Losers

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
BLUE DIAMONDS [X]	0.20	(0.10)	(33.33)	376,539.20
EQUITY TWO PLC	45.90	(13.70)	(22.99)	110,556
HUNTERS	373.60	(86.70)	(18.84)	43,242.90
RENUKA CITY HOT.	248.50	(44.20)	(15.10)	541,440.40
NATION LANKA	0.60	(0.10)	(14.29)	161,294.2

Crossings

Name	Symbol	Avg Price	Trades	T.Volume	Turnover
John Keells Holdings PLC	JKH.N0000	160.15	4	2,726,614	436,658,240
Sampath Bank PLC	SAMP.N0000	235.40	4	1,255,758	295,603,130
Lion Brewery Ceylon PLC	LION.N0000	555.00	2	225,000	124,875,000
Hatton National Bank PLC	HNB.N0000	216.00	1	438,611	94,739,976
Seylan Bank PLC (Non Voting)	SEYB.X0000	47.00	1	700,000	32,900,000
Dialog Axiata PLC	DIAL.N0000	11.40	1	1,951,624	22,248,514

All Share price Index - Weekly Chart



Foreign Transactions.

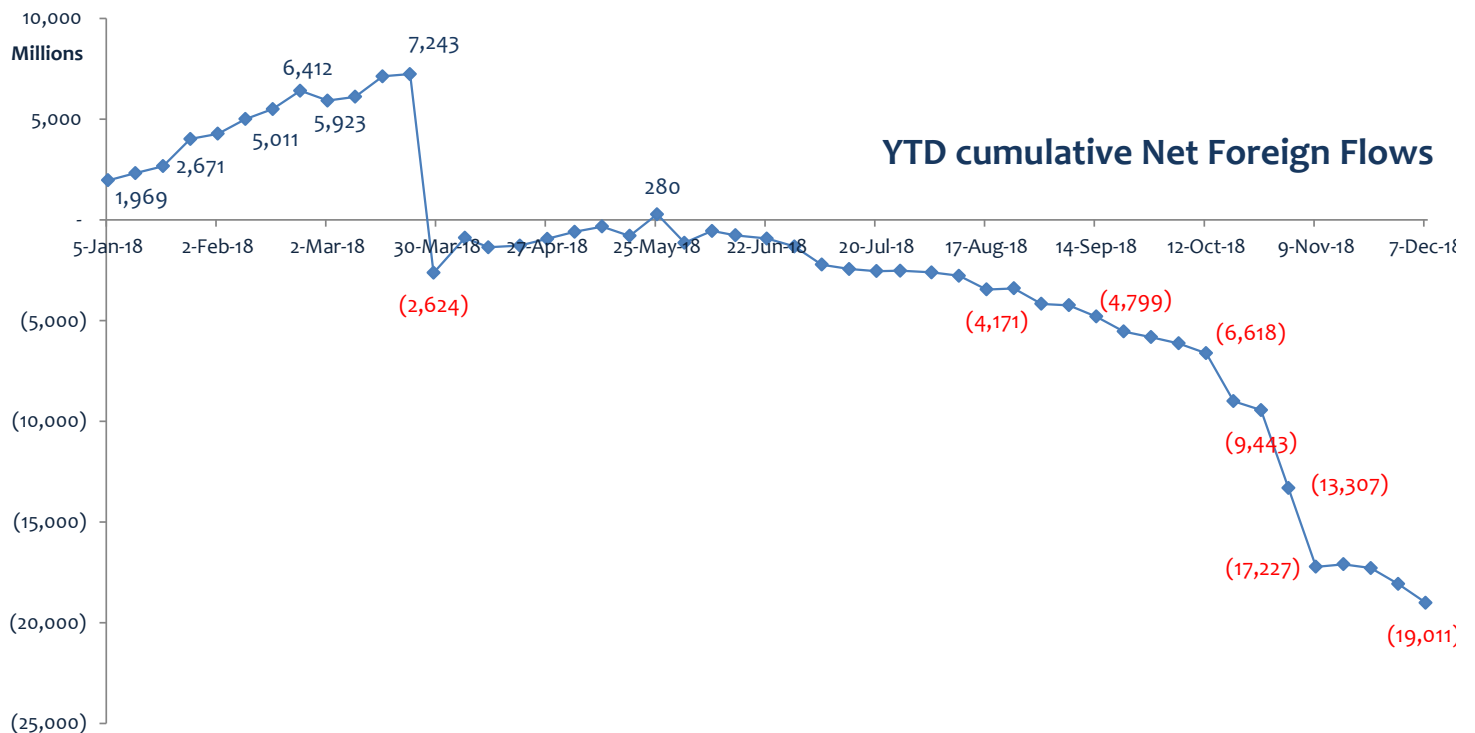
Company Name	Avg Price	Net change in Qty	Net Foreign Inflow
SEYLAN BANK[X]	46.14	1,476,936	68,152,090
VIDULLANKA	4.70	3,000,000	14,100,000
SEYLAN BANK (+)	77.85	158,309	12,324,445
NAT. DEV. BANK (+)	107.63	67,559	7,271,643
TEEJAY LANKA	32.50	163,835	5,324,638
Softlogic Life (+)	37.55	118,685	4,456,434
HAYLEYS FABRIC	9.30	300,000	2,790,000
NESTLE (+)	1,749.90	1,493	2,612,601
SAMPATH (+)	242.70	6,063	1,471,490
VALLIBEL FINANCE	70.00	19,389	1,357,230

