

WEEKLY STOCK MARKET HIGHLIGHTS

Friday, 09 February 2018



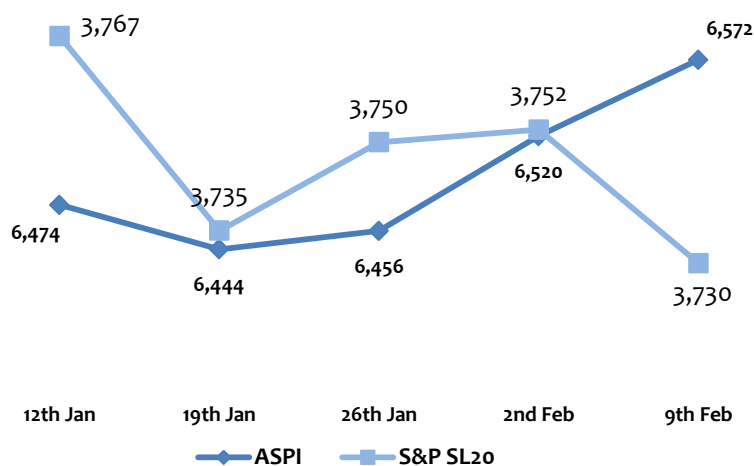
**ASHA PHILLIP
SECURITIES LTD**

Sri Lanka

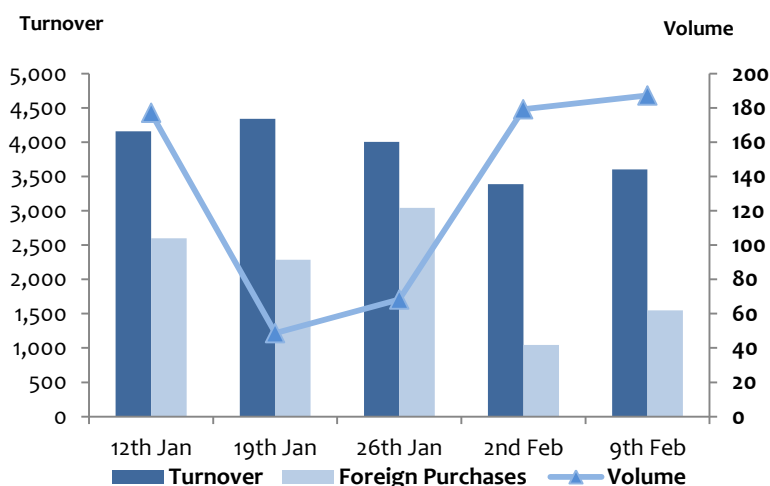
Weekly Market Statistics.

Index	9th Feb	2nd Feb	Change	% Change
ASPI	6,572.29	6,520.46	↑ 51.83	↑ 0.79%
S&P SL20	3,730.18	3,751.95	↓ (21.77)	↓ -0.58%
Market Statistics		9th Feb	2nd Feb	
Value of Turnover(Rs.)		3,603,418,807	3,389,514,427	
Domestic Purchases		2,052,561,084	2,346,568,070	
Domestic Sales		2,782,701,005	2,605,426,421	
Foreign Purchases		1,550,857,723	1,042,946,357	
Foreign Sales		820,717,801	784,088,007	
Volume of Turnover (No.)		187,314,403	179,204,710	
Market Capitalization (Rs. Bn)		3,008.85	2,983.46	
PER		10.92	10.78	
PBV		1.34	1.33	

Market Indices.



Turnover, Volume and Foreign Purchase.



Weekly Performance of the Market

- Once again the week was limited with four trading sessions; announced corporate actions turned the retail investors bullish and as a complement reactivated the trading on some penny stocks. Foreign investors were remained positive contributors to the net inflows but volumes got affected slightly; adverse movements in global equity markets may have restricted the participation of foreign investors. Political environment got calmed during latter part of the week due to Saturday's local government election.
- The benchmark index ASPI settled the week on positive note for the third consecutive week at 6,572.29 with a gain of 51.83 points (+ 0.79%)
- The S&P SL20 Index got affected by the volatility in blue-chip counters and settled the week on negative terrain at 3,730.18 with a loss of 21.77 points (- 0.58%)
- The total turnover for the week recorded as LKR 3,603.42Mn, charting a gain of 6% from its previously recorded LKR 3,389.51Mn.
- Off board trades have contributed 24% of the week's total turnover, accounting for LKR 847.43Mn through 15 trades.

