

WEEKLY STOCK MARKET HIGHLIGHTS

Friday, 15 March 2019



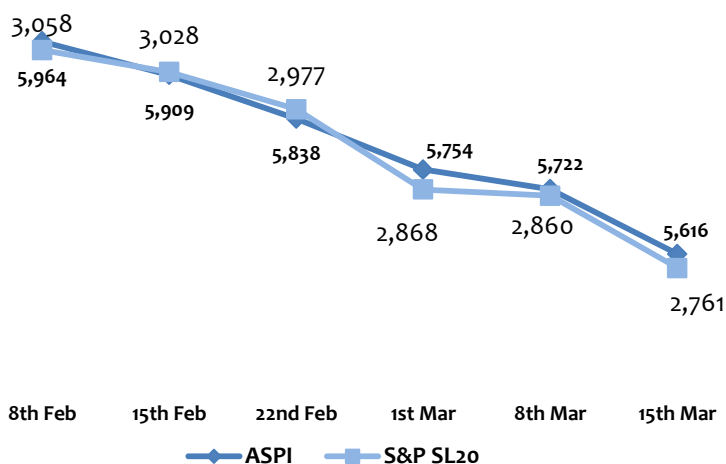
ASHA PHILLIP
SECURITIES LTD

Sri Lanka

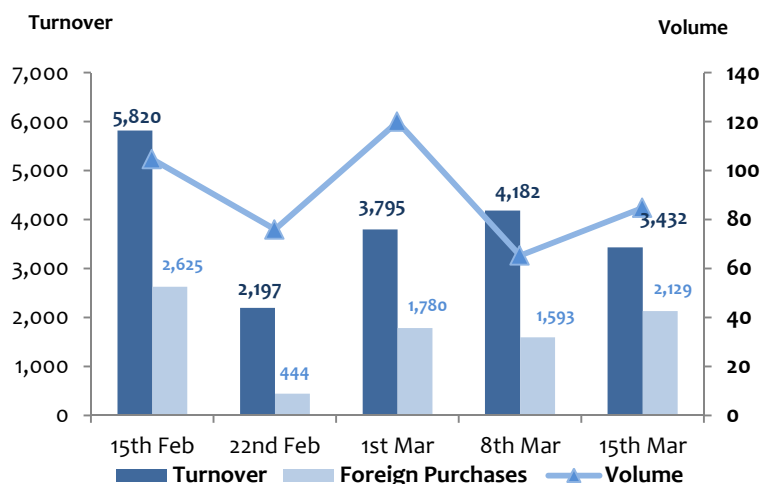
Market Statistics.

Index	15th Mar	8th Mar	Change	% Change
ASPI	5,616.24	5,722.25	↓ (106.01)	↓ -1.85%
S&P SL20	2,761.10	2,859.59	↓ (98.49)	↓ -3.44%
Market Statistics (Mn)		15th Mar	8th Mar	% Change
Turnover (Rs.)		3,432.44	4,182.33	↓ -17.9%
Domestic Purchases		1,303.67	2,589.63	↓ -49.7%
Domestic Sales		1,348.26	1,589.48	↓ -15.2%
Foreign Purchases		2,128.77	1,592.70	↑ 33.7%
Foreign Sales		2,084.18	2,592.85	↓ -19.6%
Share Volume (No.)		84.75	65.26	↑ 29.9%
Market Cap (Rs. Bn)		2,625.08	2,674.63	↓ -1.9%
PER		8.78	8.95	↓ -1.9%
PBV		1.10	1.13	↓ -2.7%

Market Indices.



Turnover, Volume and Foreign Purchase.



Performance of the Market

- Monday: Bourse experienced a steep decline, Banks & Finance sector counters witnessed selling pressure; many dropped to 6-year low levels. ASPI lost 41.95 points (-0.73%).
- Tuesday: Bourse slide for the 3rd consecutive day and erased more than 100 points (-1.8%); Budget's failure to address equity investors' long waited expectations, triggered the sell-off. ASPI lost 33.52 points (-0.59%).
- Wednesday: Bourse slide for the 4th consecutive day; nearly 95% of the trades were from local investors. To avoid additional losses or to restructure debt financed portfolios (margin call), few investors' encashed part of their portfolios. ASPI lost 39.82 points (-0.71%).
- Thursday: Bourse recovered slightly after four straight sessions of steep decline; bargain hunting from both foreign and local investors contributed to the gains. Many rights issues and debenture issues are in queue, to start from next week. ASPI gained 25.83 points (+0.46%).
- Friday: Previous day's positive momentum failed to continue due to lower economic condition prevailing in the country. 68% of the day's turnover was contributed through off-board trades. ASPI lost 16.55 points (-0.29%).

