



**BARTLEET**  
Strength of a Century



**RELIGARE**  
Values that bind

SECURITIES

Weekly

## BRS Market Report

Week III: 15<sup>th</sup> – 19<sup>th</sup> January 2018

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# The Week at a Glance

## SL Market Indices

	Current Week	Previous Week	Change (Points)	% Change		Current Week	Previous Week	Change (Points)	% Change
ASPI	6,443.50	6,473.62	(30.12)	-0.47%	S&P SL20	3,735.48	3,767.20	(31.72)	-0.84%

### Market nudges lower

Market continued with last week's negativity and extended losses for the second straight week to lose LKR 1.8bn in value, amidst profit taking throughout, with the exception of Friday. Market participants seemed to follow a wait and watch approach ahead of December earnings release, which in our view, would decide the fate of the index in the short-mid run. We witnessed some speculative activity on Plantation and Banking sector counters with interest on the latter skewing towards the selling side, thus attributing the overall dip in the index WoW to the weakness in banking sector counters. Heavy weight JKH traded actively, relatively on large volumes and gained LKR 5.90 WoW, softening the overall impact to the index. Foreign buying continued through to this week to report a net foreign inflow of LKR 343mn. The continuous foreign buying we believe is due to attractive valuations and improving macro landscape. The benchmark ASPI lost 30.12 points and closed at 6,443.50 points while S&P SL20 followed suit to lose 31.72 points to close at 3,735.48 points. From the macro front, Central Bank has called for proposals from banks and investment houses to sell USD 2bn in sovereign bonds in 2018. CBSL is moving in to the market early in 2018 before the US raises Fed rates further.

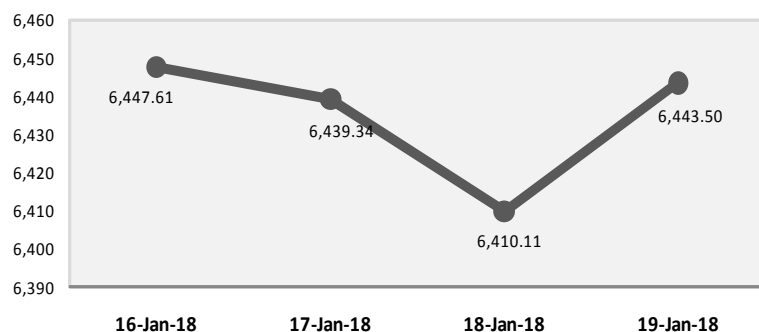
### Average daily turnover at LKR 1.08bn

Holiday shortened week of four days resulted in market reporting a turnover of LKR 4.34bn, posting an average daily turnover of LKR 1.08bn, ~30% higher WoW. Interest on JKH, HNB, SAMP and COMB supported this weeks' turnover. Negotiated deals accounted for ~60% of the week's turnover and ~26% of the volumes. A total of 48mn shares changed hand during the course of the week with ~29% being foreign volume. Foreigners were net buyers, reporting a net foreign inflow of LKR 343mn. HNB and SAMP saw the highest net foreign inflow while COMB and JKH witnessed the highest outflow. DIAL has raised its stake in an E - learning firm Headstart Private Limited to over 50% by converting bonds to equity.

### Gainers and losers

Diversified and Plantation sectors were more resilient during the week and gained 1.2% and 0.6% respectively, while Land & property and Investment sectors lost the most.

## All Share Price Index



## Global Market Indices

	Current Week	Previous Week	% Change
DOW JONES	26,017.81	25,574.73	1.73%
NASDAQ	7,296.05	7,211.78	1.17%
FTSE	7,697.50	7,775.95	-1.01%
DAX	13,345.67	13,228.03	0.89%
NIFTY	10,864.25	10,681.25	1.71%
HANG SENG	32,254.89	31,412.54	2.68%
NIKKEI	23,808.06	23,653.82	0.65%

## CSE Market Statistics

	Current Week
Turnover LKR	4,341,479,086
Volume Shares	48,616,471
Foreign Purchases LKR	2,288,235,218
Foreign Sales LKR	1,944,375,005
Net Inflow/Outflow LKR	343,860,213