Sectorial Overview

- Bank Finance and Insurance (BFI) sector stood on top providing LKR 1,854.92Mn capturing 51% of the week's total turnover.
- Diversified Holdings (DIV) and Beverage Food & Tobacco (BFT) sectors stood second and third providing LKR 920.03Mn and LKR 243.81Mn respectively to the daily aggregated turnover.

Foreign Participation

- Aggregate foreign buying for the Week totaled up to LKR 1.55Bn (43% of the turnover)
- Foreign sales for the Week amounted to LKR 0.82Bn. (23% of the turnover)
- Net foreign inflow for the Week was LKR 0.73Bn, YTD net foreign inflow presently stands at LKR 5.01Bn.
- SHL notched the "Top Net Purchasers" slot with a net inflow of LKR 415.41Mn whilst JINS notched the "Top net Sellers" slot with a net outflow of LKR 27.92Mn.

Weekly Market Highlights & Statistics

Highest Turnover for the Week

Company Name	Share Vol.	Turnover (LKR)	Low (LKR)	High (LKR)	Cur.Week Close	Prv.Week Close	Change (LKR)	Change
JANASHAKTHI INSURANCE COMPANY PLC	22,948,179	663,892,696	26.50	30.90	30.20	27.80	2.40	8.63%
SOFTLOGIC HOLDINGS PLC	30,416,501	515,513,115	15.50	18.50	18.10	16.00	2.10	13.13%
COMMERCIAL BANK OF CEYLON PLC [X]	3,327,491	359,606,598	105.60	109.40	105.60	108.60	(3.00)	-2.76%
JOHN KEELLS HOLDINGS PLC	1,717,766	272,228,714	157.10	160.00	158.50	160.00	(1.50)	-0.94%
ORIENT FINANCE PLC	6,859,335	128,455,464	15.60	20.80	19.30	16.00	3.30	20.63%

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
SOFTLOGIC HOLDINGS PLC	30,416,501	515,513,115	15.50	18.50	18.10	16.00	2.10	13.13%
JANASHAKTHI INSURANCE COMPANY PLC	22,948,179	663,892,696	26.50	30.90	30.20	27.80	2.40	8.63%
SWARNAMAHAL FINANCIAL SERVICES PLC	21,016,144	40,303,250	0.70	2.60	2.10	0.70	1.40	200.00%
LANKEM DEVELOPMENTS PLC	11,212,855	89,685,604	7.00	8.80	8.30	7.20	1.10	15.28%
ADAM INVESTMENTS PLC	10,277,564	3,112,489	0.20	0.40	0.30	0.20	0.10	50.00%

Top Gainers For the Week

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
SWARNAMAHAL FIN	2.10	1.40	200.00	40,303,249.50
PC PHARMA	0.20	0.10	100.00	30,920.00
BLUE DIAMONDS [X]	0.50	0.20	66.67	2,172,857.70
ADAM CAPITAL	0.80	0.30	60.00	1,229,444.20
ADAM INVESTMENTS	0.30	0.10	50.00	3,112,489.10

Top Losers For the Week

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
OFFICE EQUIPMENT	55.00	(12.80)	(18.88)	37,530.00
CITRUS HIKKADUWA	8.90	(1.70)	(16.04)	3,175,043.90
SAMSON INTERNAT.	81.00	(14.00)	(14.74)	9,168.00
COLOMBO TRUST	23.30	(3.70)	(13.70)	34,730.00
SHALIMAR	1,497.60	(229.00)	(13.26)	211,304.90