Summary

- ASPI was moved between 5,604.69 - 5,680.98 points and settled the week on negative note at 5,616.24 with a loss of 106.01 points (-1.85%).
- The S&P SL20 Index also followed the same trend and settled the week on negative note at 2,761.10 with a loss of 98.49 points (-3.44%)
- The total turnover for the week recorded as LKR 3.43Bn, down by 18% from its previously recorded LKR 4.18Bn; foreign investors turned net buyers for the week.

- Off board trades represented 54% of the week's turnover, accounting for LKR 1.84Bn through 21 trades.

Sectorial Overview

- Bank Finance & Insurance (BFI) sector stood on top providing LKR 1,997Mn capturing 58% of the week's total turnover.
- Diversified Holdings (DIV) and Beverage Food & Tobacco (BFT) sectors stood second and third providing LKR 589Mn and LKR 522Mn 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
COMMERCIAL BANK OF CEYLON PLC	13,307,608	1,320,314,290	97.00	102.20	99.00	102.00	(3.00)	-2.94%
JOHN KEELLS HOLDINGS PLC	3,172,093	482,823,006	150.0	157.0	151.00	155.10	(4.10)	-2.64%
NATIONS TRUST BANK PLC	3,948,070	355,311,118	87.10	90.90	90.00	89.90	0.10	0.11%
DISTILLERIES COMPANY OF SRI LANKA	17,686,979	256,463,538	14.30	15.40	14.70	15.10	(0.40)	-2.65%
CEYLON COLD STORES PLC	276,063	158,735,750	570.0	580.00	575.00	575.00	-	0.00%

Highest Volume

Company Name	Share Vol.	Turnover (LKR)	Low (LKR)	High (LKR)	Cur.Week Close	Prv.Week Close	Change (LKR)	Change
DISTILLERIES COMPANY OF SRI LANKA	17,686,979	256,463,538	14.30	15.40	14.70	15.10	(0.40)	-2.65%
COMMERCIAL BANK OF CEYLON PLC	13,307,608	1,320,314,290	97.00	102.20	99.00	102.00	(3.00)	-2.94%
UNION BANK OF COLOMBO PLC	5,436,897	60,346,014	10.8	11.4	11.30	11.20	0.10	0.89%
EAST WEST PROPERTIES PLC	4,495,184	76,222,926	15.10	18.80	17.00	13.60	3.40	25.00%
NATIONS TRUST BANK PLC	3,948,070	355,311,118	87.10	90.90	90.00	89.90	0.10	0.11%

Top Gainers

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
EAST WEST	17.00	3.40	25.00	76,222,926.1
LOLC DEV FINANCE	45.70	6.30	15.99	118,694
LAXAPANA	11.30	1.50	15.31	584,883.00
PALM GARDEN HOTL	21.20	2.20	11.58	10,820.80
SIGIRIYA VILLAGE	46.00	4.50	10.84	90,402.00

