

# WEEKLY STOCK MARKET HIGHLIGHTS

Friday, 29 March 2019



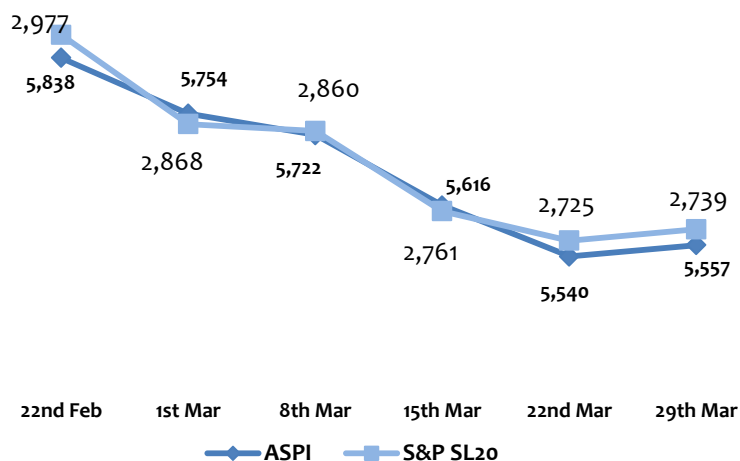
ASHA PHILLIP  
SECURITIES LTD

Sri Lanka

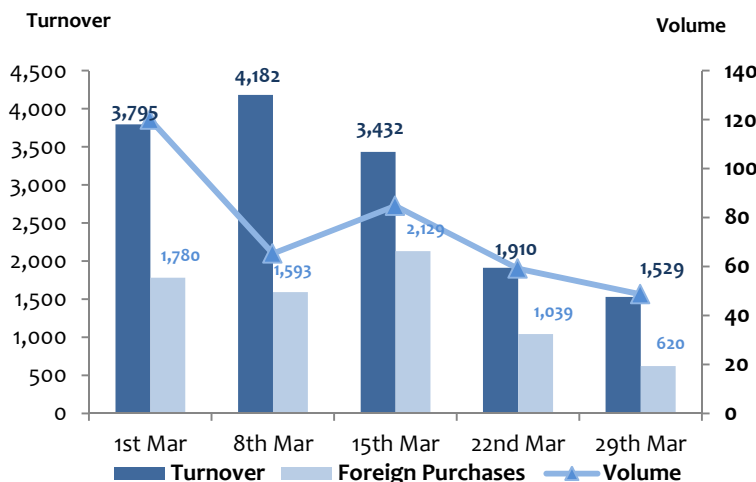
## Market Statistics.

Index	29th Mar	22nd Mar	Change	% Change
ASPI	5,557.24	5,540.05	↑ 17.19	↑ 0.31%
S&P SL20	2,738.95	2,724.94	↑ 14.01	↑ 0.51%
Market Statistics (Mn)				
	29th Mar	22nd Mar	% Change	
Turnover (Rs.)		1,529.30	1,909.83	↓ -19.9%
Domestic Purchases	908.83		870.85	↑ 4.4%
Domestic Sales	814.21		790.34	↑ 3.0%
Foreign Purchases	620.47		1,038.78	↓ -40.3%
Foreign Sales	715.09		1,119.29	↓ -36.1%
Share Volume (No.)	48.63		59.08	↓ -17.7%
Market Cap (Rs. Bn)	2,605.90		2,590.23	↑ 0.6%
PER	8.72		8.67	↑ 0.6%
PBV	1.10		1.09	↑ 0.9%

## Market Indices.



## Turnover, Volume and Foreign Purchase.



## Performance of the Market

- Monday: Worries over the possible recession in US economy; and existing local economic uncertainties weighed on investor sentiments; Turnover 268Mn ; ASPI lost 10.38 points (-0.19%).
- Tuesday: Bourse witnessed selling pressure on Banks especially on Sampath Bank; Turnover 311Mn. ASPI lost 15.99 points (-0.29%).
- Wednesday: Bourse was neutral, positive signs noted during the latter part; Turnover 165Mn; ASPI lost 1.91 points (-0.03%). Average T-Bill yields witnessed decline for the 3rd consecutive week. Local Currency recorded gains on foreign remittances.
- Thursday: Bourse turned positive after 8 negative sessions, supported by the strong currency and declining interest rates. Turnover 458Mn; ASPI gained 44.51 points (+0.81%).
- Friday: Previous day's positive momentum got faded as some large caps reached Dividend XDs. Turnover 327Mn; ASPI gained 0.96 points (+0.02%). Low Grown teas gained others declined during the auction.

