



South Pacific  
Stock Exchange

# MONTHLY STOCK MARKET TRADING REPORT

**FEBRUARY 2019**

**FIND US:**



## 1.0 SPSE Market Highlights

### 1.1 Overall Trading Statistics

- ▶ In aggregate, a total of 210 trades were recorded during the month of February 2019 with a total of 648,363 shares exchanging hands totaling \$996,574 in value traded.
- ▶ Once again, Fijian Holdings Limited (FHL) shares dominated the trading activities for the month of February, 2019 and accounted for 64.76% of the total number of trades, 86.86% of the total volume traded and 75.08% of the total value traded. The completion of the share split process for FHL shares has been a contributing factor in creating further liquidity in the company's shares. FHL shares have seen a continuous increase in its share price, rising a further 65.00% (+\$0.65) during the month and ended the month at a share price of \$1.65.<sup>1</sup>
- ▶ Detailed statistics of the February 2019 trading data in comparison to the January 2019 trading data as well as the year-to-date statistics over the two years is tabulated below for information:

| Particulars                                    | Feb-19  | Jan-19    | Year to Date |           | % of Variance |
|------------------------------------------------|---------|-----------|--------------|-----------|---------------|
|                                                |         |           | Feb-19       | Feb-18    |               |
| Volume traded in securities                    | 648,363 | 1,275,185 | 1,923,548    | 795,259   | +142%         |
| Value traded in securities (\$)                | 996,574 | 1,217,999 | 2,214,573    | 3,177,052 | -30%          |
| Total number of trades                         | 210     | 217       | 427          | 176       | +143%         |
| Average new order flow consideration/week (\$) | 536,154 | 554,606   | 545,380      | 350,596   | +56%          |
| SPSE Total Return Index (STRI)                 | 7811.43 | 7299.22   | 7811.43      | 4959.45   | +58%          |
| SPSE Equal Weighted Total Return Index         | 7667.69 | 7376.15   | 7667.69      | 5338.68   | +44%          |
| Bid to Offer ratio                             | 1:3     | 1:3       | 1:3          | 1:4       | -2%           |
| Market Capitalisation ( F\$ Billion)           | 3.35    | 3.14      | 3.35         | 1.98      | +69%          |
| GDP (F\$ Billion)*                             | 9.06    | 9.06      | 9.06         | 8.41      | +8%           |
| Market Capitalisation to GDP (%)               | 37.0%   | 34.6%     | 37.0%        | 23.6%     | +57%          |

\*Source: RBF Quarterly Review September 2018

### 1.2 New Investors

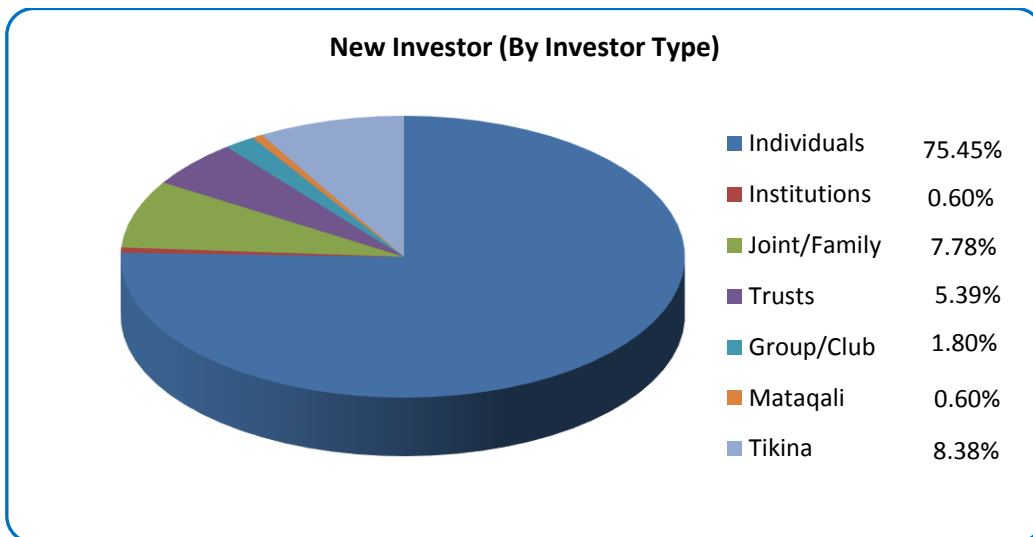
#### ▶ By Month

- For the month of February, 66 new/first time investors entered the stock market. Amongst these new investors, 58 investors were noted solely investing in FHL. A total of twenty existing investors were also seen to be re-entering the market during February either increasing their existing shareholdings and/or investing in another listed company as a means to diversify their investment portfolio.

