

Weekly Report

2nd - 9th May 2014

Market Highlights

The Colombo Stock Exchange rose to a near 11-month high on the back of positive earnings expectations by investors amidst the prevailing low-interest market, while a large deal in Expolanka Holdings boosted Friday's turnover to the highest daily turnover recorded since June 2012. The All Share Price gained 36 points (0.58%) to close at 6,285 points, while the S&P SL 20 Index, which tracks the 20 largest blue-chip companies, also gained by 21 points (0.62%) to close at 3,457 points. The aggregated turnover for the week amounted to Rs. 11.63 Bn compared to Rs. 3.54 Bn recorded during the previous week.

60% of the total weekly turnover was attributable to Expolanka as 586 Mn shares or 30% of the shareholding were bought by S.G Holdings Ltd, a Japan-based holding company of leading freight and logistic company Sagawa Group at a consideration of Rs 10.70 per a share. The deal took place on Friday in the form of 5 crossings for a total value of Rs. 6.27 Bn. Expolanka traded between the price range of Rs. 10.10 and Rs. 10.70, before closing the week on Rs. 10.30 on Friday. Royal Ceramic and LIOC were the other White-Listed stocks, which contributed to weekly turnover with values of Rs. 310.53 Mn and Rs. 307.69 Mn respectively.

Market Statistics

	9-May-14	2-May-14	% Change
ASPI	6,285	6,248	0.58%
S & P SL 20	3,457	3,436	0.62%
Weekly Turnover (Rs Mn)	11,630	3,543	228.27%
Foreign purchases(Rs Mn)	7,995	722	1007.92%
Foreign Sales(Rs Mn)	1,109	893	24.17%
Net Outflow/Inflow (Rs Mn)	6,886	(172)	
Market Cap (Rs Bn)	2,632	2,617	0.58%
Market Valuation			
PER	16.78	16.68	0.60%
PBV	2.06	2.05	0.49%

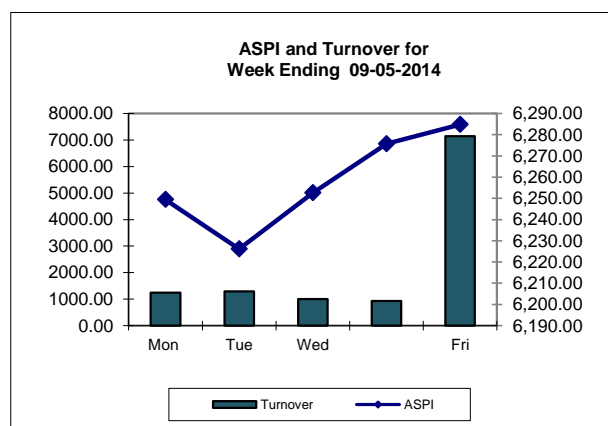
Foreigners were net buyers for the week as Foreign Purchases of Rs. 7.99 Bn outpaced Foreign Sales of Rs. 1.11 Bn. Net Foreign inflow amounted to Rs. 6.89 Bn.

White Listed Top 5 Losers (Week on Week)

Counter		This week(Rs.)	Previous Week (Rs.)	%Δ Price
MADULSIMA	▼	12.00	13.20	-9.1%
CEYLON GRAIN	▼	35.80	38.30	-6.5%
HARISCHANDRA	▼	2010.60	2150.00	-6.5%
RENUKA SHAW (X)	▼	13.20	14.00	-5.7%
VIDULLANKA	▼	3.70	3.90	-5.1%

White Listed Top 5 Gainers (Week on Week)

Counter		This Week (Rs.)	Previous Week (Rs.)	%Δ Price
MORISONS	▲	299.90	224.10	33.8%
GESTETNER	▲	140.00	122.00	14.8%
THREE ACRE FARMS	▲	47.30	42.00	12.6%
PCH HOLDINGS	▲	0.90	0.80	12.5%
PRINTCARE	▲	31.80	29.20	8.9%



