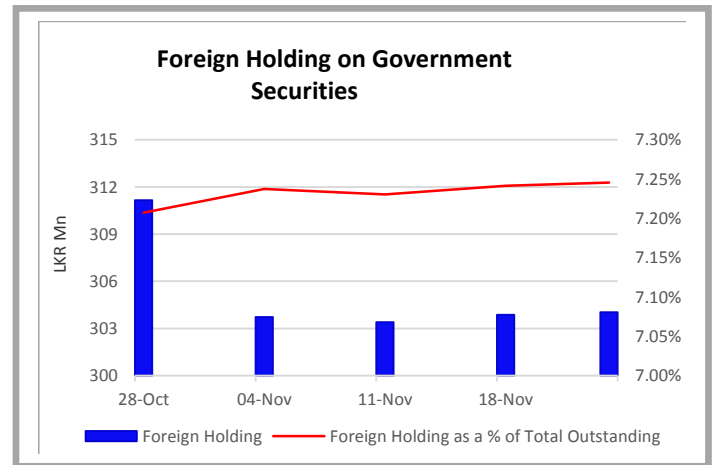
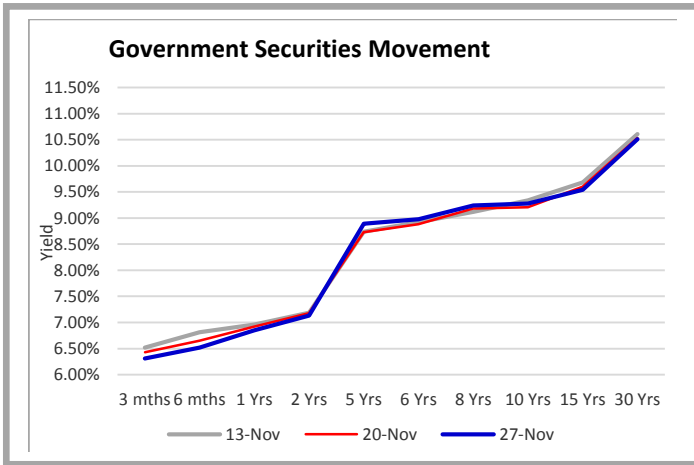
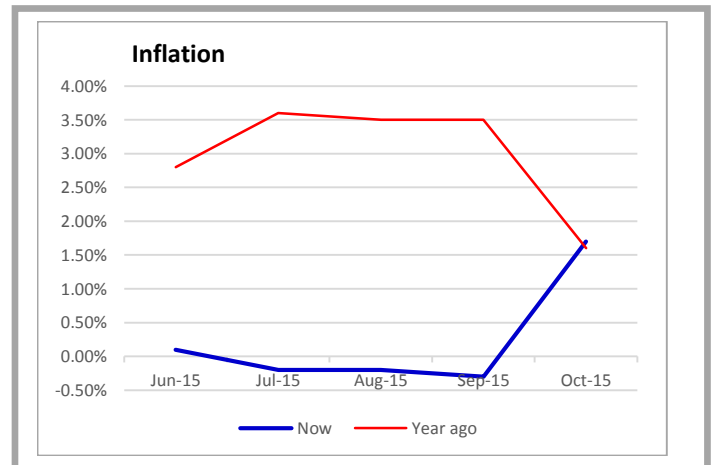
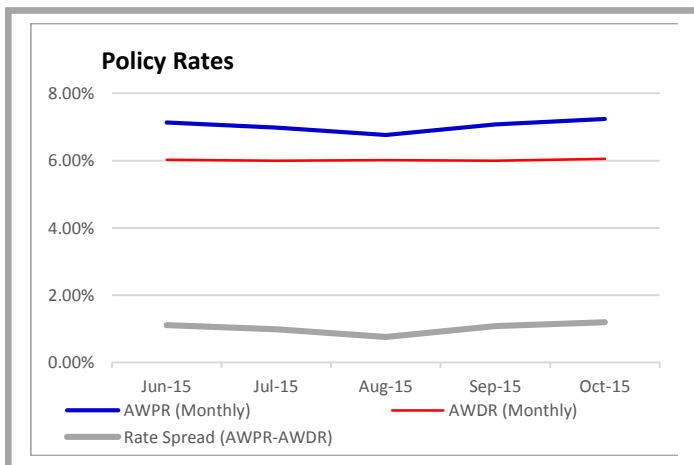


