



BARTLEET
Strength of a Century



RELIGARE
Values that bind

SECURITIES

Monthly

BRS Market Report August 2023

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Market Performance

Market rally cools down amidst profit taking in August following the surge in preceding months

The Colombo Bourse ended in red as ASPI closed at 11,114.17 (-2.39% MoM) while the S&P SL20 ended -5.39% lower MoM to close at 3,131.07 points. In August, the Colombo Stock Exchange saw a marginal decrease in both its indices, following a period of gains in the preceding months. This decline occurred despite a drop in government security yields and the Central Bank of Sri Lanka's efforts to regulate interest rates of commercial banks. Investor participation remained sluggish, and many took to profit taking.

Upswing in interest for poultry and the hospitality sectors

Hotel counters witnessed a renewed interest particularly towards the latter part of the month in anticipation of the upcoming tourist season starting from September. Furthermore, investors shifted their focus to poultry-related stocks in response to the global maize price decrease and reduction of import duties. Nevertheless, these developments were insufficient to offset the losses experienced during the month.

Sector gainers and losers

Consumer Service sector emerged as the highest gainer (+8.73%) in August, whilst largest loss was seen on the Household & Personal Products sector amounting to -10.64%

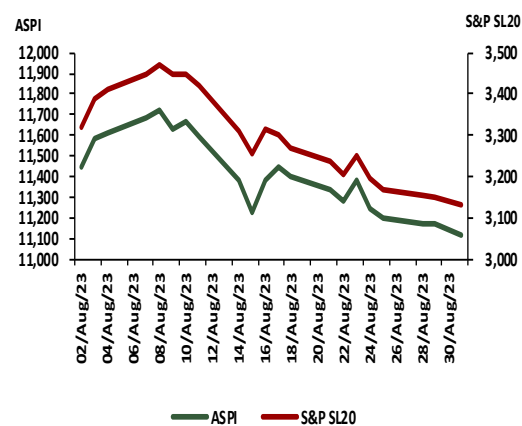
Macro Updates

- ◆ In August Sri Lanka welcomed 138,405 international tourists, exceeding monthly target by 2.5% according to data released by SLTDA. This was a 261% YoY increase compared with August 2022.
- ◆ Colombo Consumer Price Index (CCPI) headline inflation declined to 4.0% YoY in August 2023 compared with 6.3% in July.
- ◆ The "Invest Sri Lanka" Investor Forum, jointly organized by the CSE and CII, successfully concluded on August 11, 2023. It highlighted attractive investment opportunities in Sri Lanka and attracted over 120 potential investors from Mumbai.
- ◆ According to the Central Bank's Statistics Department, the Land Valuation Indicator (LVI) for the Colombo District in the first half of 2023 has risen to 215.3, indicating a notable year-on-year increase of 15.2%.
- ◆ The government intends to establish a 210 MW wind power park project in Veravil, located in the Kilinochchi district, with support from the United States Agency for International Development (USAID).

Market Snapshot

	Closing	Opening	% Change
ASPI	11,114.17	11,386.72	↓ -2.39%
S&P SL20	3,131.07	3,309.60	↓ -5.39%

