



MONTHLY STOCK MARKET TRADING REPORT

October 2019



1.0 SPX Market Highlights

1.1 October 2019 Market Sentiments

- ✘ During the month of October, a total of 451 trades were recorded with a total of 1,456,956 shares exchanging hands totaling \$2,124,566 in value traded.
- ✘ The number of trades recorded during the month of October were particularly high consequent to the execution of Fijian Holdings Limited's (FHL) market-based dividend reinvestment trades originating out of the second interim dividend declared in September 2019. Due to the execution of these reinvestment transactions, the volume and value traded for FHL shares saw an increase as well. (*Reinvestment trading statistics – number of trades: 203 trades, volume traded: 52,418 shares and value traded: \$78,757*).
- ✘ Furthermore, adding to the radiance of trading activities were some other listed entities, such as; Kontiki Finance Limited (KFL) and Port Denarau Marina Limited (PDM). These two listed stocks witnessed execution of some high quantities during the month under review, attracting a couple of first time stock market investors as well.
- ✘ Overall, 15 listed entities recorded trading activities amongst which 13 listed entities recorded share price movements (11 stocks recorded price gains while two stocks recorded decreases in their respective share prices).
- ✘ The table below lays out detailed statistics for October 2019 in comparison to September 2019 trading data together with the year-to-date statistics for the two years for information.

Particulars	Oct-19	Sept-19	Year to Date		% of Variance
			Oct-19	Oct-18	
Volume traded in securities	1,456,956	1,572,519	22,644,744	13,556,782	+67%
Value traded in securities (\$)	2,124,566	3,521,189	37,113,288	22,815,726	+63%
Total number of trades	451	153	2,977	1,359	+119%
Average new order flow consideration/week (\$)	865,313	999,632	902,575	485,349	+86%
SPX Total Return Index (STRI)	8500.44	7874.35	8500.44	6768.22	+26%
SPX Equal Weighted Total Return Index	9553.21	9051.81	9553.21	6689.65	+43%
Bid to Offer ratio	1:15	1:18	1:18	1:5	+20%
Market Capitalisation (F\$ Billion)	3.66	3.40	3.66	2.77	+32%
GDP (F\$ Billion) *	12.33	12.33	12.33	11.71	+5%
Volume traded to Issued Shares (%)	0.1%	0.1%	1.8%	1.3%	+35%
Market Capitalisation to GDP (%)	29.7%	27.5%	29.7%	23.6%	+26%