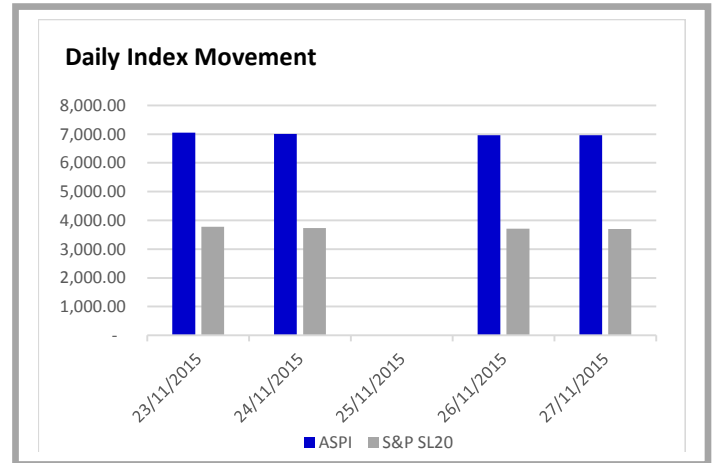
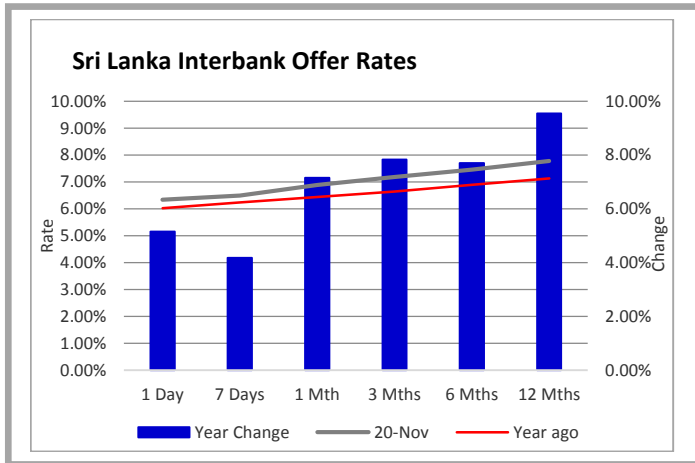
Economic Indicators: LKR/USD 143.07 (0.52% WoW) AWPR: 7.43% (2.06% WoW) AWDR: 6.05% (0.05% MoM) ASPI: 6,961 (0.80% WoW) S&P SL20: 3,704 (1.86% WoW)



Market	Period	27-Nov	20-Nov	Change %
Secondary Market	3 months	6.31%	6.43%	-1.87%
	6 months	6.52%	6.65%	-1.95%
	1 Year	6.85%	6.92%	-1.01%
	2 Years	7.13%	7.18%	-0.70%
	5 Years	8.89%	8.73%	1.83%
	6 Years	8.98%	8.88%	1.13%
	8 Years	9.24%	9.18%	0.65%
	10 Years	9.28%	9.21%	0.76%
	15 Years	9.54%	9.60%	-0.63%
	30 Years	10.51%	10.53%	-0.19%

- Average Weighted Prime Lending Rate (AWPR): 7.43%. It has declined by 15 bps compared to last week.
- Average Weighted Deposit Rate (AWDR): 6.05% (Oct), 6.00% (Sep).
- Average Weighted Fixed Deposit Rate (AWFDR): 7.33% (Oct) and 7.22% (Sep).
- SLIBOR Rates : 6.33% (1Day), 6.49%(7Days), 6.89%(1Month), 7.16%(3Months), 7.42%(6Months), 7.81%(1Yr).
- Inflation (Annual average change): 0.7% (Oct) and 0.7% (Sep).

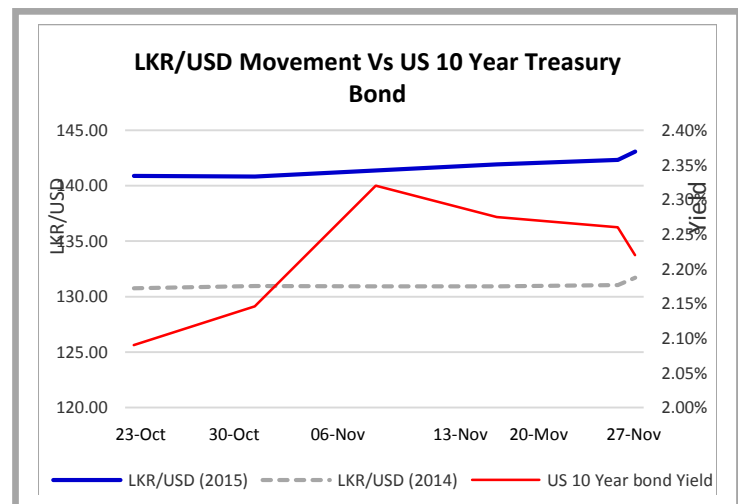




LKR Exchange Rate Movement

- LKR depreciated over the week by 0.52% against USD from LKR/USD 142.32 to 143.07.
- One month forward rate of LKR/USD is 143.24 (Last week 142.57), three month forward rate is 143.91 (Last week 143.40)