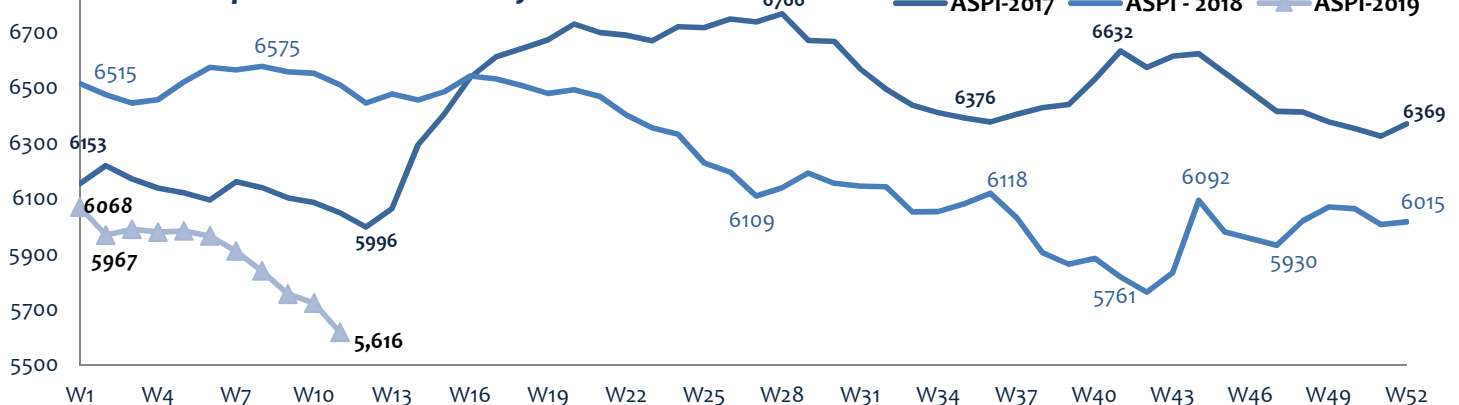
Top Losers

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
TESS AGRO	0.30	(0.10)	(25.00)	119,326.30
RENUKA HOTELS	40.00	(10.00)	(20.00)	4,030,165
S M B LEASING	0.40	(0.10)	(20.00)	1,078,727.10
TESS AGRO [X]	0.40	(0.10)	(20.00)	41,733.80
BLUE DIAMONDS	0.40	(0.10)	(20.00)	193,539.0

Crossings

Name	Symbol	Avg Price	Trades	T.Volume	Turnover
Commercial Bank Of Ceylon PLC	COMB.N0000	99.24	7	12,588,671	1,249,282,447
Nations Trust Bank PLC	NTB.N0000	90.00	7	2,718,639	244,677,510
Distilleries Company Of Sri Lanka PLC	DIST.N0000	14.50	3	14,711,126	213,311,327
Union Bank Of Colombo PLC	UBC.N0000	11.10	1	5,000,000	55,500,000
Kelani Tyres PLC	TYRE.N0000	37.50	1	725,000	27,187,500
Asian Hotels & Properties PLC	AHPL.N0000	41.00	1	660,000	27,060,000
John Keells Hotels PLC	KHL.N0000	7.50	1	3,000,000	22,500,000

All Share price Index - Weekly Chart



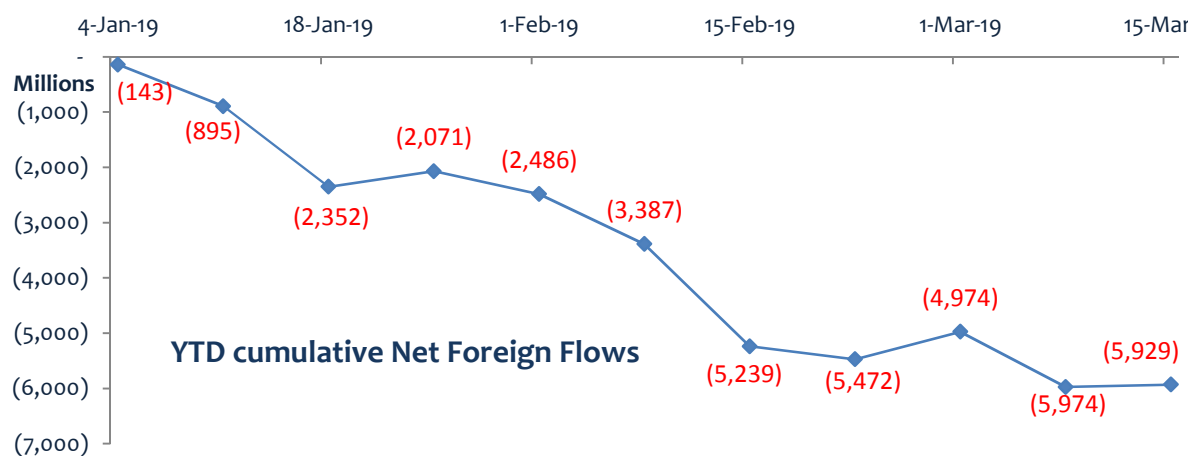
Foreign Transactions.