Index Performance



Sector Indices

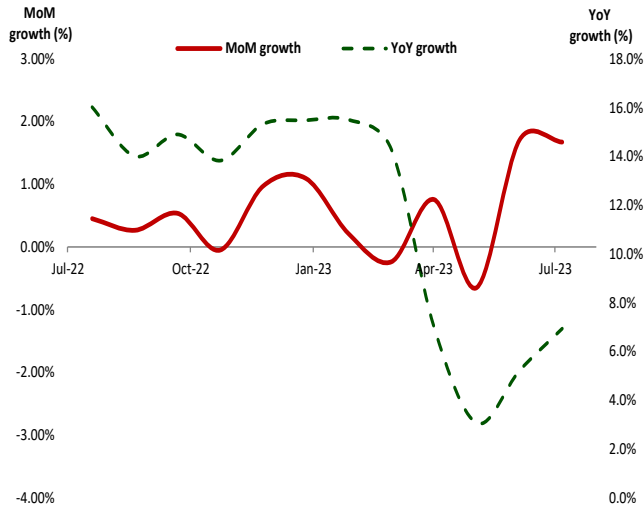
	Op. Index	Cl. Index	+/-%
AUTOMOBILES & CO	916.89	894.10	-2.49%
BANKS	836.73	789.22	-5.68%
CAPITAL GOODS	1,497.03	1,524.37	1.83%
COMMERCIAL & PR	1,304.19	1,290.30	-1.07%
CONSUMER DURABLE	1,509.75	1,576.13	4.40%
CONSUMER SERVICE	423.07	460.02	8.73%
DIVERSIFIED FINA	2,257.55	2,185.62	-3.19%
ENERGY	2,587.14	2,356.96	-8.90%
FOOD & STAPLES R	1,748.71	1,846.12	5.57%
FOOD BEVERAGE &	1,099.00	1,098.81	-0.02%
HEALTH CARE EQUI	1,212.51	1,244.99	2.68%
HOUSEHOLD & PERS	1,638.78	1,464.46	-10.64%
INSURANCE	1,646.32	1,586.97	-3.61%
MATERIALS	1,565.74	1,509.03	-3.62%
REAL ESTATE	1046.58	997.78	-4.66%
RETAILING	908.33	919.25	1.20%
SOFTWARE AND SERVI	601.79	547.09	-9.09%
TELECOMMUNICATION	1,234.46	1,221.26	-1.07%
TRANSPORTATION	24,928.09	23,011.05	-7.69%
UTILITIES	849.37	888.99	4.66%

Statistical Summary

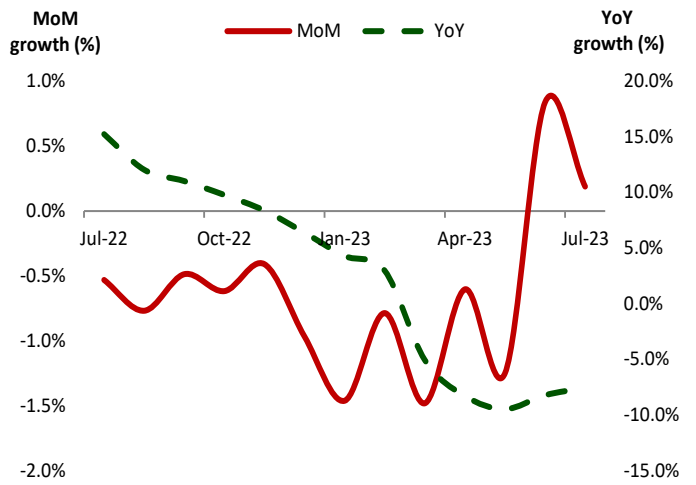
Mkt.Turnover (LKR)	68,871,649,726
No. Trading Days	21
Avg. Daily Turnover (LKR)	3,279,602,368
Domestic Purchases (LKR)	61,093,812,070
Domestic Sales (LKR)	62,898,995,557
Foreign Purchases (LKR)	7,777,837,657
Foreign Sales (LKR)	5,972,654,169
Net Foreign Inflow/(Outflow) (LKR)	1,805,183,488
Vol of turnover	2,160,953,482
% Vol of foreign / total volume	6.39%
Total No. of Trades	515,259
Market cap . (opening) (LKR)	4,537,303,127,564
Market cap . (closing) (LKR)	4,441,262,675,949

Macroeconomic update

Money Supply Growth (M2b)



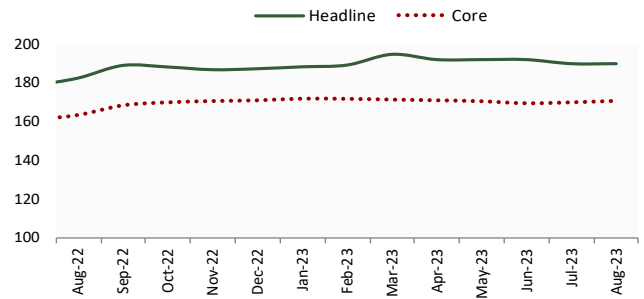
Credit to Private Sector (%)



