



# MONTHLY STOCK MARKET TRADING REPORT

NOVEMBER  
2018

FIND US:



## Disclaimer

*The information presented in this publication is for information purposes only and should not be construed as investment advice. 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 any investment.*

## 1.0 SPSE Market Highlights

### 1.1 Overall Trading Statistics

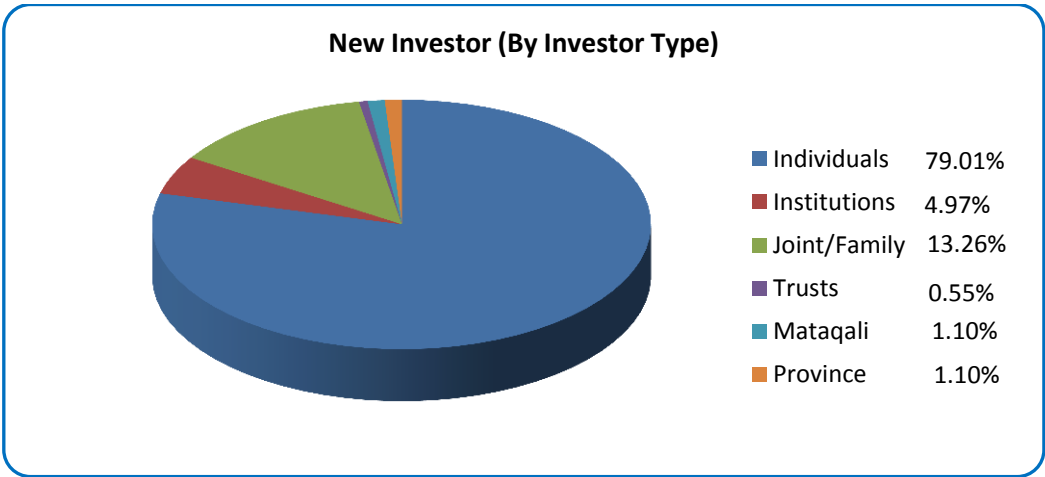
- During the month of November, a total of 303 trades were recorded with a collective volume of 274,809 shares totaling to \$1,357,372 in value traded.
- One of the highlights for the month of November was the execution of Fijian Holdings Limited's (FHL's) market based dividend reinvestment trades which remained unexecuted in October. These trades originated out of the second interim dividend declared in September 2018. (*Reinvestment trading statistics for November – number of trades: 206 trades, volume traded: 11,763 shares and value traded: \$82,068*).
- Detailed statistics of the November 2018 trading data in comparison to the October 2018 trading data as well as the year-to-date statistics over the two years is tabulated below for information:

Particulars	Nov-18	Oct-18	Year to Date	Year to Date	% of Variance
			Nov-18	Nov-17	
Volume traded in securities	274,809	968,763	13,831,591	2,336,043	492%
Value traded in securities (\$)	1,357,372	2,394,816	24,173,099	6,169,284	292%
Total number of trades	303	213	1,662	1,163	43%
Avg new order flow consideration/week (\$)	1,175,071	728,854	557,195	317,458	76%
SPSE Total Return Index (STRI)	6964.25	6768.22	6964.25	4387.57	59%
SPSE Equal Weighted Total Return Index	7032.84	6689.65	7032.84	4900.41	44%
Bid to Offer ratio	1:3	1:5	1:3	1:0.7	6127%
Market Capitalisation (F\$ Billion)	2.85	2.77	2.85	1.76	62%
GDP (F\$ Billion)*	9.12	9.12	9.12	8.60	6%
Market Capitalisation to GDP (%)	31.2%	30.3%	31.2%	20.4%	53%

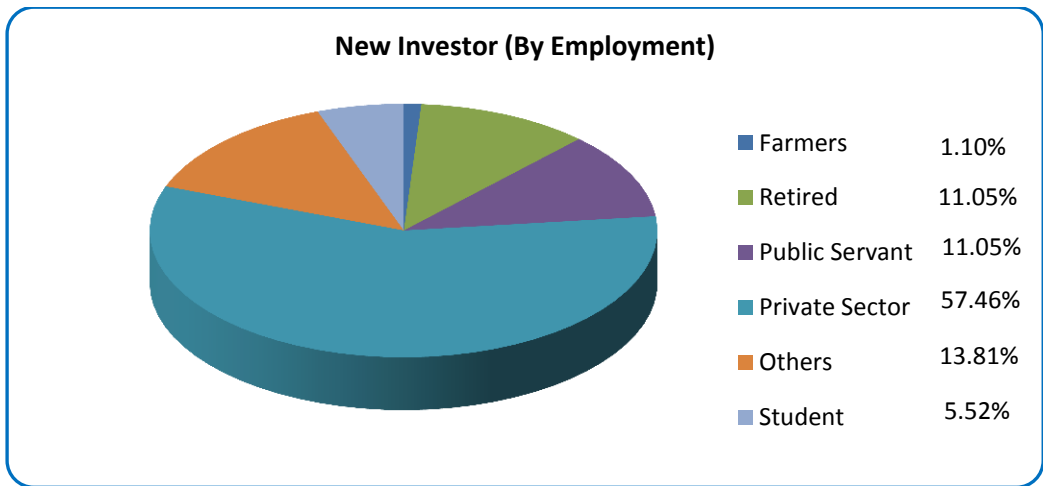
\*Source: RBF Quarterly Review June 2018

