

WEEKLY STOCK MARKET HIGHLIGHTS

Friday, 26 January 2018



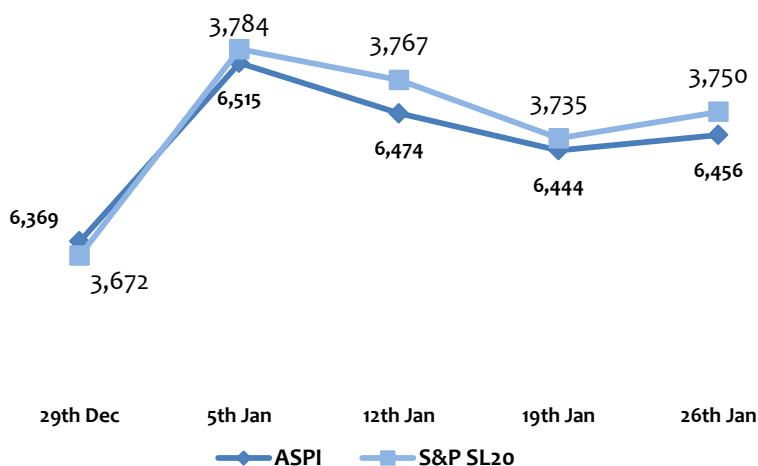
**ASHA PHILLIP
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Sri Lanka

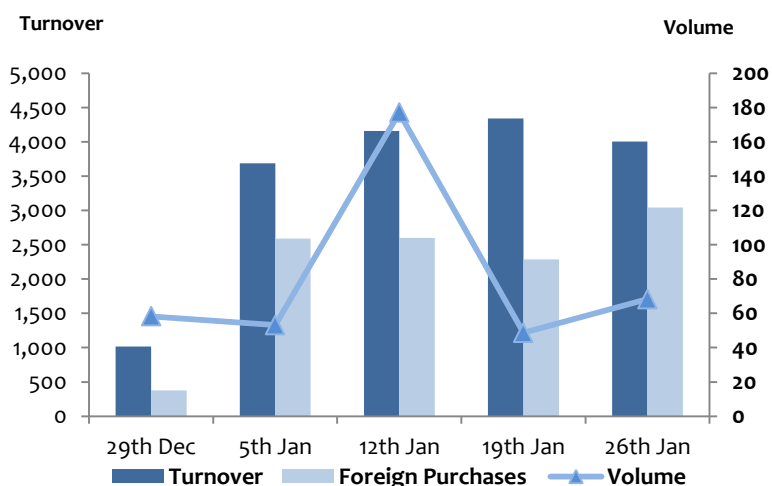
Weekly Market Statistics.

Index	26th Jan	19th Jan	Change	% Change
ASPI	6,456.04	6,443.50	↑ 12.54	↑ 0.19%
S&P SL20	3,749.89	3,735.48	↑ 14.41	↑ 0.39%
Market Statistics		26th Jan	19th Jan	
Value of Turnover(Rs.)		4,007,221,371	4,341,479,086	
Domestic Purchases		962,596,045	2,053,243,869	
Domestic Sales		2,312,847,935	2,397,104,082	
Foreign Purchases		3,044,625,326	2,288,235,217	
Foreign Sales		1,694,373,437	1,944,375,004	
Volume of Turnover (No.)		68,238,055	48,616,471	
Market Capitalization (Rs. Bn)		2,952.20	2,946.55	
PER		10.66	10.61	
PBV		1.32	1.31	

Market Indices.



Turnover, Volume and Foreign Purchase.



