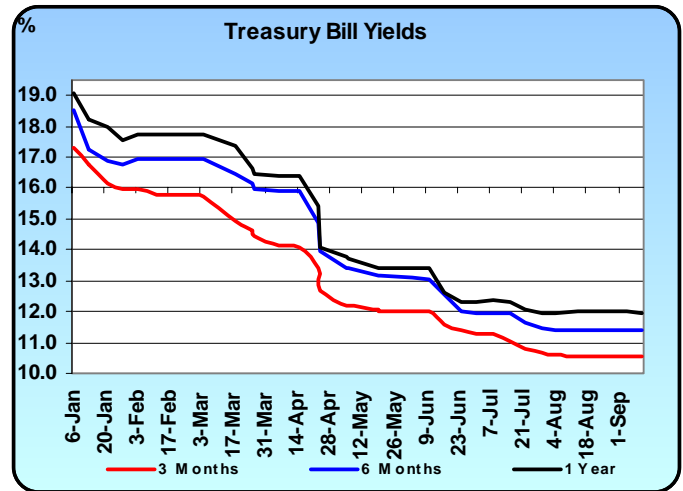
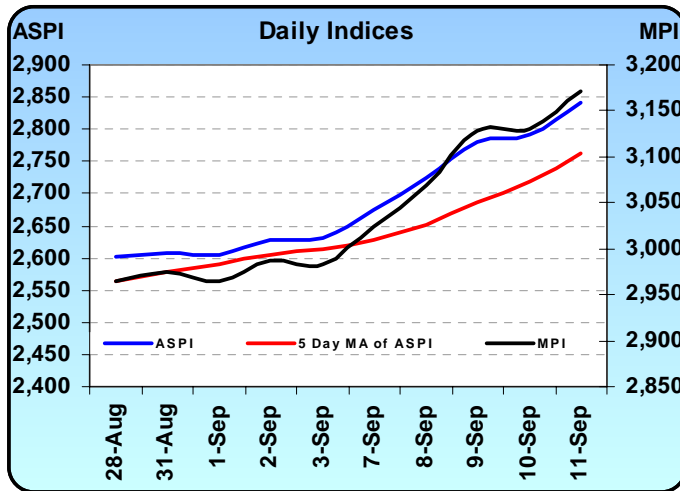