## Summary

- ASPI was moved between 5,500.11 - 5,568.44 points and settled the week on positive note at 5,557.24 with a gain of 17.19 points (-0.31%).
- The S&P SL20 Index also followed the same trend and settled the week on positive note at 2,738.95 with a gain of 14.01 points (-0.51%).
- The total turnover for the week recorded as LKR 1.53Bn, down by 20% from its previously recorded LKR 1.91Bn; foreign investors remained net sellers for the week.

- Off board trades represented 10% of the week's turnover, accounting for LKR 157Mn through 4 trades.

## Sectorial Overview

- Diversified Holdings (DIV) sector stood on top providing LKR 0.68Bn capturing 45% of the week's total turnover.
- Bank Finance & Insurance (BFI) and Beverage Food & Tobacco (BFT) sectors stood second and third providing LKR 523Mn and LKR 75Mn 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	2,790,670	429,023,443	148.30	157.00	156.00	150.50	5.50	3.65%
SAMPATH BANK PLC	988,789	176,111,570	174.5	185.0	180.10	183.80	(3.70)	-2.01%
MELSTACORP LIMITED	4,021,238	145,167,421	36.00	39.50	36.00	38.00	(2.00)	-5.26%
NATIONS TRUST BANK PLC	1,147,986	103,154,366	87.30	90.00	89.90	90.00	(0.10)	-0.11%
HEMAS HOLDINGS PLC	885,943	65,999,302	73.5	78.00	75.00	75.00	-	0.00%

### Highest Volume

Company Name	Share Vol.	Turnover (LKR)	Low (LKR)	High (LKR)	Cur.Week Close	Prv.Week Close	Change (LKR)	Change
MELSTACORP LIMITED	4,021,238	145,167,421	36.00	39.50	36.00	38.00	(2.00)	-5.26%
DIALOG AXIATA PLC	3,471,964	31,610,740	9.00	9.30	9.10	9.30	(0.20)	-2.15%
JOHN KEELLS HOLDINGS PLC	2,790,670	429,023,443	148.3	157.0	156.00	150.50	5.50	3.65%
SMB LEASING PLC	2,642,781	1,026,648	0.30	0.50	0.40	0.40	-	0.00%
VIDULLANKA PLC	2,278,550	10,025,670	4.40	4.50	4.40	4.50	(0.10)	-2.22%

### Top Gainers

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
BLUE DIAMONDS [X]	0.30	0.10	50.00	78,630.7
BANSEI RESORTS	6.60	1.70	34.69	1,030,396
CHEMANEX	59.00	12.50	26.88	543,836.00
NUWARA ELIYA	1,250.00	250.00	25.00	334,566.00
KAHAWATTE	39.00	7.00	21.88	31,579.70