### 1.2 New Investors

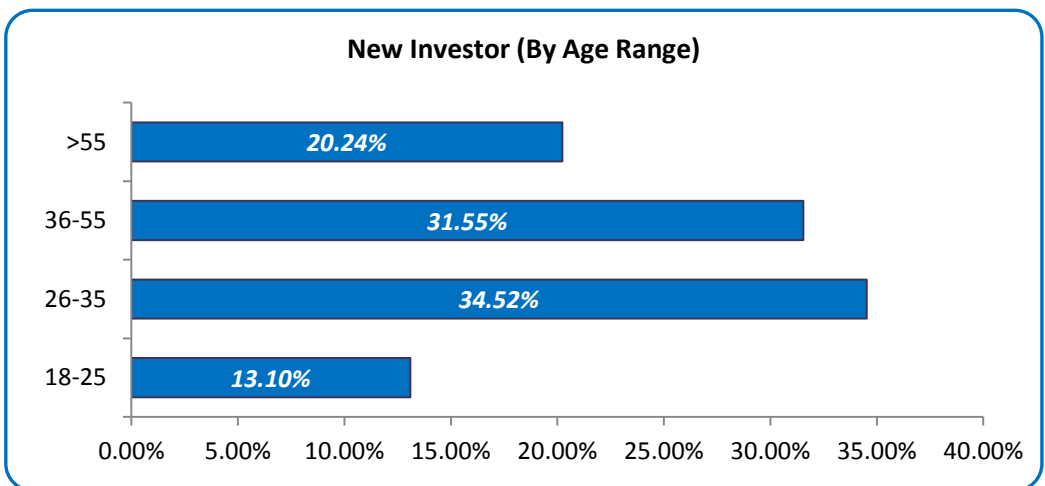
- **By Month (November 2018) and Year-to-date basis:** 13 new/first time investors entered the stock market during the month of November while eight existing investors were seen to be re-entering the market either increasing their existing shareholdings in listed companies and/or in some cases diversifying their investment portfolio by investing in additional companies. On a year-to-date basis, a total of 181 new investors have now entered the stock market over the eleven months of 2018. This is an increase of 35.07% in comparison to the same period in 2017 when the number of new investors stood at 134.
- **By Investor Type:** Overall and on a year-to-date basis, individual investors occupy the major portion of investors by investor type. Over the eleven months of 2018, 79.01% is represented by these individuals which includes private and public sector employees, farmers, students, retirees and investors who are self-employed. Second in queue is the Joint/Family type of investors standing at 13.26% which is then followed by institutional investors tallying at 4.97% over the eleven month period. This is illustrated below on the following page for information:



➤ **By Employment:** A review of the new investors by type of employment indicates that 57.46% of the new investors entering the stock market are those employed in the private sector. Those employed in the public sector rank second which is followed by others (includes minor investors, institutions, domestic workers, Trusts, Provinces, Mataqali's and those in self-employment). The investor trend on a year-to-date basis by type of employment is illustrated below:



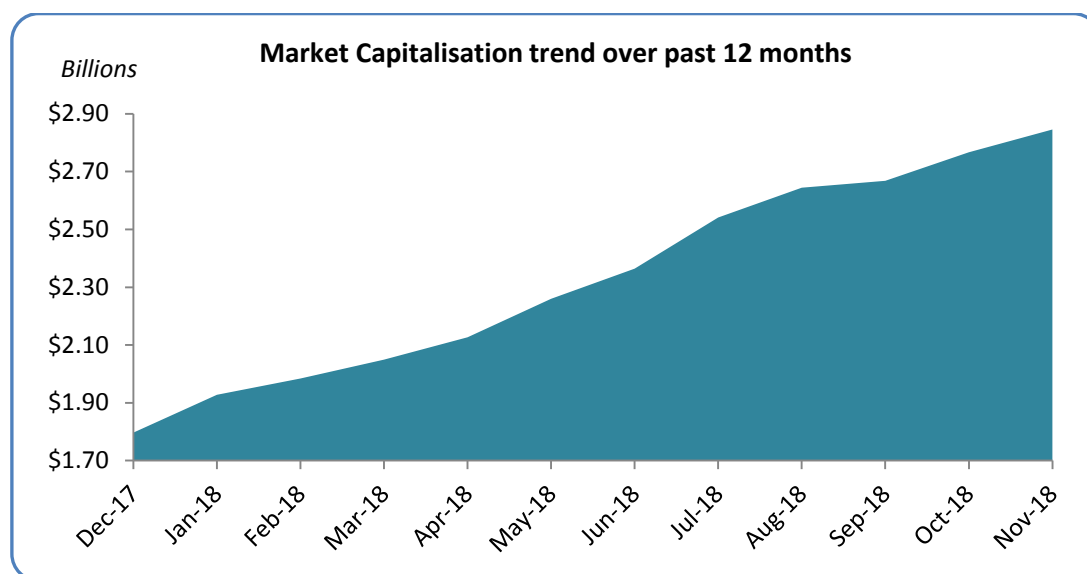
➤ **By Age Range:** An analysis of new investors seeking investment in the stock market shows that majority of the new investors fall between the age range of 26 years to 35 years. This is followed by those between the ages of 36 years to 55 years which is showing a rapid increase. Overall it can be witnessed that 66.07% of new investors fall between the age ranges of 26-55 years collectively. A detailed illustration of the new investors on a year-to-date basis by age range is portrayed below:



## 2.0 Key Stock Market Indicators

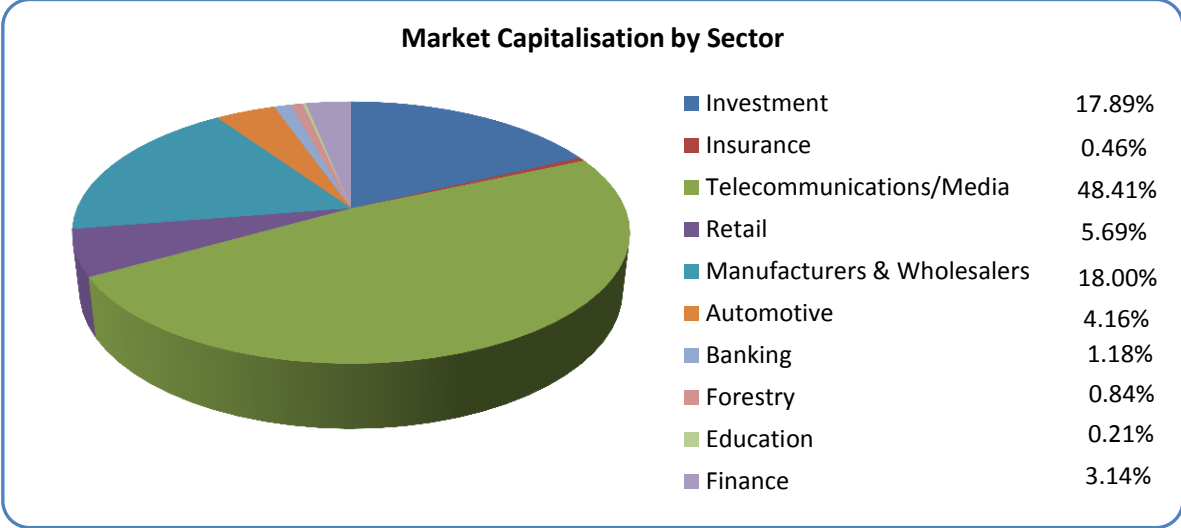
### 2.1 Market Capitalisation

- **Monthly Growth:** The overall market value recorded a growth of 2.85% (\$78,762,423) over the month of November and concluded at an all-time high value of \$2,845,579,924. The increase in the market value is subsequent to the capital gains recorded for various listed companies. Comparing the market capitalisation movement on a 12 monthly basis shows that the aggregate market value has grown by 61.87% over the November 2017 to November 2018 period. Also the monthly trend depicts a 4.11% average monthly growth in market value over the preceding 12 month period.
- Graph below illustrates the market capitalisation trend over the past 12 months.