Weekly Performance of the Market

- Colombo Bourse started the week on a negative note but later with increased foreign investor participation turned positive. Retail investor participation continued to be lower due to the prevailing fragile political environment and the mounting corporate debt issues. Government security yields witnessed marginal changes ahead of upcoming issues.
- The benchmark index ASPI settled the week on positive terrain at 6,456.04 with a gain of 12.54 points (+0.19%)
- The S&P SL20 Index also followed the same trend and settled the week on positive terrain at 3,749.89 with a gain of 14.41 points (+0.39%)
- The total turnover for the week recorded as LKR 4,007.22Mn, charting a drop of 8% from its previously recorded LKR 4,341.48Mn.
- Off board trades have contributed 63% of the week's total turnover, accounting for LKR 2,543.76Mn through 14 trades.

Sectorial Overview

- Diversified Holdings (DIV) sector stood on top providing LKR 1,946.08Mn capturing 49% of the week's total turnover.
- Bank Finance and Insurance (BFI) and Beverage Food & Tobacco (BFT) sectors stood second and third providing LKR 1,223.32Mn and LKR 508.14Mn respectively to the daily aggregated turnover.

Foreign Participation

- Aggregate foreign buying for the Week totaled up to LKR 3.04Bn (76% of the turnover)
- Foreign sales for the Week amounted to LKR 1.69Bn. (42% of the turnover)
- Net foreign inflow for the Week was LKR 1.35Bn, YTD net foreign inflow presently stands at LKR 4.02Bn.
- HNB notched the "Top Net Purchasers" slot with a net inflow of LKR 552.79Mn whilst LION notched the "Top net Sellers" slot with a net outflow of LKR 49.5Mn.

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
JOHN KEELLS HOLDINGS PLC	9,870,276	1,627,402,869	161.00	166.40	165.70	164.00	1.70	1.04%
HATTON NATIONAL BANK PLC	2,215,283	557,817,572	248.30	252.00	248.30	252.80	(4.50)	-1.78%
COMMERCIAL BANK OF CEYLON PLC	3,014,546	420,683,788	136.00	139.50	139.00	136.70	2.30	1.68%
CARGILLS (CEYLON) PLC	1,210,346	236,236,533	195.00	205.00	204.00	195.00	9.00	4.62%
SOFTLOGIC HOLDINGS PLC	11,487,274	152,678,194	12.60	13.70	13.50	12.70	0.80	6.30%

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	11,487,274	152,678,194	12.60	13.70	13.50	12.70	0.80	6.30%
JOHN KEELLS HOLDINGS PLC	9,870,276	1,627,402,869	161.00	166.40	165.70	164.00	1.70	1.04%
TESS AGRO PLC	4,919,037	4,919,111	0.90	1.10	1.00	1.10	(0.10)	-9.09%
RENUKA HOLDINGS PLC	4,389,321	92,185,709	21.40	22.70	21.70	22.30	(0.60)	-2.69%
COMMERCIAL BANK OF CEYLON PLC	3,014,546	420,683,788	136.00	139.50	139.00	136.70	2.30	1.68%

Top Gainers For the Week

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
S M B LEASING	0.60	0.10	20.00	181,180.30
BRAC LNKA FNANCE	34.00	5.00	17.24	40,636.40
PRINTCARE PLC	34.10	4.10	13.67	6,812.50
SWARNAMAHAL FIN	0.90	0.10	12.50	454,530.20
SATHOSA MOTORS	438.10	48.10	12.33	843,549.10

Top Losers For the Week

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
AGALAWATTE	22.80	(4.00)	(17.54)	4,237.50
AMANA TAKAFUL	0.70	(0.10)	(14.29)	13,071.40
AMF CO LTD	459.90	(59.90)	(13.02)	40,000.00
KAHAWATTE	40.00	(5.00)	(12.50)	75,534.30
CITRUS WASKADUWA	3.70	(0.40)	(10.81)	159,996.50