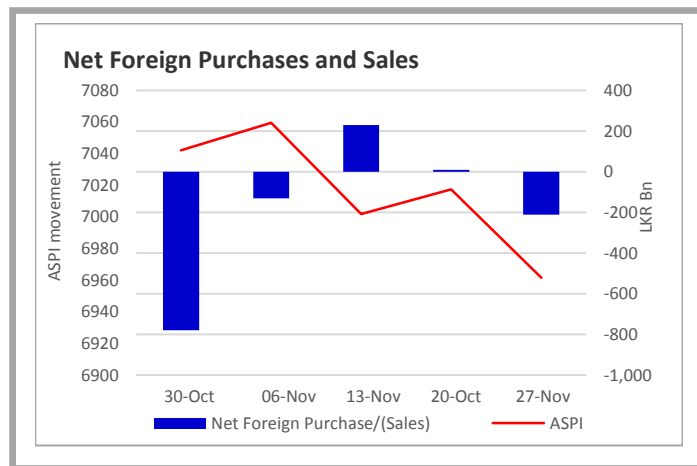
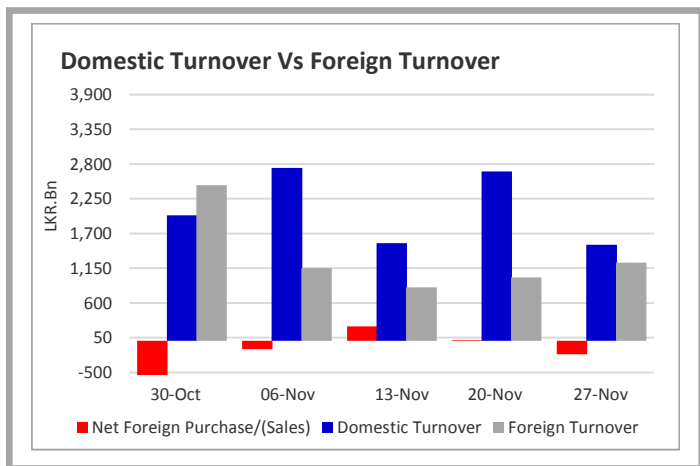
	30-Oct	06-Nov	13-Nov	20-Nov	27-Nov
INR 2015	2.15	2.15	2.14	2.15	2.12
INR 2014	2.13	2.13	2.13	2.11	2.14
RM 2015	32.71	32.92	32.43	32.97	33.77
RM 2014	39.80	39.11	39.23	38.99	39.16



Colombo Stock Exchange

- All Share Price Index: 6,961 points as at 27th Nov 2015.
- S&P 20: 3,704 points as at 27th Nov 2015.
- ASPI reduced by 56 points WoW which is 0.80%.
- S&P 20 reduced WoW by 70 points, reflecting a 1.86% negative variation.
- Net Foreign Outflow: LKR. 211Mn.
- Last week recorded a Net foreign Inflow: LKR. 09Mn.
- Market capitalization: LKR.2,965Bn which is 0.50% reduction compared to last week.
- Market PE: PE recorded as 18.11 in this week and it has reduced by 0.49% from the last week.

Price Index by Sector			
Top Gainers	This week	Pre. week	Change %
TRADING	17,917.52	17,363.10	3.19%
PLANTATIONS	747.04	734.81	1.66%
BEVERAGE FOOD AND TOBACCO	22,700.39	22,516.12	0.82%
HEALTHCARE	963.56	958.89	0.49%
SERVICES	24,268.43	24,196.67	0.30%
Top Losers			
POWER AND ENERGY	168.14	178.19	-5.64%
STORES AND SUPPLIES	26,275.37	27,216.90	-3.46%
BANKS FINANCE AND INSURANCE	17,312.56	17,698.41	-2.18%
MANUFACTURING	4,424.50	4,511.05	-1.92%
INFORMATION TECHNOLOGY	62.74	63.96	-1.91%


