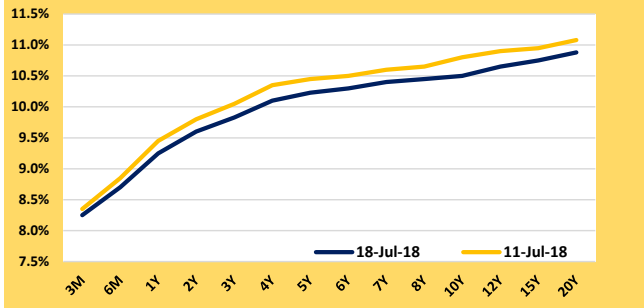




FIXED INCOME

YIELD CURVE BASED ON MID RATES & MARKET COMMENTARY



Secondary market yield curve shifted downwards while buying interests were seen across the curve with high volumes on shorter tenures. Active trading was seen on short tenure maturities of 01.07.19 at 9.35% levels and 01.03.21 & 01.05.21 at 9.90%-9.80% levels while mid tenure maturities of 15.03.23 at 10.35%-10.25% levels. At the primary bill auction, 3M and 6M bills were accepted at 8.25% and 8.75% dipping 12bps and 10bps while 1-Yr bill was accepted at 9.31% falling by 12bps.

T-BILLS & T-BONDS 2 WAY QUOTE AND CHANGE OVER LAST WEEK

Tenure	Bid	Offer	Today	Last Week	Change (bps)
< 91 Days < 3M	8.30%	8.20%	8.25%	8.35%	-10
< 182 Days < 6M	8.75%	8.65%	8.70%	8.85%	-15
< 364 Days < 1Y	9.30%	9.20%	9.25%	9.45%	-20
01-May-20 < 2Y	9.65%	9.55%	9.60%	9.80%	-20
01-May-21 < 3Y	9.85%	9.80%	9.83%	10.05%	-22
01-Jul-22 < 4Y	10.15%	10.05%	10.10%	10.35%	-25
15-Mar-23 < 5Y	10.25%	10.20%	10.23%	10.45%	-22
01-Aug-24 < 6Y	10.35%	10.25%	10.30%	10.50%	-20
01-Aug-25 < 7Y	10.45%	10.35%	10.40%	10.60%	-20
01-Jun-26 < 8Y	10.50%	10.40%	10.45%	10.65%	-20
01-Sep-28 < 10Y	10.55%	10.45%	10.50%	10.80%	-30
15-May-30 < 12Y	10.70%	10.60%	10.65%	10.90%	-25
15-Jan-33 < 15Y	10.80%	10.70%	10.75%	10.95%	-20
15-Mar-35 < 20Y	11.00%	10.75%	10.88%	11.08%	-20

PRIMARY AUCTION

T-BILL AUCTION

Tenor	Current	Previous	Change
	18-Jul-18	11-Jul-18	(bps)
91 days	8.25%	8.37%	-12
182 Days	8.75%	N/A	N/A
364 Days	9.31%	9.43%	-12

Date of Settlement: 20-Jul-18

WEEK ENDING 20-Jul-18

Offered	Bids	Accepted
LKR ('Mn)	LKR ('Mn)	LKR ('Mn)
3,000	14,503	3,000
3,000	12,100	3,000
9,000	56,570	9,000
15,000	83,173	15,000

T-BOND AUCTION

Bond Type	Yield	Offered	Bids	Accepted
10.35%2025'A'	10.53%	35,000	110,407	35,000
11.20%2033'A'	10.88%	45,000	115,032	45,000
TOTAL		80,000	225,439	80,000