#### ▶ By Investor Type

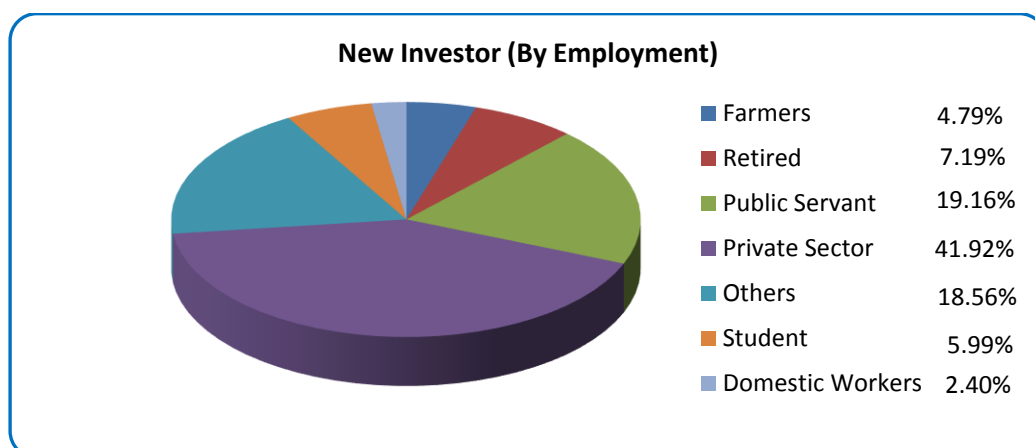
- Overall, individual investors account for the major portion of investors by investor type with 75.45% occupancy over the first two months of 2019. These individual investors include private and public sector employees, farmers, students, retirees and investors who are self-employed. Second in queue by investor type are those falling in the Tikina category, who were seen to be investing primarily in FHL.
- The above is illustrated on the following page for information:

<sup>1</sup> Following the completion of the Share Split process in FHL shares in early January, 2019, the FHL share price has risen from \$0.85 to \$1.65, an increase of 94.12% (+\$0.80)



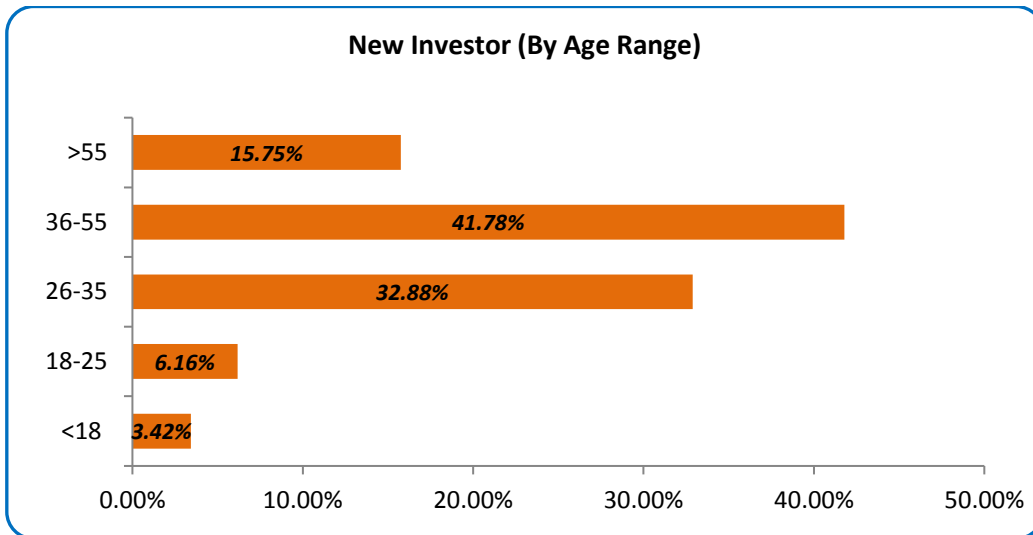
► **By Employment**

- An analysis of the new investors by type of employment over the first two months indicates that 41.92% of the new investors entering the stock market are those employed in the private sector. Public Sector is ranked second with 19.16% occupancy which is then followed by others with 18.56% occupancy. The investor trend by type of employment is illustrated below:



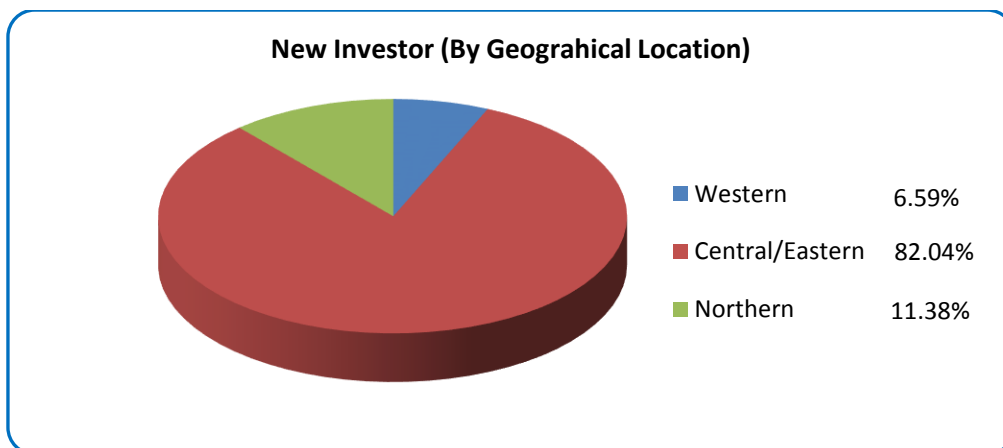
► **By Age Range**

- Over the first two months of 2019, it can be noted that majority of the new investors seeking investment in the stock market fall between the age range of 36 years to 35 years. This is followed by those between the ages of 26 years to 35 years. Overall, it can be witnessed that 74.66% of new investors fall between the age ranges of 26-55 years collectively. On a monthly basis for February, 2019, it is inspiring to note that 28.79% of new investors are those between 18 – 35 years, which is an indication that our young population is becoming investment savvy and considering share investments as a means to develop a pathway to achieve their future financial goals. Also the analysis shows that 1.52% of the new investors are below the age of 18 where investments have been done under Trust by their parents/guardians. This is certainly another encouraging trend noted whereby investments are done in early years for small children for their future financial goals.
- A detailed illustration of the new investors by age range is portrayed on the following page:



► **By Geographical Location**

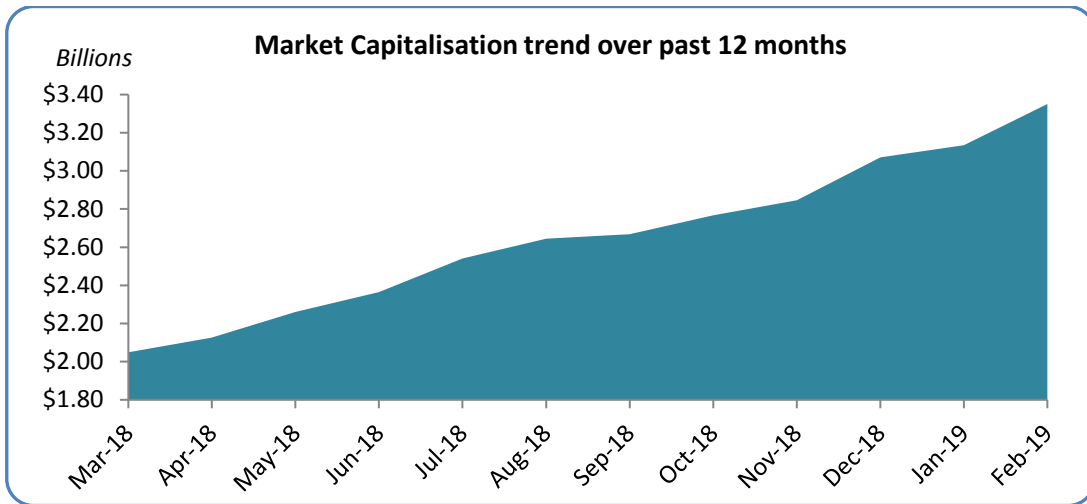
- Overall, it can be noted that majority of the new investors are from the Central/Eastern division. However, it is encouraging to record new investors from the Western as well as Northern divisions. SPSE with the three licensed stockbroking firms are located in Suva which helps investors from the Central division access our services with more convenience, however, SPSE continues to disseminate all relevant information about investing through other mediums such as website, social media, radio, television and newspaper advertisements to ensure the entire population get access to all relevant information about investing.
- The investor trend by geographical location is illustrated below:



## 2.0 Key Stock Market Indicators

### 2.1 Market Capitalisation

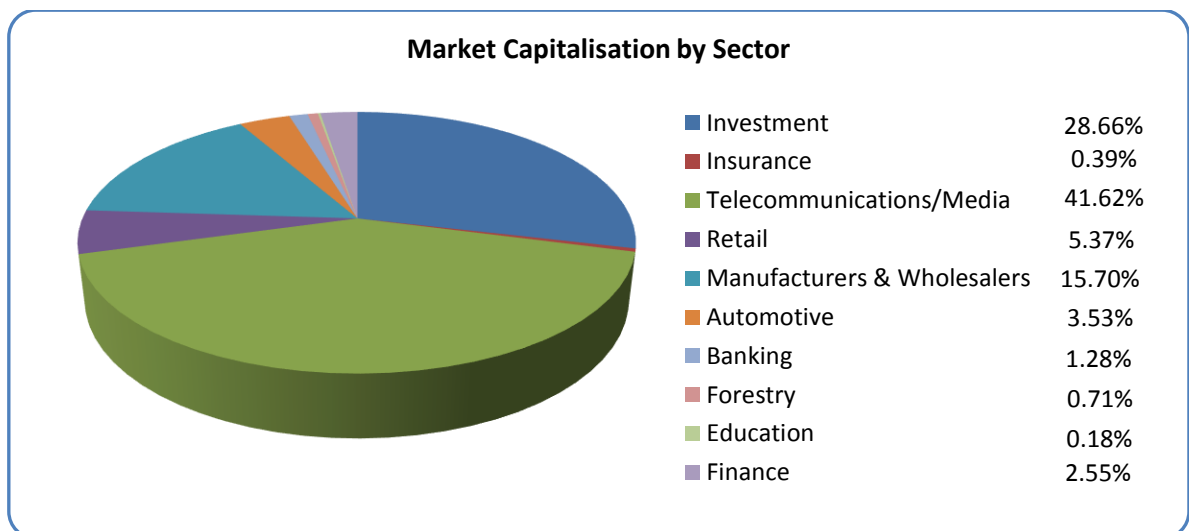
- **Monthly Growth:** The overall market value recorded a growth of 6.87% (\$215,490,106) over the month of February and concluded at an all-time high value of \$3,350,536,375. The increase in the market value is subsequent to the capital gains recorded for three of the top five listed companies in terms of market share (share price movements have been illustrated under the Trading Summary report below). Comparing the market capitalisation movement on a 12 monthly basis shows that the aggregate market value has grown by 68.87% over the February 2018 to February 2019 period. Also the monthly trend depicts a 4.48% average monthly growth in market value over the preceding 12 month period.
- Graph on the following page illustrates the market capitalisation trend over the past 12 months.



► **Market Capitalisation by Sector:**

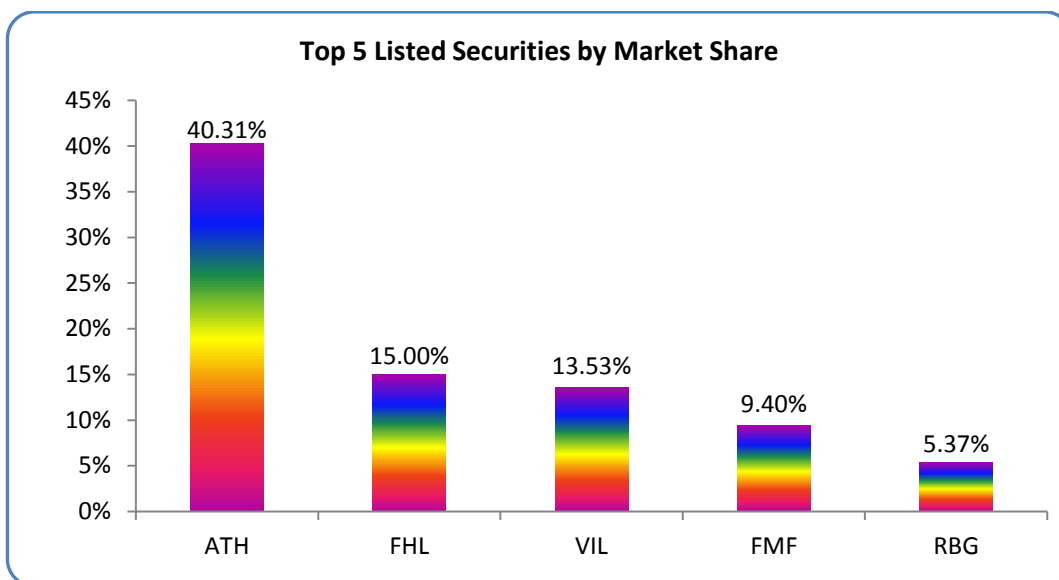
- The Telecommunications and Media sector represented 41.62% of the aggregate market value at the end of February.
- The Investment sector is the second largest contributor to market capitalisation with 28.66% occupancy.
- The third largest contributor to market capitalisation represented by the Manufacturers & Wholesalers sector tallied at 15.70% while the Retail sector, denoted by RB Patel Group Limited (RBG) shares stood at 5.37%.
- The Automotive sector represented by Toyota Tsusho (South Sea) Limited (TTS) and VB Holdings Limited (VBH) shares stood as the fifth largest contributor to market capitalisation with 3.53% occupancy at the end of February.
- The Finance sector stood at 2.55% at the end of February while the Banking sector concluded with 1.28% occupancy. The Forestry sector had a 0.71% composition at the end of February.
- The Insurance sector represented entirely by FijiCare Insurance Limited (FIL) shares accounted for 0.39% of the overall market value while the Education sector represented by Free Bird Institute Limited (FBL) shares saw its contribution standing at 0.18% at the end of February.

