

# WEEKLY STOCK MARKET HIGHLIGHTS

Friday, 17 August 2018



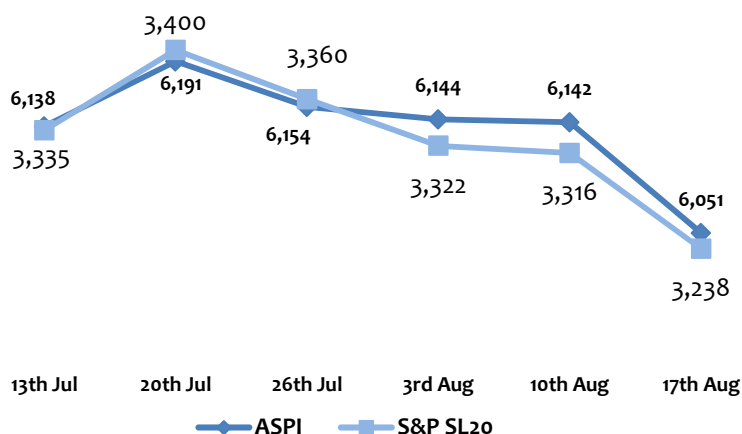
ASHA PHILLIP  
SECURITIES LTD

Sri Lanka

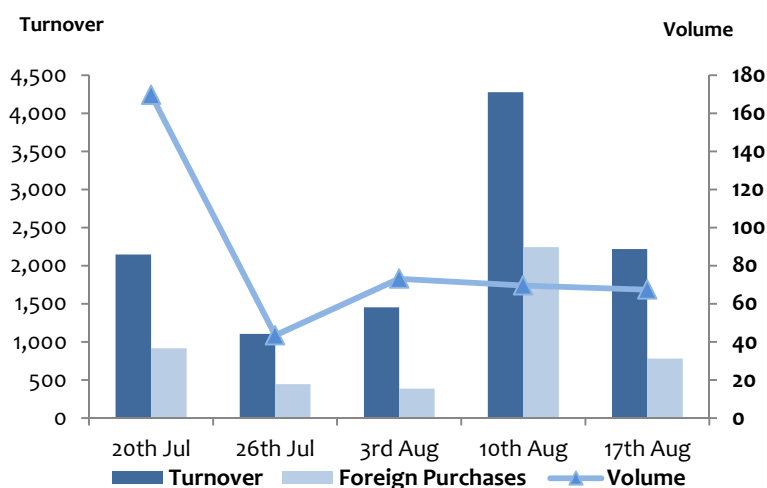
## Market Statistics.

Index	17th Aug	10th Aug	Change	% Change
ASPI	6,051.10	6,141.55	↓ (90.45)	↓ -1.47%
S&P SL20	3,238.25	3,316.47	↓ (78.22)	↓ -2.36%
Market Statistics		17th Aug	10th Aug	% Change
Turnover(Rs.)	2,218,994,002	4,276,253,243	↓	-48.1%
Domestic Purchases	2,218,994,002	2,034,120,630	↑	9.1%
Domestic Sales	758,353,371	1,861,457,920	↓	-59.3%
Foreign Purchases	780,954,746	2,242,132,613	↓	-65.2%
Foreign Sales	1,460,640,630	2,414,795,323	↓	-39.5%
Share Volume (No.)	67,369,523	69,603,022	↓	-3.2%
Market Cap (Rs. Bn)	2,834.86	2,875.91	↓	-1.4%
PER	9.54	9.68	↓	-1.4%
PBV	1.18	1.20	↓	-1.7%

## Market Indices.



## Turnover, Volume and Foreign Purchase.



## Performance of the Market

- Monday: Bourse started the week on negative note as several investor favorite counters reported lower profits and Foreign selling on JKH; nearly 50% of the turnover was contributed through off-board deals.
- Tuesday: Bourse settled on negative note for the third consecutive day affected by economic factors.
- Wednesday: Weakening currency and escalating union actions weighed on bourse, made it to settle on negative note. Reported lower performances had further dampened the investor sentiments.
- Thursday: Continuing trade war of large economies resulted net foreign outflows; selling pressure was noted in large cap counters; Bourse wiped its early gains and settled on negative terrain.
- Friday: Disappointing quarterly earnings and disposals made by foreign investors resulted steep decline in Indices. Proposed amendments to the Finance Act also influenced the investor sentiments.