MATURITY TABLE FOR NEXT WEEK

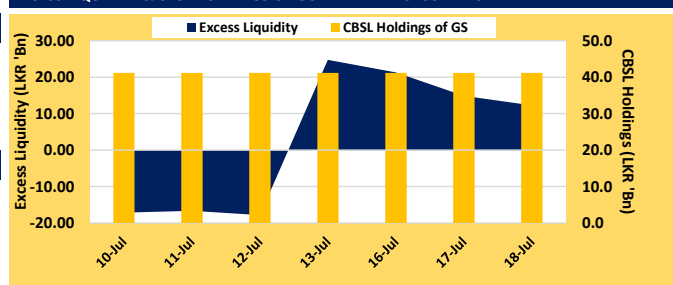
Type	LKR ('Mn)	USD ('Mn)
T-Bills	30,149	
T-Bonds	0	
T-Bond Interest	0	
SLDBs/Sovereign Bonds		0
TOTAL	30,149	0

LIQUIDITY, CBSL HOLDINGS & MARKET INTEREST RATES

MARKET LIQUIDITY

18-Jul-18	Repo	Reverse Repo
Mid-day Auction	[LKR 'Bn]	[LKR 'Bn]
Offered	10.0	0.0
Bids	9.2	N/A
Accepted	9.2	N/A
Weighted Average Rate (%)	8.07%	N/A
Standing Facility	SDF	SLF
Rate	7.25%	8.50%
Value [LKR 'Bn]	8.1	5.0
O/N Surplus/(Deficit)		12.3
CBSL Holdings of Government Securities [LKR 'Bn]		41.2

EXCESS LIQUIDITY & CBSL HOLDINGS OF GOVERNMENT SECURITIES



MONEY MARKET RATES

	High	Low	W.Avg	Value [LKR 'Bn]	
Call Money	18-Jul-18	8.50%	8.45%	8.49%	25.2
Repo Rates	18-Jul-18	8.45%	8.30%	8.33%	10.7

OUTSTANDING STOCK

	11-Jul-18	Previous Week	Change (%)
T-Bills [LKR 'Mn]	824,159	837,088	-1.5%
T-Bonds [LKR 'Mn]	4,189,360	4,189,360	0.0%
TOTAL	5,013,519	5,026,448	-0.3%
Foreign Holding [LKR 'Mn]	294,665	294,674	0.0%
Foreign Holding (%)	5.9%	5.9%	

MARKET INTEREST RATES

	11-Jul-18	Last Month	Change (bps)
AWPLR	11.34%	11.33%	1
FD Ceiling Rate (1 Year)	2H2018 12.46%		

GLOBAL OUTLOOK FOR INTEREST RATES AND EXCHANGE RATES

US TREASURIES

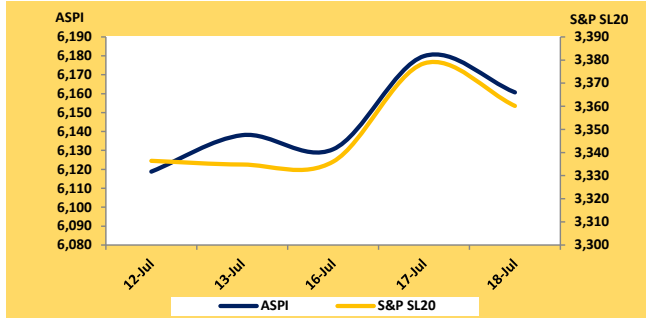
	13-Jul-18	6-Jul-18	Change (bps)	Last Month	Change (bps)
1 Year	2.37%	2.34%	3	2.33%	4
2 Year	2.59%	2.53%	6	2.52%	7
5 Year	2.73%	2.71%	2	2.73%	0
10 Year	2.83%	2.82%	1	2.85%	-2
30 Year	2.94%	2.94%	0	2.98%	-4

EXCHANGE RATES

	18-Jul-18	Last Month	Change (%)
USA Dollar	159.90	158.26	-1.0%
UK Pound	209.69	206.91	-1.3%
EU Euro	186.44	183.10	-1.8%
Japan Yen	1.42	1.43	1.2%
Australia Dollar	118.13	116.25	-1.6%

