

ASPI Ends Volatile Week on a Negative Note...

ASPI v 0.73% | S&P SL20 v 068%

The Bourse ended the week... *Cont. P2*

Foreign investors closed the week... *Cont. P3*

Sri Lankan equities experienced *Cont. P4*

Economic Snapshot..... *P5*

KEY STATISTICS

Week ending	29-Oct	23-Oct	+/-
ASPI	5,726.59	5,768.94	-0.73%
S&P SL20	2,282.20	2,297.88	-0.68%
Banks	537.34	544.71	-1.35%
Capital Goods	803.82	811.97	-1.00%
Food, Beverage & Tobacco	823.19	827.89	-0.57%
Consumer Durables & Apparel	903.15	911.21	-0.88%
Materials	1,046.14	1,030.46	1.52%
Diversified Financials	816.37	824.70	-1.01%
Turnover (LKR Bn)	5.00	12.07	-58.61%
Foreign Buying (LKR Mn)	195.79	917.54	-78.66%
Foreign Selling (LKR Mn)	1,034.64	1,429.61	-27.63%
Daily Average Turnover (LKR Bn)	1.25	2.41	-48.17%
Daily Average Foreign Buying (LKR Mn)	48.95	183.51	-73.33%
Daily Average Foreign Selling (LKR Mn)	258.66	285.92	-9.53%

TOP 10 GAINERS

Company	Code	Opening Price	Closing Price	WoW % Change
RENUKA HOTELS	RCHN	48.2	58.2	20.7%
NATION LANKA	CSF N	0.9	1.0	11.1%
NAMUNUKULA	NAMUN	137.1	151.2	10.3%
LANKA REALTY	ASCON	33.9	36.9	8.8%
CEYLINCO INS.	CINSN	1750.5	1897.1	8.4%
OFFICE EQUIPMENT	OFEQN	74.0	80.0	8.1%
KELSEY	KDL N	35.5	38.3	7.9%
COLOMBO CITY	PHARN	727.9	784.6	7.8%
WATAWALA	WATAN	36.8	39.6	7.6%
CEYLON PRINTERS	CPRTN	64.5	68.8	6.7%

TOP 10 LOSERS

Company	Code	Opening Price	Closing Price	WoW % Change
INDUSTRIAL ASPH.	ASPHNN	0.3	0.2	-33.3%
TESS AGRO[NV]	TESSX	0.6	0.5	-16.7%
GESTETNER	GESTN	93.5	80.1	-14.3%
SINGHE HOSPITALS	SINH	2.8	2.4	-14.3%
RAMBODA FALLS	RFL N	18.6	16.0	-14.0%
LANKEM CEYLON	LCEYN	37.6	32.5	-13.6%
C T LAND	CTLDN	31.7	27.8	-12.3%
ORIENT FINANCE	ORINN	9.6	8.5	-11.5%
HOTELS CORP.	CHOTN	10.5	9.3	-11.4%
CITRUS LEISURE	REEFN	9.2	8.2	-10.9%

Market Review

Indices |

Sri Lankan equities experienced a volatile trading week as the benchmark index continued to seesaw between positive and negative territory as the week progressed. The rising number of COVID-19 cases, expanding areas under curfew outweighed positive earnings releases during the week. Consequently, the Bourse ended the week on a negative note as the ASPI decreased by 42.35 points (or -0.73% W-o-W) to close at 5,726.59 points, while the S&P SL 20 Index also decreased by 15.68 points (or -0.68% W-o-W) to close at 2,282.20 points.

The benchmark index dipped ~99.6 points on Monday after the GoSL declared lockdowns in several parts in Colombo on Sunday while once again falling ~80.1 points on Wednesday amid the decision to impose a curfew in the entire Western province over the long weekend. However, positive earnings releases for the September quarter in select stocks helped trim earlier losses as the ASPI gained ~126.4 points on Thursday.