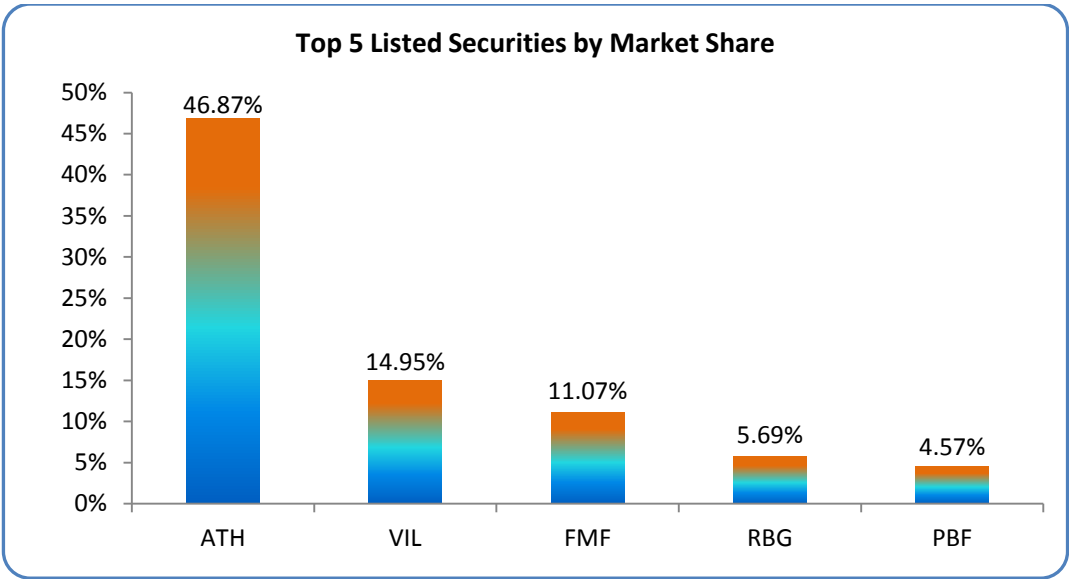


- **Market Capitalisation by Sector:**
  - ❖ The Telecommunications and Media sector represented 48.41% of the aggregate market value at the end of November while the Manufacturers and Wholesalers sector had 18.00% occupancy.
  - ❖ The third largest contributor to market capitalisation is represented by the Investment sector, which tallied at 17.89% while the Retail sector, denoted by RB Patel Group Limited (RBG) shares stood at 5.69%.
  - ❖ The Automotive sector represented by Toyota Tsusho (South Sea) Limited (TTS) and VB Holdings Limited (VBH) shares has now become the fifth largest contributor to market capitalisation with 4.16% occupancy at the end of November.
  - ❖ The Finance sector stood at 3.14% at the end of November while the Banking sector concluded with 1.18% occupancy. The Forestry sector had a 0.84% composition at the end of November.
  - ❖ The Insurance sector represented entirely by FijiCare Insurance Limited (FIL) shares accounted for 0.46% of the overall market value while the Education sector represented by Free Bird Institute Limited (FBL) shares saw its contribution standing at 0.21% at the end of November.

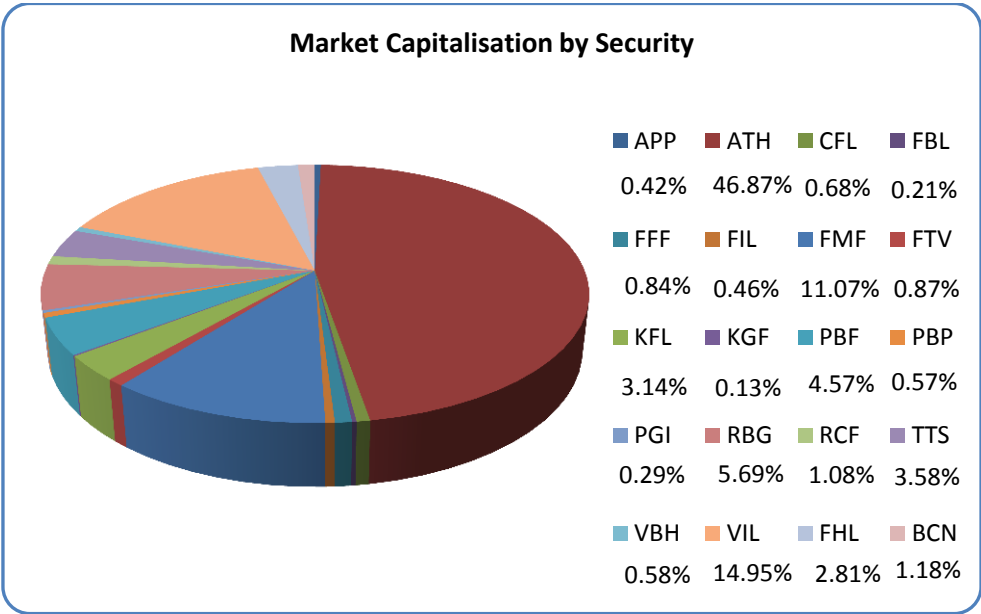
A further breakdown of market capitalisation by each sector as at November 2018 is illustrated on the following page.



