



# COMMERCIAL BANK OF CEYLON PLC [COMB.N0000]

**MAINTAIN BUY**

## PROFITABILITY HURT BY LOW CREDIT GROWTH

**Fair Value: 2019E - LKR 137.0 [+30%]**

Total Return with DPS: 31% [AER 133%]

COMB's earnings dipped by 11% in the 2Q2019, largely due to contraction in loan book, coupled with a pickup in impairment and debt repayment levy. We downgrade the earnings outlook to LKR 17.9Bn (1%YOY) for 2019E and LKR 20.4Bn (14%YOY) for 2020E due to rising impairment and slowdown in loan growth. We are revising the fair value to LKR 137.0 from previous forecast of LKR 142.0 providing a total return of 31% (including a Dividend Yield of 1%) **MAINTAIN BUY.**

LKR (Mn)	2Q2018	2Q2019	YoY	6M2018	6M2019	YoY
<b>Earnings (LKR 'Mn)</b>						
NII	11,393	12,026	+6%	22,367	24,146	+8%
NII + Other Income	15,289	16,999	+11%	29,184	32,118	+10%
Post Impairment Income	13,049	13,369	+2%	25,818	26,591	+3%
Pre Tax Profit	7,256	7,145	-2%	14,427	13,949	-3%
Net Profit	3,865	3,451	-11%	7,979	6,581	-18%
<b>Balance Sheet (LKR 'Mn)</b>						
Loans	813,726	854,239	+5%	813,726	854,239	+5%
Shareholders' Equity	114,218	125,171	+10%	114,218	125,171	+10%
NAVPS	113.0	121.8	+8%	113.0	121.8	+8%

### Earnings dipped amidst moderation in topline

COMB recorded a 11%YoY drop in earnings to record at LKR 3.5Bn for 2Q2019 with NII gain of 5.6% to LKR 11.4Bn. Earnings fell below our expectation for 2Q2019 amidst the heavy surge in impairment provisioning to LKR 3.6Bn (up by 62.1%) which was partly offset by trading gains. However, we downgrade the earnings outlook to LKR 17.9Bn (1%YoY) for 2019E and LKR 20.4Bn (14%YoY) for 2020E due to rising impairment and slowdown in loan growth.

### COMB's loan growth weakens along with the industry

COMB's top line weakened than expected, led by contraction in the loan book by 1.0%QoQ amidst slowdown in private sector credit growth amounting to 0.3%QoQ. As the largest private bank, COMB's growth closely follows the industry average, and accordingly we expect sluggish industry loan growth to continue in 2019E, thereby we reduce COMB loan growth to 7% from 14% with private sector credit estimated to be 5%YoY for 2019E amidst a recovery towards year end.

### Asset quality is expected to recover in 2H2019

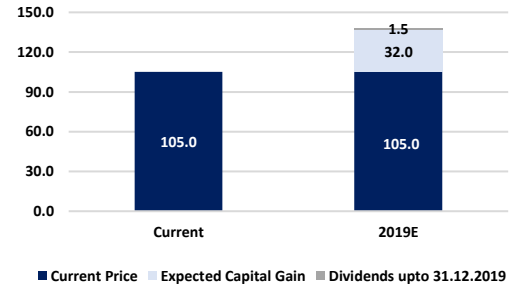
Impairment increased by 62.1%YoY to LKR 3.6Bn for 2Q2019 largely driven by corporates while a recovery in SME defaults were noted after Easter Sunday attacks. COMB's exposure to troubled sectors such as Construction and tourism drove the impairment. Slowdown in loan growth pushed gross NPL ratio to increase by 72bps to 4.86%, while this is in-line with the industry average of 4.86%.

### COMB capital adequacy well above risk appetite thresholds

COMB's Tier I Capital and Total Capital Adequacy ratios as at 30th June 2019 was at 12.5% and 16.6% respectively, well above the minimum regulatory requirement and Basel III capital requirements of 10.0% and 14.0%.