Summarized crossings for the week

Name	Symbol	Avg Price	Trades	T.Volume	Turnover
John Keells Holdings PLC	JKH.N0000	164.82	4	7,049,939	1,161,989,947
Hatton National Bank PLC	HNB.N0000	252.00	2	2,000,000	504,000,000
Commercial Bank Of Ceylon PLC	COMB.N0000	140.00	2	2,600,000	364,000,000
Cargills (Ceylon) PLC	CARG.N0000	195.00	1	1,171,500	228,442,496
Hemas Holdings PLC	HHL.N0000	119.00	1	1,001,472	119,175,168
Renuka Holdings PLC	RHL.N0000	21.00	1	4,377,498	91,927,456
Tokyo Cement Company (Lanka) PLC	TKYO.N0000	68.00	1	400,000	27,200,000
Sampath Bank PLC	SAMP.N0000	315.00	1	76,433	24,076,395
Softlogic Holdings PLC	SHL.N0000	13.50	1	1,700,000	22,950,000
Total			14	20,376,842	2,543,761,462
As a percentage of total Turnover					63%

Weekly Foreign Transactions.

Net Foreign Purchases

Company Name	Net change in holding (Qty)	Net Inflow (LKR)
HNB (+)	2,193,594	552,785,688
JKH	2,556,196	422,027,960
COMMERCIAL BANK	2,350,359	329,050,260
SAMPATH (+)	127,358	40,792,767
CEYLON TOBACCO (+)	18,457	19,928,023
LANKA IOC	287,747	8,603,635
CENTRAL FINANCE	77,786	7,887,500
CARGILLS	38,000	7,752,000
CHEVRON (+)	60,783	7,050,828
COLD STORES	6,774	6,096,600

Net Foreign Sales

Company Name	Net change in holding (Qty)	Net Outflow (LKR)
LION BREWERY	(90,000)	(49,500,000)
HAYLEYS	(31,861)	(7,487,335)
UNITED MOTORS	(96,839)	(7,330,712)
UNION ASSURANCE	(23,438)	(3,164,130)
NESTLE (+)	(1,190)	(2,023,000)
Softlogic Life (+)	(88,312)	(1,942,864)
WATAWALA	(45,249)	(1,266,972)
ALUFAB	(55,000)	(1,221,000)
PEOPLES LEASING	(54,500)	(915,600)
NAMUNUKULA	(10,000)	(880,000)

Foreign Participation

- **Aggregate foreign buying** for the Week totaled up to **LKR 3,044.63Mn.**
- **Foreign sales** for the Week amounted to **LKR 1,694.37Mn.**
- **Net foreign inflow** for the Week was **LKR 1,350.25Mn**, YTD net foreign inflow presently stands at **LKR 4.02Bn**
- **HNB** notched the “Top Net Purchasers” slot with a net inflow of **LKR 552.79Mn** whilst **LION** notched the “Top net Sellers” slot with a net outflow of **LKR 49.5Mn.**

Summary of Key Announcements during the week

- **Renuka Capital PLC** has purchased 3,213 shares of **On'ally Holdings PLC** at LKR 48.00, on 17th Jan 2018.
- **DFCC Bank PLC** has published a detailed circular on its proposed **Basal III complaint Debenture issue.**
- **Adam Capital PLC (PCHH)** said its subsidiary **Adam Carbons Limited** (manufacturers and exporters of Steam Processed Coconut Shell Based Activated Carbon) has increased its production capacity, on 18th Jan 2018, in order to serve its expanding customer base and increased global demand. Increase in capacity will double the present output and will have a significant impact on the earnings and profitability.
- The board of **Softlogic Holdings PLC (SHL)** has resolved on 24th Jan 2018 to issue ordinary shares of SHL by way of a **Private Placement** and a **Rights Issue**. Accordingly Mauritius based **Samena Ceylon Holdings Limited** will invest **LKR 3.11Bn** via **Private Placement** on 182.73Mn shares of SHL at a **consideration of LKR 17/= per share** (post issue 19% stake of SHL). The proceeds shall be utilized to settle the short-term debt.
Following the Private Placement, further 230.81Mn shares will be issued by way of a **Rights Issue** in the proportion of **24 shares for every 100 shares held** as at the date of allotment at a **consideration of LKR 17.00** per share. The proceeds (~LKR 3.9Bn) will be used to partly settle the short term debt and the long-term bank borrowings. The excess of the proceeds if any shall be used by the Company after settling the debt, to reduce the general indebtedness of the Company.
The aforesaid issue of shares is subject to CSE approving in principle the said issues & listing of such shares and the Company obtaining shareholder approval at an EGM.