## SL FX Rates

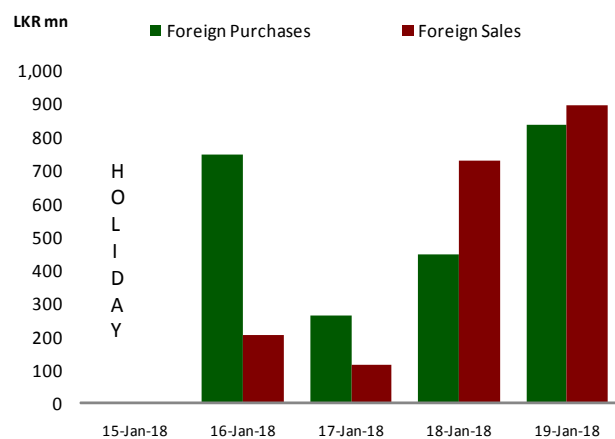
	Current Value	Previous Week	% Change
USD	155.68	155.59	0.06%
POUND	217.34	211.74	2.64%
EURO	191.77	188.54	1.71%
YEN	1.41	1.40	0.91%

# The Week at a Glance

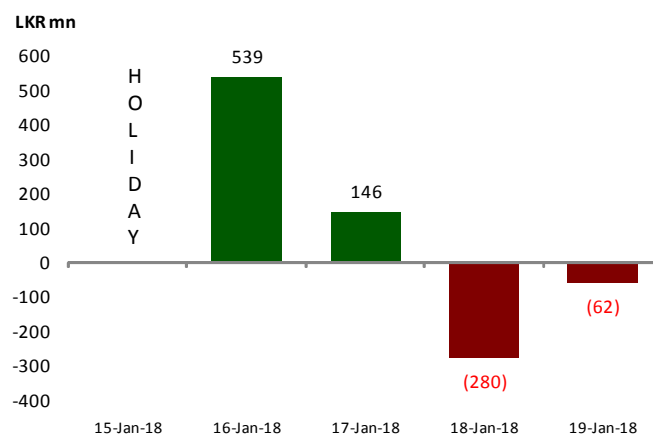
## Weekly Summary

	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY
All Share Index		6,447.61	6,439.34	6,410.11	6,443.50
S&P SL 20 Index	H	3,747.16	3,746.18	3,709.63	3,735.48
Equity Turnover (LKR)	O	884,607,754	491,088,266	1,269,907,114	1,695,875,952
Domestic Purchases (LKR)	L	141,271,431	227,430,069	821,565,705	862,976,663
Domestic Sales (LKR)	I	680,528,986	373,657,116	542,039,944	800,878,036
Foreign Purchases (LKR)	D	743,336,323	263,658,197	448,341,409	832,899,289
Foreign Sales (LKR)	A	204,078,768	117,431,150	727,867,171	894,997,916
Vol of Turnover	Y	9,192,445	8,296,979	13,005,681	18,121,366
% Vol of Foreign Turnover		25%	21%	33%	32%
Total no. of Trades		2,483	2,599	2,317	2,653
% of Foreign Trades		7%	10%	10%	9%
Market Capitalization (LKR)		2,948,428,717,303	2,944,644,333,273	2,931,277,334,315	2,946,548,579,542

### Foreign Purchases vs Sales



### Net Position on Foreign Holdings



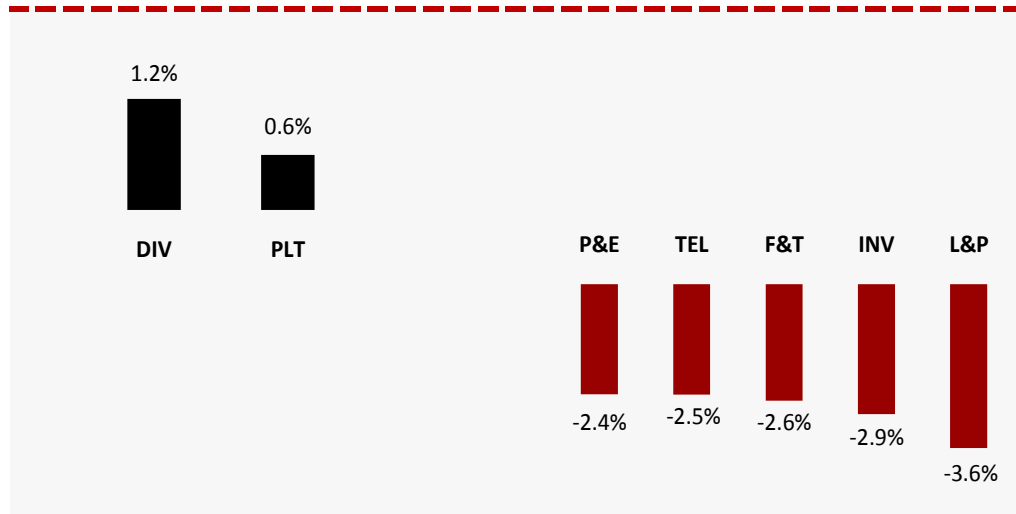
## ANNOUNCEMENTS

### Dividend

Company	CODE	DPS (LKR)	Final/Interim	XD	PD
Sathosa Motors PLC	SMOT	30.00	Interim Dividend	30.01.2018	12.02.2018