## Summary

- Overall Under performance of the listed counters due to the sluggish local economic conditions and the foreign outflows weighed on the Bourse. Average yields of government securities witnessed declines across all maturities. Tea auction prices were improved.
- ASPI was moved between 6,044.58-6,142.95 points and settled the week on negative note at 6,051.10 with a loss of 90.45 points (-1.47%).
- The S&P SL20 Index also followed the same trend, settled the week on negative note at 3,238.25 with a loss of 78.22 points (-2.36%)
- The total turnover for the week recorded as LKR 2.22Bn, down by 48% from its previously recorded LKR 4.28Bn; foreign investors remained net sellers for the week.
- Off board trades have contributed 40% of the week's total turnover, accounting for LKR 889.28Mn through 11 trades.

## Sectorial Overview

- Diversified Holdings (DIV) sector stood on top providing LKR 1,181Mn capturing 53% of the week's total turnover.
- Bank Finance and Insurance (BFI) and Beverage Food & Tobacco (BFT) sectors stood second and third providing LKR 413Mn and LKR 290Mn respectively to the daily 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	8,123,551	1,149,468,692	138.00	144.80	138.00	144.90	(6.90)	-4.76%
NESTLE LANKA PLC	80,367	144,796,479	1,800	1,830	1,800.00	1,840.00	(40.00)	-2.17%
SAMPATH BANK PLC	349,000	112,833,825	276.50	282.00	278.60	282.00	(3.40)	-1.21%
TOKYO CEMENT COMPANYPLC [X]	3,628,273	90,749,494	24.70	25.90	25.00	24.90	0.10	0.40%
COMMERCIAL BANK OF CEYLON PLC	602,309	76,354,465	123.00	127.30	123.10	124.00	(0.90)	-0.73%

### Highest Volume

Company Name	Share Vol.	Turnover (LKR)	Low (LKR)	High (LKR)	Cur.Week Close	Prv.Week Close	Change (LKR)	Change
AMANA BANK PLC	13,270,858	42,484,969	3.10	3.20	3.10	3.10	-	0.00%
JOHN KEELLS HOLDINGS PLC	8,123,551	1,149,468,692	138.00	144.80	138.00	144.90	(6.90)	-4.76%
TESS AGRO PLC	3,937,210	1,982,453	0.40	0.60	0.50	0.50	-	0.00%
ANILANA HOTELS AND PROPERTIES PLC	3,746,639	4,495,822	1.10	1.30	1.20	1.20	-	0.00%
TOKYO CEMENT COMPANYPLC [X]	3,628,273	90,749,494	24.70	25.90	25.00	24.90	0.10	0.40%