➤ **Top 5 listed companies:** The top five listed stocks occupied 83.16% of the overall market. This is illustrated below for information:

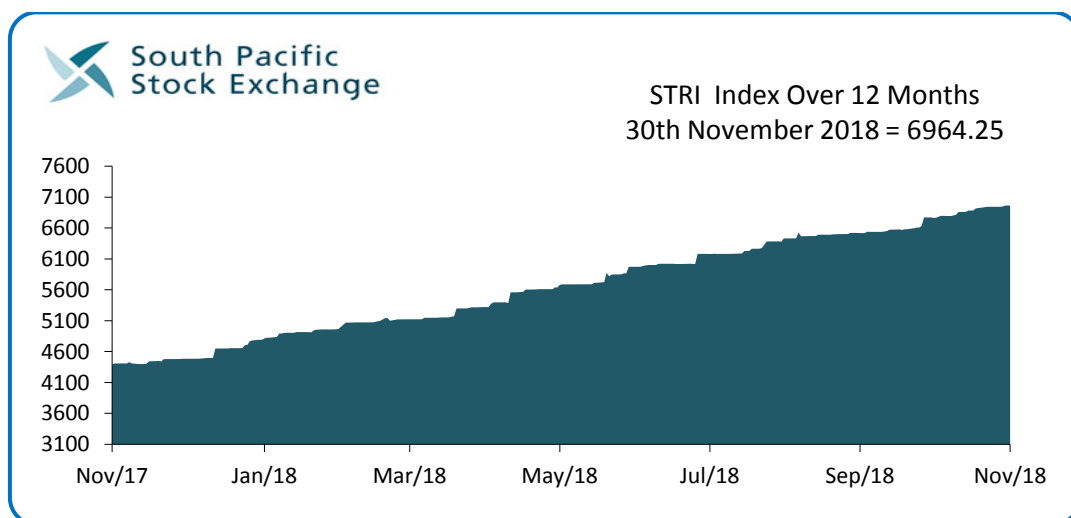


➤ **Market Capitalisation by Security:** Details of each listed security's individual market capitalisation contribution as at November 2018 is portrayed below:

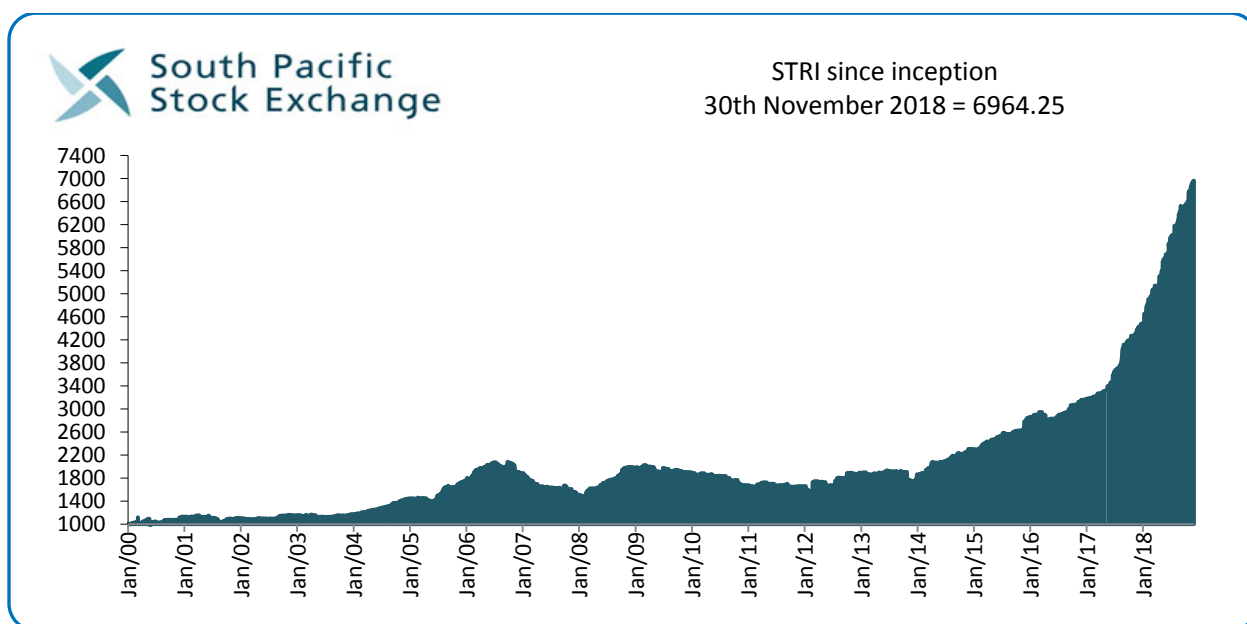


## 2.2 SPSE Total Return Index (STRI)

- **Monthly Growth:** The SPSE Total Return Index rose by 2.90% (196.02 points) and concluded the month at an all-time high value of 6964.25. The increase in the accumulation index is consequent to various share price movements (as explained later in this report under the Trading Summary report) and also subsequent to a dividend return of 2.00% generated by Kontiki Finance Limited (KFL) shares.
- The graph portraying the STRI movement over the preceding 12 months period is below for information.



- **From Inception to Current:** The graph below illustrates the STRI movement from inception (January, Year 2000) until end of November 2018 and reflects the continuation of the bullish market sentiments over the recent past years continuing in 2018. This movement in STRI over the recent years has been driven primarily by demand-driven capital growth.



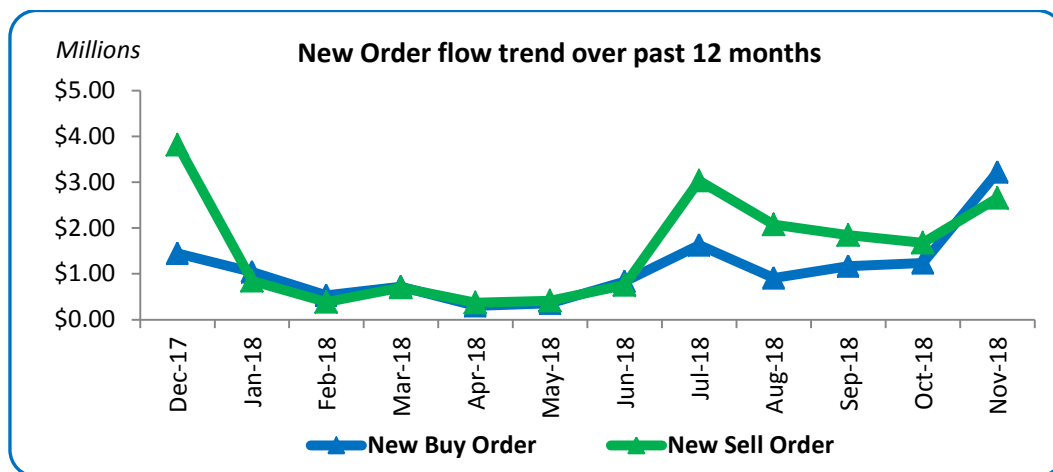
### 2.3 Outstanding Buy/Sell Order

- As at the end of November 2018, the total shares on bid rose by 33.75% while the total shares on offer fell by 15.98%. The significant increase in the total shares on bid is due to the addition of buy order of 100,000 for KGF while the decrease in total shares on offer is due to execution of existing sell orders for KFL and PBF shares.
- The quantity of bids and offers that remained unexecuted at close of market as at 30<sup>th</sup> November 2018 in comparison to the prior month by each security and the market as a whole is tabulated below for information:

Trading Code	Total Shares on Bid (Nov)	Total Shares on Bid (Oct)	% Δ	Total Shares on Offer (Nov)	Total Shares on Offer (Oct)	% Δ
APP	0	0		0	0	
ATH	1,951	5,508	-64.6%	377	0	100.0%
CFL	7,907	12,000	-34.1%	0	0	
FBL	8,800	8,800		23,800	0	100.0%
FFF	0	0		0	0	
FIL	45,000	45,000		14,410	0	100.0%
FMF	15,750	15,750		0	0	
FTV	0	0		41,943	45,036	-6.9%
KFL	25,501	29,735	-14.2%	869,355	1,120,315	-22.4%
KGF	130,335	30,335	329.7%	0	0	
PBF	5,000	5,615	-11.0%	35,052	51,029	-31.3%
PBP	5,501	5,501		0	0	
PGI	2,000	2,000		81,500	81,500	
RBG	1,038	858	21.0%	0	0	
RCF	0	1,000	-100.0%	0	0	
TTS	8,896	9,071	-1.9%	0	175	-100.0%
VBH	0	0		4,500	5,000	-10.0%
VIL	54,116	59,504	-9.1%	0	0	
FHL	0	0		26,521	3,183	733.2%
BCN	11,971	11,393	5.1%	0	0	
<b>TOTALS</b>	<b>323,766</b>	<b>242,070</b>	<b>33.7%</b>	<b>1,097,458</b>	<b>1,306,238</b>	<b>-16.0%</b>