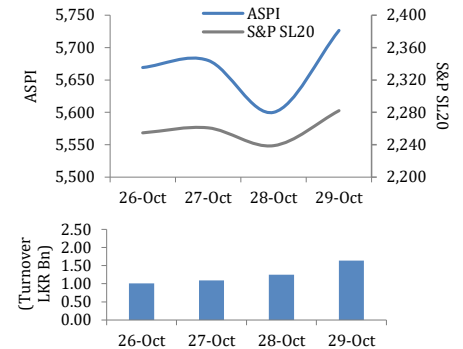
Turnover & Market Capitalization |

Total turnover value amounted to rose to LKR5.0Bn (cf. last week's value of LKR 12.1Bn), while daily average turnover value amounted to LKR 1.3Bn (compared to last week's average of LKR 2.4Bn). Total turnover for the week continued to decrease significantly (-48.2% W-o-W) with investors remaining cautious over the impact of a second wave on Sri Lanka's already fragile economy amid the possibility of further lockdown measures. Meanwhile, local HNI and institutional investors continued to remain largely on the side-lines as crossings for the week accounted for a mere 4% of total market turnover (cf. 8% last week) with investor interest mainly focused on JKH (77% of total crossings) and TJL.

Net Foreign Position |

The sell-off on domestic equities increased this week amid a visit from the U.S. Secretary of State which drew Sri Lanka into the tensions between the U.S. and China. Consequently, foreign investors were net sellers this week with total net outflow amounting to LKR0.84Bn relative to last week's total net outflow of LKR0.51Bn (-63.8% W-o-W). Total foreign purchases decreased by 78.7% W-o-W to LKR 0.20Bn from last week's value of LKR 0.92Bn, while total foreign sales amounted to LKR 1.03Bn relative to LKR 1.43Bn recorded last week (-27.6% W-o-W).

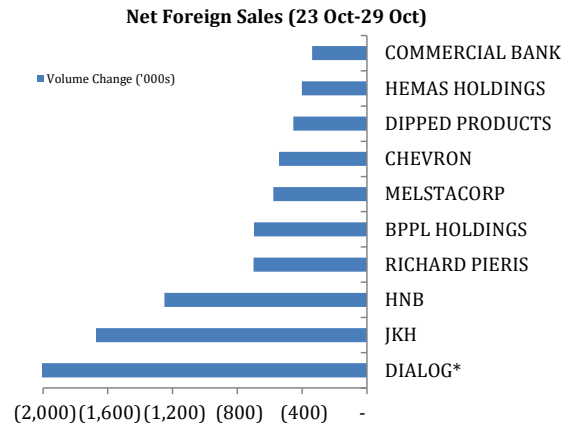
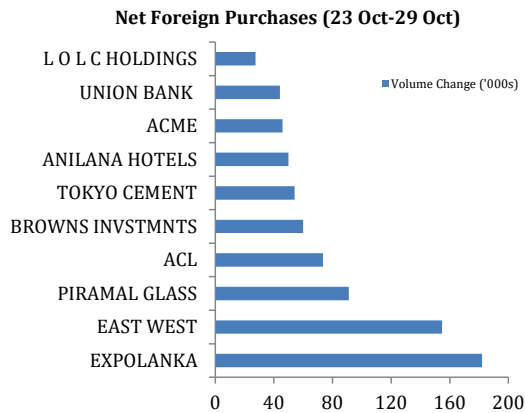
Indices vs. Turnover (26th Oct - 29th Oct)



TOP 10 TURNOVERS

Company	Code	Industry Group	Opening Price	Closing Price	Value (Rs. Mn)	Contribution to Total Turnover
EXPOLANKA	EXPON	TRANSPORTATION	17.8	18.1	592.1	12%
TOKYO CEMENT[NV]	TKYOX	MATERIALS	50.7	53.7	576.0	12%
TOKYO CEMENT	TKYON	MATERIALS	59.8	62.8	341.2	7%
HNB	HNB N	BANKS	115.9	114.1	299.3	6%
JKH	JKH N	CAPITAL GOODS	132.0	130.9	292.7	6%
DIPPED PRODUCTS	DIPDN	MATERIALS	313.2	314.3	278.4	6%
DIALOG	DIALN	TELECOMMUNICATION SERVICES	11.0	10.8	172.2	3%
HEMAS HOLDINGS	HHL N	CAPITAL GOODS	69.9	68.1	147.3	3%
COMMERCIAL BANK	COMBN	BANKS	74.5	74.3	133.1	3%
PIRAMAL GLASS	GLASN	MATERIALS	7.0	7.0	102.9	2%

Market Review (Cont'd)



*Volume change of Dialog Axiata (12.83Mn share) from 23rd Oct - 29th Oct not displayed.