### Top Gainers

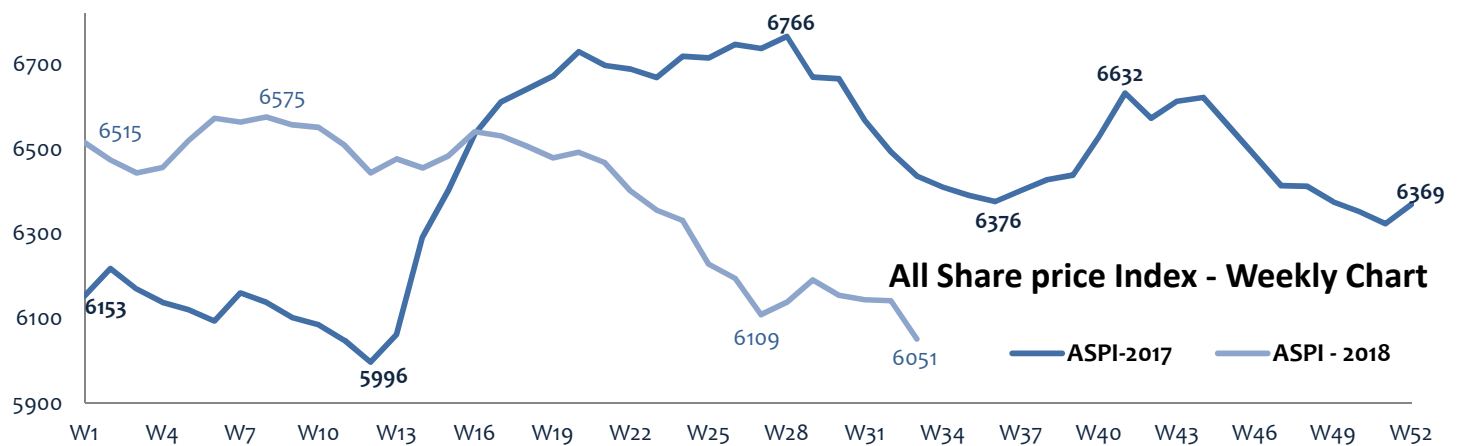
Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
S M B LEASING	0.40	0.10	25.00	218,015.1
BLUE DIAMONDS	0.50	0.10	20.00	926.50
BERUWALA RESORTS	0.60	0.10	16.67	205,356.30
OFFICE EQUIPMENT	73.60	11.10	15.08	575,718.30
ON'ALLY	97.50	13.70	14.05	605,867.80

### Top Losers

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
BLUE DIAMONDS [X]	0.40	(0.20)	(50.00)	24,300.00
AMANA LIFE	13.40	(3.10)	(23.13)	31,486
EDEN HOTEL LANKA	12.60	(2.30)	(18.25)	774,549.00
KELSEY	31.00	(5.50)	(17.74)	4,141.10
BRAC LNKA FNANCE	44.90	(7.80)	(17.37)	5,025.3

### Crossings

Name	Symbol	Avg Price	Trades	T.Volume	Turnover
John Keells Holdings PLC	JKH.N0000	138.57	5	4,281,132	593,242,336
Nestle Lanka PLC	NEST.N0000	1,800.00	1	80,000	144,000,000
Tokyo Cement Company PLC (X)	TKYO.X0000	25.00	2	2,579,680	64,492,000
Amana Bank PLC	ABL.N0000	3.20	1	10,937,500	35,000,000
Lion Brewery Ceylon PLC	LION.N0000	635.00	1	50,000	31,750,000
Overseas Realty (Ceylon) PLC	OSEA.N0000	16.00	1	1,299,453	20,791,248