### We MAINTAIN BUY on both voting and Non-Voting

We downgrade earnings outlook to LKR 17.9Bn (1%YoY) for 2019E and LKR 20.4Bn (14%YoY) for 2020E in line with the rising impairment and slowdown in loan growth. We downgrade TP for COMB.N to LKR 137.0 and COMB.X to LKR 110.0 with a 20% discount to the voting share **MAINTAIN BUY for COMB.N and COMB.X.**



### FIRST CAPITAL RESEARCH

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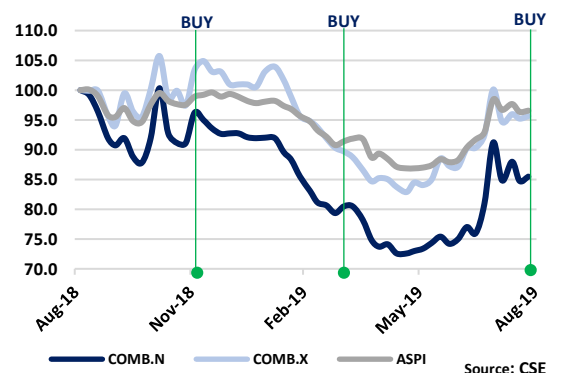
#### KEY DATA

	COMB.N0000	COMB.X0000
CSE Ticker	COMB.N0000	COMB.X0000
Bloomberg Ticker	COMB SL	COMB X SL
Share Price (LKR)	105.00	89.00
52w High (LKR)	125.00	100.00
52w Low (LKR)	88.90	75.00
Avg. Daily Volume (Shares)	144,626	19,490
Avg. Daily Turnover (LKR)	15,439,046	1,754,270
Issued Share Capital (Shares 'Mn)	961	65
Market Cap (LKR 'Mn)	100,931	5,786
Market Cap (USD 'Mn)	558	32

\*1 USD = LKR 180.8

Price Performance (%)	1 mth	3 mths	12mths
COMB - Voting	-3%	2%	-13%
COMB - Non-Voting	-3%	-3%	-5%
ASPI	-1%	1%	-3%

#### Price Movement of COMB vs ASPI and past recommendations



#### Minimum Return for BUY:

**Buy Below [AER of 14% with DPS]: LKR 132.7**  
COMB categorized as 'Grade A' counter (Refer page 08 for Recommendation criteria of Grade A, B & C Stocks)

#### Disclosure on Shareholding:

First Capital Group holds 10,291 shares in COMB and will not trade in this share for three trading days following the issue of this document.

## Estimate Revision

In LKR Mn	2019E - O	2019E - R	% Change	2020E - O	2020E - R	% Change
<b>Earnings Estimate</b>						
Net Interest Income	52,969	51,219	-3%	62,277	58,481	-6%
NII + Other Income	65,713	63,963	-3%	76,932	73,137	-5%
Post Impairment Income	66,735	62,117	-7%	76,887	71,196	-7%
Pre Tax Profit	39,540	34,921	-12%	46,739	41,048	-12%
Net Profit	20,542	17,922	-13%	23,592	20,444	-13%
Adjusted EPS	19.8	17.6		22.4	20.1	
Growth YoY	16%	1%		15%	14%	
<b>Balance Sheet Estimate</b>						
Loans & Advances	1,008,817	952,192	-6%	1,170,712	1,103,856	-6%
Shareholders' Equity	134,141	132,291	-1%	151,020	146,945	-3%
<b>Adjusted NAVPS</b>	<b>129.5</b>	<b>128.0</b>		<b>143.2</b>	<b>139.9</b>	
<b>Ratio Estimate</b>						
ROE (%)	16.2%	14.2%		16.5%	14.6%	
PER (x)	4.9	6.0		4.3	5.2	
PBV (x)	0.8	0.8		0.7	0.8	

## Valuation Table

P/E 31 December	2015	2016	2017	2018	2019E	2020E	2021E
<b>Estimates (LKR 'Mn)</b>							
Net Interest Income	30,567	33,128	39,567	45,618	51,219	58,481	65,815
Total Operating Income	41,534	44,398	49,537	64,864	67,332	77,573	87,673
<b>Net Profit</b>	<b>11,855</b>	<b>14,511</b>	<b>16,606</b>	<b>17,735</b>	<b>17,922</b>	<b>20,444</b>	<b>25,384</b>
Adjusted EPS (LKR)	11.7	14.3	16.3	17.4	17.6	20.1	24.9
YoY Growth (%)	5%	22%	14%	7%	1%	14%	24%
<b>Valuations</b>							
PER (x)	9.0x	7.4x	6.4x	6.0x	6.0x	5.2x	4.2x
PBV (x)	1.5x	1.3x	1.0x	0.9x	0.8x	0.8x	0.7x
DY (%)	5.4%	5.4%	6.2%	6.2%	6.4%	7.2%	8.8%