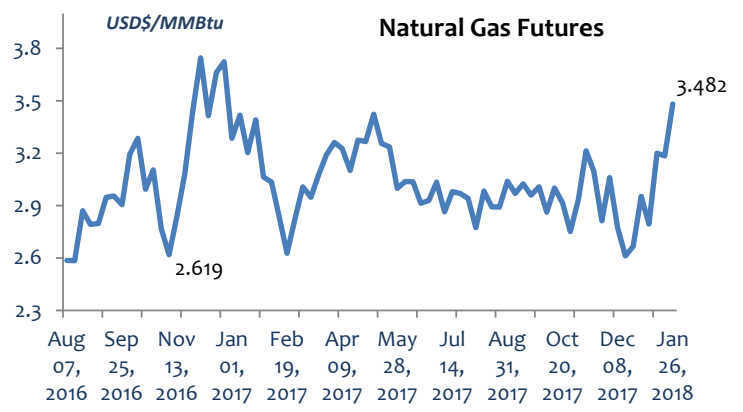
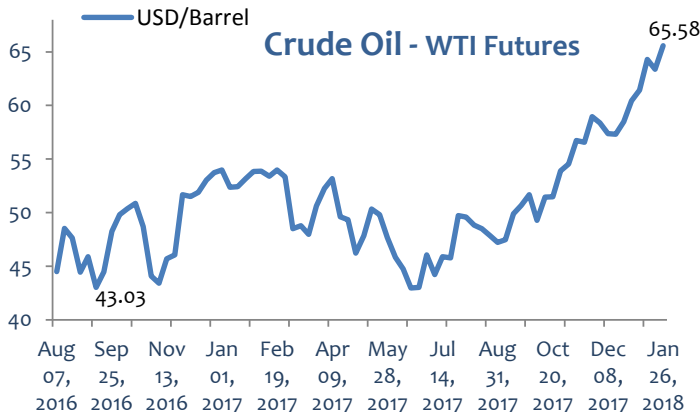
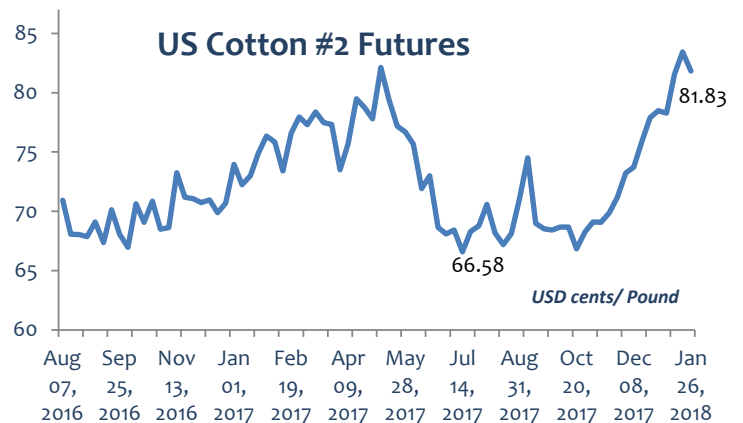
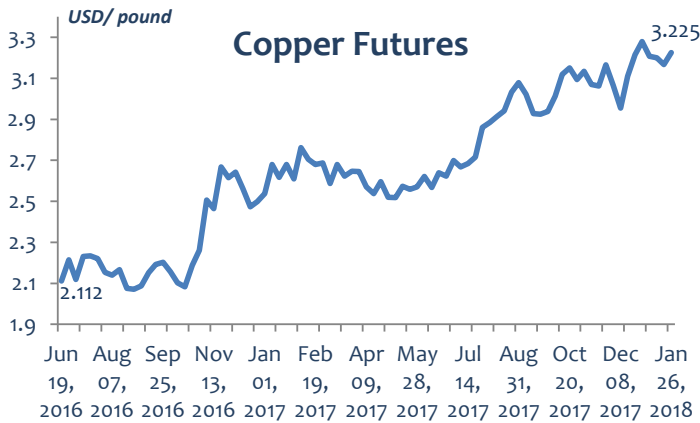
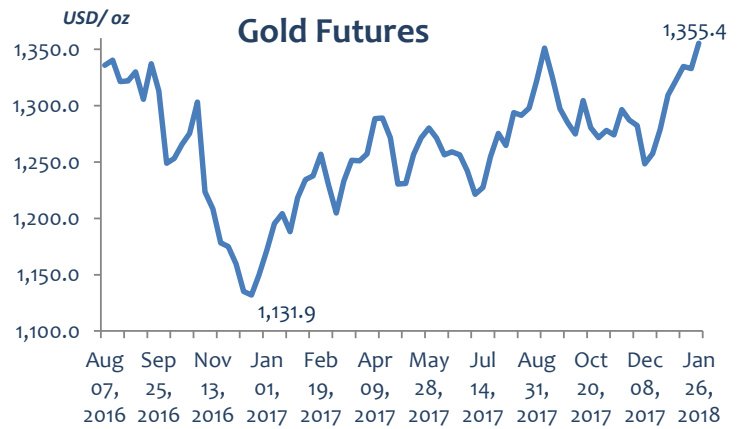