Company Name	Avg Price	Net change in Qty	Net Foreign Outflow
JKH	160.33	(5,296,575)	(849,212,057)
LION BREWERY	555.00	(135,140)	(75,002,700)
ACCESS ENG SL	16.00	(3,767,217)	(60,275,472)
DIALOG (+)	11.00	(3,417,169)	(37,588,859)
AMANA BANK (+)	3.00	(3,507,483)	(10,522,449)
CEYLON TOBACCO (+)	1,415.00	(6,573)	(9,300,795)
JANASHAKTHI INS. (+)	25.93	(151,206)	(3,920,220)
COMMERCIAL BANK (+)	118.80	(24,150)	(2,869,020)
RENUKA FOODS	14.50	(150,000)	(2,175,000)
LOLC FINANCE	3.7	(472,995)	(1,750,082)

Foreign Participation

- **Aggregate foreign buying** for the Week totaled up to **LKR 742Mn.**
- **Foreign sales** for the Week amounted to **LKR 1,671Mn.**
- **Net foreign outflow** for the Week was **LKR 929Mn**, **YTD net foreign outflow** presently stands at **LKR 19.01Bn**
- **SEYB.X** notched the “Top Net Purchasers” slot with a net inflow of **LKR 68Mn** whilst **JKH** notched the “Top net Sellers” slot with a net outflow of **LKR 849Mn.**

