

Weekly Report

11th - 18th July 2014



Adl Capital

Market Highlights

The Colombo Stock Exchange witnessed extended gains during the first three days of the week, before entering the red terrain on Thursday and Friday on the back of profit-taking by retail investors. On a week-on-week basis, the All Share Price Index displayed a gain of 61 points (0.91%) to close at 6,722 points, while S & P SL 20 was up 31 points (0.83%) to close at 3,739 points. The total turnover for the week amounted to Rs. 6.22 Bn compared to Rs. 10 Bn recorded during the previous week.

Out of the White Listed Stocks, Lanka Ashok Leyland was the highest contributor to weekly turnover with a turnover figure of Rs. 404.15 Mn. During Friday's trading, the counter witnessed a block of 4.12 Mn shares changing hands at a consideration of Rs. 1,800 per share. Access Engineering and DIMO also attracted investor interest, which enabled the counters to record weekly values of Rs. 223.75 Mn and 107.35 Mn respectively. PCH Holdings was most active counter during the week with over 18.71 Mn shares changing hands between the price range of Rs. 3.40 and Rs. 4.00, before closing the week at Rs. 3.70 displaying a price appreciation of Rs. 0.30 from previous week's close.

White Listed Top 5 Losers (Week on Week)

Counter		This week(Rs.)	Previous Week (Rs.)	%Δ Price
SIERRA CABLES	▼	1.90	2.20	-13.6%
HAYLEYS FIBRE	▼	37.10	42.90	-13.5%
MALWATTE (X)	▼	4.00	4.40	-9.1%
KURUWITA	▼	26.70	29.10	-8.2%
TESS AGRO (N)	▼	1.30	1.40	-7.1%

Market Statistics

	18-Jul-14	11-Jul-14	% Change
ASPI	6,722	6,661	0.91%
S & P SL 20	3,739	3,708	0.83%
Weekly Turnover (Rs Mn)	6,225	10,001	-37.75%
Foreign purchases(Rs Mn)	1,840	2,155	-14.59%
Foreign Sales(Rs Mn)	1,210	1,860	-34.98%
Net Outflow/Inflow (Rs Mn)	631	294	
Market Cap (Rs Bn)	2,817	2,792	0.91%
Market Valuation			
PER	18.11	17.95	0.89%
PBV	2.15	2.13	0.94%

Foreigners were net buyer for yet another week as Foreign Purchases amounted to Rs. 1,840 Mn compared to Foreign Sales of Rs. 1,210 Mn, resulting in a net foreign inflow of Rs. 631 Mn for the week.

White Listed Top 5 Gainers (Week on Week)

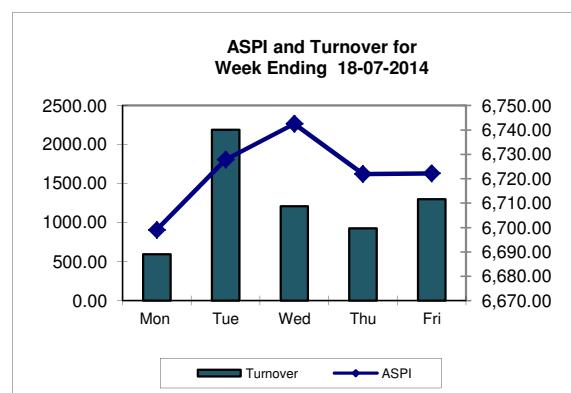
Counter		This Week (Rs.)	Previous Week (Rs.)	%Δ Price
LANKA ASHOK	▲	1742.90	1478.30	17.9%
PCH HOLDINGS	▲	3.70	3.40	8.8%
DIMO	▲	577.50	534.20	8.1%
SERENDIB LAND	▲	968.80	900.00	7.6%
KELANI CABLES	▲	90.70	85.80	5.7%

Global Equity Market

	18-Jul-14	11-Jun-14	% Change
DJ Islamic Market World	2,911	2,901	0.36%
DJ Islamic MENA	1,695	1,696	-0.04%
DJ Islamic GCC	2,394	2,405	-0.45%
FTSE 100	6,749	6,690	0.89%
DJ INDUSTRIAL AVE.	17,100	16,944	0.92%
S & P 500	1,978	1,968	0.54%
NIKKEI	15,216	15,164	0.34%
HANGSENG	23,455	23,233	0.95%
BSE SENSEX	25,644	25,024	2.48%

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

SHARE	PROPORTION	DPS / ISSUE PRICE (RS.)	XC/XD/XR
Kelani Tyres PLC		1.85	23-Jul-14



XC/XD/XR falling due Next Week

SHARE	PROPORTION	DPS / ISSUE PRICE (RS.)	XC/XD/XR
Kelani Tyres PLC		1.85	23-Jul-14

Foreign Exchange Rates (As at 18-Jul-14)

	Buying (Rs.)	Selling (Rs.)
US Dollars	128.77	131.64
Sterling Pound	219.42	22.57
Euro	173.12	178.81
Yen	1.26	1.31
Indicative Rate (Rs.)		
Riyal (Saudi Arabia)	35.00	
Dirham (UAE)	35.00	
Rupee (India)	2.16	

Global Commodity Prices

	18-Jul-14	11-Jul-14	% Change
Gold 100 OZ (USD/T oz)	1,313	1,340	-2.01%
Oil (Light Crude) (USD/Barrel)	103.02	100.83	2.17%

Comtrust-Adl Mudaraba Fund

DATE	SELLING PRICE (RS.)	BUYING PRICE (RS.)
17-Jul-14	10.1853 (XD)	10.1853 (XD)



Crescent-i-Fund

DATE	SELLING PRICE (RS.)	BUYING PRICE (RS.)
17-Jul-14	12.18	11.82

Crescent *i* Fund

Economic Focus

BCG to advice on NDB/DFCC merger

Sri Lanka's National Development Bank and DFCC Bank has engaged Boston Consulting Group (India) Pvt Ltd, to advice on its planned merger. Under the consolidation plans of the Central Bank of Sri Lanka the two banks are merging to create a bigger entity. In a joint stock exchange filing the banks stated that a final decision has not been made on the merger.

Commercial Bank to acquire Indra Finance

Commercial Bank of Ceylon PLC disclosed that it will be acquiring the total equity of unlisted Indra Finance Ltd. The consideration of the transaction as disclosed by the bank is Rs 870 Mn. As per the disclosure the transaction is subject to all relevant statutory and regulatory approvals being received and a satisfactory due diligence of the target company. Indra Finance was registered as a finance company by the Central Bank in May 2013. It is part of Indra Group, which is strong on the motor trade and large vehicles financing and leasing portfolio.

Sri Lanka bank credit subdued in May

Sri Lanka's loans to private business from commercial banks slipped Rs. 7.9 Bn in May 2014 from a year earlier. Credit to the state and state enterprises also contracted. Private credit has contracted in four out of five months this year and is down Rs. 60 Bn from December, largely on account of contractions in gold-backed loan books, where there were defaults. The Central Bank has said that loans to industry and services were strong. Total loans were up 2.2% to from a year earlier.

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