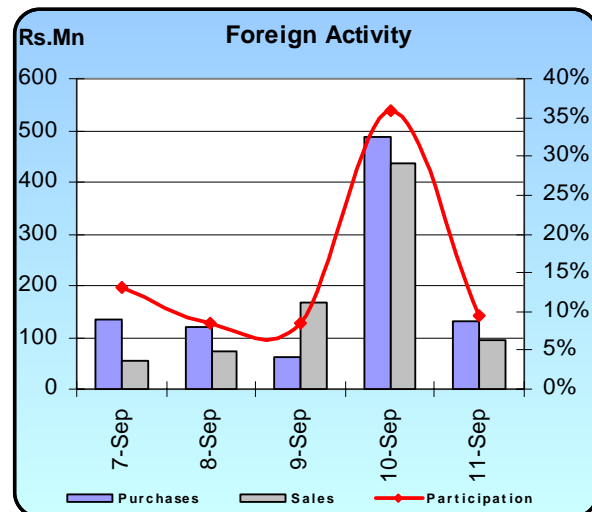
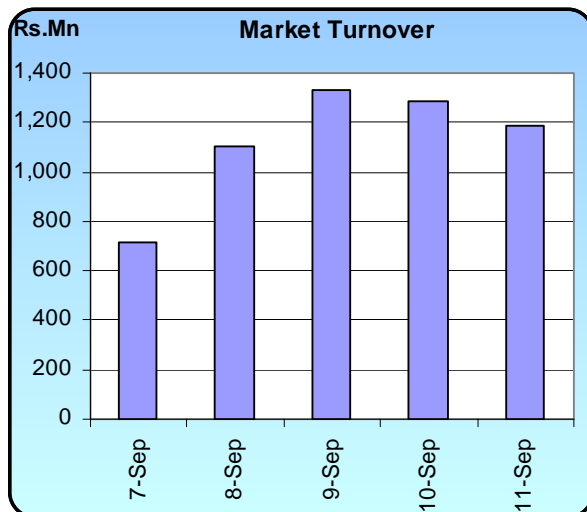
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Company	03-Sep [Rs]	11-Sep [Rs]	Change [%]	Highest [Rs]	Lowest [Rs]	Volume	Turnover [Rs.Mn]
Top Five Gainers							
Hdfc	104.00	182.50	75.5%	191.75	105.00	551,800	87.723
Ceylinco Finance	15.00	19.75	31.7%	21.25	15.00	3,116,500	60.173
Seylan Merchant	4.40	5.75	30.7%	6.00	4.40	10,839,600	57.113
Ceylon Inv.	128.50	167.25	30.2%	175.00	128.25	372,100	60.080
John Keells Ltd	106.25	137.00	28.9%	140.00	110.00	105,600	13.272
Top Five Losers							
Alufab	37.00	33.25	-10.1%	39.00	33.25	6,400	0.246
Ceylinco Housing	37.50	34.25	-8.7%	36.75	34.00	146,900	5.195
Ceylon Brewery	92.50	85.00	-8.1%	90.00	85.00	800	0.071
Envi. Resources	42.25	39.25	-7.1%	43.75	39.00	715,200	29.344
Lanka Cement	33.00	31.25	-5.3%	34.00	31.00	678,300	21.881
Top Five by Volume							
Nawaloka	2.80	3.30	17.9%	3.40	2.80	44,203,200	138.050
Blue Diamonds[Non Voting]	0.80	1.00	25.0%	1.20	0.80	18,851,800	18.818
Blue Diamonds	3.10	3.50	12.9%	4.40	3.30	15,275,400	57.359
Seylan Merchant[Non Voting]	0.50	0.60	20.0%	0.80	0.50	14,579,200	9.301
Reefcomber	1.90	2.20	15.8%	2.40	1.80	13,328,600	29.832
Top Five by Turnover							
JKH	135.50	146.25	7.9%	149.00	136.00	5,793,300	833.196
COMMERCIAL BANK	151.50	165.00	8.9%	166.00	152.00	2,259,400	357.786
SAMPATH	145.75	170.00	16.6%	175.00	147.00	1,128,200	187.804
DOCKYARD	141.25	170.00	20.4%	172.00	142.00	1,144,900	177.993
DFCC	138.50	148.25	7.0%	149.00	138.50	1,140,100	163.191

Market Summary

	Week Ending		Change %
	3-Sep	11-Sep	
Average Daily			
Turnover [Rs.mn]	768.6	1,124.2	46.3%
Volume [mn]	36.5	58.7	61.1%
Foreign Purchases [Rs.mn]	111.7	186.3	66.8%
Foreign Sales [Rs.mn]	111.1	164.5	48.1%
Net Foreign Purchases [Rs.mn]	0.5	21.7	3995.0%
Foreign Participation	14.5%	15.6%	7.6%
Closing			
ASPI	2,630.8	2,840.3	7.97%
MPI	2,983.6	3,170.6	6.27%
Market Capitalization [Rs.bn]	842.330	909.447	7.97%
Market PER [x]	11.24	13.08	
Market PBV [x]	1.27	1.4	



Sector Indices	Week Ending		Change %
	11-Sep	03-Sep	
INVESTMENT TRUSTS - INV	23017.65	18680.47	23.22%
SERVICES - SRV	10095.66	8270.26	22.07%
CONSTRUCTION AND ENGINEERING - C&E	2227.44	1866.50	19.34%
MOTORS - MTR	3986.33	3472.33	14.80%
OIL PALMS - OIL	24809.49	22224.49	11.63%
TRADING - TRD	2701.04	2605.68	3.66%
BEVERAGE FOOD AND TOBACCO - BFT	4676.98	4559.77	2.57%
INFORMATION TECHNOLOGY - IT	89.41	87.43	2.26%
PLANTATIONS - PLT	626.10	618.59	1.21%
FOOTWEAR AND TEXTILE - F&T	681.64	692.10	-1.51%

Market Review

The Bourse witnessed strong growth with significant buying interest during the week under review. The benchmark ASPI gained 209.56 points or 7.97% week on week while the more sensitive MPI also reported a week on week gain of 187.01 points or 6.27%.

