

## 2017 QUARTER 1 MARKET WRAP



**SPSE Acting CEO**  
**Ms Krishika Narayan**

*“Time is the friend of the wonderful company, the enemy of the mediocre.”*

*Warren Buffet*

Yes time really flies and we have now concluded the first quarter of the year 2017. With the end of the first three months, it would be remiss of the Exchange to forego an ideal market review opportunity in the interest of our existing investors and the various potential investors who may still be wondering how they can start investing in the stock market.

The Exchange has great pleasure therefore in compiling and presenting to you the key market statistics over the quarter focusing on vital market performance indicators in this monthly stock market awareness column. For those investors who wish to read and better understand the concept of saving and investing in the stock market, please do visit our website to have a look at our previous investor awareness articles.

### Market Returns

- ▶ The average tax-free income yield (dividend returns) for the market over the three months stood at 5.95% while the average capital growth (share price increases) for the market over the three months closed at 2.53%. Combining the income and the capital return totals to an **average total market return of 8.48%** over the first three months of 2017;
- ▶ Details of price and capital growth returns as well as the income yields (over Quarter 1, 2017) is tabulated below:

Security	Capital Growth	Income Yield	Total Market Return (Cumulative)
APP	0.00%	2.38%	2.38%
ATH	3.94%	5.30%	9.24%
CFM	0.00%	4.60%	4.60%
FBL*	17.50%	2.13%	19.63%
FFF	0.00%	0.00%	0.00%
FIL	18.06%	4.71%	22.76%
FMF	0.00%	1.75%	1.75%
FTV	0.00%	43.71%	43.71%
KGF	0.00%	0.00%	0.00%
PBF	0.00%	2.48%	2.48%
PBP	0.00%	2.70%	2.70%
PGI	0.00%	7.00%	7.00%
RBG	3.49%	4.91%	8.40%
RCF	0.00%	8.00%	8.00%
TTS	0.00%	0.00%	0.00%
VBH	0.00%	3.52%	3.52%
VIL	1.96%	4.73%	6.69%
FHL	2.69%	5.71%	8.40%
BCN	0.39%	9.42%	9.80%
<b>AVERAGE</b>	<b>2.53%</b>	<b>5.95%</b>	<b>8.48%</b>

\* FBL's capital growth is calculated based on the closing share price of \$2.00 on the initial day of listing.

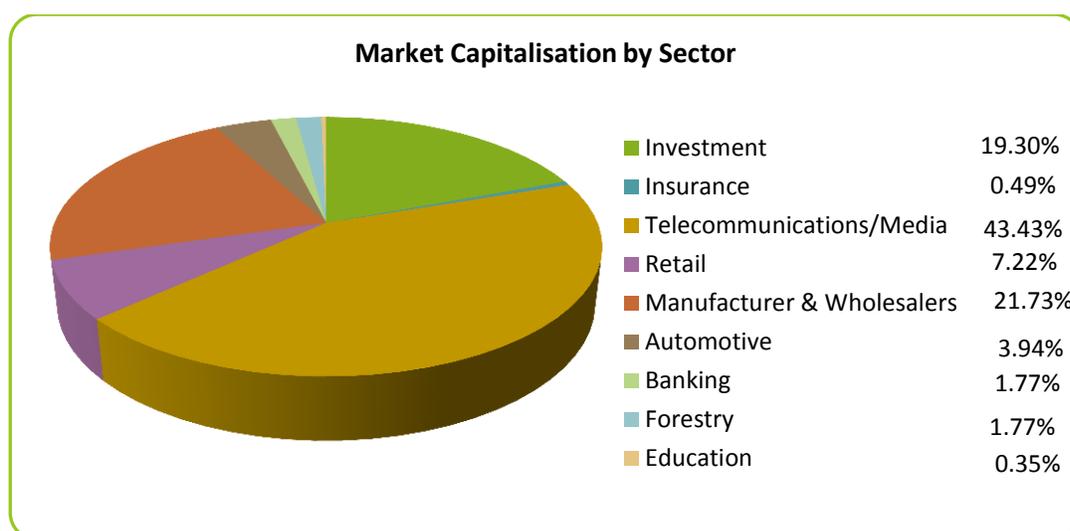
**Disclaimer:**

All investments are subject to some degree of risk. The SPSE does not guarantee investment performance or return of capital invested. You are entitled to seek professional investment advice before proceeding with investments.