Summarized crossings for the week

Name	Symbol	Avg Price	Trades	T.Volume	Turnover
Commercial Bank Of Ceylon PLC (Non Voting)	COMB.X0000	108.04	2	3,121,426	337,251,156
Softlogic Holdings PLC	SHL.N0000	17.10	3	6,900,000	118,000,000
Ceylon Cold Stores PLC	CCS.N0000	900.00	1	115,024	103,521,600
Lion Brewery Ceylon PLC	LION.N0000	550.00	3	150,519	82,785,448
Sampath Bank PLC	SAMP.N0000	317.00	1	200,000	63,400,000
Hatton National Bank PLC	HNB.N0000	247.00	2	250,000	62,070,000
John Keells Holdings PLC	JKH.N0000	158.00	2	306,386	48,408,988
Vallibel Power Erathna PLC	VPEL.N0000	8.10	1	3,950,000	31,995,000
Total			15	14,993,355	847,432,192
As a percentage of total Turnover					24%

Weekly Foreign Transactions.

Net Foreign Purchases

Company Name	Net change in holding (Qty)	Net Inflow (LKR)
SOFTLOGIC	24,293,212	415,413,925
JKH	721,813	114,407,361
COLD STORES	120,863	108,776,700
COMMERCIAL BANK	491,881	69,109,281
HNB[X.0000] (+)	226,471	43,255,961
BUKIT DARAH	104,141	22,911,020
COMMERCIAL BANK[X]	247,309	26,115,830
NAT. DEV. BANK (+)	120,574	16,892,417
SAMPATH (+)	46,022	14,727,040
CENTRAL FINANCE	119,651	12,683,006

Net Foreign Sales

Company Name	Net change in holding (Qty)	Net Outflow (LKR)
JANASHAKTHI INS.	(969,500)	(27,921,600)
HEMAS HOLDINGS	(134,518)	(16,343,937)
HNB (+)	(61,808)	(15,204,768)
ACCESS ENG SL	(489,433)	(11,159,072)
TEEJAY LANKA	(307,000)	(10,683,600)
UNION BANK (+)	(755,753)	(10,353,816)
LANKEM DEV.	(1,244,555)	(10,329,807)
CHEVRON (+)	(36,076)	(4,083,803)
PAN ASIA (+)	(249,889)	(4,023,213)
DIALOG (+)	(292,005)	(3,942,068)

Foreign Participation

- **Aggregate foreign buying** for the Week totaled up to **LKR 1,550.86Mn.**
- **Foreign sales** for the Week amounted to **LKR 820.72Mn.**
- **Net foreign inflow** for the Week was **LKR 730.14Mn**, YTD net foreign inflow presently stands at **LKR 5.01Bn**
- **SHL** notched the “Top Net Purchasers” slot with a net inflow of **LKR 415.41Mn** whilst **JINS** notched the “Top net Sellers” slot with a net outflow of **LKR 27.92Mn.**

Summary of Key Announcements during the week

- **Janashakthi Insurance PLC (JINS)** has published a circular to its shareholders on the sale of Janashakthi General Insurance (JGIL) to Allianz. Following the sale of JGIL as per the proposed deal, Allianz will sell-back lands valued at LKR 2Bn and Equity Investments valued at LKR 1.7Bn to JINS or to its related company. JINS has called a meeting of shareholders on 24th February to pass resolutions to allow said deal.
- **Ceylon Hotels Corporation PLC (CHOT)** has announced that, its Group Company **Ceylon Hotels Maldives (Pvt) Ltd. (CHML)** has entered into a **50: 50 Joint Venture** with **Zhen Hua Engineering Company Limited (ZHEC)**, a Group Company of the China Harbour Engineering Company Limited to develop **85-100 room resort** on **Ambara Island** in **Vaavu Atoll** in the **Maldives**. The approximate investment will be USD 50 million.
- **Ascot Holdings PLC (ASCO)** via an announcement said, they were served with interim orders issued by the Commercial High Court of Colombo, preventing ASCO from taking any steps to give effect to the purported transfer of the 75% shareholding of **Ascot Leisure (Pvt) Ltd (ALL)** purportedly transferred by ASCO to **Fairway Holdings (Pvt) Ltd (FHL)**. Further FHL also prevented from acting as the owner of and/or transferring and/or taking any steps in relation to the 75% shareholding of ALL.
- **Swarnamahal Financial Services PLC (SFS)** said it's in the **process of negotiating** with a prospective investor in consultation with the Central Bank of Sri Lanka (CBSL) in order to infuse fresh capital. It will either be taken place as a **rights issue** or **issuance of new shares**. In this regard, the potential investor has submitted a proposal to the Monetary Board seeking their approval. It has **not yet** been **materialized** and **approved**.