Compared to previous week's closing levels the market gained Rs.67.12 billion approximately or 7.97 per cent in value this week to close at Rs.909.45 billion on Thursday.

Total market turnover for the week amounted to Rs.5.62 billion with an average daily turnover of Rs.1124.2million. Turnover for the week witnessed 46.3 per cent gain compared to the last week's market turnover of Rs.3.07 billion.

Heavily traded shares of the week under review were **Nawaloka Hospital** and **Blue Diamond (Non-Voting)** with the former being highest in terms of volume for the week, trading over 44.2million shares. The counter gained 18% during the week in value on a Week on Week basis. **John Keels Holdings** and **Commercial Bank** contributed heavily to the week's market turnover, whilst the former being the highest contributor to the week's market turnover.

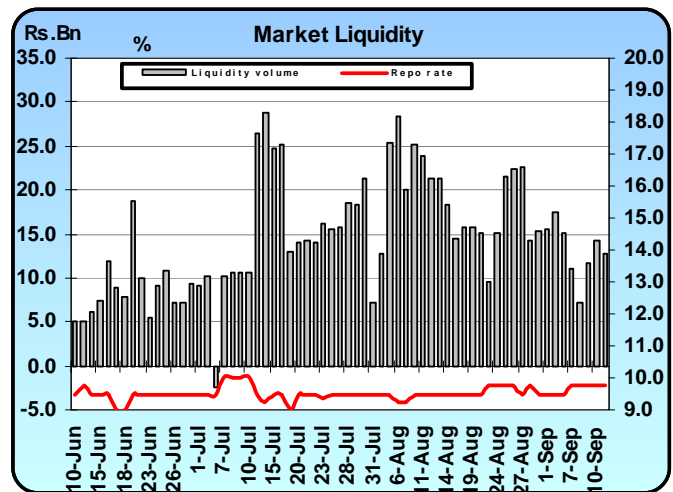
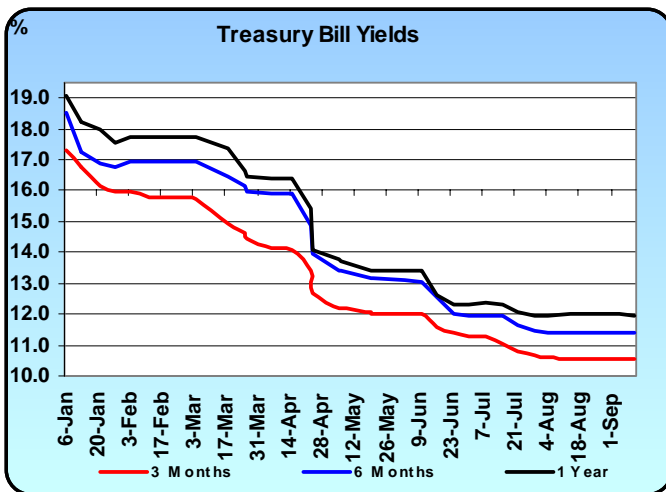
FII participation gained to 15.6 per cent of total turnover this week, from 14.5 per cent reported last week. FII interest was positive during the week with a net inflow of Rs.108.56 million, a 5019 per cent increase compared to last week's net outflow of Rs.2.12 million.