Company Name	Avg Price	Net change in Qty	Net Foreign Inflow	Company Name	Avg Price	Net change in Qty	Net Foreign Outflow
NATIONS TRUST	90.00	3,893,973	350,457,570	DISTILLERIES	14.50	(17,652,983)	(255,968,301)
COLD STORES	575.00	233,310	134,153,250	JKH	151.93	(1,674,359)	(254,385,599)
LB FINANCE	122.00	500,500	61,061,000	HEMAS HOLDINGS	76.00	(1,124,852)	(85,488,175)
CEYLON TOBACCO	1,370.00	31,121	42,635,770	KELANI TYRES	37.50	(725,000)	(27,187,500)
SAMPATH	189.90	162,468	30,852,883	HNB	175.02	(38,075)	(6,663,797)
CARGILLS	200.00	143,302	28,660,400	COMMERCIAL BANK	99.14	(54,156)	(5,368,789)
KEELLS HOTELS	7.50	3,000,000	22,500,000	EAST WEST	17.78	(250,000)	(4,444,000)
ACCESS ENG SL	13.50	428,545	5,783,503	CENTRAL FINANCE	82.35	(11,525)	(949,138)
CEYLON INV.	35.00	83,737	2,930,795	RICH PIERIS EXP	225.75	(4,000)	(903,000)
ROYAL CERAMIC	57.99	44,019	2,552,522	HNB ASSURANCE	131.7	(6,000)	(790,000)

Foreign Participation

- **Aggregate foreign buying** for the Week totaled up to **LKR 2,128.77Mn.**
- **Foreign sales** for the Week amounted to **LKR 2,084.18Bn.**
- **Net foreign inflow** for the Week was **LKR 44.59Mn**, YTD net foreign outflow presently stands at **LKR 5.93Bn**
- **NTB** notched the “Top Net Purchasers” slot with a net inflow of **LKR 350.46Mn** whilst **DIST** notched the “Top net Sellers” slot with a net outflow of **LKR 255.97Mn.**