Local News

Sri Lanka's Monetary Board held interest rates unchanged after a monthly policy meeting citing low inflation and a lack of necessity to change rates given loose monetary policy in the region. The Standing Deposit Facility Rate (SDFR) was held at 6.00 percent, the Standing Lending Facility Rate (SLFR) at 7.50 percent and the Statutory Reserve Ratio (SRR) at 6.00 percent. Headline inflation, as measured by the Colombo Consumers' Price Index, remained low, increasing to 1.7 per cent on a year-on-year basis in October 2015 from negative 0.3 per cent in September 2015. "On Monday, Central Bank Governor said Sri Lanka has no need to raise interest rates at the moment given the loose monetary policy being followed in regional countries such as India.

(Source: LBO- 24.11.2015)

Norway and Sri Lanka have strong diplomatic relations and business cooperation for several decades and also supporting economic development in Sri Lanka. To strengthen business ties, Norway hopes to expand its participation in several sectors of interests, which will benefit both countries. The sectors of interest for investment is based on the assessment that Norway considers to have its competitiveness and comparative advantage. Sri Lanka's priority sectors for economic growth and development include oil and gas, marine and maritime sector including aquaculture and offshore fish farming, energy - mainly renewable energy (Solar, Hydro and Wind), Information and communication technology (ICT) and tourism.

(Source: Daily News - 27.11.2015)

Sri Lanka is to remove the casino entrance fee imposed in the last budget and plans to increase the annual levy imposed on the business of gaming, other than ruginjo, to 400 million rupees. "I also propose to amend the Finance Act to make directors and shareholders personally liable for non-payment or any act which is taken to avoid payment of Casino Industry Levy introduced in Interim Budget," the text of the budget speech 2016 said. Sri Lanka charges 100 US dollars per person who enters casinos, according to the previous budget. The present annual levy of 200 million rupees for carrying on the business of playing ruginjo will be reduced to 5 million rupees per year.

(Source: LBO- 27.11.2015)

Foreign News

U.S. consumer spending barely rose in October as households took advantage of rising incomes to boost savings to their highest level in nearly three years, pointing to moderate economic growth in the fourth quarter. The Commerce Department said consumer spending edged up 0.1 percent after a similar increase in September. That suggests consumer spending, which accounts for more than two-thirds of U.S. economic activity, has slowed from the third quarter's brisk 3.0 percent annual pace. The tepid rise in consumer spending could combine with an anticipated drag from an ongoing inventory reduction to hold the economy to around a 2 percent growth rate in the fourth quarter.

(Source: Reuters - 25.11.2015)

The first batch of foreign central banks, sovereign wealth funds and international financial institutions have been registered to enter China's interbank foreign exchange market, the country's central bank said on Wednesday. The seven institutions include three central banks: Hong Kong Monetary Authority, Reserve Bank of Australia, and National Bank of Hungary. The International Bank for Reconstruction and Development, International Development Association, Trust Funds of World Bank Group, and Government of Singapore Investment Corp, are the other four institutions to be admitted to the domestic market, the People's Bank of China said in a statement on its website.

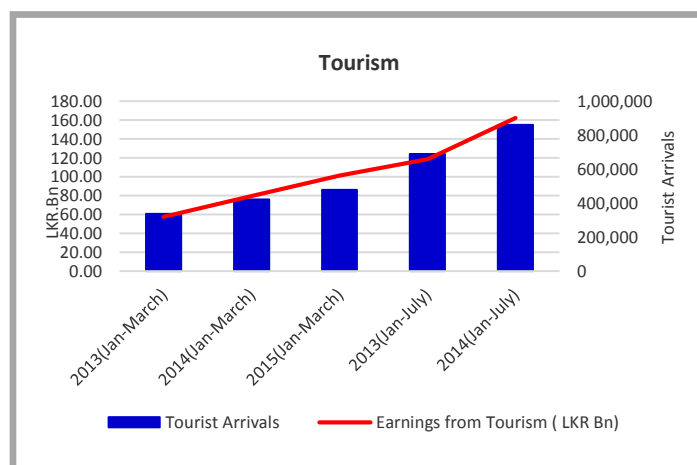
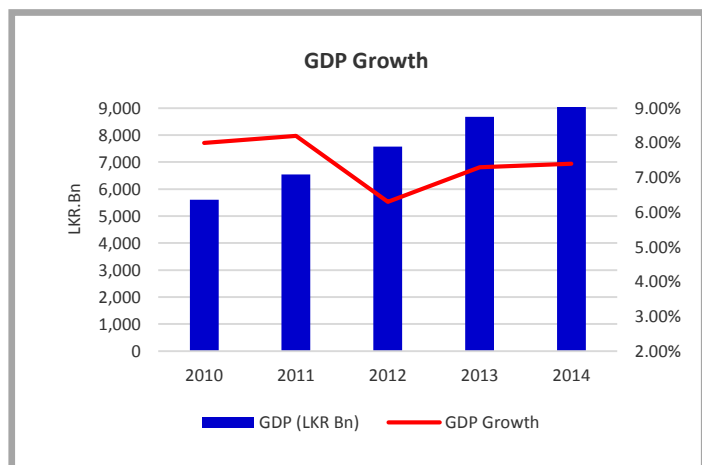
(Source: The Business Times/Singapore) - 25.11.2015)