Average daily turnover for the week stood at Rs.1124.2 million while average daily volume settled at 58.7 million shares. Foreign representation was 15.6% of total market activity with a net inflow of Rs.108.56 million. Overall for the week, the ASPI gained 209.56 points (+7.97%) and the MPI gained 187.01 points (+6.27%) to close at 2840.33 and 3170.56 respectively.

Interest Rates

Government Securities – Results of the Treasury Bill auction held on the 09th September 2009.

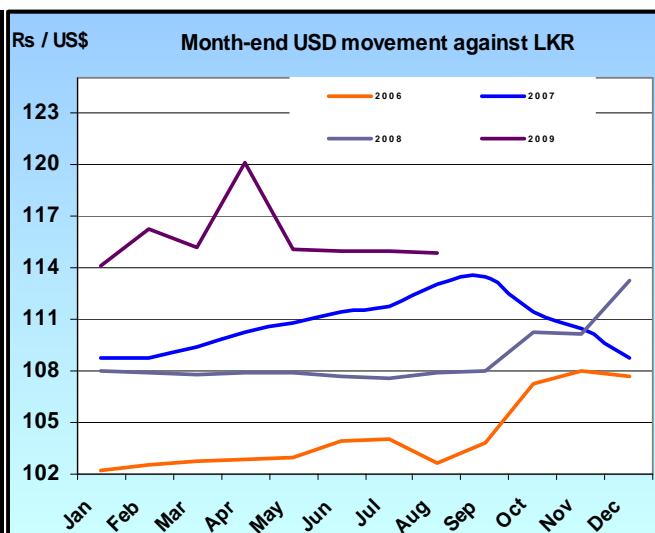
Maturity	Amount Offered	Bids Received	Amount Accepted	Weighted Average Yield		
				This Week	Last Auction	WoW Change
	[Rs.Mn]	[Rs.Mn]	[Rs.Mn]	[%]	[%]	[Basis Points]
3 Months	3,000	5,834	2,709	10.54	10.55	-1.00
6 Months	3,500	7,405	2,555	11.39	11.42	-3.00
1 Year	5,500	7,682	3,622	11.97	11.98	-1.00
Total	12,000	20,921	8,886			



[% per annum]	Week Ending	
	3-Sep	11-Sep
Overnight Rate on Repurchase Agreements	8.50	8.50
Commercial Bank Average Weighted Prime Lending Rate [AWPLR]	13.23	13.06
Sri Lanka Inter Bank Offer Rate [SLIBOR]		
- Overnight	9.90	9.89
- 7 Days	10.15	10.27
- 1 Month	10.80	10.95
- 3 Months	11.28	11.58
- 6 Months	11.94	12.15
- 1 Year	12.71	12.77
	Month Ending	
	31-Jul	31-Aug
Commercial Bank Average Weighted Deposit Rate [AWDR]	10.98	10.84
Commercial Bank Average Weighted Fixed Deposit Rate [AWFDR]	14.94	14.64