# The Week at a Glance

## Weekly Sector Gainers and Losers



*Diversified was the top sector gainer for the week while Land & Property was the top loser.*

## Sector Multiples

SECTOR	BFI	BEV	C&P	C&E	DIV	F&T	HLT	H&T	INV	IT	L&P	MFG	MTR	OIL	PLT	P&E	SERV	S&S	TELCO	TRD
PER (x)	6.7	18.2	11.8	36.0	11.2	44.3	15.9	53.0	7.8	N/A	8.7	7.9	10.7	4.4	3.1	N/A	N/A	147.6	12.9	6.9
PBV (x)	1.0	5.9	0.7	0.9	1.1	0.8	2.1	1.8	0.5	N/A	0.6	1.2	0.7	1.0	0.8	1.3	1.4	0.7	1.2	0.8

## Weekly Crossings

	Code	No of Crossings	Total Shares	Price (LKR)
<b>Monday</b>	HOLIDAY			
	CCS	1	132,327	950.00
<b>Tuesday</b>	CFIN	1	300,000	100.00
	HNB	4	2,117,032	253.00 - 255.00
<b>Wednesday</b>	HNB	1	500,000	253.00
	SAMP	1	155,000	320.00
<b>Thursday</b>	JKH	1	250,000	160.00
	SAMP	5	1,115,000	315.00
	AEL	1	1,000,000	23.00
<b>Friday</b>	HNB	3	2,404,295	253.00
	CTC	1	82,473	1030.00
	CARG	1	247,382	195.00
	COMB	7	4,132,107	136.00

*Crossings accounted for ~60% of the cumulative market turnover.*

### Abbreviations

• BANKS FINANCE & INSURANCE	BFI	• CHEMICALS & PHARMA	C&P	• DIVERSIFIED	DIV	• HEALTHCARE	HLT	• INVESTMENT TRUST	INV
• BEVERAGE FOOD & TOBACCO	BFT	• CONSTRUCTION & ENG	C&E	• FOOTWEAR & TEXTILES	F&T	• HOTELS AND TRAVEL	H&T	• IT	IT
• LAND AND PROPERTY	L&P	• MOTORS	MTR	• PLANTATIONS	PLT	• SERVICES	SRV	• TELECO	TEL
• MANUFACTURING	MFG	• OIL PALMS	OIL	• POWER AND ENERGY	P&E	• STORES AND SUPPLIES	S&S	• TRADING	TRD