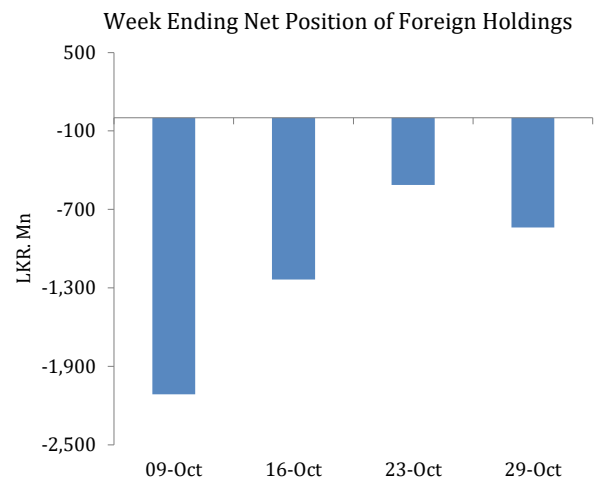
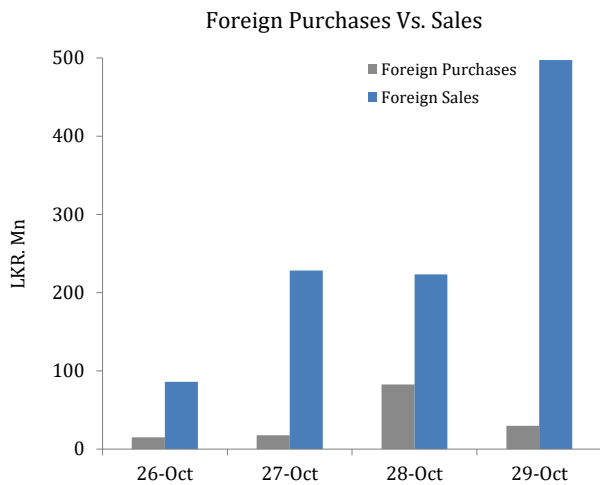
Net Foreign Purchases (By Transaction Value)

Net Foreign Sales (By Transaction Value)

Company	Foreign Holding (%)		Net Change	Value* (LKR. Mn)
	29/10/20	23/10/20		
ACL	1.00%	0.94%	73,444	4.33
TOKYO CEMENT	19.81%	19.79%	54,206	3.40
L O L C HOLDINGS	0.51%	0.50%	27,500	3.38
EXPOLANKA	75.75%	75.74%	182,000	3.29
RICH PIERIS EXP	1.20%	1.11%	9,469	2.44
KELANI VALLEY	2.16%	2.09%	25,804	2.06
KEGALLE	3.36%	3.26%	23,860	1.88
EAST WEST	37.84%	37.72%	154,744	1.70
CARGILLS	7.20%	7.20%	8,629	1.61
COMMERCIAL BANK[X.0000]	7.58%	7.57%	10,500	0.67

Company	Foreign Holding (%)		Net Change	Value* (LKR. Mn)
	29/10/20	23/10/20		
JKH	39.33%	39.45%	(1,673,456)	(219.06)
DIPPED PRODUCTS	7.22%	7.97%	(454,574)	(142.87)
HNB	24.23%	24.53%	(1,250,981)	(142.74)
DIALOG	92.14%	92.30%	(12,829,011)	(138.55)
CHEVRON	16.66%	16.88%	(542,919)	(47.45)
HEMAS HOLDINGS	21.59%	21.66%	(402,119)	(27.38)
COMMERCIAL BANK	24.34%	24.37%	(337,794)	(25.10)
HAYCARB	5.45%	5.66%	(63,573)	(22.90)
MELSTACORP	22.59%	22.64%	(578,712)	(18.81)
LION BREWERY	36.85%	36.88%	(23,867)	(12.97)

Note: *Value based on closing price and not on actual traded price
Please note that the foreign shares data displayed above include private transfers done outside of the market.