## Valuation Summary

<b>Expected COMB.N price for 2019E</b>	
Justified PBV based target price	137.3
PER Valuation based target price	137.4
RI Valuation based target price	135.4
<b>Average Target Price</b>	<b>136.7</b>
<b>Target Price after Rounding off</b>	<b>137.0</b>
<b>Expected COMB.X price for 2019E</b>	
Target Price for COMB.N	137.0
Average 12 month discount	-20%
Target Price for COMB.X	109.6
<b>Target Price after Rounding off</b>	<b>110.0</b>

<b>Return</b>	
<b>Target Price</b>	<b>137.0</b>
<b>Current Price</b>	<b>105.0</b>
<b>Capital Gain (LKR)</b>	<b>32.0</b>
<b>Dividends upto 31.12.2019 (LKR)</b>	<b>1.5</b>
<b>Capital Gain %</b>	<b>30%</b>
<b>Dividend Yield %</b>	<b>1%</b>
<b>Total Return %</b>	<b>31%</b>
<b>Annualized Return %</b>	<b>133%</b>

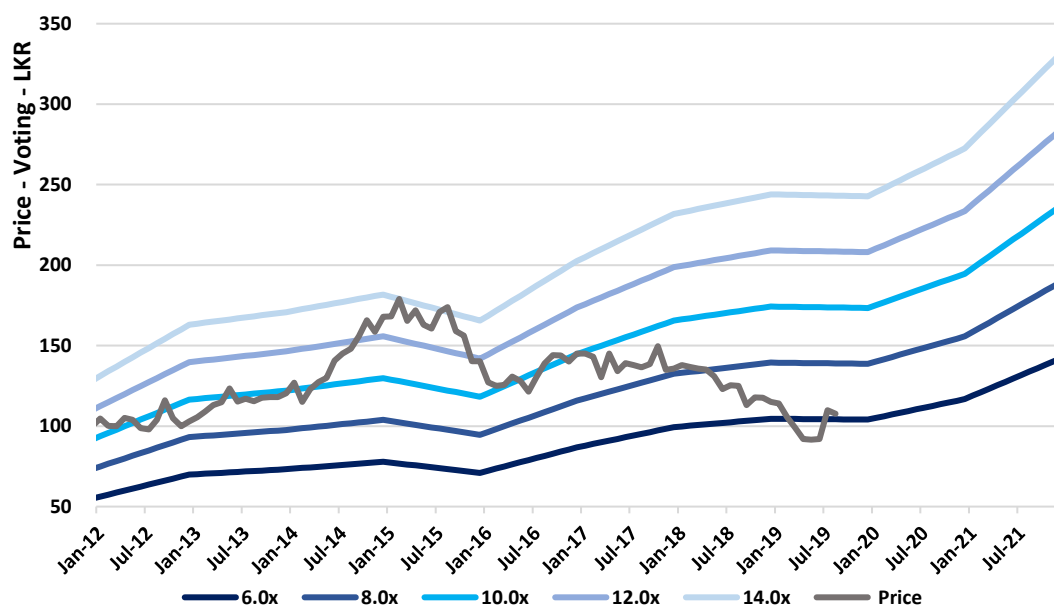
### Residual Income Valuation

Residual Income based Valuation	
PV of Residual Income	17,564
No. of Shares ('Mn)	1,018
RI per Share	17.3
Opening Book value per Share	118.1
Value per Share	135.4

### Justified PBV Valuation

COE		Justified PBV based Valuation	
Rf	8.8%	ROAE	14.2%
Rm	16.3%	Growth	3.0%
Growth %	3.0%	COE	14.5%
$\beta$	0.75	PBV	1.0
$K_e = R_f + \beta(R_m - R_f)$	14.5%	NAVPS	139.9
		Target Price	137.3