*Source: RBF Quarterly Review June 2019

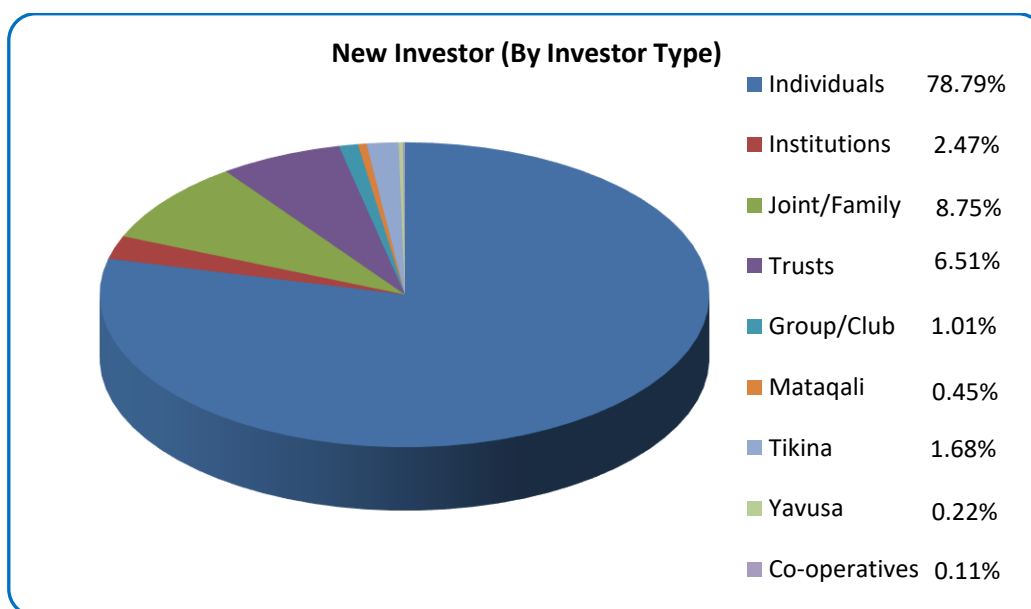
1.2 New Investors

✘ By Month and Year to Date

- The month of October recorded 46 new/first time investors in the stock market while 40 existing investors were seen to be re-entering the market either increasing their existing shareholdings in listed entities and/or in some cases diversifying their investment portfolio by investing in additional entities.
- Overall, on a year to date basis, a total of 891 new investors have now entered the Fijian stock market so far in 2019. This is a significant increase of 430.36% (increase of 723 new investors) in comparison to the number of new investors seen for the same period last year.

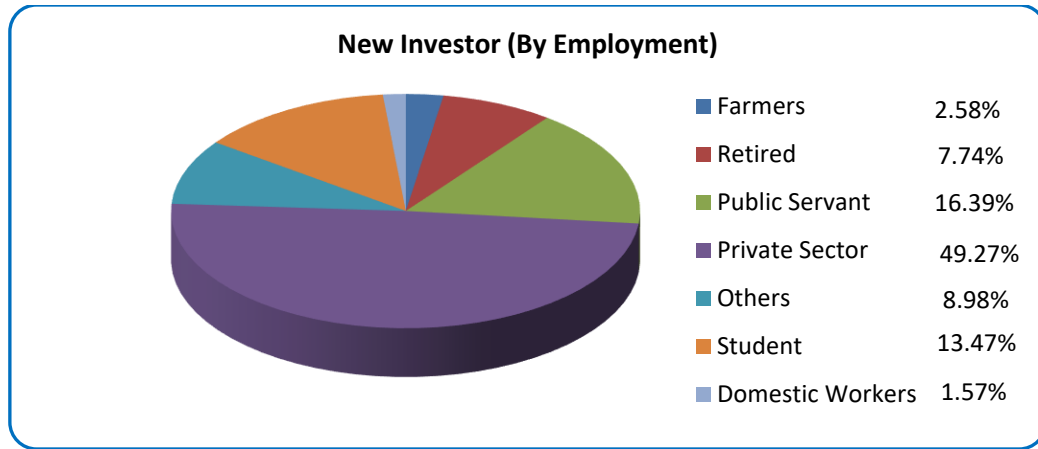
✕ By Investor Type

- The trend indicates that individual investors account for the major portion by investor type with 78.79% occupancy over the first ten 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 classified under the Joint/Family category which stood at 8.75% on a year to date basis as at October 2019. Additionally, while considering the month of October independently, 71.43% of new investors were represented by individuals.
- The above is illustrated graphically below for information:



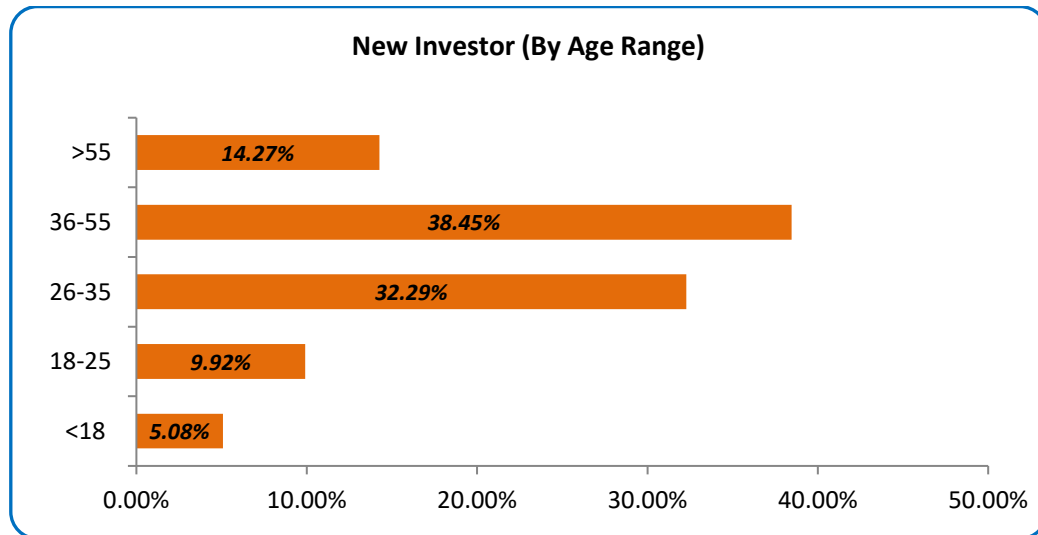
✕ By Employment

- A review of the new investors by type of employment over the first ten months shows that 49.27% of the new investors entering the stock market are those employed in the private sector. Second in queue are those employed in the public sector with 16.39% occupancy followed by students that stood at 13.47%. This is certainly another positive trend noted whereby share investments are being considered in early ages for children which would certainly assist them in achieving their future financial goals. This trend also serves as a matter of encouragement for other parents/guardians, who can consider shares as part of the investment portfolio for their children.
- The investor occupancy by type of employment is illustrated on the following page:



✕ By Age Range

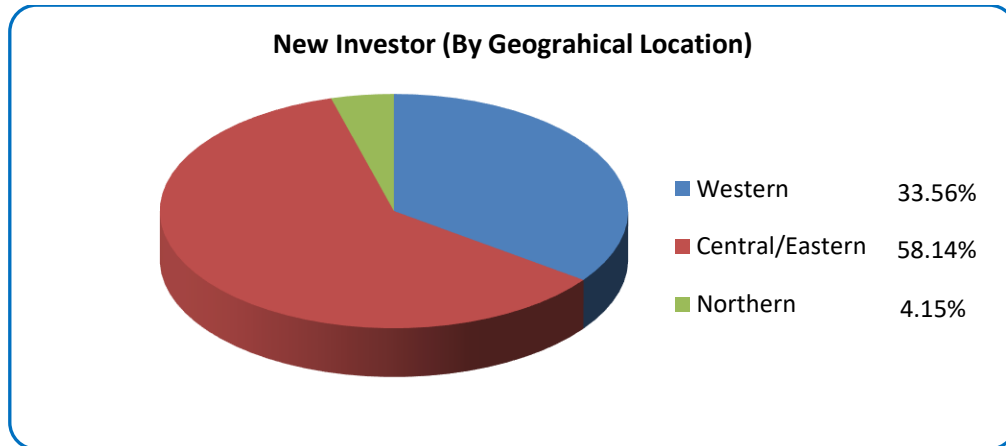
- The study of new investors by age shows that majority of the new investors seeking investment opportunities in the stock market fall between the age range of 36 years to 55 years. This is followed by those between the ages of 26 years to 35 years. Overall, it can be witnessed that 70.74% of new investors fall between the age ranges of 26 years to 55 years collectively.
- A detailed illustration of the new investors by age range is portrayed below:



✕ By Geographical Location

- Generally, the statistics has shown that the new investors are largely from the Central/Eastern division, however, it is also commendable to note new investors emerging from the Western as well as Northern divisions.
- SPX with the three licensed stockbroking firms are located in Suva which helps investors from the Central division to access our services with more convenience, however, SPX continues to disseminate all relevant information about investing through other mediums such as SPX website, social media platforms, radio, television and newspaper advertisements to ensure the entire population gets access to all relevant information about investing.