# BRS Stocks in Focus

	MPS (LKR)	MTD change %	YTD Change %	Historical EPS (LKR)	Trailing PER (x)	Forecasted EPS (LKR)	Forward PER (x)	DPS (LKR)	Dividend Yield (%)	NAV (LKR)	PBV (x)
<b>Banks, Finance &amp; Insurance</b>											
CFIN	100.20	8.56%	8.56%	22.18	4.52	21.53	4.65	3.70	3.69%	146.16	0.69
CINS	1,596.80	-0.01%	-0.01%	171.28	9.32	N/A	N/A	22.50	1.41%	641.54	2.49
CINS(X)	825.10	0.00%	0.00%	171.28	4.82	N/A	N/A	22.50	2.73%	641.54	1.29
COMB	136.70	0.66%	0.66%	16.30	8.39	N/A	N/A	6.50	4.75%	88.98	1.54
COMB(X)	108.80	3.62%	3.62%	16.30	6.67	N/A	N/A	6.50	5.97%	88.98	1.22
DFCC	119.90	-2.36%	-2.36%	12.41	9.66	N/A	N/A	4.50	3.75%	170.86	0.70
PLC	16.60	-2.35%	-2.35%	2.81	5.91	3.11	5.34	1.25	7.53%	16.36	1.01
HNB	252.80	1.53%	1.53%	35.73	7.08	41.57	6.08	8.50	3.36%	221.13	1.14
HNB(X)	196.00	0.51%	0.51%	35.73	5.49	41.57	4.71	8.50	4.34%	221.13	0.89
NTB	79.90	2.44%	2.44%	12.44	6.42	12.90	6.19	2.10	2.63%	76.12	1.05
NDB	134.30	-1.54%	-1.54%	16.29	8.24	N/A	N/A	8.00	5.96%	176.96	0.76
PABC	15.80	0.64%	0.64%	4.24	3.73	N/A	N/A	0.50	3.16%	20.99	0.75
SAMP	315.90	0.06%	0.06%	53.66	5.89	60.06	5.26	18.75	5.94%	281.59	1.12
SEYB	88.20	1.15%	1.15%	11.63	7.58	N/A	N/A	3.25	3.68%	83.12	1.06
SEYB(X)	55.10	-1.61%	-1.61%	11.63	4.74	N/A	N/A	3.25	5.90%	83.12	0.66
JINS	15.90	1.27%	1.27%	3.55	4.48	N/A	N/A	0.75	4.72%	15.72	1.01
<b>Beverage, Food &amp; Tobacco</b>											
BFL	143.00	-2.92%	-2.92%	31.46	4.55	N/A	N/A	6.00	4.20%	213.00	0.67
CCS	930.00	-2.09%	-2.09%	37.38	24.88	N/A	N/A	32.00	3.44%	138.78	6.70
CTC	1,029.20	2.46%	2.46%	67.05	15.35	67.41	15.27	66.80	6.49%	35.27	29.18
KFP	125.90	-10.07%	-10.07%	10.80	11.66	N/A	N/A	16.75	13.30%	65.50	1.92
NEST	1,700.00	4.55%	4.55%	81.87	20.76	87.82*	19.36	80.00	4.71%	102.05	16.66
<b>Chemicals &amp; Pharmaceuticals</b>											
CIC	62.00	0.00%	0.00%	0.75	82.67	5.45	11.38	3.00	4.84%	92.39	0.67
HAYC	140.80	-4.54%	-4.54%	27.07	5.20	25.52	5.52	8.00	5.68%	227.04	0.62
CIC(X)	48.00	1.27%	1.27%	0.75	64.00	5.45	8.81	3.00	6.25%	92.39	0.52
<b>Construction &amp; Engineering</b>											
DOCK	88.00	-0.56%	-0.56%	(3.99)	<i>nm</i>	1.09	80.73	-	0.00%	138.32	0.64
AEL	23.30	-0.85%	-0.85%	2.36	9.87	N/A	N/A	1.00	0.04	19.52	1.19
<b>Diversified</b>											
CARS	176.10	0.06%	0.06%	(9.29)	<i>nm</i>	12.14*	14.51	1.50	0.85%	160.97	1.09
HAYL	237.50	-1.45%	-1.45%	35.18	6.75	0.5*	475.00	6.50	2.74%	538.58	0.44
HHL	122.90	-2.46%	-2.46%	5.88	20.90	5.60*	21.95	1.40	1.14%	44.64	2.75
JKH	164.00	10.44%	10.44%	11.74	13.97	11.35	14.45	5.50	3.35%	132.88	1.23
SPEN	54.20	-0.73%	-0.73%	7.12	7.61	4.62*	11.73	1.75	3.23%	98.56	0.55
SUN	55.00	-3.51%	-3.51%	4.95	11.11	5.36	10.26	1.00	1.82%	47.13	1.17
MELS	61.50	3.36%	3.36%	6.06	10.15	4.55	13.52	0.84	1.37%	62.80	0.98
RICH	12.80	-1.54%	-1.54%	1.56	8.21	1.44*	8.89	1.10	8.59%	6.55	1.95
EXPO	5.50	3.77%	3.77%	0.49	11.22	0.46	11.96	0.15	2.73%	6.17	0.89

1 Please note that the historical EPS represents the EPS reported for the last financial year, adjusted for non-recurring items, share splits, bonuses and share consolidations.

2 \* Annualized EPS

3 \*\* Companies who have paid both cash and scrip dividends during the last FY. However, DPS here only represents cash dividend