► A further breakdown of market capitalisation by each sector as at February 2019 is illustrated below:

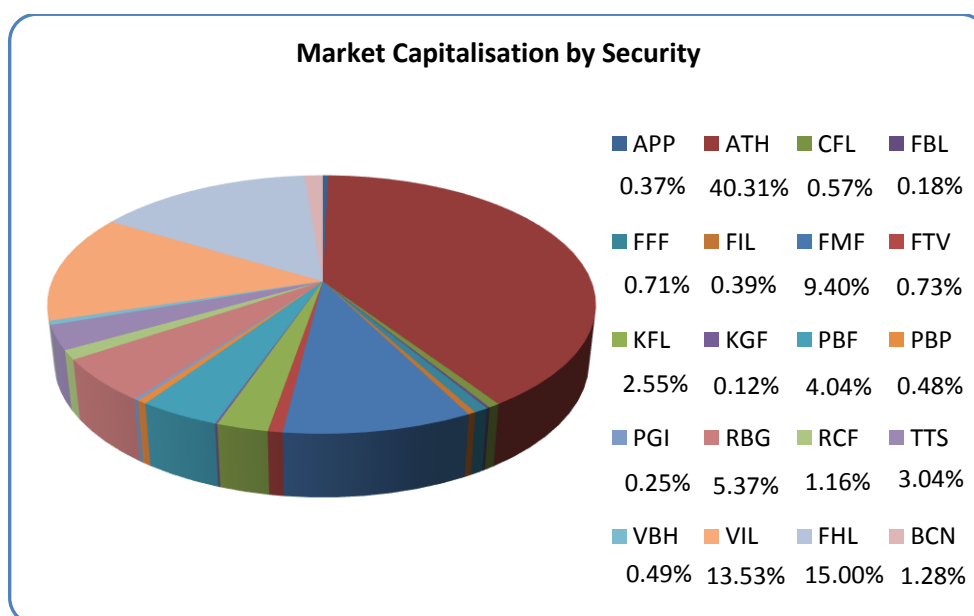


▶ **Top 5 listed companies:**

- An interesting trend has been observed in terms of ranking of the top five listed companies by market share. With the continuing increase recorded in FHL’s share price following the conclusion of the share split process, FHL shares now rank as the second largest security on the SPSE occupying 15.00% of the overall market as at the end of February 2019. Amalgamated Telecom Holdings Limited (ATH) shares continue to pose as the largest company by market share.
- The top five listed stocks occupied 83.62% of the overall market.
- This is illustrated below for information:

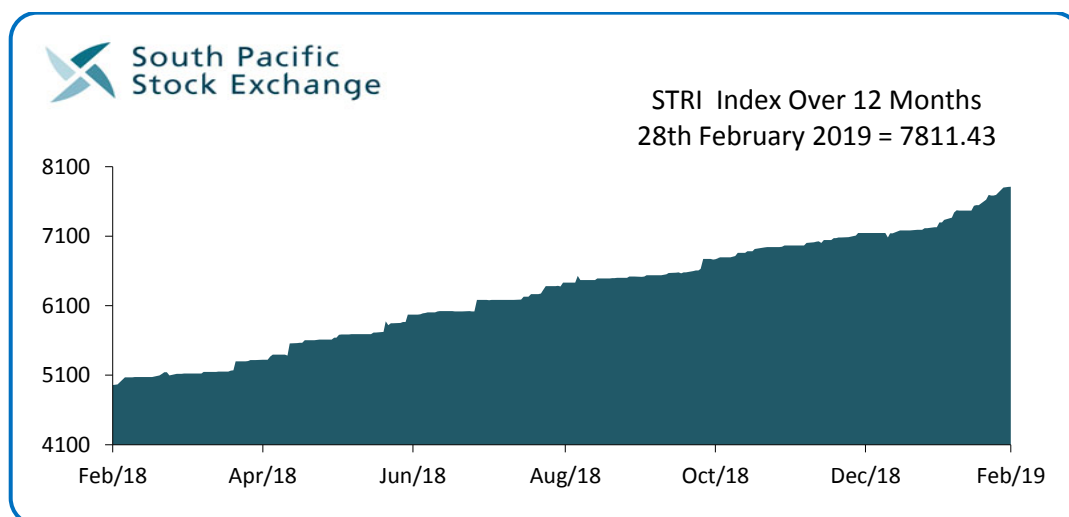


▶ **Market Capitalisation by Security** Details of each listed security’s market capitalisation contribution as at February 2019 is portrayed below for information:

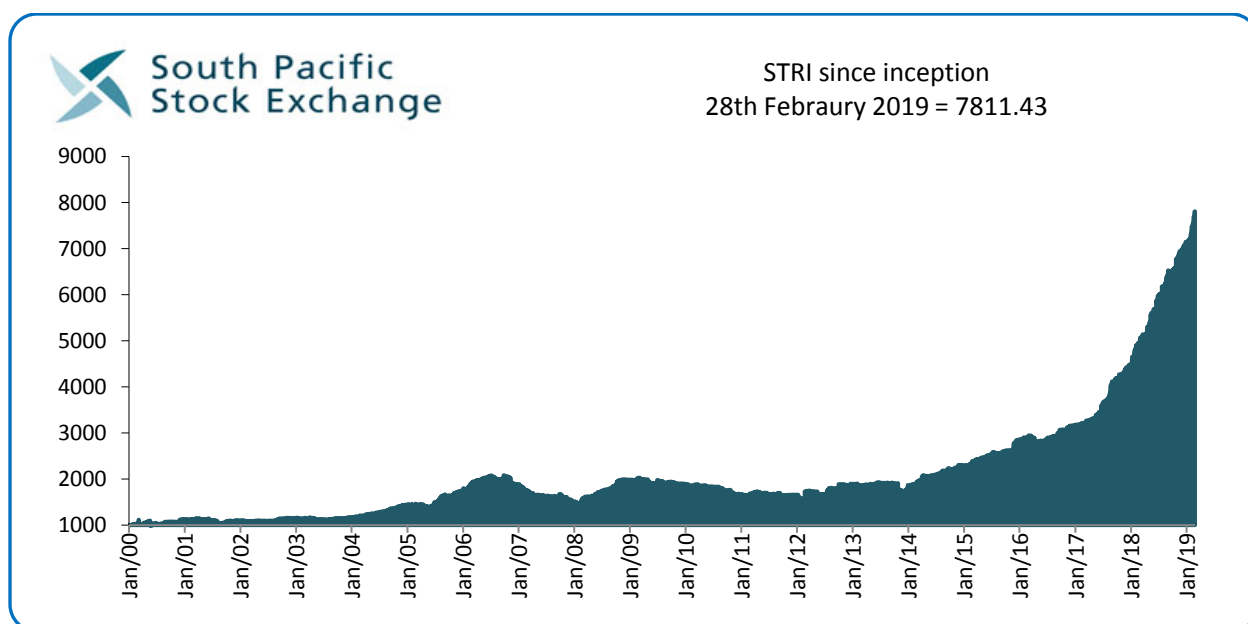


## 2.2 SPSE Total Return Index (STRI)

- ▶ **Monthly Growth:** The SPSE Total Return Index rose by 7.02% (512.21 points) and concluded the month at an all-time high value of 7811.43. The increase in the accumulation index is consequent to various positive and negative share price movements (as explained later in this report under the Trading Summary report) as well as the following dividend returns generated during February; 1.00% generated by RB Patel Group Limited (RBG), 2.76% generated by Toyota Tsusho (South Sea) Limited (TTS) and 1.68% generated by Fiji Television Limited (FTV) shares respectively.
- ▶ The graph portraying the STRI movement over the preceding 12 months period is presented below for information.



- ▶ **From Inception to Current:** The graph below illustrates the STRI movement from inception (January, Year 2000) until end of February 2019 and reflects the continuation of the bullish market sentiments over the recent past years continuing in 2019. This movement in STRI over the recent years has been driven primarily by demand-driven capital growth.