### PER Valuation



Source: CSE, Company Annual Reports, First Capital Research Estimates

PER based Valuation	
2019E Earnings (LKR 'Mn)	17,922
No. of Shares ('Mn)	1,018
2019E EPS	17.61
Expected PER	7.8x
Price at 7.8x 2019E Earnings	137.4

**Appendix I: Key Ratios**

COMB P/E 31 December	2015	2016	2017	2018	2019E	2020E	2021E
<b>Capital</b>							
Tier 1 (5%)	11.6%	11.6%	12.1%				
Tier 2 (10%)	14.3%	16.0%	15.7%				
Equity / Assets	8.0%	7.7%	9.3%	9.0%	9.2%	8.9%	8.7%
<b>Earnings</b>							
Return on Average Equity	17.12%	19.35%	17.76%	15.60%	14.24%	14.64%	16.27%
Return on Average Assets	1.41%	1.52%	1.53%	1.44%	1.30%	1.32%	1.43%
Avg. yield on earning assets	8.59%	9.80%	11.42%	11.52%	11.49%	11.21%	11.03%
Avg. cost of funds	5.70%	6.31%	7.11%	7.02%	6.99%	6.76%	6.71%
Net Interest Spread	2.90%	3.48%	4.32%	4.49%	4.50%	4.44%	4.32%
Net Interest Margin	3.97%	4.00%	4.35%	4.45%	4.45%	4.44%	4.31%
<b>Efficiency</b>							
Cost / Income	42%	43%	41%	37%	40%	39%	38%
Cost/ Core Income	48.4%	47.2%	42.0%	42.5%	43%	41%	40%
Cost / Average Assets	1.4%	1.3%	1.2%	1.3%	1.3%	1.3%	1.2%
Cost / Branch (Rs.'Mn)	66.0	69.3	72.8	83.8	93.8	101.5	109.6
Rev. / Employee (Rs.'Mn)	8.4	8.9	9.9	12.9	12.9	14.5	16.0
<b>Asset Quality</b>							
Asset Growth	11%	16%	13%	14%	9%	15%	15%
Deposit Growth	18%	19%	15%	16%	10%	16%	16%
Borrowings Growth	-4%	55%	43%	29%	26%	26%	25%
Loan Growth	16%	17%	18%	17%	7%	16%	16%
<b>Liquidity</b>							
Loan / Deposits	82%	83%	87%	87%	87.1%	87.0%	87.2%
Loan / Total Assets	58%	61%	64%	66%	66%	67%	67%
Deposit / Liabilities	76.9%	79.0%	81.9%	82.9%	84%	84%	84%
CASA	49.7%	41.9%	39.5%	38.0%	43.0%	43.0%	43.0%