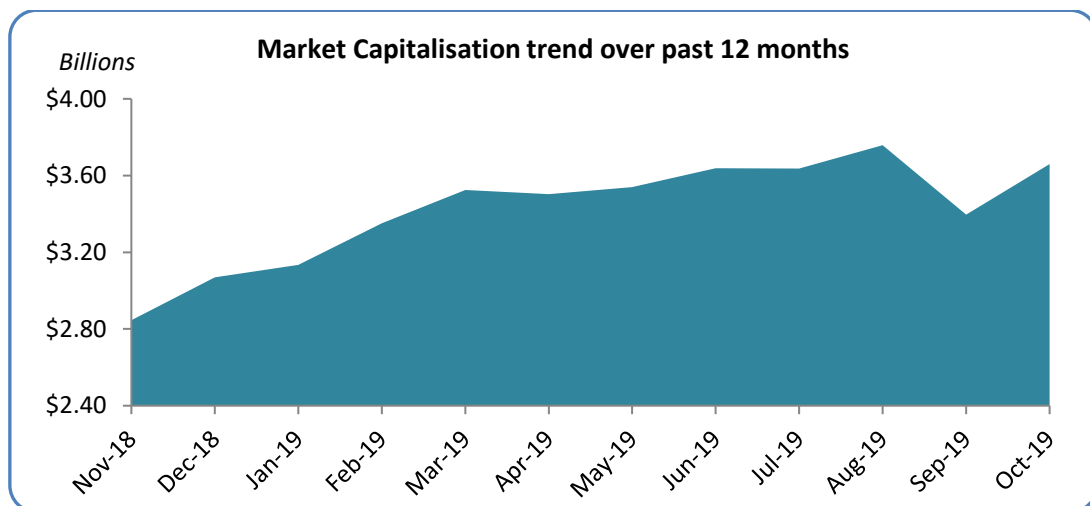
- To all those investors who are located outside of Suva, you are urged to communicate your investment interests to the SPX via telephone, email or Facebook messages and our team will surely assist you in getting started with your investment journey.
- The investor trend by geographical location is illustrated below:



2.0 Key Stock Market Indicators

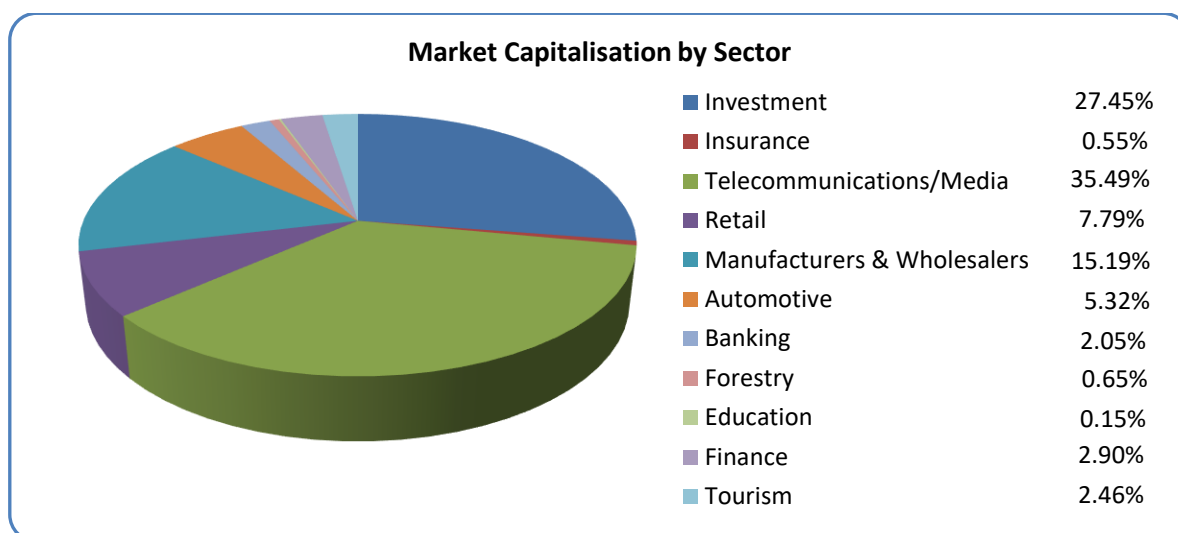
2.1 Market Capitalisation

- ✗ **Monthly Growth:** The overall market value recorded a growth of 7.75% (\$263,305,185) over the month of October and concluded at a value of \$3,659,301,647. The increase in the market value is subsequent to the capital gains recorded for majority listed entities.
- ✗ Comparing the market capitalisation value on a 12 monthly basis demonstrates that the aggregate market value has shown an improvement of 32.26% over the October 2018 – October 2019 period. On an average basis, the market capitalisation has grown by 2.46% over the past 12 months.
- ✗ Graph below illustrates the market capitalisation trend over the past 12 months.