### 2.3 Outstanding Buy/Sell Order

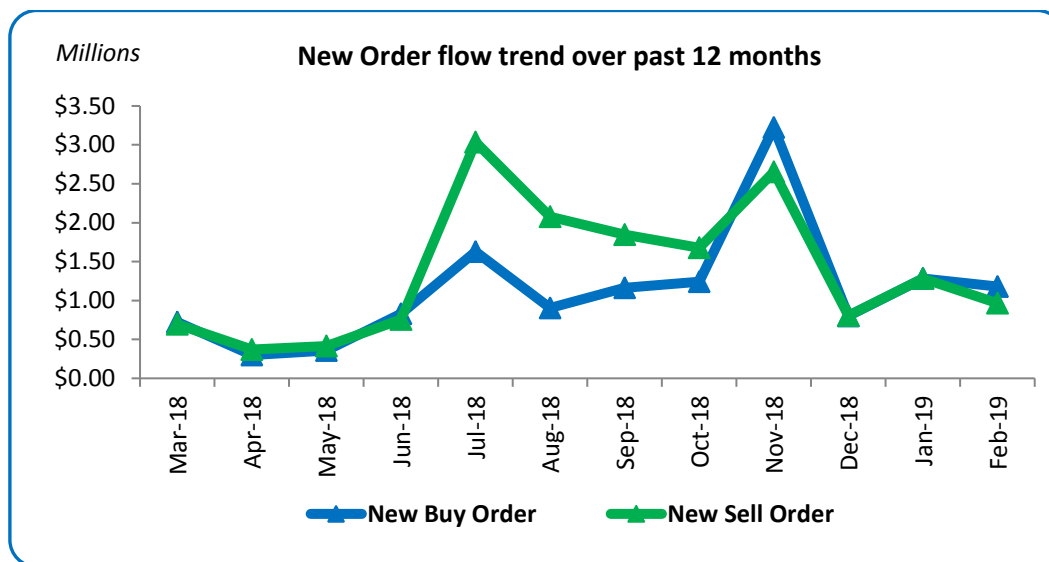
- ▶ As at the end of February 2019, the total shares on bid fell by 20.96% while the total shares on offer also decreased by 22.67%. The decrease in the number of bids is due to execution of existing buy order parcels and the substantial decrease in the total shares on offer is due to the partial execution of certain existing sell orders for companies such as; Free Bird Institute Limited (FBL), FijiCare Insurance Limited (FIL), Fiji Television Limited (FTV), Kontiki Finance Limited (KFL) and the full execution of sell orders for Fijian Holdings Limited (FHL).
- ▶ The quantity of bids and offers that remained unexecuted at close of market as at 28<sup>th</sup> February 2019 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 (Feb 19) | Total Shares on Bid (Jan 19) | % Δ           | Total Shares on Offer (Feb 19) | Total Shares on Offer (Jan 19) | % Δ           |
|---------------|------------------------------|------------------------------|---------------|--------------------------------|--------------------------------|---------------|
| APP           | 0                            | 0                            |               | 1,818                          | 1,818                          |               |
| ATH           | 0                            | 1,951                        | -100.0%       | 2,931                          | 935                            | 213.5%        |
| CFL           | 7,767                        | 7,407                        | 4.9%          | 0                              | 0                              |               |
| FBL           | 4,000                        | 8,800                        | -54.5%        | 64,775                         | 74,775                         | -13.4%        |
| FFF           | 0                            | 0                            |               | 0                              | 0                              |               |
| FIL           | 45,000                       | 45,000                       |               | 22,228                         | 24,990                         | -11.1%        |
| FMF           | 16,145                       | 15,895                       | 1.6%          | 55,617                         | 47,117                         | 18.0%         |
| FTV           | 0                            | 0                            |               | 34,039                         | 40,063                         | -15.0%        |
| KFL           | 50,000                       | 25,501                       | 96.1%         | 366,660                        | 549,260                        | -33.2%        |
| KGF           | 114,836                      | 129,187                      | -11.1%        | 0                              | 0                              |               |
| PBF           | 0                            | 0                            |               | 28,697                         | 29,142                         | -1.5%         |
| PBP           | 2,501                        | 5,501                        | -54.5%        | 0                              | 0                              |               |
| PGI           | 2,000                        | 2,000                        |               | 81,500                         | 81,500                         |               |
| RBG           | 262                          | 1,636                        | -84.0%        | 1,500                          | 0                              | 100.0%        |
| RCF           | 750                          | 425                          | 76.5%         | 0                              | 0                              |               |
| TTS           | 8,507                        | 8,399                        | 1.3%          | 0                              | 0                              |               |
| VBH           | 0                            | 0                            |               | 11,000                         | 0                              | 100.0%        |
| VIL           | 2,415                        | 2,095                        | 15.3%         | 0                              | 0                              |               |
| FHL           | 0                            | 62,306                       | -100.0%       | 0                              | 17,860                         | -100.0%       |
| BCN           | 106                          | 5,621                        | -98.1%        | 0                              | 0                              |               |
| <b>TOTALS</b> | <b>254,289</b>               | <b>321,724</b>               | <b>-21.0%</b> | <b>670,765</b>                 | <b>867,460</b>                 | <b>-22.7%</b> |

### 2.4 New Order Flow

- ▶ The average weekly value of new orders in the market for the month of February 2019 stood at 545,380.
- ▶ The new order flow trend over the preceding 12 months is illustrated on the following page for information:





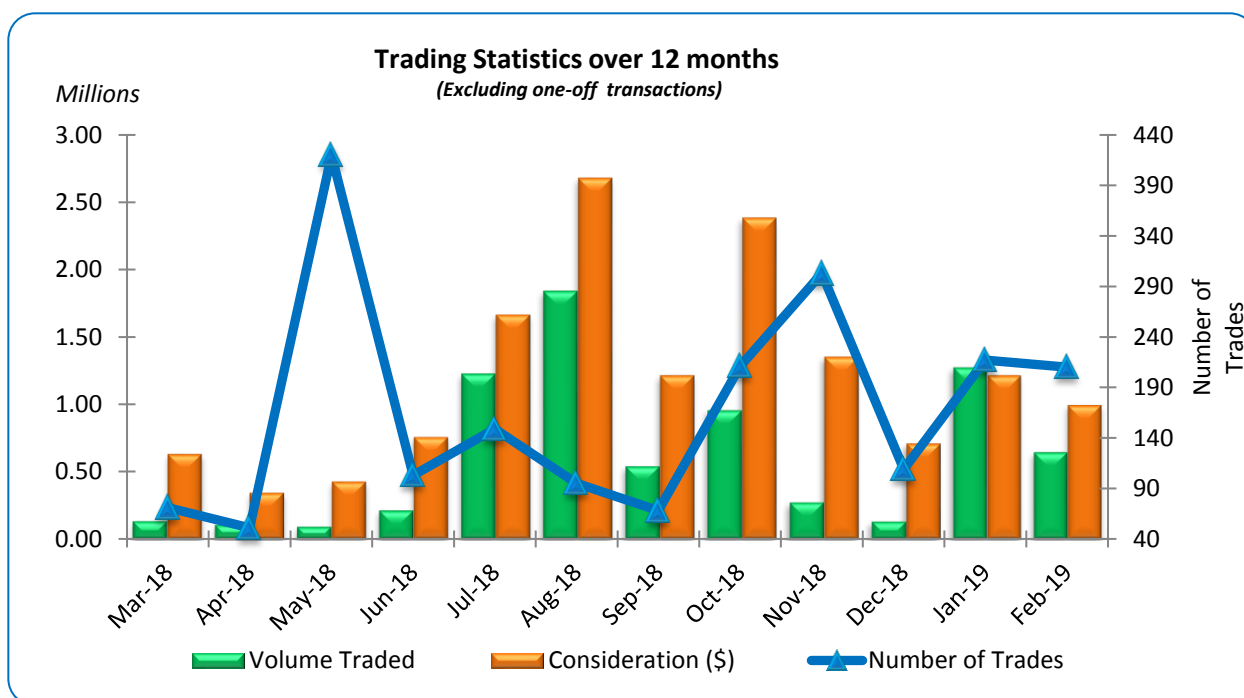
## 2.5 Trading Summary

- ▶ During the month of February, 8 out of 20 of the listed companies recorded share price movements. Fourteen 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 February 2019 is tabulated below for information.

| Security      | Feb-19 | Jan-19 | % Change | No. of Trades | Volume Traded  | Value Traded (\$) |
|---------------|--------|--------|----------|---------------|----------------|-------------------|
| APP           | 1.55   | 1.55   | 0.00%    |               | NO TRADES      |                   |
| ATH           | 3.20   | 3.20   | 0.00%    | 13            | 7,199          | 23,037            |
| CFL           | 5.40   | 5.40   | 0.00%    |               | NO TRADES      |                   |
| FBL           | 2.96   | 2.98   | -0.67%   | 2             | 10,000         | 29,600            |
| FFF           | 0.79   | 0.79   | 0.00%    |               | NO TRADES      |                   |
| FIL           | 1.55   | 1.55   | 0.00%    | 3             | 4,162          | 6,451             |
| FMF           | 2.10   | 2.10   | 0.00%    |               | NO TRADES      |                   |
| FTV           | 2.38   | 2.39   | -0.42%   | 4             | 2,024          | 4,735             |
| KFL           | 0.95   | 0.98   | -3.06%   | 5             | 26,501         | 25,171            |
| KGF           | 1.12   | 1.02   | 9.80%    | 5             | 11,500         | 12,720            |
| PBF           | 13.00  | 13.00  | 0.00%    | 3             | 445            | 5,785             |
| PBP           | 2.45   | 2.45   | 0.00%    |               | NO TRADES      |                   |
| PGI           | 1.08   | 1.08   | 0.00%    |               | NO TRADES      |                   |
| RBG           | 6.00   | 5.70   | 5.26%    | 11            | 8,000          | 48,000            |
| RCF           | 6.50   | 6.50   | 0.00%    | 3             | 1,400          | 9,100             |
| TTS           | 7.25   | 7.25   | 0.00%    | 4             | 4,852          | 35,177            |
| VBH           | 7.75   | 7.75   | 0.00%    |               | NO TRADES      |                   |
| VIL           | 4.37   | 4.30   | 1.63%    | 13            | 8,141          | 35,439            |
| FHL           | 1.65   | 1.00   | 65.00%   | 136           | 563,161        | 748,232           |
| BCN           | 14.00  | 13.01  | 7.61%    | 8             | 978            | 13,127            |
| <b>TOTALS</b> |        |        |          | <b>210</b>    | <b>648,363</b> | <b>996,574</b>    |

## 2.6 Trading Patterns

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



### 3.0 Listed Company Market Announcements

- ▶ A total of 22 announcements related to the listed companies was received and released by the Exchange during February. Announcements were related to dividend declarations, audited and half yearly financial statements, movement of key personnel in the company, update on the operations of the listed companies and ongoing corporate action plans.

### 4.0 SPSE Business Development Activities

- SPSE has officially been confirmed as the host sponsor for the 15<sup>th</sup> Annual World Exchange Congress which will be held in Fiji in May 2020. This important milestone was announced by Terrapinn Holdings Limited, the main event organising body for the World Exchange Congress at the 14<sup>th</sup> edition of the event held from 25 – 27 February, 2019 hosted by the Lebanese Capital Markets Authority in Beirut, Lebanon.
- Below is the snapshot of the Fiji Delegation at the 2019 World Exchange Congress.



### HAVE QUERIES?

*If you have any queries related to this report or wish to obtain further details either about investing and/or listing on SPSE, feel free to contact SPSE on 3304 130 or email on [info@spse.com.fj](mailto:info@spse.com.fj) for more information.*

*The above is submitted for information*

**SOUTH PACIFIC STOCK EXCHANGE**

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