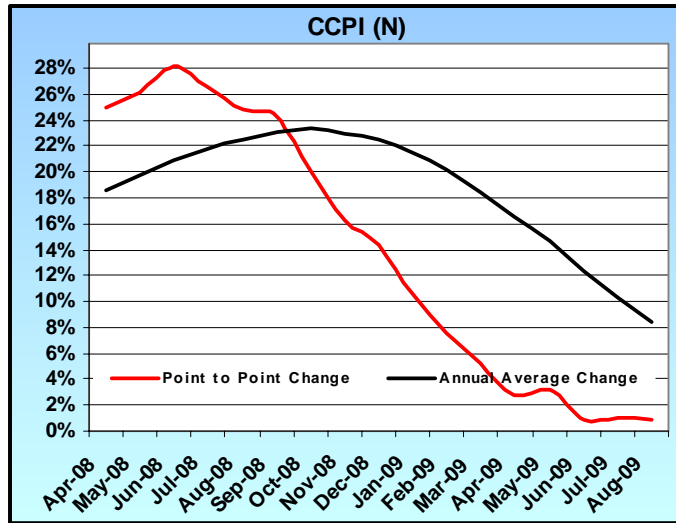
Currency Board

	Week Ending		
	3-Sep	11-Sep	Change
USD Exchange Rate (Rs/\$)			
- Average Middle Rate	114.86	114.84	-0.02%
- Forward 1 month	115.29	115.09	-0.17%
- Forward 3 months	115.93	115.60	-0.28%
British Pound	186.94	191.54	2.46%
Euro	164.92	167.49	1.56%
Japanese Yen	1.23	1.26	2.46%
Indian Rupee	2.36	2.37	0.41%
Australian Dollar	96.42	99.12	2.80%
Singapore Dollar	79.60	80.65	1.32%



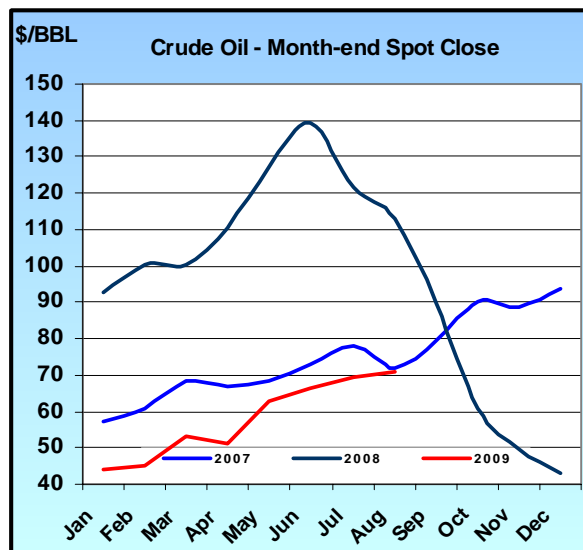
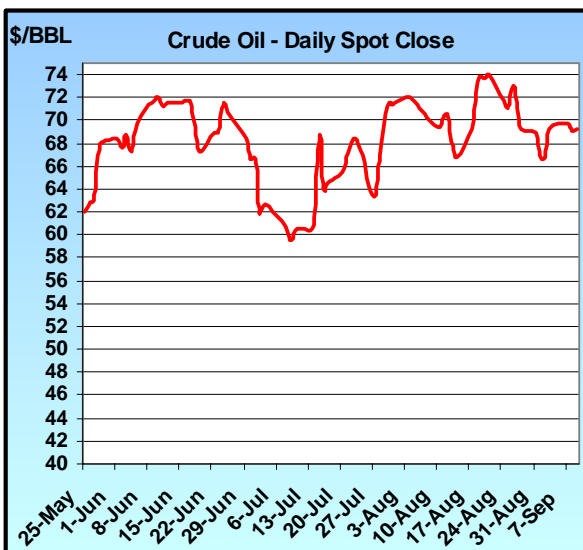
Inflation

New Colombo Consumers' Price Index - CCPI(N) [2002=100]	Month Ending		
	May-09	Jun-09	Aug-09
- Year on Year (Point to Point) Change/Inflation Rate	0.9%	1.1%	0.9%
- Annual Average Change/Inflation Rate	12.5%	10.4%	8.5%



Crude Oil

[USD per Barrel]	Week ending	
	03-Sep	11-Sep
Dated Brent Spot Closing Price	66.93	69.29



Tea Market Update

Colombo Tea Auction – Sales (kg) – Sale No: 35 – September 09, 2009

Elevation	This Week	Last Auction	Change	Cumulative		Change
	Sale 35-2009	Sale 34-2009		01-Jan to Date	Same Period	
	09-Sep-09	31-Aug-09		2009	2008	
High Grown	836,213	1,006,355	-16.9%	41,142,764	45,318,813	-9.2%
Medium Grown	681,464	710,202	-4.0%	30,054,276	31,015,004	-3.1%
Low Grown	3,639,346	4,009,224	-9.2%	114,929,952	116,623,806	-1.5%
Total	5,157,023	5,725,781	-9.9%	186,126,992	192,957,622	-3.5%