Movement of Net Foreign Flows



Summary of Key Announcements during the week

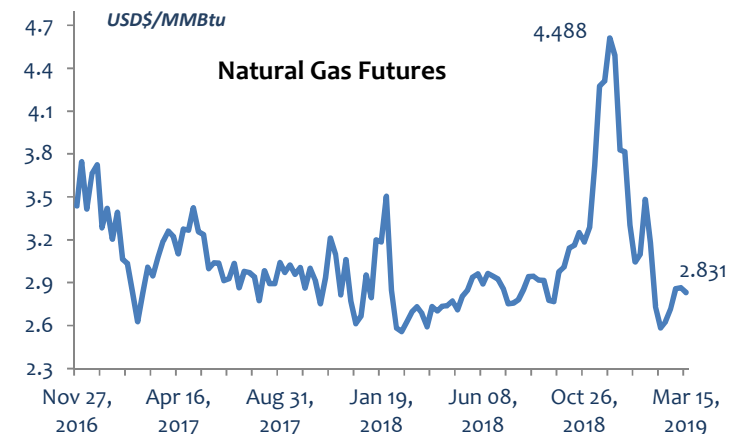
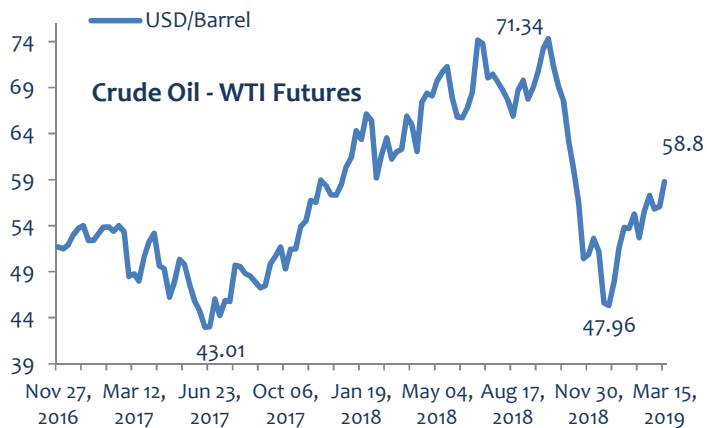
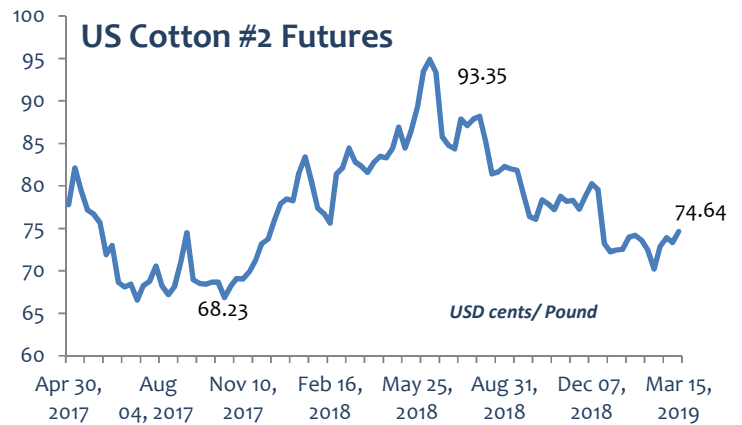
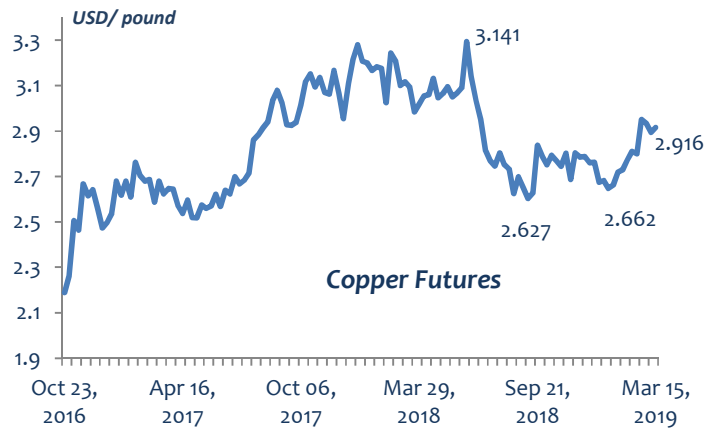
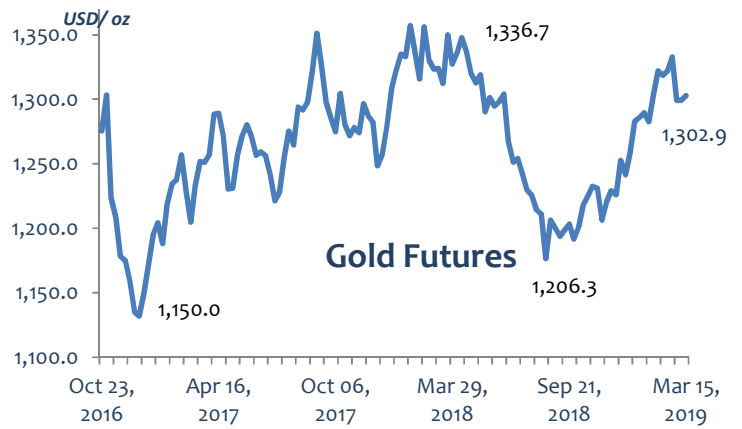
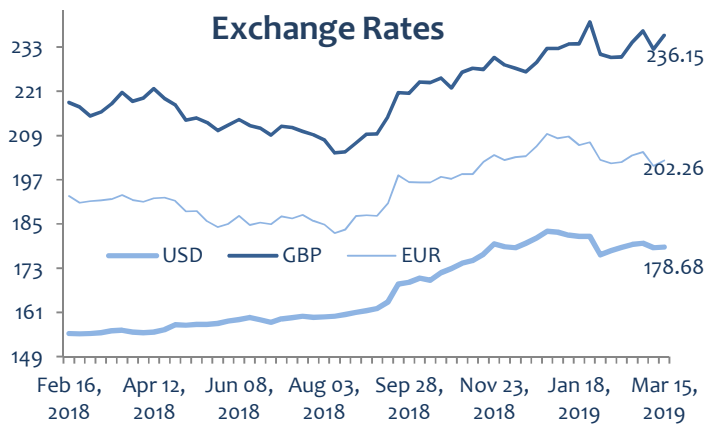
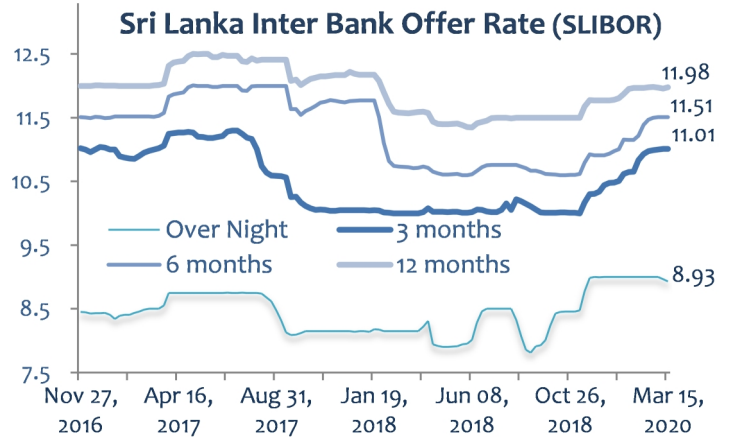
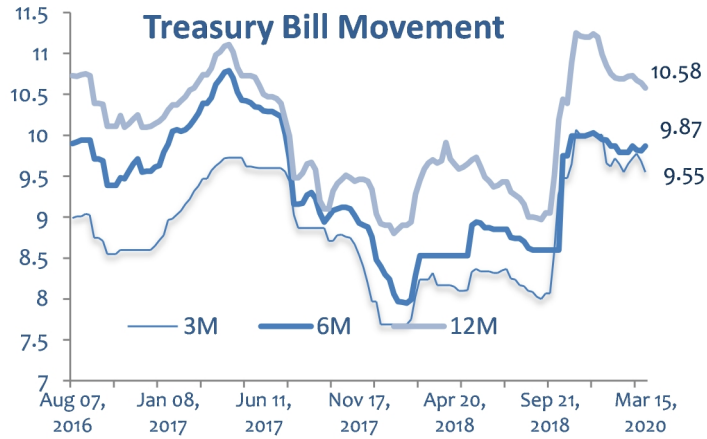
- On 11th March 2019 CSE said, trading of **HVA Foods PLC** (HVA), which is on the Watch List of CSE, **will be suspended with effect from 21st March 2019** in terms of Rule 7.5 (d) (I) (9) of the CSE Listing Rules, **unless the Company rectifies the non-compliance on or before 19th March 2019**.
- On 14th March 2019, **HVA Foods PLC** (HVA) said, **to resolve the matters that gave rise to the modified audit opinion**; they made **full provision** to VAT Receivable of LKR 4.75Mn, **Recovered** Export Trade Receivable of LKR 9.5Mn and made a **full provision** to Receivable from HVA Lanka Exports (Pvt) Ltd- **LKR 134.7Mn**. Accordingly, HVA is of the view that it has fulfilled all the requirements.
- On 15th March 2019, CSE said, **HVA Foods PLC** (HVA) has resolved the matters giving rise to the Modified Audit Opinion. Therefore, **Trading of HVA will not be suspended**.
- **Hunas Falls Hotels PLC** (HUNA) said, following the mandatory offer (closed on 11th Mar 2019), **Serenity Lake Leisure (Private) Limited** has increased its shareholding in HUNA by accepting 696,389 shares (12.38% stake), to 5.26Mn (93.47% stake).
- **Nestle Lanka PLC** (NEST) has called for an EGM on 08 May 2019 at BMICH to seek shareholder approval **to write back unclaimed dividends aged more than 06 years** into retained earnings account.