## Market Capitalisation & Indices

### Market Capitalisation

- ▶ The aggregate market value of the listed companies (Market Capitalisation) concluded the 1<sup>st</sup> quarter at an all-time high value of \$1.35 billion, a 2.69% increase over the first three months of 2017 and 8.10% increase over the 12 month period (over March 2016 to March 2017 period);
- ▶ The increase in the market value over the quarter is attributed to the various impressive share prices increases (capital gains) recorded by listed companies as well as the listing of Free Bird Institute Limited (FBL);
- ▶ In terms of sectoral contributions, the Telecommunications and Media sector remains the largest contributor to market capitalisation due to the presence of Amalgamated Telecom Holdings Limited (ATH).
- ▶ Further details of sectoral representation at the end of the quarter are illustrated below:



### Market Indices

- ▶ The SPSE Total Return Index (STRI), measuring capital gains and dividend/interest returns during the quarter closed at 3274.38, an increase of 3.20% over the quarter and an impressive 12.97% increase over the 12 month period;
- ▶ The SPSE Equal Weighted Total Return Index, which weighs each listed company equally without being skewed by the heavyweights, also rose by 3.20% over the January to March 2017 period closing at 4044.95 and saw an increase of 11.75% over the March 2016 to March 2017 period;
- ▶ These statistics discussed above is tabulated below for information:

Particulars	Quarter 1, 2017 (Mar-17)	Quarter 4, 2016 (Dec-16)	% Change (Over 3 months)	Quarter 1, 2016 (Mar-16)	% Change (Over 12 months)
Market Capitalisation	1,354,311,217	1,318,795,202	+2.69%	1,252,817,488	+8.10%
SPSE Total Return Index (STRI)	3274.38	3172.79	+3.20%	2898.41	+12.97%
Equal Weighted Total Return Index	4044.95	3919.39	+3.20%	3619.76	+11.75%

## December Financial Year-end Listed Company Results

- ▶ To conclude the quarter, all December year-end listed companies submitted their financial statements for the year ended 31<sup>st</sup> December, 2016 for the information of their current shareholders and potential investors;
- ▶ The Exchange is also attentive that many existing shareholders as well as potential investors may be interested in the financial figures of these listed companies to assist them in making informed investment decisions;
- ▶ A summary of the financials submitted over the month of March is presented below:

Listed Company	Sector	Financial Highlights 2016	Market Highlights 2016
<b>Communications (Fiji) Limited (CFM)</b> Share Price (March 2017): \$4.35	Telecommunications/ Media	<ul style="list-style-type: none"> <li>▶ Operating Revenue: \$11.28m (2015:\$12.23m)</li> <li>▶ Net Profit: -\$1.34m (2015: \$1.46m)</li> <li>▶ Net Assets: \$10.03m (2015: \$11.86m)</li> </ul>	<ul style="list-style-type: none"> <li>▶ 12 month price movements:                             <ul style="list-style-type: none"> <li>• High: \$4.35</li> <li>• Low: \$4.14</li> </ul> </li> <li>▶ Income Return: 1.84%</li> <li>▶ Share Price Growth: 4.57%</li> </ul>
<b>BSP Convertible Notes Limited (BCN)</b> Share Price (March 2017): \$7.81	Banking	<ul style="list-style-type: none"> <li>▶ Operating Revenue: \$0.53m (2015:\$0.49m)</li> <li>▶ Net Profit: \$2.36m (2015: \$2.13m)</li> <li>▶ Net Assets: \$15.83m (2015: \$15.72m)</li> </ul>	<ul style="list-style-type: none"> <li>▶ 12 month price movements:                             <ul style="list-style-type: none"> <li>• High: \$7.78</li> <li>• Low: \$7.16</li> </ul> </li> <li>▶ Income Return: 9.45%</li> <li>▶ Share Price Growth: 8.66%</li> </ul>
<b>Pacific Green Industries (Fiji) Limited (PGI)</b> Share Price (March 2017): \$1.00	Manufacturers & Wholesalers	<ul style="list-style-type: none"> <li>▶ Operating Revenue: \$3.94m (2015:\$3.47m)</li> <li>▶ Net Profit: \$0.32m (2015: \$0.15m)</li> <li>▶ Net Assets: \$3.78m (2015: \$3.99m)</li> </ul>	<ul style="list-style-type: none"> <li>▶ 12 month price movements:                             <ul style="list-style-type: none"> <li>• High: \$1.00</li> <li>• Low: \$1.00</li> </ul> </li> <li>▶ Income Return: 7.00%</li> <li>▶ Share Price Growth: 0.00%</li> </ul>
<b>Paradise Beverages (Fiji) Limited (PBF)</b> Share Price (March 2017): \$12.10	Manufacturers & Wholesalers	<ul style="list-style-type: none"> <li>▶ Operating Revenue: \$97.67m (2015:\$93.19m)</li> <li>▶ Net Profit: \$13.43m (2015: \$12.36m).</li> <li>▶ Net Assets: \$118.47m (2015: \$108.34m).</li> </ul>	<ul style="list-style-type: none"> <li>▶ 12 month price movements:                             <ul style="list-style-type: none"> <li>• High: \$12.40</li> <li>• Low: \$11.18</li> </ul> </li> <li>▶ Income Return: 2.48%</li> <li>▶ Share Price Growth: 8.23%</li> </ul>
<b>VB Holdings Limited (VBH)</b> Share Price (March 2017): \$3.98	Automotive	<ul style="list-style-type: none"> <li>▶ Operating Revenue: \$6.81m (2015:\$6.62m)</li> <li>▶ Net Profit: \$2.09m (2015: \$1.41m)</li> <li>▶ Net Assets: \$13.29m (2015: \$11.49m)</li> </ul>	<ul style="list-style-type: none"> <li>▶ 12 month price movements:                             <ul style="list-style-type: none"> <li>• High: \$3.98</li> <li>• Low: \$3.60</li> </ul> </li> <li>▶ Income Return: 3.52%</li> <li>▶ Share Price Growth: 10.56%</li> </ul>
<b>Pleass Global Limited (PBP)</b> Share Price (March 2017): \$1.48	Manufacturers & Wholesalers	<ul style="list-style-type: none"> <li>▶ Operating Revenue: \$11.23m (2015:\$9.16m)</li> <li>▶ Net Profit: \$0.94m (2015: \$0.83m)</li> <li>▶ Net Assets: \$8.24m (2015: \$5.76m)</li> </ul>	<ul style="list-style-type: none"> <li>▶ 12 month price movements:                             <ul style="list-style-type: none"> <li>• High: \$1.48</li> <li>• Low: \$1.25</li> </ul> </li> <li>▶ Income Return: 2.70%</li> <li>▶ Share Price Growth: 18.40%</li> </ul>