Movement of Net Foreign Flows



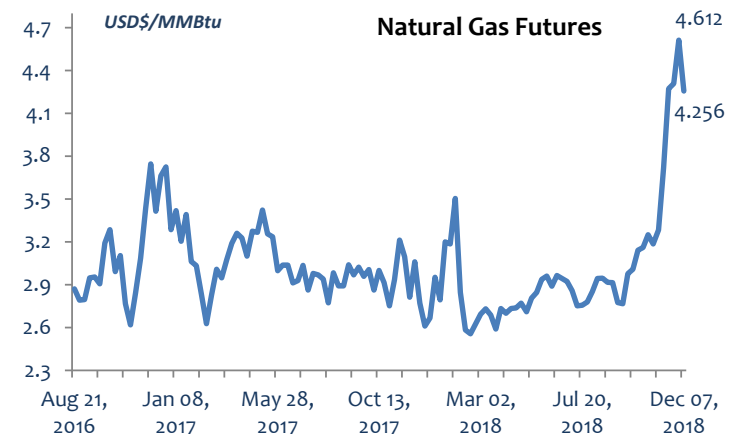
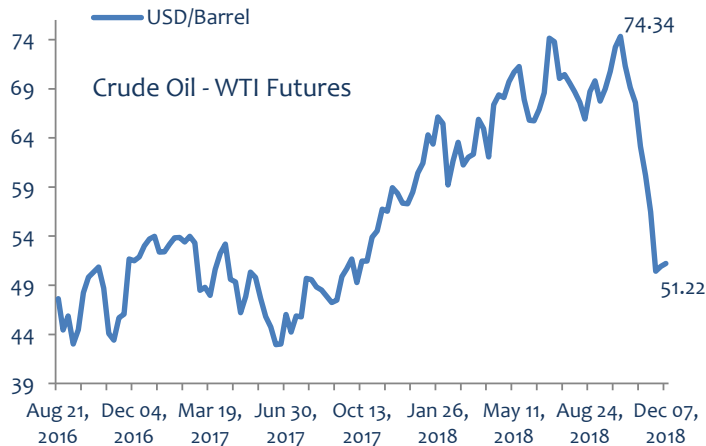
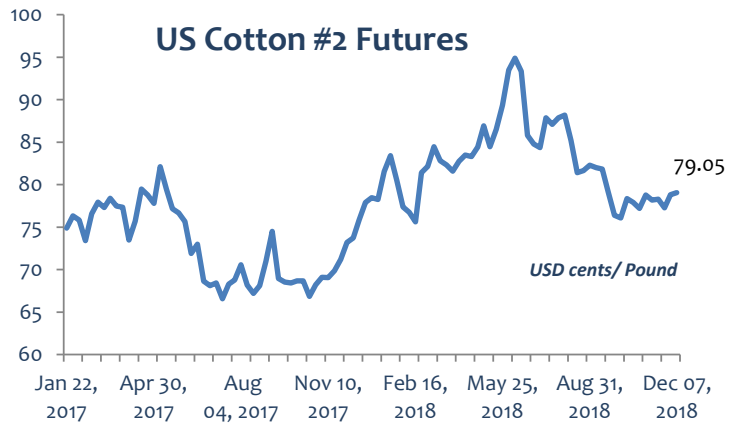
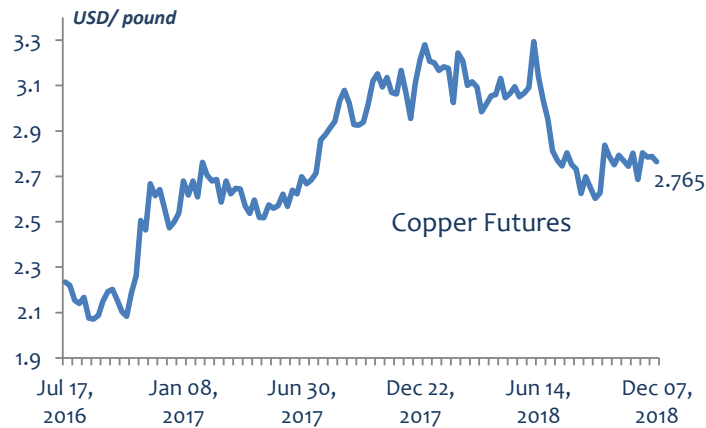
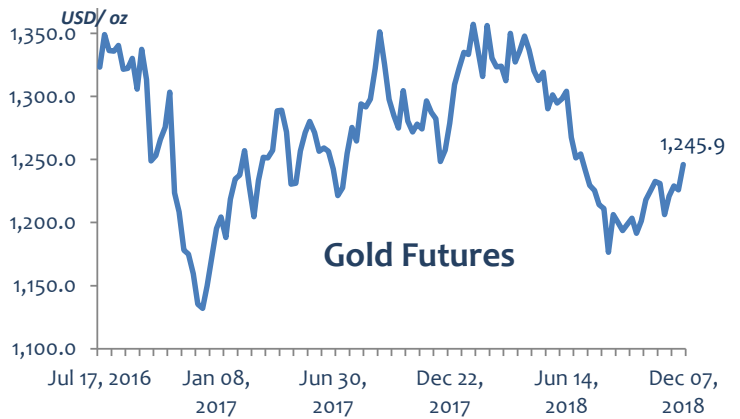
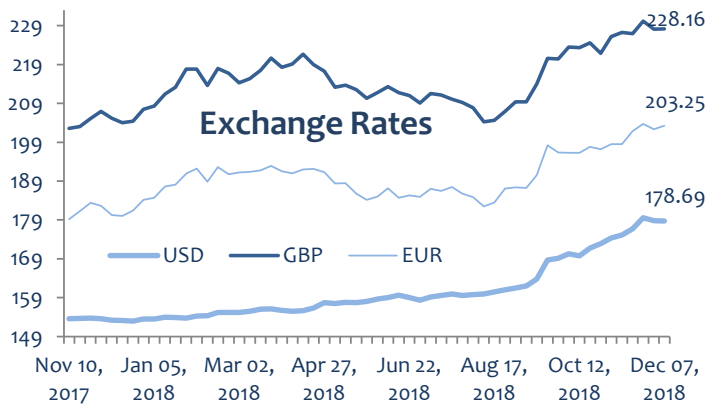
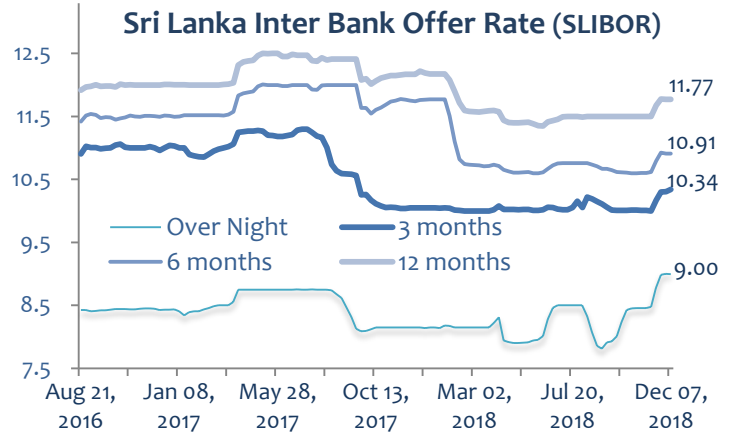
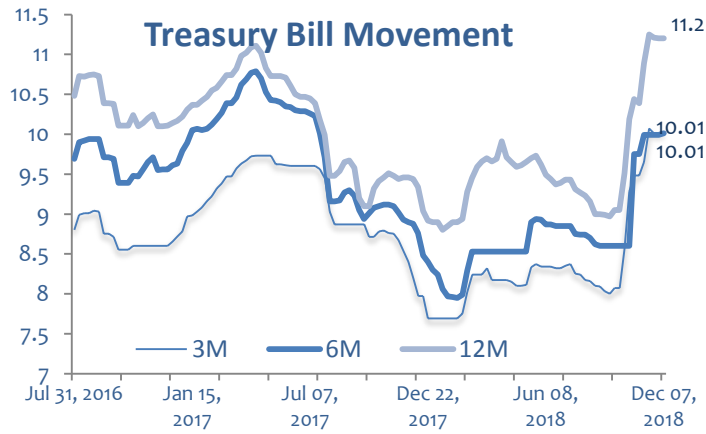
Summary of Key Announcements during the week