EQUITY

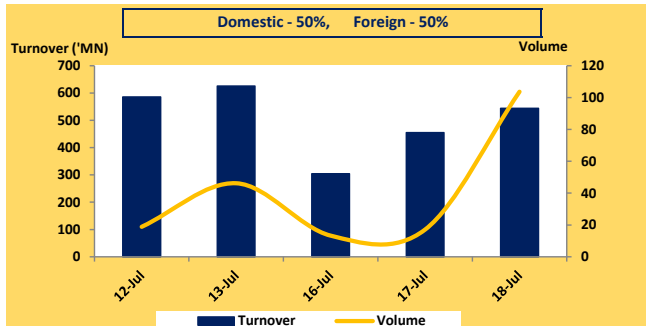
MARKET INDICES



MARKET PERFORMANCE

	Today	Previous	Change (%)
ASPI	6,160.69	6,179.88	-0.31%
S&P SL20	3,360.16	3,378.55	-0.54%
Turnover (LKR 'Mn)	543.82	454.88	19.55%
Volume ('Mn)	103.69	17.09	506.77%
Market Cap. (LKR 'Bn)	2,884.87	2,886.77	-0.07%
Market Cap. (USD 'Bn)	18.04	18.05	-0.07%
Traded Companies	216	234	-7.69%
Foreign Purchases (LKR 'Mn)	254.21	179.81	41.37%
Foreign Sales (LKR 'Mn)	288.27	172.59	67.03%
Net Foreign flow (LKR 'Mn)	-34.07	7.22	-571.64%

MARKET TURNOVER & VOLUME



MTD Net Foreign Flow (LKR 'Mn)	-1,326.14
YTD Net Foreign Flow (LKR 'Mn)	-2,652.65

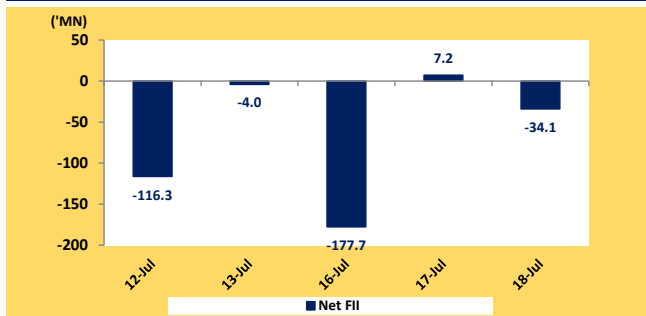
MARKET COMMENTARY

Bourse ended in red from 3 weeks high dragged down by big cap JKH and DIAL. ASPI witnessed a short lived hike during the first hour of trading reaching an intraday high of 6,188 followed by a continuous downtrend, closing at the day's low of 6,161 losing 19 points. Turnover has increased while volumes recorded the highest from last March. A net foreign outflow was recorded with high foreign participation.

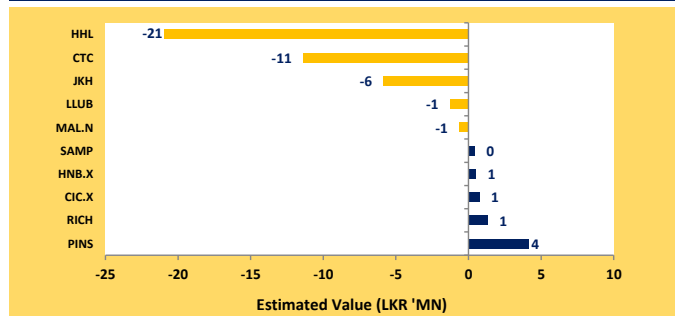
MAJOR CROSSINGS

Stock	No. of Crossings	Price [LKR]	Quantity	Total Crossings
ATL	3	0.80	81,000,000	3

NET FOREIGN FLOW



ESTIMATED LARGEST FOREIGN FLOW



TOP 5 GAINERS

	Today	Previous	Change (%)
AMBEON CAPITAL	5.20	4.50	15.56%
AMANA TAKAFUL	0.90	0.80	12.50%
SINGER IND.	143.90	135.00	6.59%
RENUKA HOTELS	51.00	48.00	6.25%
LANKA ALUMINIUM	62.90	59.20	6.25%