### 2.4 New Order Flow

- The average weekly value of new orders in the market for the month of November 2018 stood at \$1,175,071. The average weekly value of new orders in the market on a year-to-date basis over the eleven months of 2018 stands at \$557,195.
- The new order flow trend over the preceding 12 months is illustrated on the following page for information.



## 2.5 Trading Summary

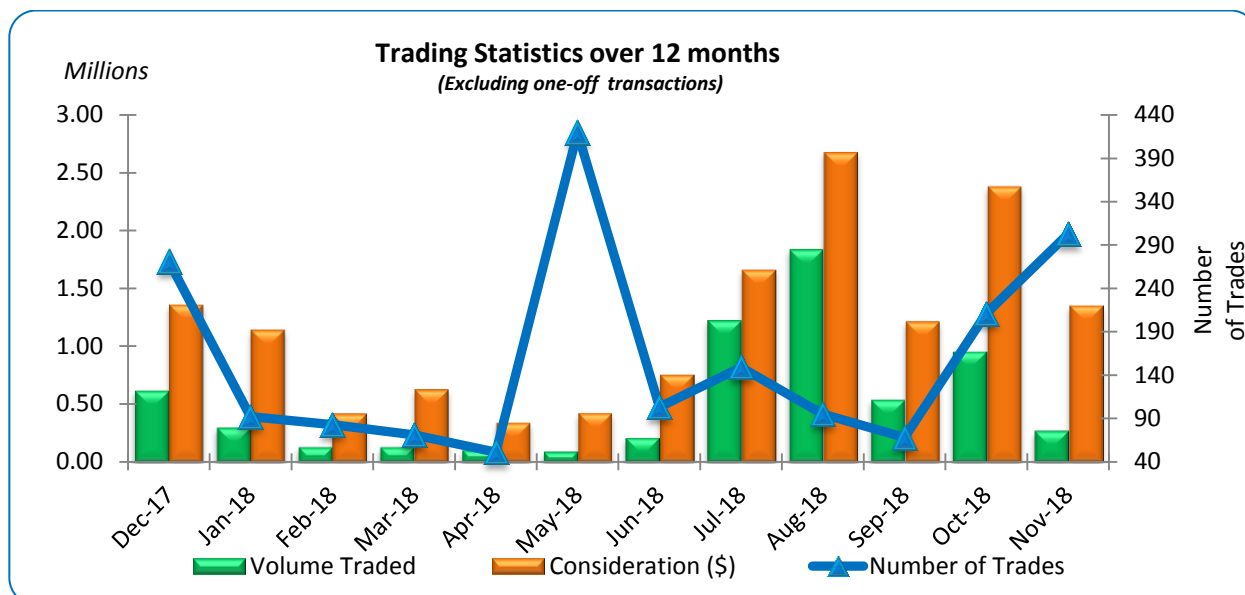
- During the month of November, 75% (15) of the listed companies recorded share price movements amongst which 65% (13) of the listed companies concluded the month at an all-time high share price yielding capital gains for its shareholders.
- The trading summary per security for the month of November 2018 is tabulated below for information.

Security	Nov-18	Oct-18	% Change	No. of Trades	Volume Traded	Value Traded (\$)
APP	1.50	1.30	15.38%	3	10,000	14,225
ATH	3.16	3.15	0.32%	12	14,764	46,654
CFL	5.40	4.90	10.20%	4	20,000	104,000
FBL	3.05	3.00	1.67%	2	10,000	30,500
FFF	0.79	0.79	0.00%		NO TRADES	
FIL	1.55	1.45	6.90%	5	5,590	8,415
FMF	2.10	1.95	7.69%	4	10,375	21,526
FTV	2.39	2.39	0.00%	1	617	1,475
KFL	1.00	1.02	-1.96%	3	15,695	15,695
KGF	1.02	1.00	2.00%	1	51,000	52,020
PBF	12.50	13.00	-3.85%	7	30,379	379,951
PBP	2.45	2.45	0.00%		NO TRADES	
PGI	1.08	1.08	0.00%		NO TRADES	
RBG	5.40	5.00	8.00%	5	7,254	37,752
RCF	5.10	4.40	15.91%	8	19,700	95,220
TTS	7.25	6.03	20.23%	6	8,973	64,844
VBH	7.75	7.50	3.33%	3	1,020	7,895
VIL	4.10	4.00	2.50%	8	9,831	39,918
FHL	7.65	6.70	14.18%	231	59,611	437,283
BCN	11.00	11.00	0.00%		NO TRADES	
<b>TOTALS</b>				<b>303</b>	<b>274,809</b>	<b>1,357,372</b>