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## BRS Stocks in Focus

	MPS (LKR)	MTD change %	YTD Change %	Historical EPS (LKR)	Trailing PER (x)	Forecasted EPS (LKR)	Forward PER (x)	DPS (LKR)	Dividend Yield (%)	NAV (LKR)	PBV (x)
<b>Healthcare</b>											
ASIR	25.10	2.87%	2.87%	1.13	22.21	1.33	18.87	0.45	1.79%	6.33	3.97
AMSL	10.40	-0.95%	-0.95%	0.96	10.83	0.83	12.53	0.40	3.85%	7.50	1.39
LHCL	60.00	-3.23%	-3.23%	4.23	14.18	3.96	15.15	1.00	1.67%	27.80	2.16
NHL	4.70	2.17%	2.17%	0.45	10.44	N/A	N/A	0.07	1.49%	3.19	1.47
CHL	80.40	-3.13%	-3.13%	9.04	8.89	N/A	N/A	2.70	3.36%	154.97	0.52
CHL(X)	68.00	4.13%	4.13%	9.04	7.52	N/A	N/A	2.70	3.97%	154.97	0.44
<b>Hotels &amp; Travels</b>											
AHPL	54.90	3.98%	3.98%	4.68	11.73	3.49	15.73	2.00	3.64%	50.00	1.10
AHUN	30.00	1.69%	1.69%	2.65	11.32	4.05	7.41	1.25	4.17%	54.74	0.55
CONN	49.00	-4.48%	-4.48%	2.15	22.79	N/A	N/A	2.00	4.08%	65.75	0.75
KHL	8.90	1.14%	1.14%	0.88	10.11	0.38	23.42	0.40	4.49%	17.02	0.52
SHOT	19.00	-5.00%	-5.00%	0.18	105.56	N/A	N/A	1.00	5.26%	21.64	0.88
STAF	27.50	-1.79%	-1.79%	2.56	10.74	N/A	N/A	1.00	3.64%	59.36	0.46
<b>Manufacturing</b>											
GLAS	5.90	1.72%	1.72%	0.50	11.80	0.41	14.39	0.26	0.04	4.34	1.36
TILE	106.50	-7.39%	-7.39%	22.61	4.71	19.46	5.47	7.50	0.07	130.41	0.82
ALUM	18.30	-1.08%	-1.08%	2.52	7.26	0.84*	21.79	1.50	0.08	7.66	2.39
PARQ	63.80	2.90%	2.90%	14.16	4.51	9.52*	6.70	1.50	0.02	73.08	0.87
MGT	14.40	6.67%	6.67%	0.35	41.14	nm	nm	-	-	9.93	1.45
ACL	43.10	1.65%	1.65%	0.97	44.43	3.34*	12.90	1.50	3.48%	78.08	0.55
KCAB	94.00	3.98%	3.98%	15.83	5.94	5.04*	18.65	3.50	3.72%	158.46	0.59
LLUB	116.00	-2.52%	-2.52%	14.50	8.00	10.70	10.84	18.00	15.52%	16.94	6.85
LWL	102.00	2.62%	2.62%	25.46	4.01	22.81	4.47	7.50	7.35%	186.52	0.55
TJL	36.00	5.88%	5.88%	2.80	12.86	1.98	18.18	2.00	5.56%	15.58	2.31
RCL	110.00	-3.93%	-3.93%	29.05	3.79	24.62	4.47	9.00	8.18%	165.90	0.66
TKYO	67.80	2.73%	2.73%	10.00	6.78	10.01*	6.77	1.87	2.76%	39.02	1.74
TKYO(X)	60.20	-5.25%	-5.25%	10.00	5.59	10.01*	5.58	1.87	3.35%	39.02	1.43
<b>Telecommunications</b>											
DIAL	13.10	0.77%	0.77%	1.10	11.91	1.24	10.56	-	0.00%	7.19	1.82
SLTL	28.30	-0.70%	-0.70%	2.49	11.37	2.34*	12.09	-	0.00%	39.03	0.73
<b>Plantations</b>											
ELPL	28.30	0.35%	0.35%	7.77	3.64	N/A	N/A	0.50	1.77%	57.61	0.49
KGAL	68.00	-2.86%	-2.86%	18.18	3.74	N/A	N/A	2.00	2.94%	126.32	0.54
KOTA	8.10	-33.61%	-33.61%	8.51	N/M	N/A	N/A	-	0.00%	38.35	0.21
KVAL	90.40	0.00%	0.00%	6.33	N/M	N/A	N/A	1.00	1.11%	85.25	1.06
NAMU	89.50	2.87%	2.87%	19.74	4.53	N/A	N/A	7.50	8.38%	120.75	0.74
WATA	28.50	2.89%	2.89%	6.00	4.75	N/A	N/A	0.50	1.75%	18.98	1.50
TPL	55.20	0.36%	0.36%	20.66	2.67	N/A	N/A	3.00	5.43%	92.00	0.60
<b>Power &amp; Energy</b>											
LIOC	30.00	7.14%	7.14%	5.76	5.21	nm	nm	1.25	4.17%	37.20	0.81
HPWR	19.10	4.95%	4.95%	(1.35)	nm	1.78*	10.73	-	0.00%	9.78	1.95
VPPEL	7.60	1.33%	1.33%	0.66	11.52	0.95	8.00	0.80	10.53%	3.45	2.20
VLL	4.70	-6.00%	-6.00%	0.52	9.04	1.00*	4.70	-	0.00%	2.77	1.70
LGL	26.20	11.49%	11.49%	(1.65)	nm	nm	nm	-	0.00%	18.62	1.41
LGL(X)	22.10	10.50%	10.50%	(1.65)	nm	nm	nm	-	0.00%	18.62	1.19

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