Global Equity Market

	9-May-14	2-May-14	% Change
DJ Islamic Market World	2,793	2,804	-0.37%
DJ Islamic MENA	1,705	1,718	-0.75%
DJ Islamic GCC	2,412	2,416	-0.15%
FTSE 100	6,815	6,822	-0.11%
DJ INDUSTRIAL AVE.	16,583	16,513	0.43%
S & P 500	1,878	1,881	-0.14%
NIKKEI	14,199	14,458	-1.79%
HANGSENG	22,343	22,261	0.37%
BSE SENSEX	22,995	22,404	2.64%

Dividends, Rights, Capitalisation of Reserves and Sub-Division of Shares Announcements During the Week

SHARE	PROPORTION	DPS / ISSUE PRICE (RS.)	XC/XD/XR
Ceylon Hospitals PLC		2.00	21-May-14

XC/XD/XR falling due Next Week

SHARE	PROPORTION	DPS / ISSUE PRICE (RS.)	XC/XD/XR
Harischandra PLC		30.00	13-May-14

Foreign Exchange Rates (As at 9-May-14)

	Buying (Rs.)	Selling (Rs.)
US Dollars	129.04	131.91
Sterling Pound	217.75	223.98
Euro	177.62	183.44
Yen	1.26	1.30
Indicative Rate (Rs.)		
Riyal (Saudi Arabia)		36.00
Dirham (UAE)		36.00
Rupee (India)		2.18

Global Commodity Prices

	9-May-14	2-May-14	% Change
Gold 100 OZ (USD/T oz)	1,288	1,306	-1.38%
Oil (Light Crude) (USD/Barrel)	100.11	99.79	0.32%

Comtrust-Adl Mudaraba Fund

DATE	SELLING PRICE (RS.)	BUYING PRICE (RS.)
9-May-14	10.5356	10.5356

MudarabahFund
ComtrustAdl

Crescent-i-Fund

DATE	SELLING PRICE (RS.)	BUYING PRICE (RS.)
9-May-14	11.61	11.28

Crescent i Fund

Economic Focus

Japan's Sagawa logistics buys into Expolanka Holdings

Japan's second largest logistics group, Sagawa Global Logistics (SG Group) bought a 30% stake amounting to 586m shares in Expolanka Holdings PLC for a consideration of Rs 6.3 Bn. SG Group is planning to invest a further Rs 4.4 Bn through its Singapore subsidiary to increase its stake to 51%. The Group is planning to increase its foot print in South Asia in particular through Expolanka's strong international presence in freight forwarding. The 34 year old Expolanka's core business is logistics and it has built up a network spanning 17 countries including South Asia, East Asia and Africa.

Sri Lanka exports to European Union up

Total bilateral trade between Sri Lanka and the European Union (EU) has increased to USD 4.9 Bn in 2013 with 60% of it made out of apparel exports. Total exports to the EU have increased to USD 3.27 Bn in 2013 from USD 2.7 Bn recorded in 2009. During the first quarter of 2014, exports to the EU have increased by USD 896 Mn, up by 16.3%. Discussions are currently being undertaken in executing research for potential business in the EU and access to finance for technology enhancement. Possible commercial opportunities that are involved in IT/BPO, transport and logistics, gem and jewellery, electronics, rubber and plastic, agro, food and beverage are also being considered.

Sri Lanka exports grow by 16% during March quarter

During the first quarter of 2014, exports of the country grew by 16% while exports in the month of March increased by 27%. The total exports were recorded at USD 2.8 Bn compared to USD 2.36 Bn in 2013, recording a 15.7% quarter-on-quarter growth. The growth in exports during the first quarter of 2014 was mainly led by fisheries, agricultural and industrial exports which grew by 23%, 21% and 18% respectively. Exports in March were recorded at USD 1.06 Bn which was mainly aided by the growth in manufacturing sector.

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