- The Net Asset Value of **NAMAL Acuity Value Fund** as at 30th Nov 2018 is LKR 100.17 per unit.
- Net asset value per unit of the **Candor Opportunities Fund** as at 30th Nov 2018, LKR 8.95
- Board of **AgStar PLC** (AGST) said, their external auditors expressed a qualified opinion on deferred tax liability due to non-recognition of deferred tax on the revaluation surplus from land, recorded in the financial statement (FS) as at 31st March 2018. Board having evaluated and considered the matters giving rise to the modified audit opinion, decided to recognise the deferred tax liability on the revaluation surplus from land in the interim financial statement for the period ended 30th Sep 2018. Therefore, **Modified Audit Opinion on the FSs of AGST has been resolved**; AGST was transferred out from the Watch List from 05th Dec 2018.
- **Serendib Engineering Group PLC** (IDL) has rectified (provisions made for several related party receivables ~ LKR 16.4Mn) the Emphasis of matter on going concern in the Independent Auditor's Report on its Audited Financial Statements for the year ended 31st March 2018; therefor it has been transferred out from the Watch List from 07th Dec 2018.
- **Bogawantalawa Tea Estates PLC** (BOPL) proposed to raise LKR 850Mn through an issue of 10Mn Senior, Listed, Rated, **convertible**, Unsecured, **Redeemable Debentures** at a consideration LKR 85.0 each, (par LKR 100), with quarterly coupon payments; ICRA Lanka Ltd has assigned a credit rating of 'BBB+ (lka)'. 50% of the Debentures can be converted BOPL.N in the ratio of 10 new shares for 1 Debenture, for a payment consideration. **Proceeds** received would be **utilized for**: Field development activities, Purchase of machinery, Settlement of debt, Development of solar power projects. **EGM** scheduled **on 31st Dec 2018** to obtain the approval of the shareholders.
- Board of **Orient Finance PLC & Janashakthi Insurance Company PLC** via a statement said, “they are unaware of any undisclosed price sensitive information”, as a clarification to an inquiry made by the CSE with regard to unusual trading activity..
- **Dealings By Directors**