<p><b>Free Bird Institute Limited (FBL)</b></p> <p>Share Price (March 2017): \$2.35</p>	<p>Education</p>	<ul style="list-style-type: none"> <li>▶ Operating Revenue: \$5.38m (2015:\$4.14m)</li> <li>▶ Net Profit: \$0.93m (2015: \$0.34m)</li> <li>▶ Net Assets: \$2.89m (2015: \$1.96m)</li> </ul>	<ul style="list-style-type: none"> <li>▶ Price movements post listing: <ul style="list-style-type: none"> <li>• First day of trading (close): \$2.00</li> </ul> </li> <li>▶ Income Return: 2.13%</li> <li>▶ Share Price Growth: 17.50%</li> </ul> <p><i>(Statistics stated here are computed based on the share price trend and dividend declared post listing on SPSE)</i></p>
<p><b>FijiCare Insurance Limited (FIL)</b></p> <p>Share Price (March 2017): \$0.85</p>	<p>Insurance</p>	<ul style="list-style-type: none"> <li>▶ Operating Revenue: \$12.71m (2015:\$11.65m)</li> <li>▶ Net Profit: \$0.72m (2015: \$0.77m)</li> <li>▶ Net Assets: \$6.46m (2015: \$5.79m)</li> </ul>	<ul style="list-style-type: none"> <li>▶ 12 month price movements: <ul style="list-style-type: none"> <li>• High: \$0.72</li> <li>• Low: \$0.72</li> </ul> </li> <li>▶ Income Return: 5.56%</li> <li>▶ Share Price Growth: 0.00%</li> </ul>
<p><b>Kinetic Growth Fund Limited (KGF)</b></p> <p>Share Price (March 2017): \$0.45</p>	<p>Investment</p>	<ul style="list-style-type: none"> <li>▶ Operating Revenue: \$0.76m (2015:\$0.73m)</li> <li>▶ Net Profit: \$0.41m (2015: -\$0.04m)</li> <li>▶ Net Assets: \$2.28m (2015: \$1.80m)</li> </ul>	<ul style="list-style-type: none"> <li>▶ 12 month price movements: <ul style="list-style-type: none"> <li>• High: \$0.45</li> <li>• Low: \$0.45</li> </ul> </li> <li>▶ Income Return: 0.00%</li> <li>▶ Share Price Growth: 0.00%</li> </ul>

**Note:** The above information is provided as a summary and shareholders or potential investors can also download/view the full financials that is available on the SPSE website. It must also be noted; that the information is provided for information purpose only and should not be construed as investment advice.

### Upcoming Investor Awareness Session

- ▶ As part of our investor awareness drive, the Exchange in partnership with the licensed stockbroking firms will be conducting an **Introduction to Stock Market Seminar** on **Saturday, 29<sup>th</sup> April 2017** from **1.30pm to 3.30pm** at the **Tanoa International Hotel, Nadi**;
- ▶ If you have always been wondering how the stock market operates or ever considered investing your savings in listed companies and did not know the next steps, then this is an opportunity for you to come down and meet with us to clear your doubts and get more confident in investing your savings in the stock market;
- ▶ The session is free of charge; however, to confirm your participation, please register with us now. Registrations can be done by calling our office or sending us email (contacts below).

### Online Shareholder Portal

- ▶ The online portal is now available for shareholders of companies for which the Central Share Registry Limited (CSRL) maintains the registry. These shareholders now have the benefit of keeping a trace of their investments online;
- ▶ To get started, you as a shareholder need to register and create your profile. Please visit the CSRL website – **www.csr.com.fj** to start using the online shareholder portal.

**For further information including those relating to listing on SPSE, listed company performance and/or investing in listed companies, as well as any shareholder related queries regarding your investments in one of the listed companies, please do not hesitate to contact us.**

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