## 2.6 Trading Patterns

- The trading statistics over the past 12 months is presented below for information. The graphical representation excluding all one-off transactions executed during this period is illustrated on the following page.





## 2.7 Cumulative Returns

- The overall capital growth for November 2017 to November 2018 period on a cumulative basis averaged at 39.03% (Tax-free) while the average dividend yield for the market stood at 3.03% (Tax-free). Aggregating the average capital growth and the average dividend yield over the past 12 month period resulted in 42.06% average total market return.
- This impressive average total market return has been driven by a huge demand for listed company shares which subsequently resulted in increased share prices for majority of the listed companies.
- Details of price movements showing capital growth returns and dividend returns as at the end of November 2018 is tabulated below:

Security	Income Yield	Capital Growth	Total Market Return
APP	2.67%	42.86%	45.52%
ATH	1.42%	70.81%	72.23%
CFL	9.81%	24.14%	33.95%
FBL	2.95%	22.98%	25.93%
FFF	0.00%	0.00%	0.00%
FIL	2.58%	47.62%	50.20%
FMF	0.83%	101.92%	102.75%
FTV	2.97%	19.50%	22.47%
KFL*	3.00%	-12.28%	-9.28%
KGF	1.96%	92.45%	94.41%
PBF	3.20%	-0.16%	3.04%
PBP	1.63%	28.95%	30.58%
PGI	0.00%	8.00%	8.00%
RBG	3.15%	26.76%	29.91%
RCF	6.86%	26.55%	33.41%
TTS	2.76%	49.18%	51.94%
VBH	1.81%	91.36%	93.16%
VIL	2.44%	51.85%	54.29%
FHL	3.19%	50.59%	53.78%
BCN	7.46%	37.50%	44.96%
<b>Average :</b>	<b>3.03%</b>	<b>39.03%</b>	<b>42.06%</b>

\*KFL's capital growth is computed by using the closing share price of \$1.14 on the day of listing as the base

### 3.0 Listed Company Market Announcements

- A total of 22 announcements related to the listed companies was received and released by the Exchange during November. Announcements were related to half-yearly and quarterly financial statements, dividend declarations, movement of key personnel in the company, update on the operations of the listed companies and annual general meeting resolutions.

### 4.0 SPSE Business Development Updates

The following business development activities were carried out for the month of November 2018:

- ◆ **Brokers Examination** – as articulated in one of SPSE’s strategic goals of enhancing competencies of our people and industry participants, SPSE conducted the Annual Stockbroker’s Examination in November to enhance competencies of the brokers;
- ◆ **Corporate Governance Action Planning Workshop** – SPSE in conjunction with Pacific Corporate Governance Institute (PCGI) organised a one day Workshop on Corporate Governance Action Planning. Topics covered during this training were; Setting up Effective Boards of Directors, Director Duties, Disclosure, Shareholder Practices and Action Planning for a Company.
- ◆ **New Zealand Stock Exchange (NZX) visit** - SPSE CEO, Ms Krishika Narayan and SPSE Chairperson, Dr Nur Bano Ali were invited by the Board of Directors of New Zealand Stock Exchange (NZX) to discuss possible collaboration areas for the development and further growth of the two Exchanges. This has been a successful visit by SPSE and both SPSE and NZX are now working closely to enter into a Memorandum of Understanding.

Here are some clicks from the above events:



**Pic 1:** Brokers representatives attending the annual examination

**Pic 2:** SPSE CEO, Ms Krishika Narayan and SPSE Chairperson, Dr Nur Bano Ali with NZX Management and Board of Directors

*The above is submitted for information*

**SOUTH PACIFIC STOCK EXCHANGE**

#### **IMPORTANT INFORMATION:**

*If you have any queries related to this report or wish to have our team present to your staff/students/groups on investment options in Fiji’s stock market, contact SPSE Business Development Manager, Mr Pretesh Prasad on 3304130 / 9343535 or email to [pretesh@spse.com.fj](mailto:pretesh@spse.com.fj) for more information.*