## Foreign Transactions.

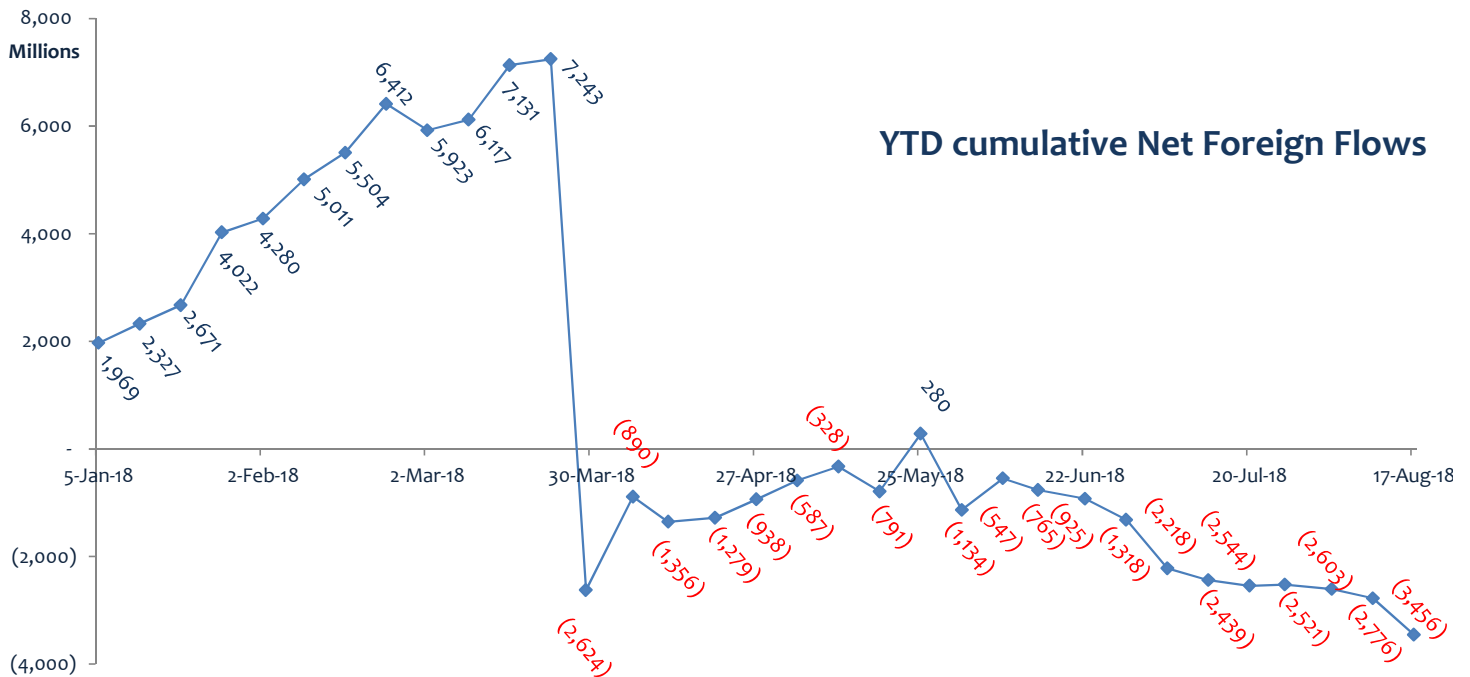
Company Name	Avg Price	Net change in Qty	Net Foreign Inflow
COMMERCIAL BANK	125.20	367,143	45,966,304
TOKYO CEMENT[X]	25.00	1,342,219	33,555,475
LION BREWERY	630.00	39,441	24,847,830
HNB[X.0000] (+)	172.50	98,772	17,038,170
HNB (+)	220.10	72,544	15,966,934
CENTRAL FINANCE	97.00	150,000	14,550,000
DIALOG (+)	14.20	599,234	8,509,123
COMMERCIAL BANK[X]	95.10	74,808	7,114,241
ROYAL CERAMIC	92.60	50,000	4,630,000
TEEJAY LANKA	31.90	124,412	3,968,743

Company Name	Avg Price	Net change in Qty	Net Foreign Outflow
JKH	138.00	(5,508,714)	(760,202,532)
AMANA BANK (+)	3.20	(10,937,500)	(35,000,000)
DISTILLERIES	20.50	(960,000)	(19,680,000)
SAMPATH (+)	279.60	(68,281)	(19,091,368)
CEYLON TOBACCO	1,260.00	(10,182)	(12,829,320)
CHEVRON (+)	88.50	(49,340)	(4,366,590)
UNION ASSURANCE	270.80	(6,001)	(1,625,071)
AITKEN SPENCE	45.00	(24,206)	(1,089,270)
RENUKA HOTELS	49.90	(20,849)	(1,040,365)
Softlogic Life (+)	26.0	(39,600)	(1,029,600)

### Foreign Participation

- **Aggregate foreign buying** for the Week totaled up to **LKR 780.95Mn.**
- **Foreign sales** for the Week amounted to **LKR 1,460.64Mn.**
- **Net foreign outflow** for the Week was **LKR 679.69Mn**, YTD net foreign outflow presently stands at **LKR 3.46Bn**
- **COMB** notched the “Top Net Purchasers” slot with a net inflow of **LKR 45.97Mn** whilst **JKH** notched the “Top net Sellers” slot with a net outflow of **LKR 760.2Mn.**