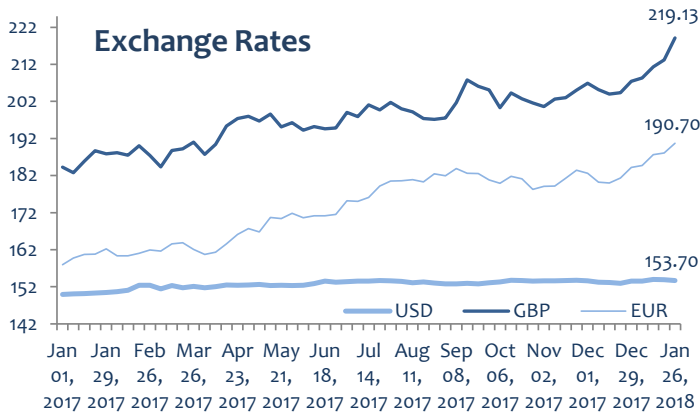
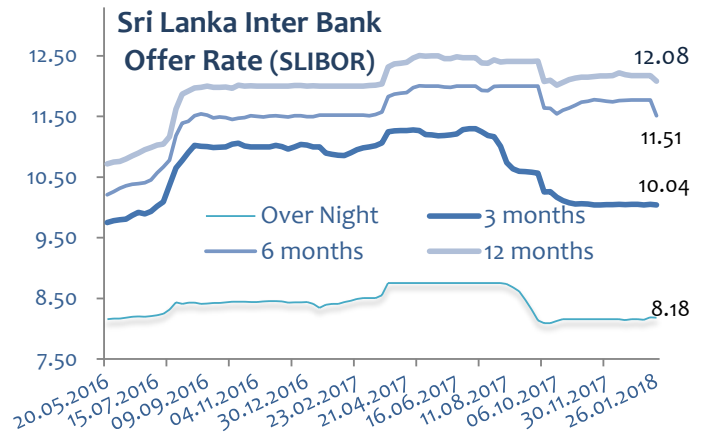
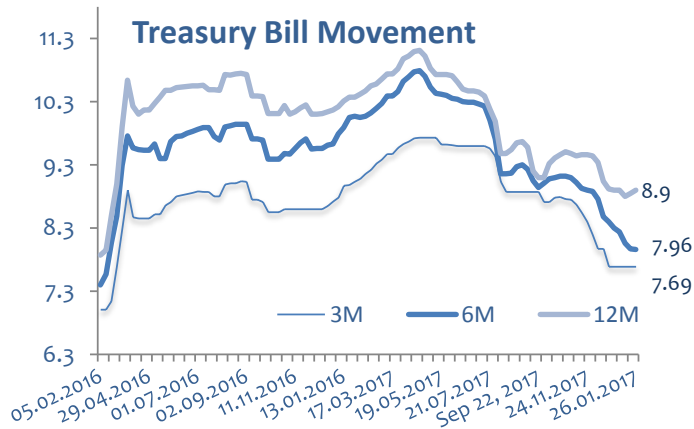
Summary of Key Announcements during the week