**Source : Company Annual Reports, First Capital Research Estimates**

**Appendix II: Statement of Financial Performance**

<b>Income Statement P/E 31 December</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019E</b>	<b>2020E</b>	<b>2021E</b>
<b>Gross Income</b>	<b>78,225</b>	<b>93,726</b>	<b>115,605</b>	<b>139,657</b>	<b>151,076</b>	<b>169,518</b>	<b>193,509</b>
Interest Income	66,339	81,315	104,049	118,551	132,715	147,839	168,676
Less: Interest Expenses	35,772	48,186	64,482	72,933	81,495	89,358	102,861
<b>Net Interest Income</b>	<b>30,567</b>	<b>33,128</b>	<b>39,567</b>	<b>45,618</b>	<b>51,219</b>	<b>58,481</b>	<b>65,815</b>
Fee and Commission Income	6,330	8,230	10,511	12,494	14,993	17,242	19,828
Fees and Commission Expense	920	1,141	1,586	1,860	2,249	2,586	2,974
<b>Net Fee and Commission Income</b>	<b>5,410</b>	<b>7,089</b>	<b>8,924</b>	<b>10,634</b>	<b>12,744</b>	<b>14,656</b>	<b>16,854</b>
Net Gain from Trading	813	-1,467	234	(3,033)	295	343	397
Net Gain from Financial Investments	694	111	91	272	512	1,170	1,316
Other Operating Income	4,049	5,537	720	11,373	2,561	2,924	3,291
<b>Total Operating Income</b>	<b>41,534</b>	<b>44,398</b>	<b>49,537</b>	<b>64,864</b>	<b>67,332</b>	<b>77,573</b>	<b>87,673</b>
Less: Impairment Charge/(Reversal) for Loans	4,100	1,583	989	8,833	5,215	6,377	4,052
<b>Net Operating Income</b>	<b>37,434</b>	<b>42,815</b>	<b>48,548</b>	<b>56,031</b>	<b>62,117</b>	<b>71,196</b>	<b>83,622</b>
<b>Less : Operating Expense</b>							
Personnel Expenses	10,261	10,913	11,339	13,290	14,766	16,030	17,228
Other Operating Expenses	7,161	8,078	9,036	10,597	12,430	14,118	16,094
<b>Total Operating Expenses</b>	<b>17,421</b>	<b>18,991</b>	<b>20,374</b>	<b>23,887</b>	<b>27,196</b>	<b>30,148</b>	<b>33,322</b>
<b>Operating Profit before Value Added Tax (VAT)</b>	<b>20,013</b>	<b>23,824</b>	<b>28,173</b>	<b>32,144</b>	<b>34,921</b>	<b>41,048</b>	<b>50,300</b>
Less: Value Added tax (VAT) on Financial Services:	2,890	3,716	4,897	5,402	6,459	8,562	10,129
<b>Operating Profit after Value Added Tax (VAT)</b>	<b>17,122</b>	<b>20,108</b>	<b>23,277</b>	<b>26,093</b>	<b>25,977</b>	<b>29,633</b>	<b>36,794</b>
Share of Profit/(Loss) of Associates	14	6	4	6	6	7	7
<b>Profit before Income Tax</b>	<b>17,136</b>	<b>20,115</b>	<b>23,280</b>	<b>26,099</b>	<b>25,984</b>	<b>29,639</b>	<b>36,801</b>
Less: Income Tax Expense	5,277	5,648	6,654	8,236	8,055	9,188	11,408
<b>Profit for the Year</b>	<b>11,859</b>	<b>14,466</b>	<b>16,627</b>	<b>17,863</b>	<b>17,929</b>	<b>20,451</b>	<b>25,393</b>
Profit Attributable to Equity Holders of the Bank	11,855	14,511	16,606	17,735	17,922	20,444	25,384
Non-Controlling Interest	4	-45	21	128	6	7	9
<b>Profit for the Year</b>	<b>11,859</b>	<b>14,466</b>	<b>16,627</b>	<b>17,863</b>	<b>17,929</b>	<b>20,451</b>	<b>25,393</b>
<b>EPS</b>	<b>11.8</b>	<b>14.5</b>	<b>16.6</b>	<b>17.4</b>	<b>17.6</b>	<b>20.1</b>	<b>24.9</b>