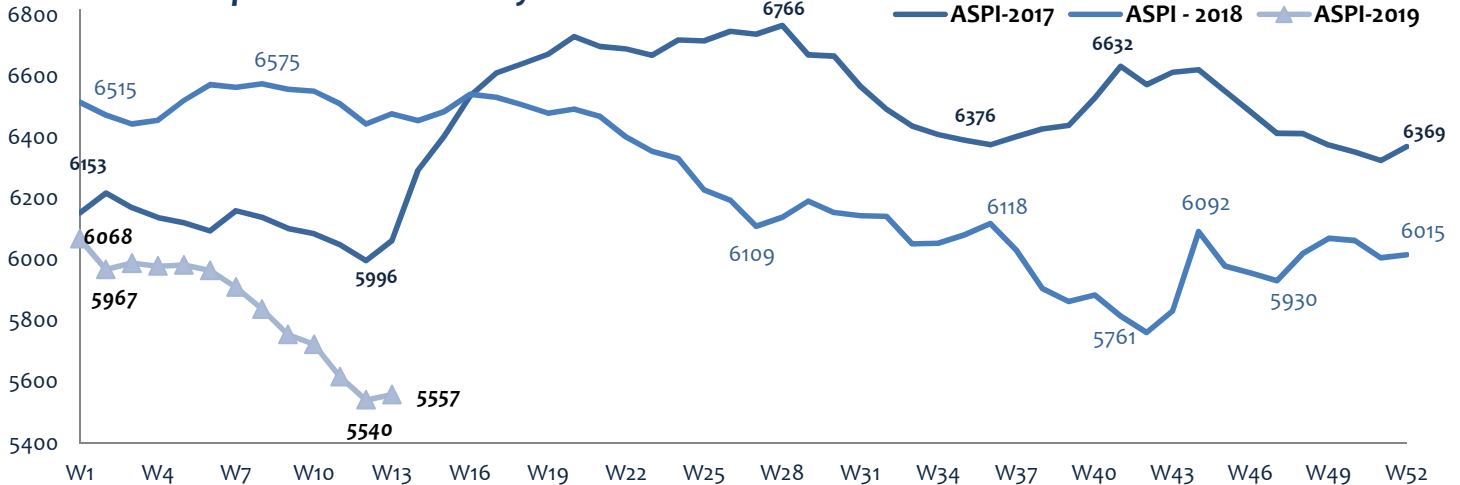
### Top Losers

Company Name	VWA Week Close	Change (LKR)	Change %	Turnover (LKR)
OFFICE EQUIPMENT	70.00	(11.50)	(14.11)	14,000.00
REGNIS	62.60	(9.40)	(13.06)	207,195
NAMUNUKULA	64.00	(9.50)	(12.93)	945,600.90
KEGALLE	55.00	(7.50)	(12.00)	1,113,478.90
GESTETNER	88.00	(11.90)	(11.91)	18,745.1

### Crossings

Name	Symbol	Avg Price	Trades	T.Volume	Turnover
Melstacorp Limited PLC	MELS.No000	36.00	2	3,117,558	112,232,088
Nations Trust Bank PLC	NTB.No000	90.00	2	500,000	45,000,000

### All Share price Index - Weekly Chart



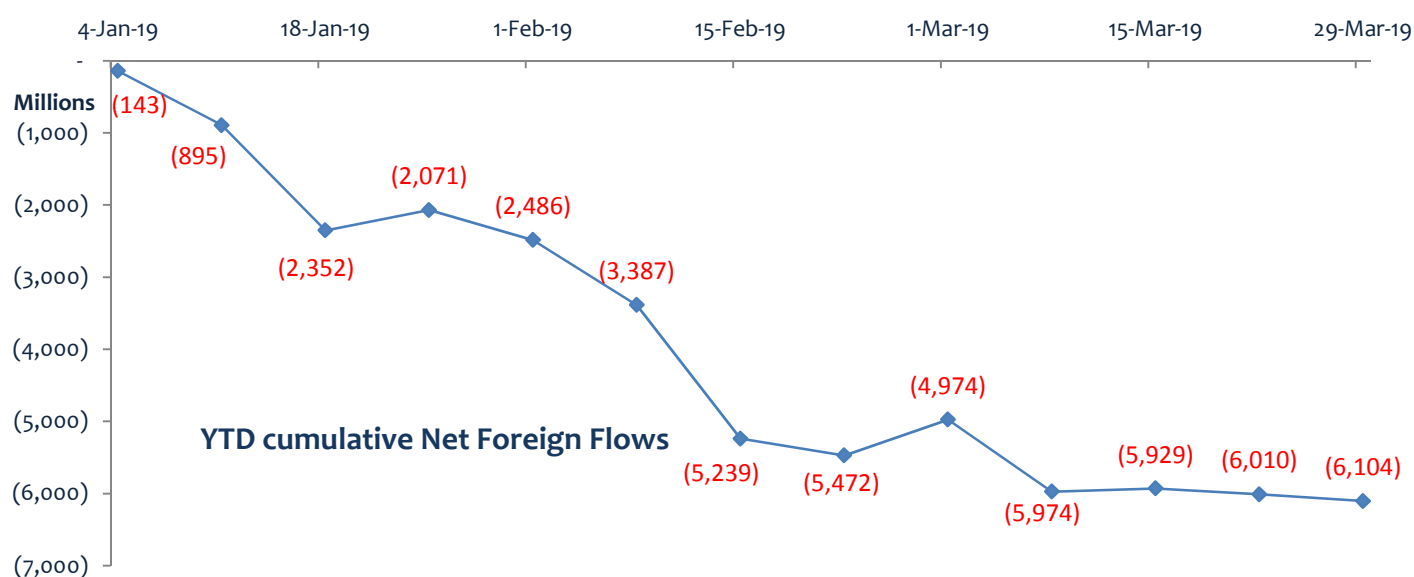
## Foreign Transactions.