- **Lankem Ceylon PLC**'s recent Rights issue for a total value of LKR 480Mn via an issue of 12Mn shares, **raised LKR 394.13Mn via the subscription of 9.86Mn shares**. The newly issued shares were listed on 25th Jan 2018.
- **Sunshine Holdings PLC (SUN)** is in partnership with **SBI VEN HOLDINGS PTE.LTD** a subsidiary company of SBI Holdings and veteran Investment Banker Viraj Malawana to set-up SBI Holdings' liaison office in Sri Lanka namely **Strategic Business Innovator (Pvt) Ltd (SBI)**. The investment made by SUN in SBI is **20%** amounting to **LKR 9 Mn**.
(SBI Group is a key player in the Japanese securities industry and has keen interests in the financial services sector in Japan)
- Board of **Commercial Bank of Ceylon PLC (COMB)** has decided to raise LKR 10Bn via an issue of 100Mn, Listed, Rated, Unsecured, Subordinated Redeemable, Basal III compliant **Debentures** with a non-viability conversion option, at an issue price of LKR 100/= for a tenure of 5 to 10 years; subject to regulatory approvals.
- **Dealings By Directors**

Shares dealt in	Nature	Name of Director / Company involved in the transaction	No of Shares	Price	Transaction Date
ALHP	Disposal	Mr Asanga Chandana Seneviratne	753,850	1.10	23 & 24th Jan
BERU	Purchase	Mr A Rajaratnam	21,748	0.70	16th Jan
CFI	Purchase	Mr A Rajaratnam (Financial Trust)	326	63.00	16, 17 & 22nd Jan
CFLB	Purchase	Mr A Rajaratnam (Financial Trust)	1,509	19.20	12, 18th Jan
COCR	Purchase	Mr P T Fisher (Creation Investments)	59,482	43.00	18, 22,23 & 24th Jan
CONN	Purchase	Mr D E Silva	6,070	49.00, 49.10	16, 19th Dec
EBCR	Purchase	Mr A Rajaratnam (Financial Trust Limited)	269	1200.50	16th Jan
LCEY	Subscription of Rights	Mr S D R Arudpragasam	19,900	40.00	19th Jan
		Mr A Rajaratnam & Mr S D R Arudpragasam (Oakley Investments (Pvt) Ltd)	3,546	40.00	19th Jan
		Mr A Rajaratnam	7,802	40.00	19th Jan
		Mr A Rajaratnam (Financial Trust)	1,118	40.00	19th Jan
		Mr Anushman Rajaratnam	500	40.00	19th Jan
LDEV	Purchase	Mr A Rajaratnam (Financial Trust)	22,306	6.30, 6.50	16th Jan
NTB	Purchase	Mr. Murtaza Jafferjee	3,438	78	17th Jan
REXP	Purchase	Mr Angelo Patric	10	188.00	4th Jan
SFIN	Subscription of Rights	R S Wijeweera, M P A Salgado, K K L P Yatiwella, T A Amarasuriya	36,044	15.00	22nd Dec
VLL	Purchase	Mr Riyaz Sangani	54,678	4.80, 4.90	23, 26th Jan

Economic Indicators & Other Statistics

Source: investing.com & cbsl.gov.lk



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