*Source : Company Annual Reports, First Capital Research Estimates*

**Appendix III: Statement of Financial Position**

Statement of Financial Position P/E 31 December	2015	2016	2017	2018	2019E	2020E	2021E
<b>ASSETS</b>							
Cash and Cash Equivalents	20,107	32,924	34,673	44,678	22,458	29,330	39,557
Balances with Central Banks	28,221	43,935	45,546	55,407	64,488	72,214	83,768
Placements with Banks	17,194	11,718	17,633	19,899	22,286	24,961	27,956
Derivative Financial Instruments	4,118	1,053	2,335	7,910	2,363	2,741	3,179
Other Financial Assets Held-For-Trading	7,656	4,988	4,411	5,520	16,407	19,032	22,077
Loans and Receivables to Banks	601	624	641	763	1,313	1,523	1,766
Loans and Receivables to Other Customers	509,923	620,129	742,444	867,612	952,192	1,103,856	1,283,131
Financial Investments - Available-for-sale	204,262	160,093	154,914	176,519	218,762	253,763	294,366
Financial Investments - Loan and Receivables	57,724	51,824	48,712	-	-	-	-
Property, Plant & Equipment	11,181	11,570	16,317	17,015	17,426	18,969	20,697
Intangible Assets	884	1,133	1,251	1,537	1,891	2,330	2,874
Other Assets	12,097	16,483	17,363	24,051	21,876	25,376	29,437
<b>Total assets</b>	<b>882,183</b>	<b>1,020,984</b>	<b>1,155,821</b>	<b>1,319,912</b>	<b>1,440,654</b>	<b>1,653,479</b>	<b>1,908,391</b>
<b>LIABILITIES</b>							
Due to Banks	31,789	71,098	60,245	52,362	49,514	49,674	50,042
Derivative Financial Instruments	1,891	1,515	3,678	8,022	2,857	3,312	3,849
Securities sold under repurchase agreements	112,250	69,629	49,532	48,951	57,132	55,193	57,741
Due to Other Customers	624,021	743,311	857,270	994,371	1,093,808	1,268,817	1,471,828
Other Borrowings	9,986	9,270	23,786	25,362	25,769	26,982	28,417
Current Tax Liabilities	3,026	3,465	4,203	6,736	4,027	4,594	5,704
Deferred Tax Liabilities	468	-	3,565	971	971	971	971
Other Liabilities	15,749	18,029	19,508	24,548	19,044	22,077	25,663
Subordinated Term Debts	11,988	24,850	25,166	37,992	54,035	73,702	97,853
<b>Total liabilities</b>	<b>811,169</b>	<b>941,168</b>	<b>1,046,954</b>	<b>1,199,315</b>	<b>1,307,157</b>	<b>1,505,322</b>	<b>1,742,068</b>
<b>EQUITY</b>							
Stated Capital	23,255	24,978	37,144	39,148	41,500	44,128	47,355
Statutory Reserves	4,922	5,648	6,493	7,444	8,341	9,363	10,633
Retained Earnings	4,468	4,554	5,087	4,950	6,852	12,282	19,024
Other Reserves	38,319	43,813	59,272	67,856	75,599	81,172	88,090
<b>Total Equity to Equity Owners of the Bank</b>	<b>70,964</b>	<b>78,992</b>	<b>107,995</b>	<b>119,398</b>	<b>132,291</b>	<b>146,945</b>	<b>165,102</b>
Non-Controlling Interest	50	823	872	1,199	1,205	1,212	1,221
<b>Total Equity</b>	<b>71,014</b>	<b>79,815</b>	<b>108,867</b>	<b>120,597</b>	<b>133,497</b>	<b>148,157</b>	<b>166,323</b>
	<b>882,183</b>	<b>1,020,984</b>	<b>1,155,821</b>	<b>1,319,912</b>	<b>1,440,654</b>	<b>1,653,479</b>	<b>1,908,391</b>
<b>NAVPS</b>	<b>70.8</b>	<b>78.8</b>	<b>107.7</b>	<b>118.1</b>	<b>128.0</b>	<b>139.9</b>	<b>154.4</b>

*Source : Company Annual Reports, First Capital Research Estimates*

## Appendix IV: Top 20 Shareholders

Top Voting 20 shareholders - (% held)	2Q2019	1Q2019	QoQ	2Q2018	YoY
Employees Provident Fund	9.6%	9.6%	-	9.6%	-
DFCC Bank PLC A/C 1	8.6%	8.6%	-	13.6%	-5.0%
Mr.Y. S. H. I. Silva	8.1%	8.1%	-	8.1%	0.0%
Deutsche Bank AG Singapore - DSS A/C Ntasian Discovery Master Fund	5.7%	5.7%	-	5.7%	-
DFCC Bank PLC A/C No.02	5.0%	5.0%	-	0.0%	-
Melstacorp PLC	4.6%	4.6%	0.0%	4.5%	0.2%
Sri Lanka Insurance Corporation Ltd. - Life Fund	4.5%	4.5%	-	4.5%	-
CB NY S/A International Finance Corporation	4.4%	4.4%	-	4.4%	-
Sri Lanka Insurance Corporation Ltd. - General Fund	3.9%	3.9%	-	3.9%	-
Citi Bank Newyork S/A Norges Bank A/C 2	2.2%	2.1%	0.0%	1.1%	1.0%
Employees Trust Fund Board	1.8%	1.8%	-	1.8%	-
BNYMSANV RE-LF Ruffer Absolute Return Fund	1.8%	1.8%	-	1.8%	-
Mrs. L. E. M. Yaseen	1.7%	1.7%	-	1.8%	-0.1%
JPMCB T Rowe New Asia Fund	1.6%	1.6%	-	1.6%	0.0%
BNYMSANV RE - First State Investments ICVC - Stewart Investors Indian Subcontin	1.5%	1.5%	-	1.3%	0.2%
BPSS LUX - Aberdeen Standard SICAV I - Asia Pacific Equity Fund	1.0%	1.0%	-	1.0%	-
BNYMSANV RE - First State Investments ICVC - Stewart Investors Global Emerging	1.0%	1.0%	-	0.0%	1.0%
Renuka Hotels PLC	1.0%	1.0%	-	0.0%	1.0%
Mr. M. J. Fernando	1.0%	1.0%	-	0.0%	1.0%
SSBT - BMO Investments II (Ireland) Public Limited Company	0.9%	1.1%	-0.2%	1.1%	-0.2%