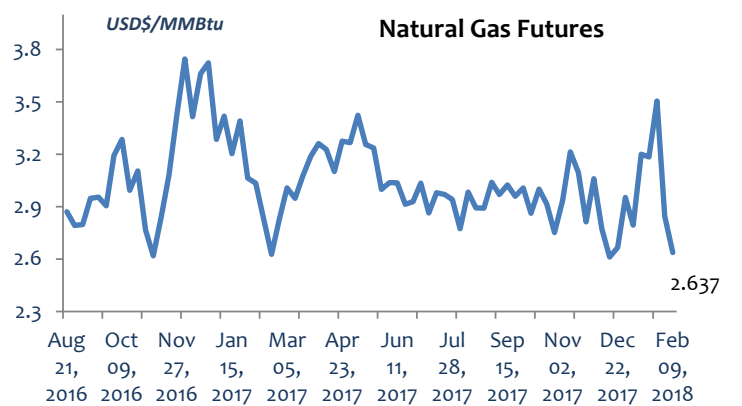
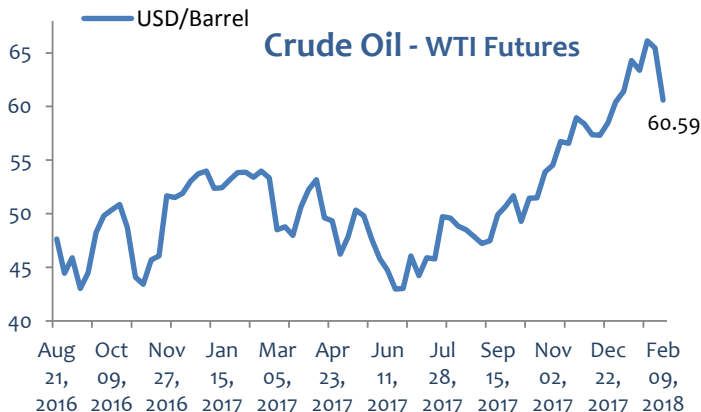
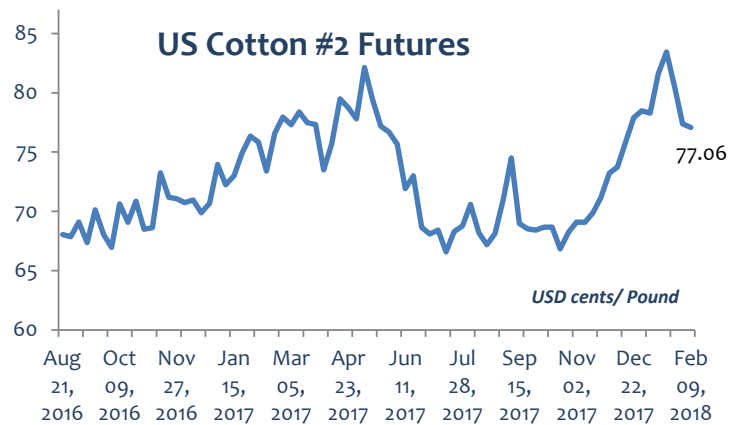
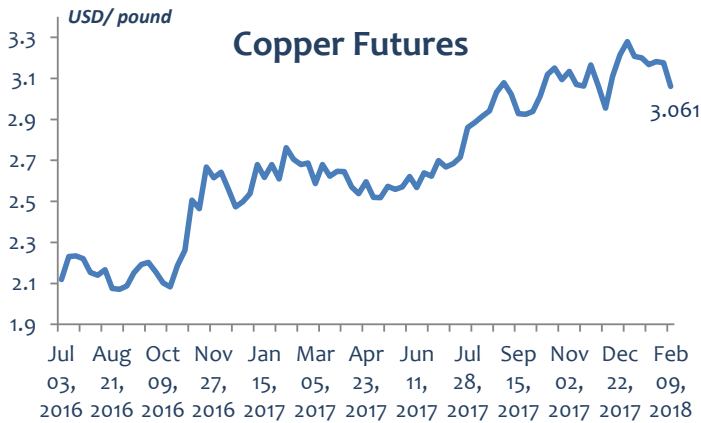
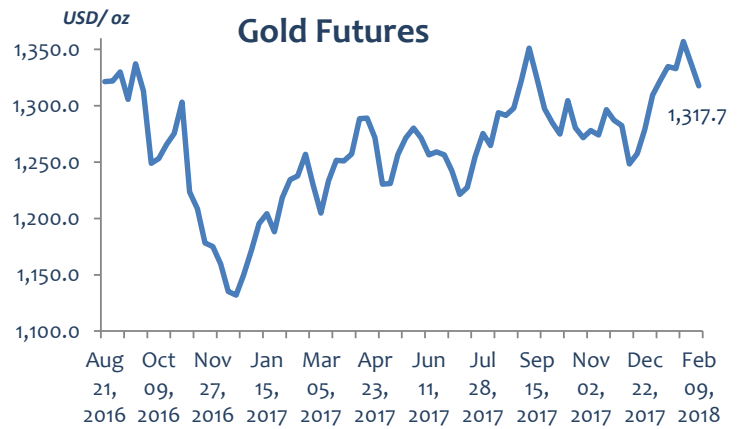