Announcements for the Week

Dividend Announcements

<u>Company</u>	<u>DPS(Rs.)</u>	<u>Dividend Type</u>	<u>Date(XD)</u>
CHEVRON LUBRICANTS	3.50	Third Interim	10/11/2020

<u>Company</u>	<u>Proportion</u>	<u>Dividend Type</u>	<u>Date(XD)</u>
RESUS ENERGY PLC	21.43:1	Script	To be notified

Crossings for the Week

Crossings

<u>Company</u>	<u>Quantity</u>	<u>Turnover(Rs. Mn)</u>	<u>% of Total Crossings</u>
TEEJAY LANKA	1,646,818	48.75	22.6%
JKH	1,280,000	167.01	77.4%

Quarterly Earnings Summary for the Week

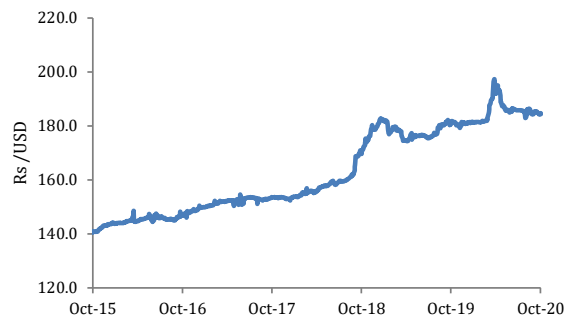
<u>Company</u>	<u>Net Profit(Rs. Mn)</u>		<u>YoY Change</u>	<u>EPS(Rs.)</u>		<u>NAVPS(Rs)</u>
	<u>Sep'20</u>	<u>Sep'19</u>		<u>Sep'20</u>	<u>Sep'19</u>	
UNION BANK	239	246	-3%	0.22	0.23	16.52
COLD STORES	819	278	195%	8.62	2.92	159.28
ALUMEX	164	41	297%	0.55	0.14	8.46
SEYLAN DEVELOPMENTS	60	41	48%	0.41	0.28	33.82
TALAWAKELLE	66	-4	1692%	2.77	-0.77	124.98
LIGHT HOUSE	-37	-52	29%	-0.81	-1.13	67.35
CEYLINCO INSURANCE	1,910	1,824	5%	72.3	69.07	2,151.53
ASIAN HOTELS	-354	11	-3438%	-0.65	-0.01	72.67
TRANS ASIA	-157	40	-498%	-0.79	0.2	31.57
KEELLS FOOD PRODUCTS	77	62	24%	3.01	2.42	78.28
JETWING SYMPHONY	-168	-130	-29%	-0.33	-0.26	9.05
OVERSEAS REALTY	608	1,227	-50%	0.49	0.99	35.58
CHEVRON LUBRICANTS	803	622	29%	3.35	2.59	19.02
UNISYST ENGINEERING	-77	-16	-397%	-3.49	-1.29	7.55
TOKYO CEMENT	2,117	805	163%	5.28	2.01	49.77
KINGSBURY	-179	17	-1182%	-0.74	0.07	7.46