## Movement of Net Foreign Flows



## Summary of Key Announcements during the week

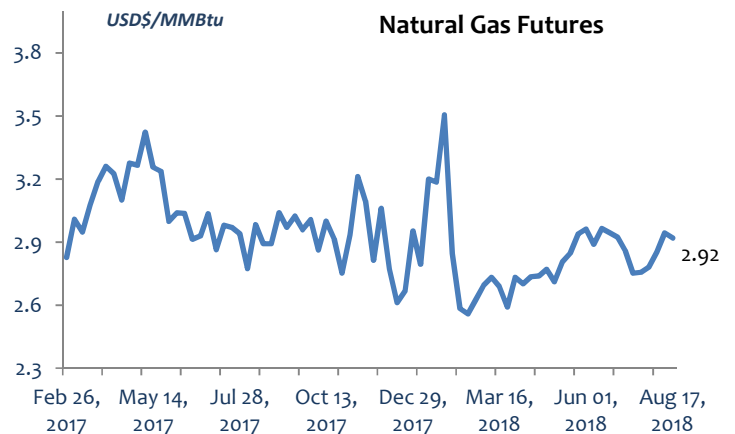
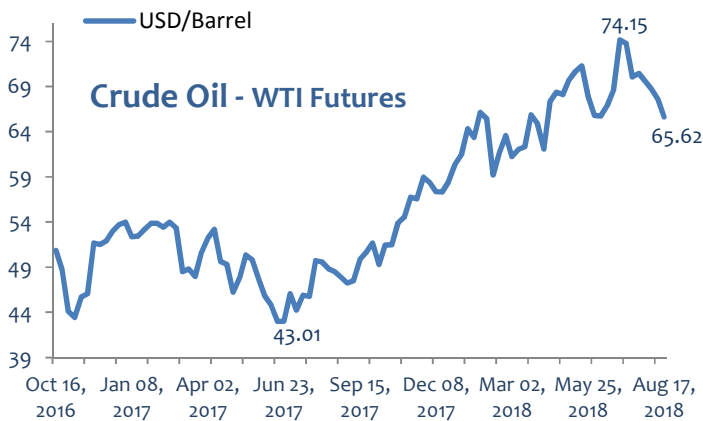
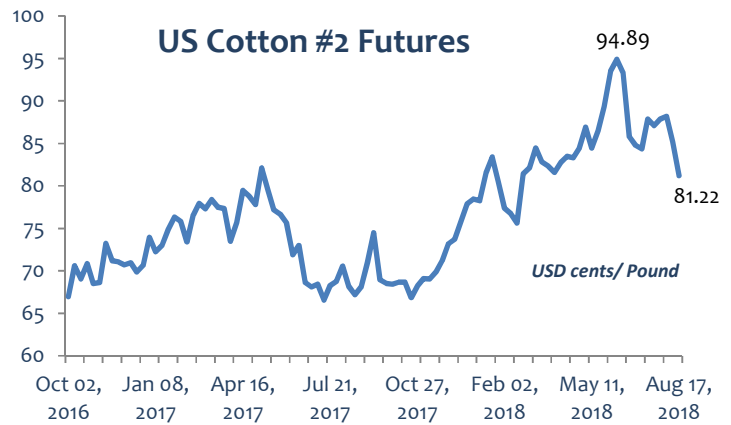
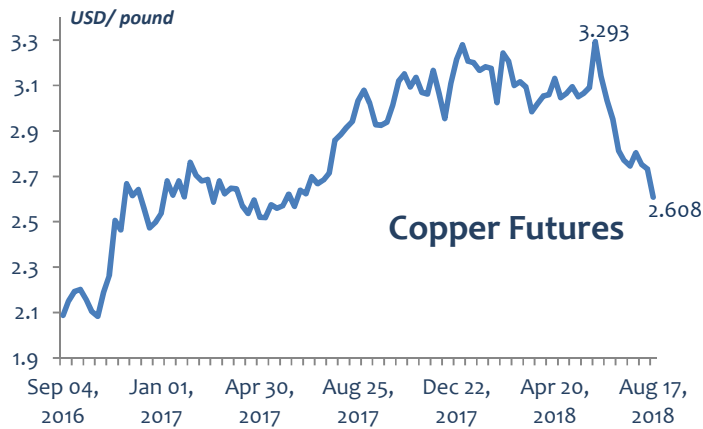
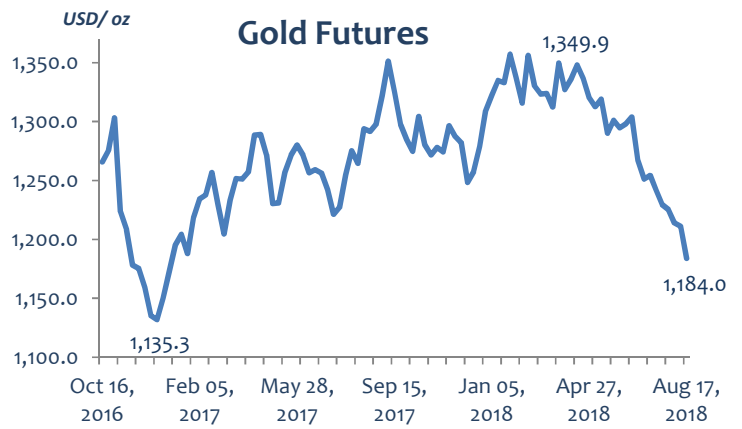
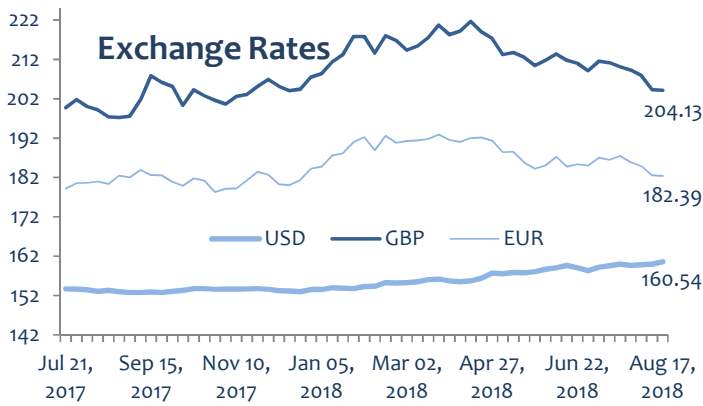
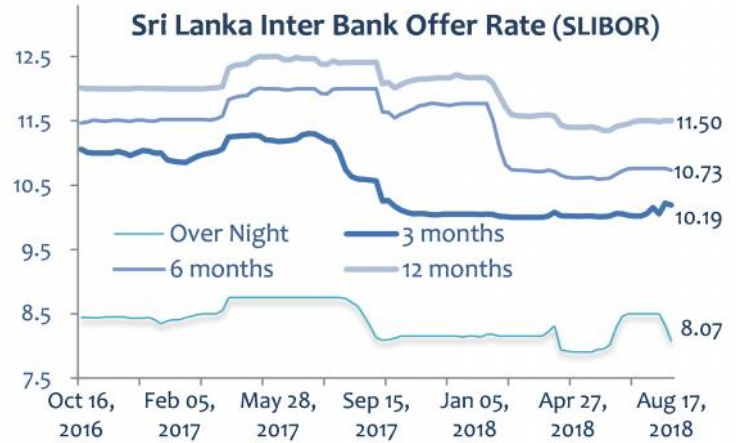
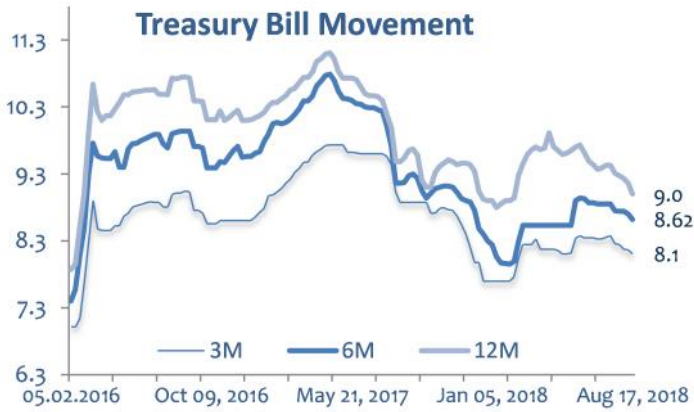
- **Sri Lanka Telecom PLC (SLTL)** proposed a **Private Placement to meet the minimum public shareholding requirement**. Accordingly 89.77Mn shares to be issued (4.74% of post private placement stake) to **local & foreign institutional investors**. **Price has not yet been determined**, and will be notified subsequent to a share valuation. The funds to be raised will be utilized to **restructure the debt portfolio of SLTL**. Issue is subject to necessary approvals.
- **Brown & Company PLC (BRWN)** said they have raised **LKR 7.09Bn** through the issue of 141.75Mn new shares via the **Rights Issue 2018**; new shares will be listed on 20<sup>th</sup> August 2018.
- **Nations Trust Bank PLC (NTB)** said, pursuant to **reclassification / conversion** of 1.01Mn ordinary non-voting convertible shares (NTB.X); **184,591 NTB.X shares** have been converted as **ordinary voting shares (NTB.N)** by senior director **Mr. Murtaza Jafferjee** on 13th Aug, 2018.