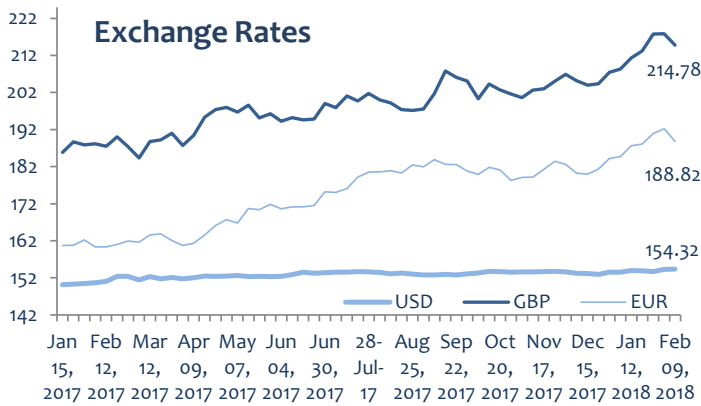
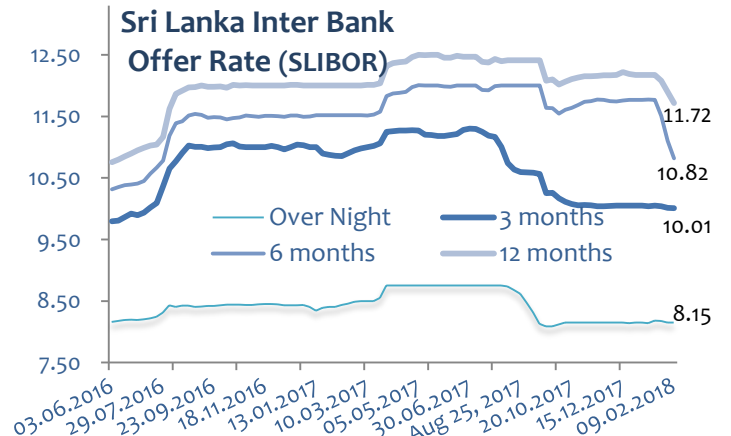
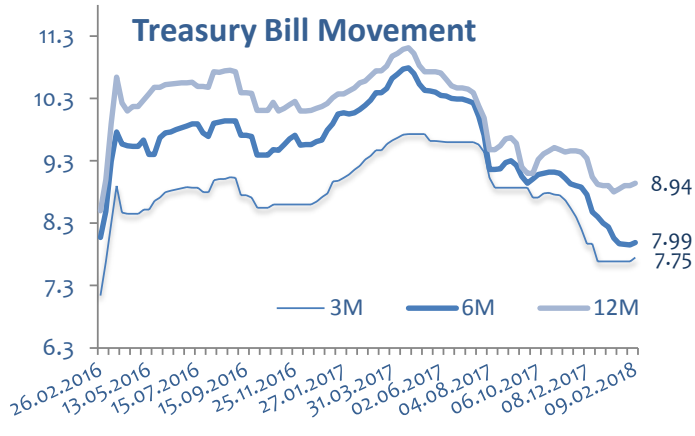
Summary of Key Announcements during the week

