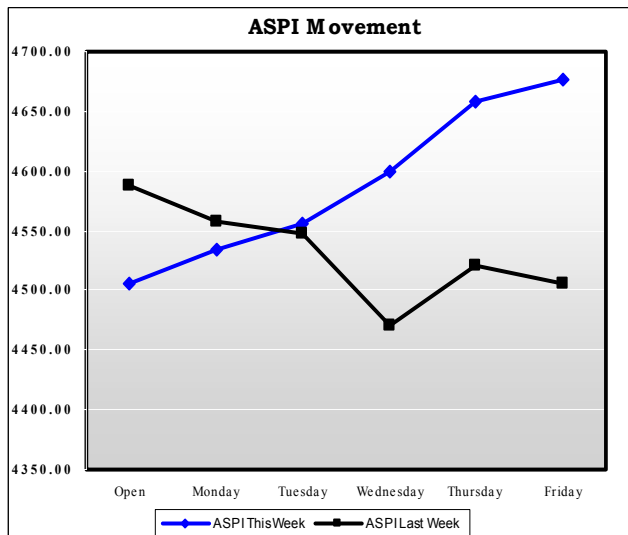


The Market Roundup

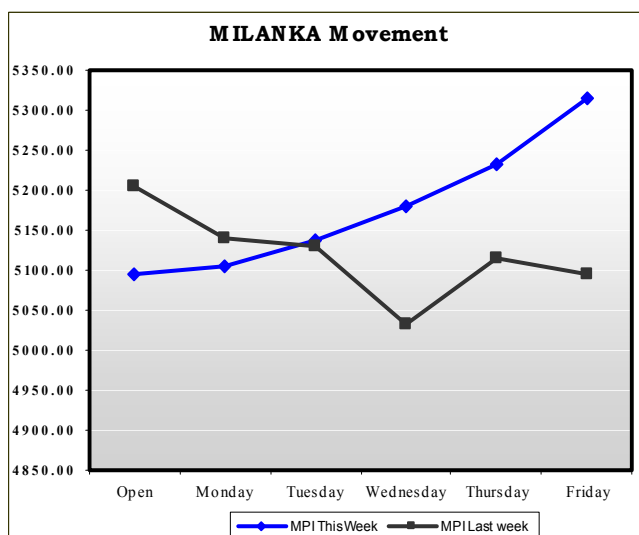
Week ended July 16th, 2010



Colombo bourse regained grounds during the trading week as both retailers and corporate investors persuaded mid value counters with long term earning expectations. Week on week All Share Index gained 155.49 points or 3.44% to close at 4676.89 while the most liquid Milanka gained 202.21 points or 3.95% to close at 5316.22 on Friday.

Continuous gains witnessed in banking, diversified and speculative counters owing to positive market momentum in CSE. JKH was the main contributor to the market turnover with Rs.1.59Bn.

Midcap stocks such as ACL Plastics, Ceylinco Insurance, Ceylon Cold Stores, Chemical Industries, DIMO and LION gained during the week.



Speculative market momentum focused on counters such as DPL, GREG and TWOD that generated short gains to retail investors.

Commercial Bank PLC, Hatton National Bank PLC, Nations Trust Bank PLC, Sampath Bank and Seylan Bank PLC are the most sort after banking counters of corporate investors during the trading week.

DIAL the market leader in mobile industry closed flat at Rs.9.50 while SLTL, the market leader in fixed lines gained 25 cents to close at Rs.35.50 on Friday.

Low value counters such as SEMB and GLAS traded heavily during the week and closed at Rs.1.60 and Rs.3.00 respectively on Friday.

Cumulative market turnover amounted to Rs.9.58Bn against a total turnover of 323.9Mn shares. Foreign participation resulted a net foreign inflow of Rs.1.15Bn.

Corporate Announcements

Dividends	
Kelani Cables Plc	Rs 0.75 Second Interim, Date of XD 22-07-2010
ACL Plastics Plc	Rs 2.50 Interim Date of XD 22-07-2010
Colonial Motors Plc	Rs 1.00 First And Final date of XD 09-09-2010
Harischandra Mills Plc	Rs 28.00 Final date of XD 27-09-2010
J L Morison son and Jones (Ceylon) Plc	Rs 16.50 First and Final (Tax Free) on Voting and Non voting date of XD 30-08-2010

Market Summary

	This Week	Last Week	Net change	%
ASPI	4676.89	4521.40	155.49	3.44%
MPI	5316.22	5114.01	202.21	3.95%
Total Turnover	9,586,304,631	9,677,926,241	(91,621,610)	-1%
Average Daily Turnover	1,917,260,926	1,935,585,248	(18,324,322)	-1%
Total Volume	323,964,092	520,038,744	(196,074,652)	-38%
Average Daily volume	64,792,818	104,007,749	(39,214,930)	-38%
Total Foreign Buying	2,317,958,884	1,988,812,141		
Total Foreign Selling	1,163,188,258	1,035,195,700		
Net Foreign Inflow / (Outflow)	1,154,770,626	953,616,441		

Foreign Markets

Country	Foreign Markets	This Week	Last Week	Change	%
	Name of the index	Index	Index		
USA	INDU:IND DOW JONES INDUS. AVG	10,359.31	9,732.53	626.78	6.05%
China	SHSZ300:IND CSI 300 INDEX	2,616.13	2,534.10	82.03	3.14%
India	SENSEX:IND BSE SENSEX 30 INDEX	17,955.94	17,460.95	494.99	2.76%
Europe	SX5E:IND ESTX 50 € Pr	2,704.48	2,526.37	178.11	6.59%

Economic Indicators

Treasury Bill							
Types	Jan	Feb	Mar	Apr	May	Jun	Jul
3 Months	7.95	8.26	8.45	8.40	8.10	8.07	7.98
6 Months	8.90	9.06	9.19	9.10	8.91	8.93	8.75
12 Months	9.46	9.47	9.47	9.30	9.26	9.29	9.17
Policy Rates (%)							
Central Bank Repurchase (Repo) Rate							7.25
Central Bank Reverse Repurchase (Reverse Repo) Rate							9.50
Bank Rate							15.00
Statutory Reserve Ratio (SRR)							7.00
Economic Indicators (%)							
Inflation (CCPI) June 2010 (Y on Y)							4.80
Commercial Banks Weighted Avg Lending Rates - 6 Months							10.68
Commercial Banks Weighted Avg Deposit Rates - 6 Months							7.26
Foreign Exchnage Rates				Last Week		This Week	
Currency				Buying	Selling	Buying	Selling
Dollar (USA)				112.67	114.20	112.01	113.64
Pound (UK)				170.18	173.56	172.28	175.92
Euro (EU)				142.31	145.55	143.95	147.49
Yen (Japan)				1.27	1.30	1.2767	1.31

Commodity Prices

Commodity	Last Week Price	This Week Price	Change	%
Nymex Crude Future (\$/bbl)	75.72	76.65	0.93	1.21%
COPPER FUTURE (USd/lb.)	303.80	301.90	(1.90)	-0.63%
GOLD 100 OZ FUTR (USD/t oz.)	1,196.10	1,208.00	11.90	0.99%
WHEAT FUTURE(CBT) (USd/bu.)	542.50	594.00	51.50	8.67%
SUGAR #11 (WORLD) (USd/lb.)	17.40	17.45	0.05	0.29%
Rubber Prices - Brown Crepe 1X (LKR)	345.00	345.00	-	0.00%

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