TOP 5 LOSERS

	Today	Previous	Change (%)
S M B LEASING [X]	0.20	0.30	-33.33%
TESS AGRO [X]	0.50	0.60	-16.67%
SAMSON INTERNAT.	85.10	97.70	-12.90%
BERUWALA RESORTS	0.70	0.80	-12.50%
MULLERS	0.70	0.80	-12.50%

TOP 5 TURNOVER

	Price	Volume ('Mn)	Turnover ('Mn)
HEMAS HOLDINGS	105.70	2.0	217.66
HATTON	7.50	10.1	75.70
AMANA TAKAFUL	0.90	81.2	64.94
COMMERCIAL BANK	126.00	0.4	47.50
JKH	147.30	0.1	15.26

TOP 5 VOLUME

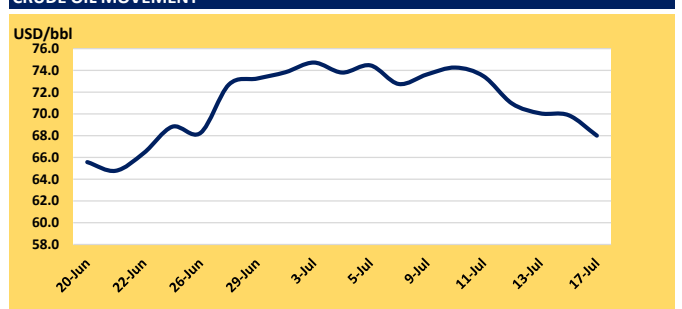
	Price	Volume ('Mn)	Turnover ('Mn)
AMANA TAKAFUL	0.90	81.2	64.94
HATTON	7.50	10.1	75.70
HEMAS HOLDINGS	105.70	2.0	217.66
ADAM INVESTMENTS	0.20	1.9	0.38
MARAWILA RESORTS	2.00	1.5	2.90

GLOBAL MARKETS & COMMODITIES

GLOBAL COMMODITY PRICES

	Current	Last Month	Change (%)
Crude Oil USD/bbl	67.6	73.2	-7.7%
Gold USD/t oz	1,222.8	1,252.8	-2.4%
Copper USd/lb.	273.1	298.4	-8.5%
Cotton USd/lb.	88.2	83.9	5.2%