- **Guardian Capital Partners PLC (WAPO)** said, **Joint Venture Agreement with Small Enterprises Assistance Funds (SEAF)** a corporation in U.S.A; WAPO and SEAF **having given due consideration to the current economic conditions** and unfavourable investment environment, have mutually **terminated the JV Agreement on 14th August 2018**, on amicable basis.
- **Pan Asia Banking Corporation PLC's Primary Dealer License** which was **suspended** on the 15th of Aug, 2017 has been further extended **for a period of 6 month's from 15th Aug, 2018**. However this suspension will have no bearing on the bank's regular banking activities.
- **Trading of the securities of Lanka Cement PLC (LCEM) will be suspended with effect from 23<sup>rd</sup> August 2018** in terms CSE Listing Rules, **unless the company submits its Interim Financial Statements for the quarter ended 31st March 2018** on or before 21st August 2018.
- **East West Properties PLC (EAST)** said, **HPL Hotels & Resorts Pte Ltd (HPL)** and their associates have indicated that they are willing to buy only 100% ownership of **Weligama Hotel Properties Ltd (WHP)**. The delay in coming to a decision is the inability of the **Employers Provident Fund (EPF)** which owns 11.11% of the shares to come up with a valuation of their shares.
- **Morison PLC (MORI.N, X)** had resolved to **de-list its shares** from CSE subject to approvals. Arrangements were made with **Hemas Manufacturing (Private) Limited**, to purchase voting and non-voting shares from shareholders who may wish to divest their shareholding at price of **Rs.850/- per voting shares** and **Rs.700/- for non-voting shares**. Trading of MORI.N & MORI.X has been suspended as per SEC Rules.