Company Name	Avg Price	Net change in Qty	Net Foreign Inflow	Company Name	Avg Price	Net change in Qty	Net Foreign Outflow
SAMPATH	178.80	653,960	116,925,632	JKH	151.86	(717,418)	(108,948,775)
LMF	110.00	268,468	29,531,480	COMMERCIAL BANK	98.55	(516,778)	(50,926,768)
CARSONS	160.15	59,150	9,473,000	HEMAS HOLDINGS	35.03	(860,155)	(30,132,641)
CARGILLS	200.00	26,606	5,321,200	MELSTACORP	36.00	(573,912)	(20,660,600)
TOKYO CEMENT	20.20	200,000	4,040,000	LION BREWERY	555.00	(31,485)	(17,474,175)
DISTILLERIES	14.62	256,982	3,756,775	DIALOG (+)	9.12	(1,456,194)	(13,278,377)
CEYLON GUARDIAN	61.82	56,506	3,493,190	COMMERCIAL BANK[X]	84.31	(156,500)	(13,195,024)
BUKIT DARAH	199.26	14,477	2,884,639	ACCESS ENG SL	13.00	(560,655)	(7,288,015)
ARPICO INSURANCE	17.88	100,767	1,801,527	NATIONS TRUST	90.02	(56,954)	(5,127,225)
RENUKA HOLDINGS	13.99	71,616	1,002,224	SOFTLOGIC	16.0	(231,714)	(3,708,412)

### Foreign Participation

- **Aggregate foreign buying** for the Week totaled up to **LKR 620.47Mn.**
- **Foreign sales** for the Week amounted to **LKR 715.09Bn.**
- **Net foreign outflow** for the Week was **LKR 94.62Mn**, YTD net foreign outflow presently stands at **LKR 6.10Bn**
- **SAMP** notched the “Top Net Purchasers” slot with a net inflow of **LKR 116.93Mn** whilst **JKH** notched the “Top net Sellers” slot with a net outflow of **LKR 108.95Mn.**