CRUDE OIL MOVEMENT



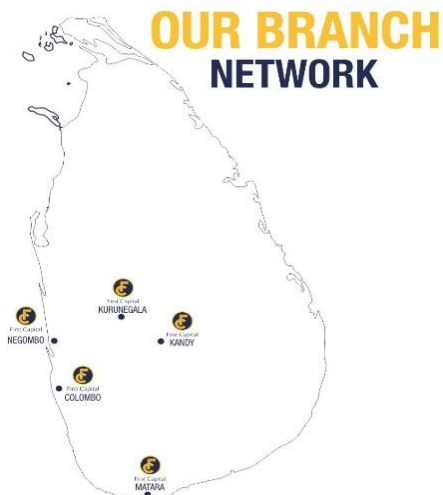
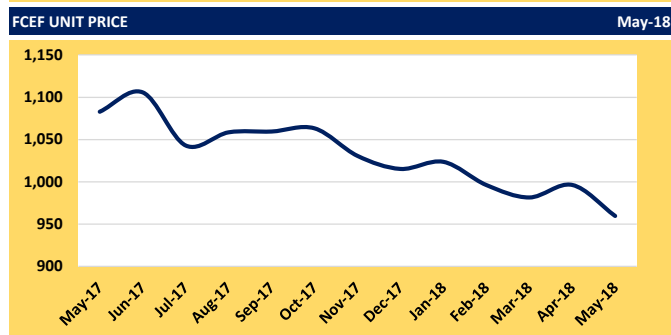
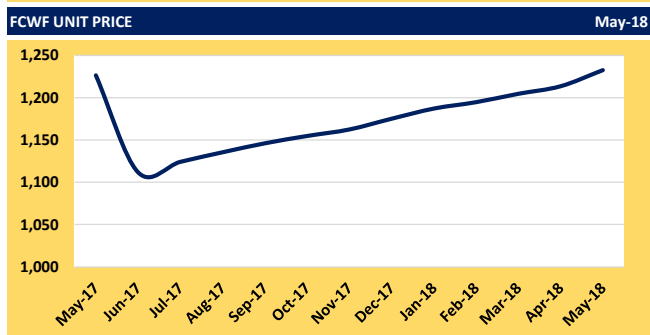
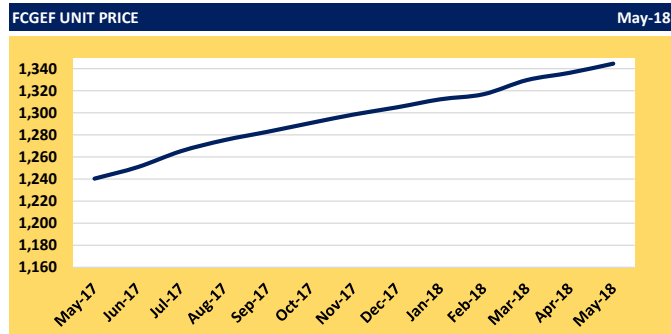
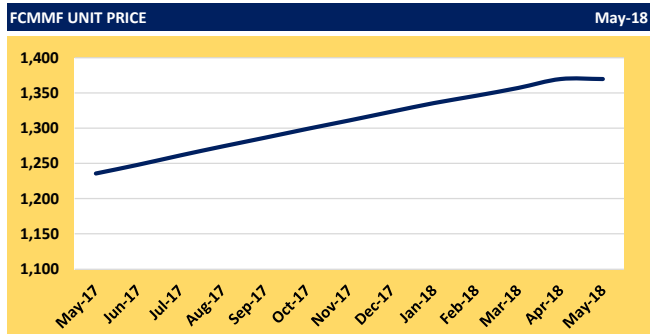
GLOBAL MARKETS

	Current	Last Month	Change (%)
DOW JONES	25,119.9	24,216.1	3.7%
EURO STOXX 50	3,481.2	3,412.7	2.0%
FTSE 100	7,675.8	7,674.6	0.0%
NIKKEI 225	22,794.2	22,304.5	2.2%

UNIT TRUSTS

	Sell Price	Buy Price	AUM LKR 'Mn	Avg. Yield	Information on Fees		
	LKR	LKR	As at May 2018		Mgmt Fee	Trustee fee	Performance Fee
First Capital Money Market Fund	1,402.74	1,402.74	790	11.07%	0.50% p.a.	0.15% p.a.	N/A
First Capital Gilt Edge Fund	1,356.61	1,356.61	57	0.00%	0.50% p.a.	0.15% p.a.	N/A
First Capital Wealth Fund	1,065.44	1,065.41	626	9.38%	1.10% p.a.	0.225% p.a.	N/A
First Capital Equity Fund	921.23	875.17	62	N/A	1.00% p.a.	0.23% p.a.	25% over ASTRI

TRAILING RETURNS (%)							Performance as of	May-18
FIXED INCOME FUNDS	YTD	2016/17	2015/16	2014/15	2013/14	2012/13	Since Inception	
First Capital Money Market Fund	11.61%	11.92%	10.39%	7.92%	7.20%	N/A		11.13%
First Capital Gilt Edge Fund	6.71%	9.14%	19.06%	4.17%	-3.46%	N/A		9.35%
First Capital Wealth Fund	9.38%	11.32%	10.63%	4.90%	15.48%	17.60%		17.27%
BALANCED FUND	1 Month	3 Months	6 Months	12 Months	2 Years		Since Inception	
First Capital Equity Fund	-3.68%	-3.68%	-6.90%	-10.47%	N/A			-4.04%
ASTRI*	-1.97%	-0.99%	-3.03%	-2.74%	N/A			-9.48%
Out/(Under) Performance	-1.71%	-2.69%	-3.87%	-7.73%	N/A			5.44%



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current yield as at 30/06/18

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