- **Lanka Century Investments PLC (GREG)** has **restructured the group by swapping** 1 share of **Ceylon Leather Products PLC (CLPL)** for 5.0077 shares of GREG. Accordingly GREG has issued 7.5Mn new Ordinary Voting shares to Minority shareholders of CLPL and the new shares were listed on 7th February 2018.
- Board of **Tess Agro PLC (TESS)** on 6th Feb 2018 resolved to Issue 70Mn Voting & 10Mn Non - Voting shares, in the proportion of **1 new for every 4** shares held (both voting & non-voting) by way of a **rights issue** at a price of **LKR 0.80** for the voting & **LKR 0.30** for the non-voting shares. Proceeds will be used to partly settle the bank borrowings and excess will be used for working capital needs of the company. The issue is subject to necessary approvals.
- The new shares of **Hikkaduwa Beach Resort PLC (CITH)** issued via **Private Placement**, in connection with the **CITRUS Group restructuring** were allotted to shareholders of **Kalpitiya Beach Resort PLC (CITK)** through Amalgamation & **Waskaduwa Beach Resort PLC (CITW)** through Voluntary Offer were listed on 8th Feb 2018.
- **Lankem Ceylon PLC (LCEY)** has on 07th Feb 2018 disposed 100% equity stake of its Subsidiary **Ceylon Tapes (Pvt) Ltd** to its another subsidiary **JF Packaging (Pvt) Ltd** for a consideration of LKR 165Mn. The above was carried out In accordance with LCEY's restructuring plan to raise funds to settle liabilities In order to reduce the finance cost.
- Board **Property Development PLC (PDL)** on 09th Feb 2018 has made a decision to **de-list** the shares of the Company from the Official List of CSE subject to obtaining approvals therefor. Board has made arrangements with Bank of Ceylon (BOC) (majority shareholder of PDL) to acquire the shares of the minority shareholders of the Company who may wish to **divest their shares** at a price of **LKR 123 per** share through an **Exit Offer**. Subsequent to the De-Listing announcement CSE has suspended the trading of PDL.
- **Commercial Bank of Ceylon PLC - 95,915 & Hemas Holdings PLC - 8,438** Voting shares were listed during the month of **January 2018**, consequent to the exercising of options under **employee share option schemes**.
- **Mandatory Offer** made by **Renuka Capital PLC (KZOO)** to the Shareholders of **On'ally Holdings PLC (ONAL)** was expired on 8th Feb 2018; acceptances for 1.22Mn shares (6.96% stake) were received by KZOO. Further 0.76Mn shares were acquired on the Trading Floor. Accordingly subsequent to the above Mandatory offer KZOO holds 8.15Mn (46.57% stake) shares.
- **Dealings By Directors**

Shares dealt in	Nature	Name of Director / Company involved in the transaction	No of Shares	Price	Transaction Date
VLL	Purchase	Mr Riyaz Sangani	500	4.80	30th Jan
SFIN	Disposal	Mr K K L P Yatiwella	35,333	16.00	6th Feb
COCR	Purchase	Mr P T Fisher (M/S Creation Investments)	1,100	43.00	25 Jan, 1 & 2 Feb
KHC	Purchase	Mr M D R Gunathilleke	1,590	5.20	1st Feb
ALHP	Disposal	Mr A C Seneviratne	612,960	1.10	6th, 8th Feb

Economic Indicators & Other Statistics

Source: investing.com & cbsl.gov.lk



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