### ➤ Dealings By Directors

Counter	Nature	Director / Company involved	No of Shares	Price	Date
BERU	Purchase	Mr T Theyagamurthi	50,150	0.7	7, 8th Aug
CFLB	Purchase	Mr. A Rajaratnam (Financial Trust Limited)	10,000	16.0	10th Aug
CFLB	Purchase	Mr. A Rajaratnam & Mr S D R Arudpragasam (Oakley Investments)	17,496	16.0 & 15.5	10, 13th Aug
CSF	Purchase	Mr H J C Perera (CEO)	1,325,000	0.90	16th Aug
CTHR	Purchase	Dr A Aranvinda Page	6,000	180.0	10th Aug.
GLAS	Purchase	Mr Sanjay Tiwari (MD)	406,169	4.3, 4.4	14th Aug
GSF	Purchase	Mr.Mahinda Perera	1,000	20.0	10th Aug
OSEA	Purchase	Mr Pravir Samarasinghe	1,437,899	16.0	13th Aug.
SFL	Purchase	MR K R B Wijeyeratne	25,000	8.3	13, 14th Aug
SFL.P	Purchase	MR K R B Wijeyeratne	4,989	5.9	16th Aug
VLL	Purchase	Mr R Sangani	6,650	4.5	16th Aug

# 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)

# 321, Lakshmans Building, 2nd Floor,  
Galle Road, Colombo 03.  
Tel - 94 112429100  
Fax - 94 112429199  
www.ashaphillip.net  
Email - research@ashaphillip.net

#### Matara

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

#### Jaffna

#147, 2/3  
K.K.S. Road,  
Jaffna.  
Tel: 021 2221614

#### Kandy

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

#### 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

#### Gampaha

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

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