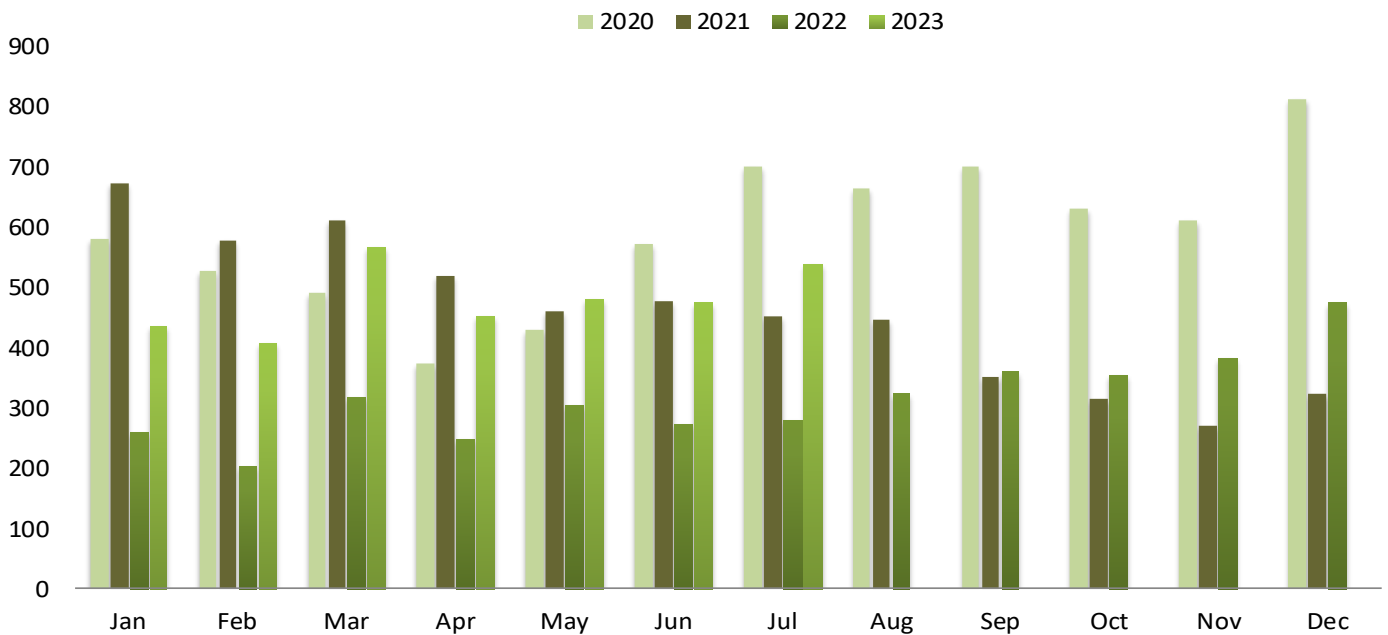
Inflation Rate

	Aug 2023	July 2023
Colombo Consumer Price Index (CCPI) 2021 = 100	190.1	190.2
Year on Year Change	4.0%	6.3%

Headline vs Core Inflation



Worker Remittances (Inflow USD mn)



Key Macroeconomic Indicators

Interest Rates (%) as at 31st August 2023



Daily Money Market Rates

Market Repo Rate		Call Market Rate	
Max	12.00	Max	11.50
Min	12.00	Min	11.50
WAR	12.00	WAR	11.50