Top Non-Voting 20 shareholders - (% held)	2Q2019	1Q2019	QoQ	2Q2018	YoY
Citi Bank Newyork S/A Norges Bank Account 2	15.4%	15.4%	-	15.4%	-
Employees Trust Fund Board	7.8%	7.8%	-	7.8%	-
Akbar Brothers (Pvt) Ltd. A/C No 1	4.1%	3.9%	0.2%	3.2%	0.9%
GF Capital Global Limited	2.6%	2.6%	-	2.6%	0.0%
BNYMSANV RE-Butterfield Trust (Bermuda) Limited	2.3%	2.3%	-	2.3%	-
M.J.F.Exports (Pvt) Ltd	1.7%	1.7%	-	1.7%	-
Mr. M. F. Hashim	1.6%	1.6%	0.0%	1.4%	0.2%
Saboor Chatoor (Pvt) Ltd	1.4%	1.4%	-	1.4%	-
Mrs. L. V. C. Samarasinha	1.4%	1.4%	-	1.3%	0.0%
Mr. M. J. Fernando	1.1%	1.1%	-	0.0%	1.1%
Mr. T.W.A. Wickramasinghe	1.1%	1.0%	0.0%	0.9%	0.1%
Mr. J. D. Bandaranayake , Ms. N. Bandaranayake & Dr. V. Bandaranayake (Joint)	1.0%	1.0%	-	1.0%	-
Mr. J. D. Bandaranayake , Dr. V. Bandaranayake & Ms. I. Bandaranayake (Joint)	1.0%	1.0%	-	1.0%	-
Mr. R. Gautam	0.9%	0.9%	-	0.9%	0.1%
Mr. G. R. Mallawaarachy & Mrs. B. G. P. Mallawaarachy (Joint)	0.8%	0.8%	-	0.8%	-
Mr. K.S.M. De Silva	0.8%	0.8%	-	0.8%	0.0%
Mr. J.G. De Mel	0.8%	0.8%	-	0.7%	0.0%
Mr. A.P. Somasiri	0.7%	0.7%	-	0.7%	-
Mr. A.L. Gooneratne	0.7%	0.7%	-	0.0%	0.7%
Mr. E. Chatoor	0.7%	0.0%	0.7%	0.0%	0.7%

## Appendix V: Recommendation criteria

Categorization	Company Category	Buy	Hold	Sell
Grade A	S&P SL20 Companies	T.Bill + 5% & Above	T.Bill + 1% & Above	Below T.Bill + 1%
Grade B	Rest of the Companies	T.Bill + 8% & Above	T.Bill + 3% & Above	Below T.Bill + 3%
Grade C	Companies less than LKR 1Bn Market Cap	T.Bill + 11% & Above	T.Bill + 6% & Above	Below T.Bill + 6%

### Weighted Average 1-year T-bill rate during Jun 2019: 8.83%

Categorization	Company Category	Buy	Hold	Sell
Grade A	S&P SL20 Companies	13.83%	9.83%	9.83%
Grade B	Rest of the Companies	16.83%	11.83%	11.83%
Grade C	Companies less than LKR 1Bn Market Cap	19.83%	14.83%	14.83%





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