South Korean banks saw their financial health worsen slightly in the third quarter of this year from three months earlier due to a rise in risky assets, the financial watchdog said Wednesday. The average capital adequacy ratio (CAR) of 18 commercial and state-run banks stood at 13.96 percent as of end-September, down 0.13 percentage points from the previous quarter, according to the Financial Supervisory Service (FSS). The ratio, a key barometer of financial soundness, measures the proportion of a bank's capital to its risk-weighted credit. The Basel, Switzerland-based Bank for International Settlements (BIS), advises lenders to maintain a ratio of 8 percent or higher since late 1992.

(Source: News Agency/ South Korea - 25.11.2015)

GDP and Economy

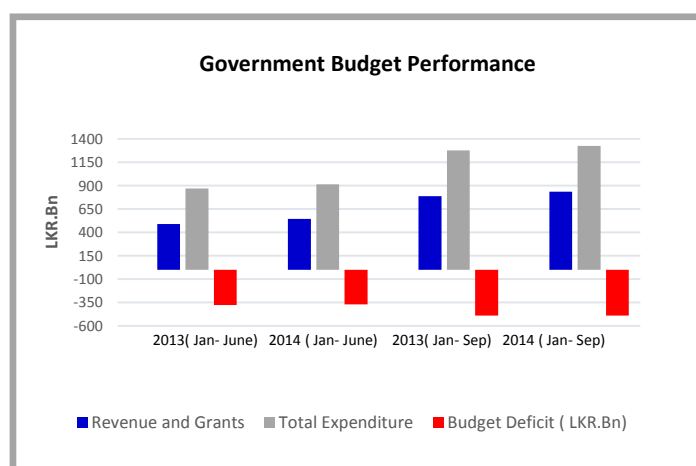
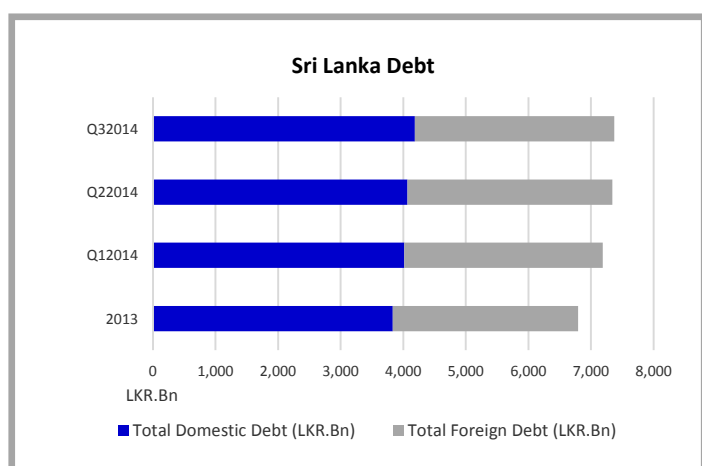
- The GDP of 2014 depicts a steady growth of 7.4% when compared to last year. The Service sector contribution was higher than the agriculture and industry sectors which was 57.6%.
- The agriculture sector, industry sector and Service sector real GDP recorded in 2014 (as per the prices in 2002) were LKR. 353,799Mn, LKR.1,132,892Mn and LKR. 2,019,973Mn respectively.
- Unemployment rate was 4.3% in 2014 compared to 4.4% in the previous year.