Government Securities

Treasury Bills	
91 days	18.48
182 days	15.36
364 days	13.58

SL FX Rates

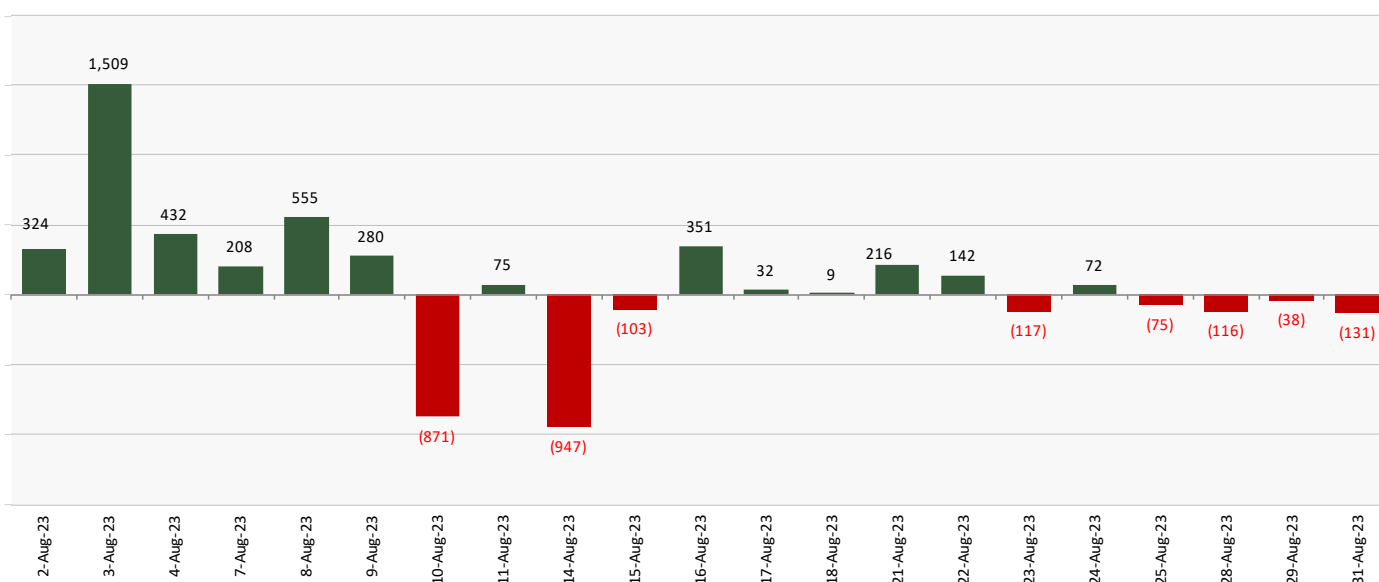
	LKR
USD	326.94
POUND	417.49
EURO	358.99
Yen	2.25