- **East West Properties PLC** (EAST) said, its EGM is re-scheduled, to be held on 5th April 2019.
- **MTD Walkers PLC** (KAPI) on a reply to CSE said, **meeting of the debenture holders** was held on 7th March 2019; where, Current financial position of KAPI was discussed. An **assurance was given** by KAPI's representatives (Group Financial Controller and Internal Auditor) that **debenture interest will be paid** on or before 31st Mar 2019. Implications on actions taken by financial institutions were not discussed. An assurance was given by KAPI's representatives to submit the Certificate of Compliance within next 2 weeks signed by 2 directors of the company.
- **Sri Lanka Telecom PLC** (SLTL) said, **Fitch Ratings have downgraded** its National Long Term Rating to 'AA+ (lka)' from 'AAA (lka)', Outlook Stable; 7.0Bn senior unsecured debt program to 'AA+ (lka)' from 'AAA (lka)'
- Boards of **Sunshine Holdings PLC** (SUN) and **CIC Holdings PLC** (CIC) have approved in principle **a combining of all their healthcare businesses** wherein the respective shareholding interests of SUN and CIC in the **combined business** would be **60:40** respectively and SUN would exercise effective management control. The **terms of this transaction are under negotiation** and are subject to due diligence findings.
- **Asia Asset Finance PLC** (AAF) said its **first tranche** of the **Rights Issue was fully subscribed**. (25.2Mn shares).
- **CSE said**, 233,823 shares of **Commercial Bank of Ceylon PLC** (COMB.N) and 15,434 shares of **John Keels Holdings PLC** (JKH) were listed during the period from 1st February 2019 to 28th February 2019, consequent to the exercising of options under **employee share option schemes**.