## Movement of Net Foreign Flows



## Summary of Key Announcements during the week

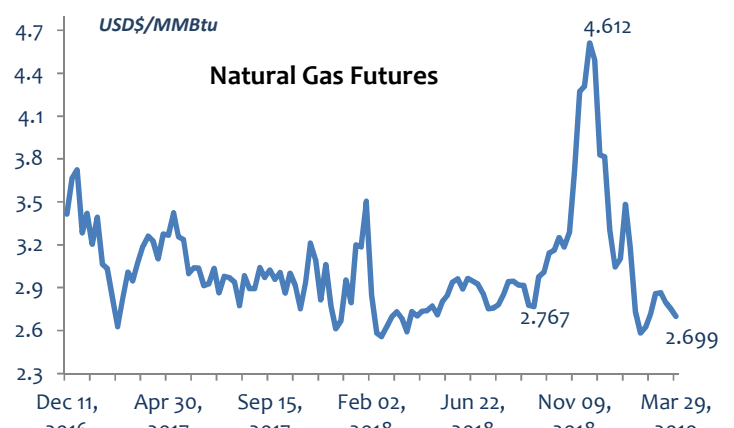
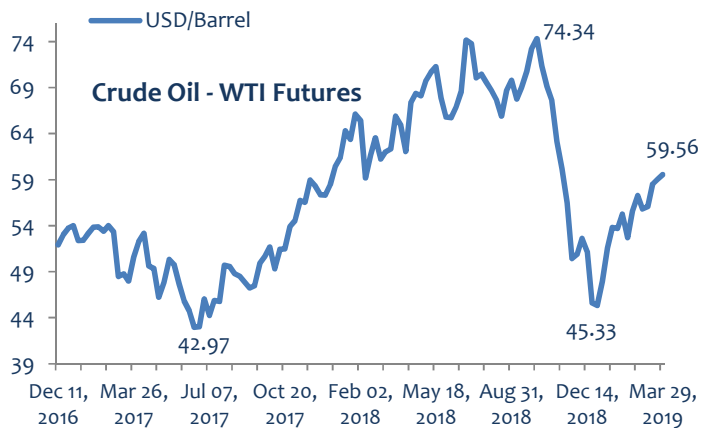
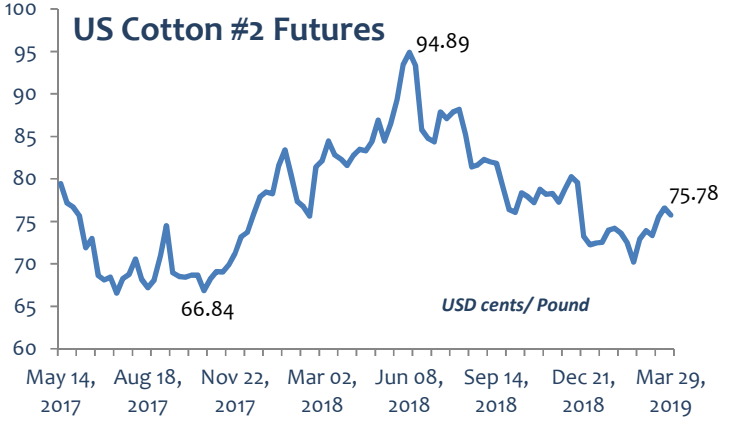
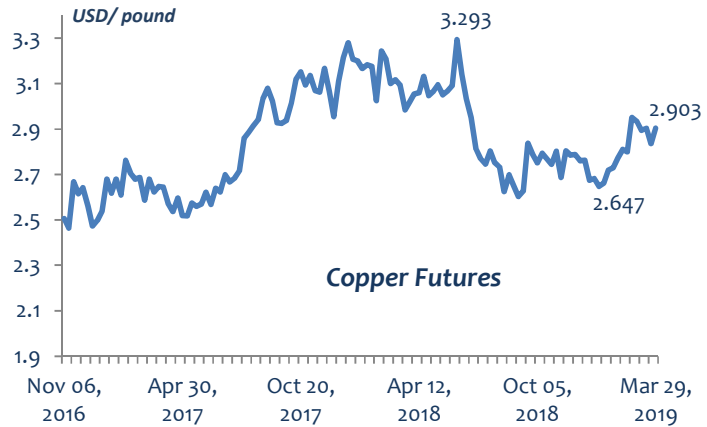
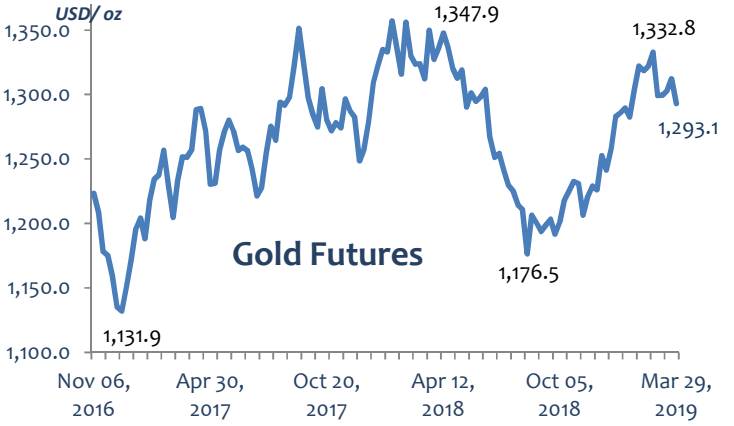
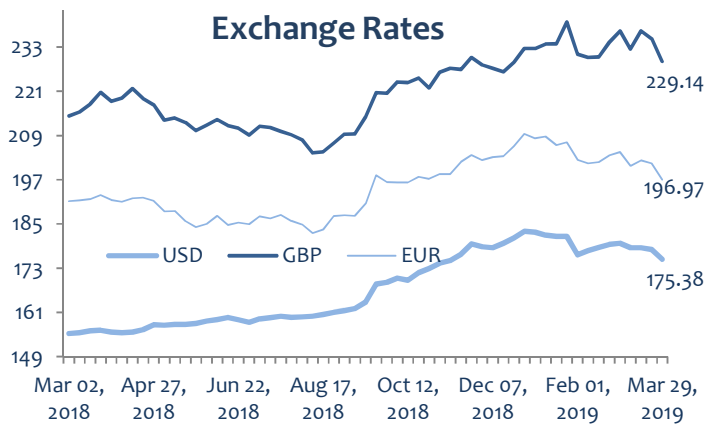
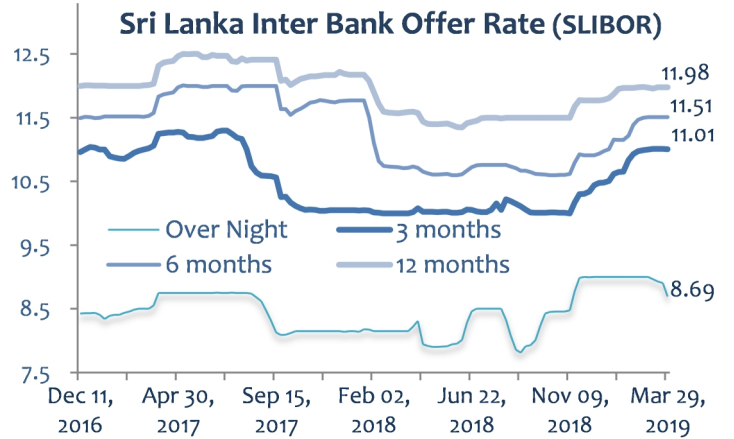
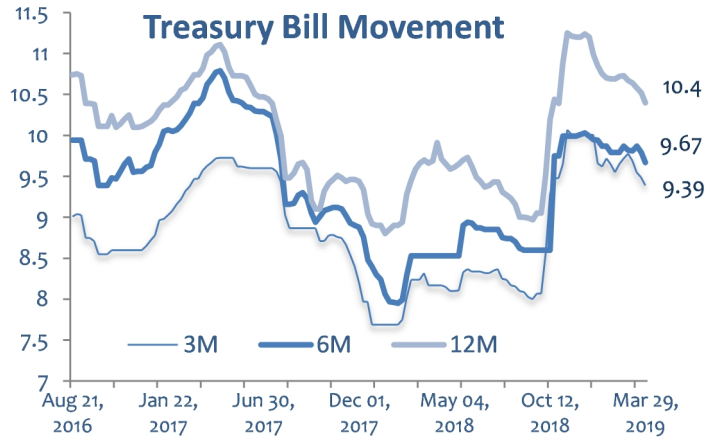
- CSE said, 25.18Mn new shares of **Asia Asset Finance PLC (AAF)**, which were issued via the full subscription of its recent **Rights Issue- Tranche 1**, were listed on 26<sup>th</sup> March 2019.
- **National Development Bank PLC (NDB)** on 25<sup>th</sup> Mar, received applications for the subscription of LKR 5.33Bn worth of Debentures; accordingly the Initial Issue was oversubscribed and it was closed on 27<sup>th</sup> March 2019.
- Board of **Tokyo Cement Company (Lanka) PLC (TKYO)** on 25-03-2019 Resolved to **amalgamate** with its **fully owned subsidiary, TOKYO Super Cement Company Lanka (Private) Limited**; amalgamation shall take effect on 31st May 2019 or date decided by the Registrar General of Companies. The proposed amalgamation would enable both companies to realize benefits of greater synergies between their businesses.
- CSE said **Resus Energy PLC's (HPWR)** 17.12Mn new shares **were listed** with effect from 27<sup>th</sup> March 2019, pursuant to a **Scrip Dividend** in the proportion of 1: 3.410769126.