Commercial Bank Lending/Deposit Rates

Lending Rate (AWPR) - monthly	16.11
Deposit Rate (AWDR) - monthly	14.15

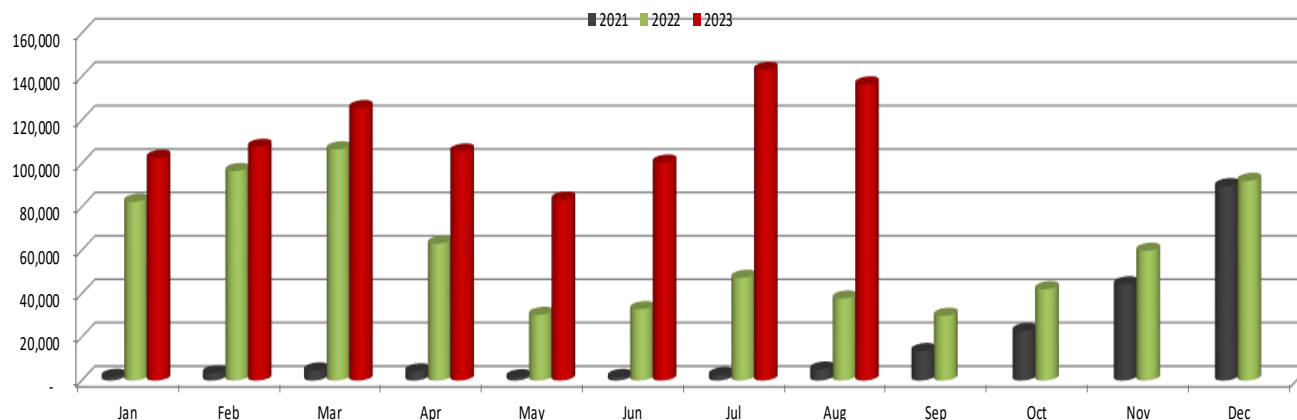
Net Monthly Foreign Inflow/Outflow

Source : CSE



Tourist Arrivals

Source : SLTDA



In August 2023, tourist arrivals in Sri Lanka increased by ~261% YoY to reach 136,405, bringing the YTD arrivals to 904,318. India maintained its position as the top source market during August, followed by the United Kingdom, China, Germany, and Russia.

Source: Sri Lanka Tourism Development Authority

Announcements

Dividends

<u>Company</u>	<u>CODE</u>	<u>DPS (LKR)</u>	<u>Final/ Interim</u>	<u>XD</u>	<u>PD</u>
ACL CABLES PLC	ACL	1.25	First Interim	11.08.2023	01.09.2023
BANSEI ROYAL RESORTS HIKKADUWA PLC	BRR	0.20	First and Final	24.08.2023	13.09.2023
HATTON PLANTATIONS PLC	HPL	1.00	First Interim	11.08.2023	01.09.2023
LOTUS HYDRO POWER PLC	HPFL	1.40	First Interim	15.08.2023	05.09.2023
VALLIBEL ONE PLC	VONE	1.00	Interim	16.08.2023	06.09.2023
THREE ACRE FARMS PLC	T AFL	12.00	First Interim	21.08.2023	11.09.2023
CEYLON GRAIN ELEVATORS PLC	GRAN	6.00	First Interim	21.08.2023	11.09.2023
CEYLON TOBACCO COMPANY PLC	CTC	33.00	Second Interim	21.08.2023	11.09.2023
LUMINEX PLC	LUMX	0.25	Final	27.09.2023	19.10.2023
BUKIT DARAH PLC	BUKI	1.80	First Interim	24.08.2023	14.09.2023
HUNTERS & COMPANY PLC	HUNT	5.00	Final	02.10.2023	20.10.2023
KELANI TYRES PLC	TYRE	5.00	First Interim	29.08.2023	19.09.2023
CAPITAL ALLIANCE PLC	CALT	4.00	First and Final	21.09.2023	13.10.2023
LAKE HOUSE PRINTERS & PUBLISHERS PLC	LPRT	5.00	First and Final	02.10.2023	20.10.2023
LEE HEDGES PLC	SHAW	1.00	Final	02.10.2023	20.10.2023
RENUKA CITY HOTELS PLC	RENU	2.00	Final	27.09.2023	19.10.2023
CARGO BOAT DEVELOPMENT COMPANY PLC	CABO	1.00	Final	27.09.2023	19.10.2023
RENUKA HOTELS PLC	RCH	0.50	Final	27.09.2023	19.10.2023
RAIGAM WAYAMBA SALTERNS PLC	RWSL	0.20	Final	02.10.2023	20.10.2023
ABANS ELECTRICALS PLC	ABAN	5.00	First and Final	25.09.2023	17.10.2023
SERENDIB LAND PLC	SLND	25.00	First and Final	21.09.2023	13.10.2023

Scrip Dividends

<u>Company</u>	<u>CODE</u>	<u>Proportion</u>	<u>XD</u>	<u>PD</u>
RENUKA HOLDINGS PLC - VOTING	RHL	1 for every 30	08.09.2023	21.09.2023
RENUKA HOLDINGS PLC - NON VOTING	RHLX	1 for every 40	08.09.2023	21.09.2023
RENUKA FOODS PLC - VOTING	COCO	1 for every 57	08.09.2023	21.09.2023
RENUKA FOODS PLC - NON VOTING	COCO.X	1 for every 48	08.09.2023	21.09.2023
GALLE FACE CAPITAL PARTNERS PLC	WAPO (N&X)	1 for every 23	08.09.2023	21.09.2023
SHAW WALLACE INVESTMENTS PLC	KZOO (N&X)	1 for every 53	08.09.2023	21.09.2023

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