Colombo Tea Auction – Sales Averages (Rs/kg)

Elevation	2008	Jun-09	Jul-09	Aug-09	Sale 35-2009 09-Sep-09
High Grown	273.83	281.90	343.43	352.35	389.09
Medium Grown	270.13	292.09	347.84	342.83	382.91
Low Grown	336.38	399.44	427.30	415.80	445.72
Total	310.81	348.47	396.07	392.30	428.24

Tea Production according to Elevations (kg)

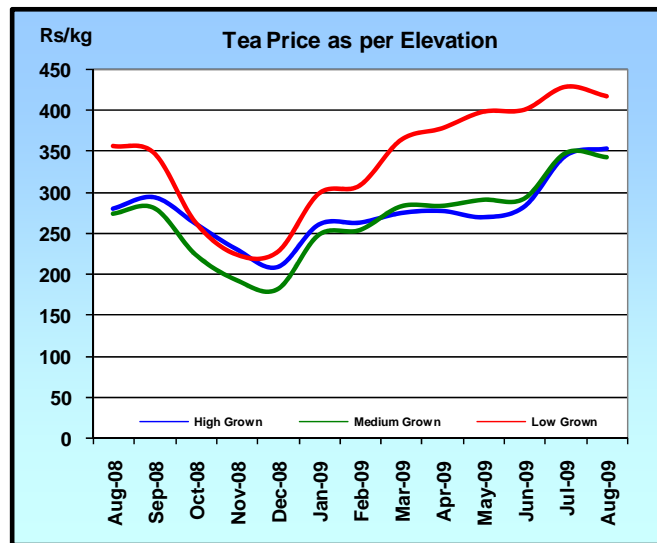
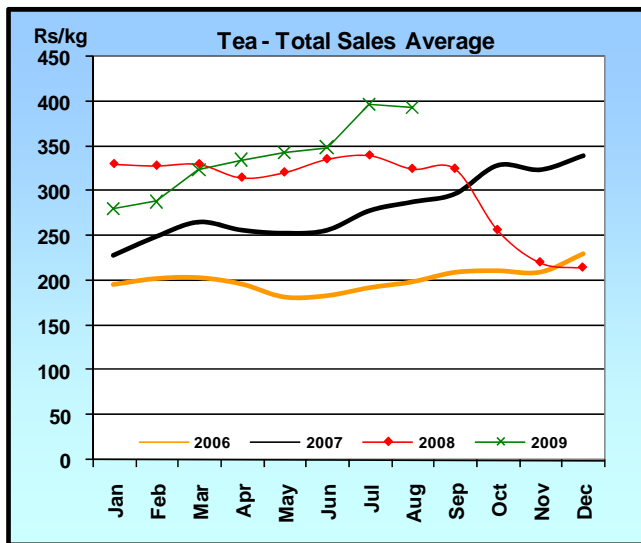
Elevation	June			January to June		
	2008	2009	Change	2008	2009	Change
High Grown	7,698,923	5,019,877	-34.8%	45,317,355	35,219,387	-22.3%
Medium Grown	4,545,621	3,447,475	-24.2%	27,751,373	20,024,375	-27.8%
Low Grown	15,182,937	15,155,630	-0.2%	98,760,180	71,468,683	-27.6%
Total	27,427,481	23,622,982	-13.9%	171,828,908	126,712,445	-26.3%

Tea Production according to Categories (kg)

Production	June			January to June		
	2008	2009	Change	2008	2009	Change
Orthodox	26,063,247	22,399,225	-14.1%	161,837,145	118,069,150	-27.0%
CTC	1,054,764	998,725	-5.3%	8,302,717	7,650,455	-7.9%
Total Black Tea	27,118,011	23,397,950	-13.7%	170,139,862	125,719,605	-26.1%
Green Tea	309,470	225,032	-27.3%	1,689,046	992,840	-41.2%
Total	27,427,481	23,622,982	-13.9%	171,828,908	126,712,445	-26.3%