- Board of **Citizens Development Business Finance PLC (CDB)** on 13th March 2019 resolved to issue shares by way of a **Rights Issue** at a proportion of **1 new share for every 4 Voting or Non-Voting Share Held**; new shares to be issued at LKR 77.00 and LKR 64.00 respectively. The objective of the issue is to strengthen the Tier 1 capital of the company and to support the company's asset growth.
- Board of **Union Bank of Colombo PLC (UBC)** on 25-03-2019 **resolved to repurchase 7.88Mn Ordinary Shares** at a price of **LKR 15.00 per share** from the shareholders. The **pro-rata basis** on which the Repurchase Offer will be made **will be disclosed** In due course. Offer will commence on 15-05-2019 and close on 29-05-2019. The major shareholder **Culture Financial Holdings Limited** will not accept this offer.
- **AIA Insurance Lanka PLC (CTCE)** said shareholders approved the **proposed voluntary delisting** at the EGM.
- **Morison PLC (MORI)** obtained shareholders' approval on 23 June 2017 to obtain term loan from **Hemas Holdings PLC (HHL)**, amounting to Rs. 1.4Bn for the purpose of **constructing a new research and pharmaceutical manufacturing facility**. The project is currently in progress. However, it has not yet been required to make a loan disbursement. Board resolved to terminate the aforesaid loan.
- Mr. Channa Probodha Palansuriya, the **Chairman (Non Independent Director)** of **Sampath Bank PLC** has **tendered his resignation** from the Board of Directors, with effect from 01<sup>st</sup> April 2019.