Economic Snapshot

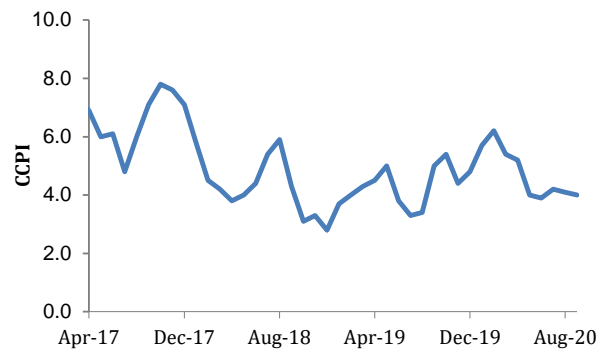
	Feb'20	Mar'20	Apr'20	May'20	Jun'20	Jul'20	Aug'20	Sep'20
Interest Rates								
Prime Lending Rate	9.51	9.35	9.38	9.28	8.78	7.79	7.01	6.42
Ave. Wtd. Deposit Rates	8.06	7.90	7.77	7.57	7.38	7.16	6.44	6.44
Ave. Wtd. Fixed Dep. Rates	9.83	9.65	9.51	9.26	9.00	8.69	7.90	7.90
CCPI Inflation Y-o-Y % (Base 2013)	6.2	5.4	5.2	4.0	3.9	4.2	4.1	4.0
GDP Growth (Base 2010)								
	2013	2014	2015	2016	2017	2018	2019	
	3.4%	5.0%	5.0%	4.5%	3.6%	3.3%	2.3%	

Source Central Bank

Exchange Rate, Rs. vs. US\$

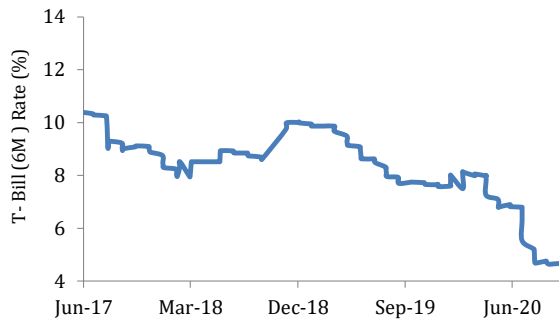


Inflation (CCPI-N) YoY%



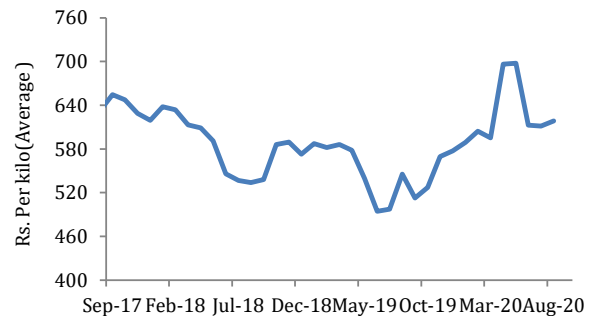
Source: Central Bank

6 Month T-Bill Yield



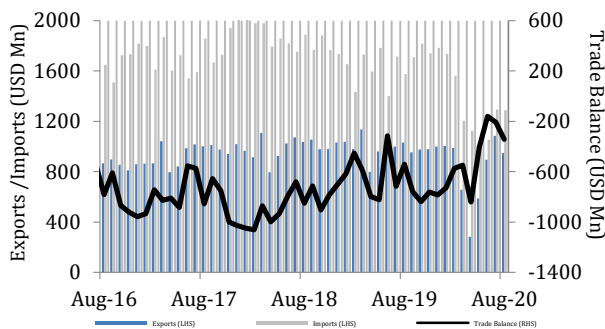
Source: Central Bank

Tea Prices



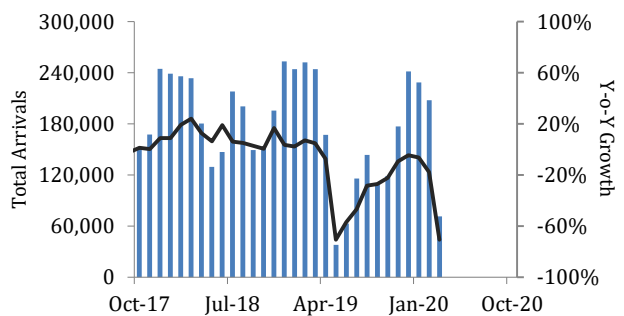
Source: Sri Lanka Tea Board

Export & Trade Balance



Source: Central Bank

Trends in Tourist Arrivals



Source: Sri Lanka Tourism Development Authority

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