➤ Dealings By Directors

Counter	Nature	Director / Company involved	No of Shares	Price	Date
CHL.X	Purchase	Durdans Management Services (Mr Tudawe)	19,200	67.50 - 67.70	14 Mar.
CTHR	Purchase	Mr V R Page (his son and daughter)	12,000	165.0	7 Mar.
CTHR	Purchase	Mr V R Page (Mrs P R Page - Spouse)	39,274	165.0	7, 8, 14 Mar.
SCAP	Purchase	Mr Ashok K Pathirage	382,703	5.6 - 5.7	7, 8 Mar.
SWAD	Purchase	Mrs A M Wijewardene (Chairman)	128	11,500 - 12,000	12 Mar.
TAP	Disposal	Mr Sarinda Wasanth Unamboowe	79,750	3.2 - 3.5	8 - 12 Mar.

Economic Indicators & Other Statistics

Source: investing.com & cbsl.gov.lk



Contact Information

Head Office

Sales Team

Thakshila Hulangamuwa	thakshi@ashaphillip.net	+94 11 2429108
Upul Priyantha	upul@ashaphillip.net	+94 11 2429106
Shanmugam Sudhagar	sudha@ashaphillip.net	+94 11 2429107
Vasantha Wicramasinghe	vasantha@ashaphillip.net	+94 11 2429114

Research

Visahan Arumainayaham	visahan@ashaphillip.net	+94112429139
Nishani Ruwanpathirana	nishani@ashaphillip.net	+94 112429137

Regional Offices

Colombo (H/O)

60, 5th Lane,
Colombo 03.
Tel - 94 112429100
Fax - 94 112429199
www.ashaphillip.net

Matara

#24-1/3A,
E.H. Cooray Tower, 2nd Floor,
Anagarika Dharmapala Mw,
Matara.
Tel: 041 2235191-5

Kandy

88, Ceybank House,
Dalada Vidiya,
Kandy.
Tel. 081 2204750

Gampaha

#116, Sanasa Ideal Complex,
Buddhaloka Mawatha,
Gampaha.
Tel. 033 2234888

Kiribathgoda

#94, Udeshi City Shopping Complex,
2nd Floor, #2/12, Makola Road,
Kiribathgoda.
Tel. 011 2908511

Negombo

#72 A 2/1,
Old Chilaw Road,
Negombo.
Tel. 031 2227474

Important Information

This document has been prepared and issued by Asha Phillip Securities Ltd, on the basis of publicly available information, internally developed data and other sources, believed to be reliable. Whilst all responsible care has been taken to ensure that the facts stated are accurate and the opinions given are fair and reasonable neither Asha Phillip Securities Ltd, nor any Director Officer or employee, shall in any way be responsible for any decisions made on its contents. Asha Phillip Securities Ltd may act as a Broker in the investments which are the subject of this document or related investments and may have acted upon or used the information contained in this document, or the research or analysis on which it is based, before its publication. Asha Phillip Securities Ltd., Its Directors, Officers or Employees may also have a position or be otherwise interested in the investments referred to in this document. This is not an offer to sell or buy the investments referred to in this document.