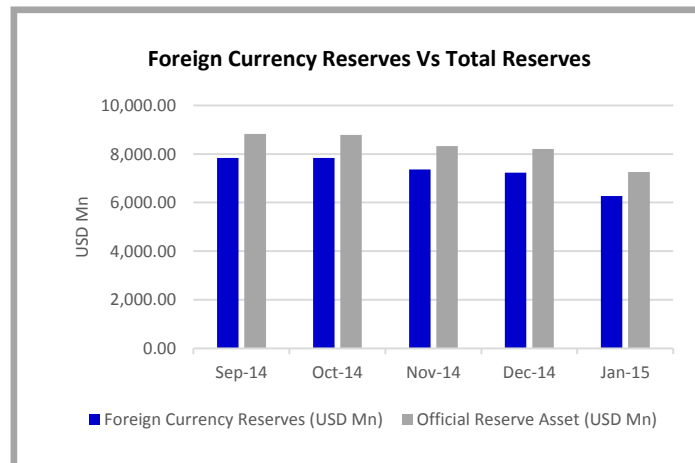
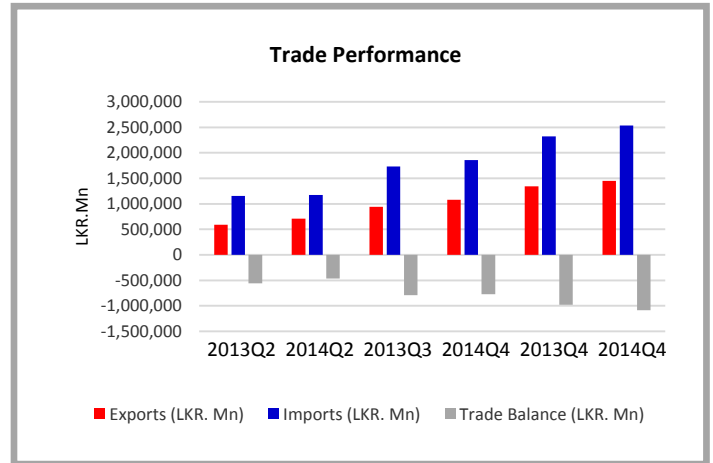
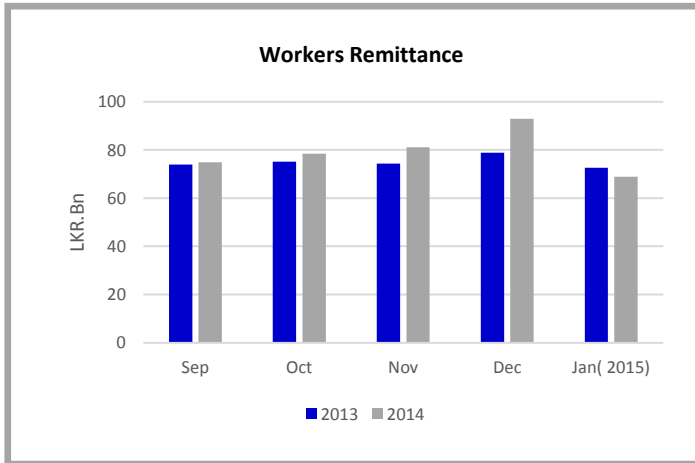


Sri Lanka Fiscal Performance

Debt service indicators improved during 2014. Debt service payments, which include amortization and interest payments declined to 11.0 per cent of GDP in 2014 from 13.4 per cent of GDP in the previous year. The ratio of total interest payments to GDP declined to 4.5 per cent in 2014 from 5.3 per cent in 2013, mainly due to the decline in domestic interest payments with lower interest rates in the market. Domestic interest payments to GDP declined to 3.4 per cent in 2014 from 4.1 per cent in 2013.

	2011	2012	2013	2014
GOVERNMENT DEBT/GDP (%)	78.5	79.2	78.3	75.5
DOMESTIC DEBT/ GDP (%)	42.9	42.7	44.2	43.7
FOREIGN DEBT % OF GDP	35.6	36.5	34.1	31.8
BUDGET DEFICIT/GDP (%)	-6.9	-6.5	-5.9	-5.2



Sri Lanka External Sector


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2. PORTFOLIO MANAGEMENT
3. CORPORATE RESTRUCTURING

Kenanga Investment Corporation Ltd (KICL) was established in Sri Lanka in 2007 and specializes in capital markets activities with core strengths in investment banking and fund management. KICL is the overseas investment arm of Malaysian listed company K & N Kenanga Holdings Berhad (KNKH), a long established financial group in Malaysia with 40 years of collective experience in equity broking.

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- Corporate Syndicated Loan Facilities

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- Fixed Income Securities
- Kenanga Retirement Plan (KRP)

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- Balance Sheet Restructuring
- Corporate Restructuring

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