- The Board **SANASA Development Bank PLC (SDB)**, on March 27, 2019 , decided to obtain a **unlisted subordinated five (5) year, Basel III, Sri Lanka Rupee term debt** amounting to **approximately USD 10 Mn equivalent in Sri Lanka Rupees**, from **Stichting fondsbeheer DGGF lokaal MKB**, a foundation formed by **Pricewaterhouse Coopers Advisory N.V. (PWC)** and **Triple Jump (TJ)**, the parties managing the fund in a consortium, to receive the relevant funding from the **Ministry of Foreign Affairs of Netherlands**. Proposed Debt would enable SDB to enhance its Tier 2 capital levels & further strengthen the capital adequacy ratios.

### ➤ Dealings By Directors

Counter	Nature	Director / Company involved	No of Shares	Price	Date
CHL.X	Purchase	Durdans Management Services (Mr Tudawe)	58,369	67.5, 68.0	18, 21 Mar.
COMB	Purchase	Mrs M A Jayawardena (Spouse of Dep Chairman Mr M P Jayawardena)	5,000	98.10	22 Mar.
CTHR	Purchase	Dr A Aranvinda Page	500	162.90	25 Mar.
MRH	Purchase	Mr Jayantha Atul Panabokke	125,807	13.5	22 Mar.
MRH	Purchase	Ms Dayanthi Lakshmi Panabokke	9,949	13.2, 13.5	19, 22 Mar.
SHAW	Purchase	Pioneer Homes (Pvt) Ltd - Mr S R Vamadevan	128,712	70.00	19, 25, 27 Mar.
VLL	Purchase	Mr Sathiendra Ranjanan Mather	2,000,000	4.40	26 Mar.
VLL	Purchase	MR Riyaz Sangani	3,400	4.40	25 Mar.

# Economic Indicators & Other Statistics

Source: investing.com & cbsl.gov.lk



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