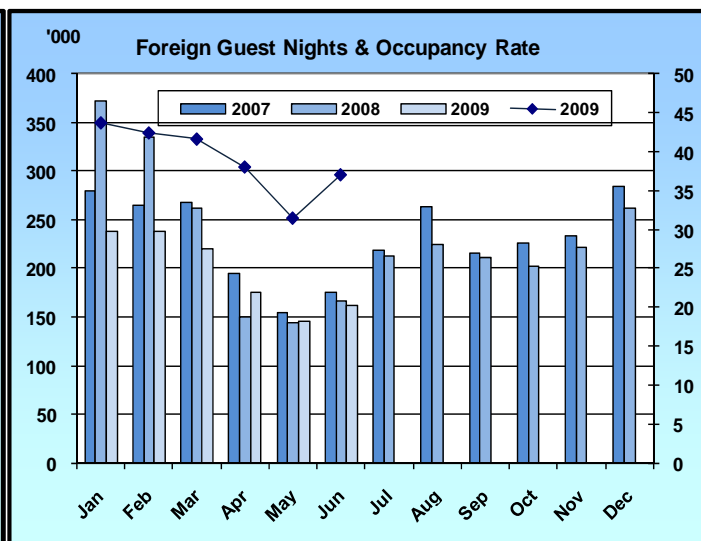
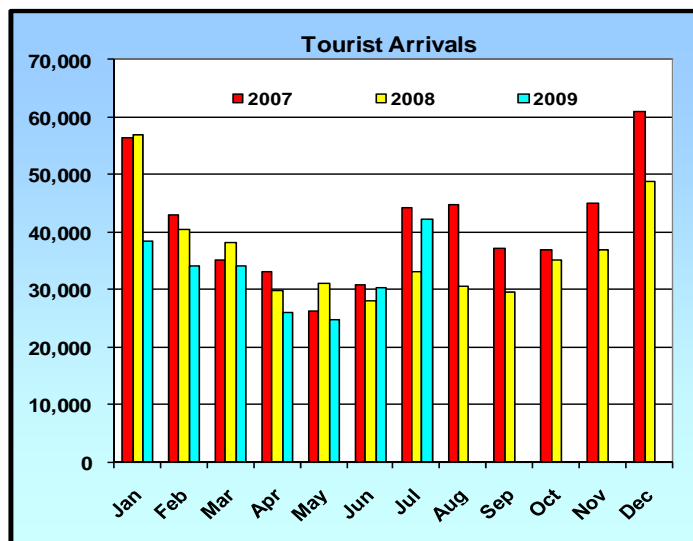
Analysis of Total Tea Production

Elevation - Breakdown	Jun-09	Jan - Jun 09
High Grown	21.2%	27.8%
Medium Grown	14.6%	15.8%
Low Grown	64.2%	56.4%
	100.0%	100.0%
CTC Production as a % of Black Tea Production	4.3%	6.1%



Tourist Arrivals

Sri Lanka	July			January to July		
	2008	2009	Change	2008	2009	Change
Tourist Arrivals	32,982	42,223	28.0%	257,345	229,952	-10.6%
	June			January to June		
	2008	2009	Change	2008	2009	Change
Average Occupancy Rate	35.2%	37.0%	5.1%	44.5%	39.0%	-12.4%
Foreign Guest Nights	166,703	161,601	-3.1%	1,430,616	1,178,947	-17.6%



Weekly Report – Sources of Information:

- Colombo Stock Exchange – Equity Data
- Central Bank of Sri Lanka – Interest Rates, Exchange Rates & Inflation Statistics
- Capital Alliance Limited – Interest Rates
- Bloomberg – Commodity Prices
- The Colombo Brokers’ Association – Tea Market Data
- Sri Lanka Tea Board – Tea Market Data
- Sri Lanka Tourist Board – Tourism Data

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