Counter	Nature	Director / Company involved	No of Shares	Price	Date
CFI	Purchase	Mr. A Rajaratnam (Financial Trust Limited)	1,956	50.00	28 Nov, 3, 5 Dec.
CFI	Purchase	Mr. A Rajaratnam (Financial Trust Limited)	318	52.50	21 Nov.
COCO	Purchase	Dr S R Rajiyah (Chairman) & Mrs I R Rajiyah	235,000	13.8 - 14.5	4, 5 Dec.
COLO	Purchase	Mr. A Rajaratnam (Financial Trust Limited)	4,447	45.00	29, 30 Nov.
COMD	Disposal	Mr S Renganathan (MD - COMB)	2,000	75.00	30 Nov.
CTHR	Purchase	Mrs P R Page (spouse of Mr V R Page)	10,000	165.00	3 Dec.
CTHR	Purchase	Dr A Aranvinda Page	3,500	165.0, 167.0	3, 4 Dec.
CWM	Purchase	Mr Alagarajah Rajaratnam (Financial Trust Limited)	24	44.40	28 Nov.
KOTA	Purchase	Mr. A Rajaratnam (Financial Trust Limited)	17,532	7.0, 6.9	28 Nov.
LCEY	Purchase	Mr A Rajaratnam (Financial Trust Limited)	1	26.8	28 Nov.
LION	Purchase	Carson Cumberbatch PLC	200,000	555.00	28 Nov.
NDB	Purchase	MJF Holdings Ltd (Mr Malik Fernando spouse of Mrs Kimarli Fernando [Non- Ex Director @ NDB])	260,888	107.00	30 Nov, 5 Dec.
SIGV	Purchase	Mr. A Rajaratnam (Financial Trust Limited)	450	42.00	21 Oct.
TESS	Disposal	Mrs. S.A. Fernando	747,595	0.50	28 Nov.
VLL	Purchase	Mr S R Mather	4,371,875	4.70	5 Dec.
VLL	Purchase	MR Riyaz Sangani	101,557	4.7, 4.8	4 Dec.

Economic Indicators & Other Statistics

Source: investing.com & cbsl.gov.lk



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