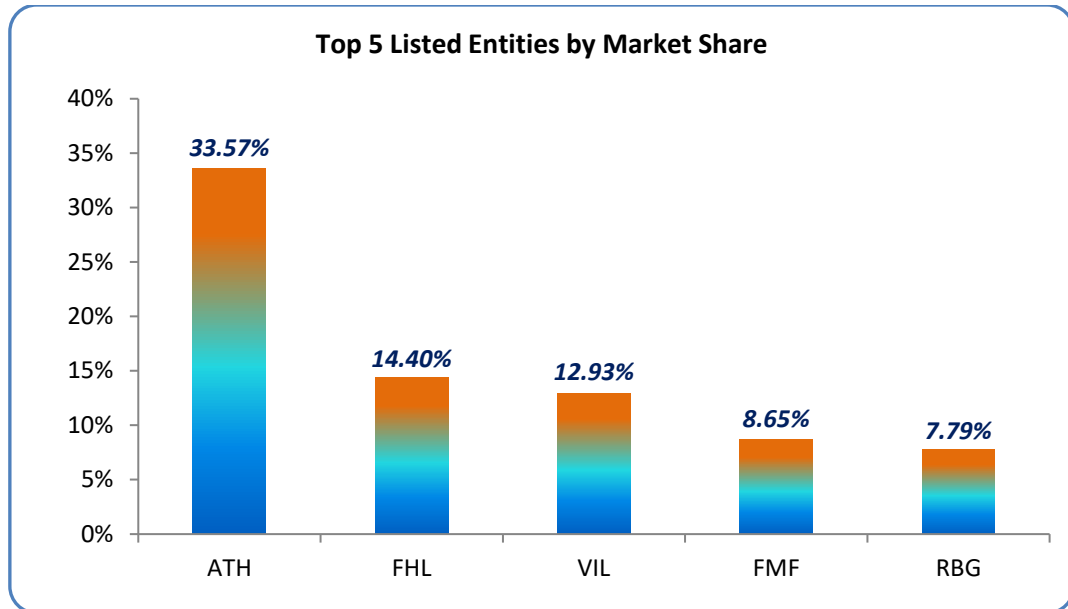


✘ **Market Capitalisation by Sector:**

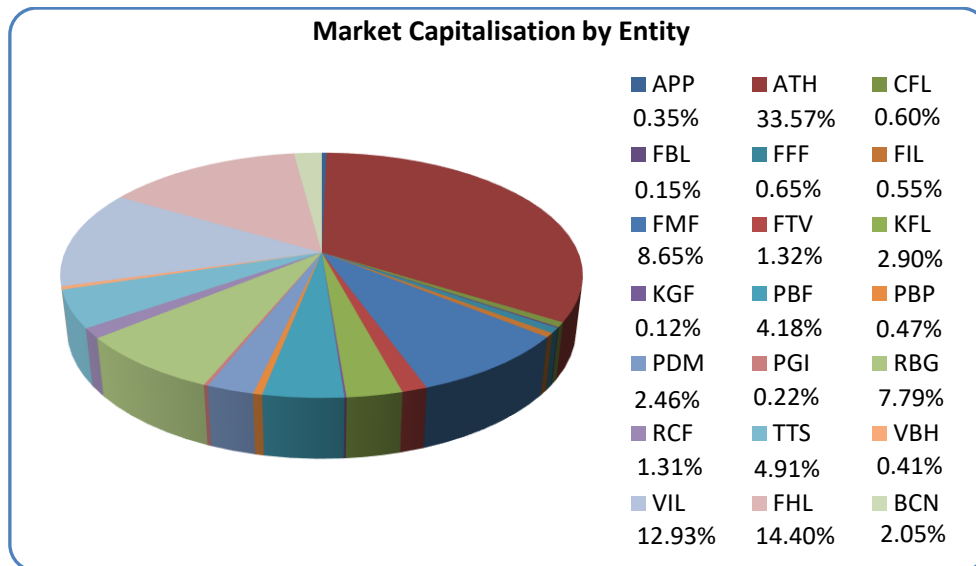
- The Telecommunications and Media sector consisting of Amalgamated Telecom Holdings Limited (ATH), Communications Fiji Limited (CFL) and Fiji Television Limited (FTV) represented 35.49% of the aggregate market value at the end of October followed by the Investment sector with 27.45% occupancy.
- The third largest contributor to market capitalisation represented by the Manufacturers and Wholesalers sector tallied at 15.19% while the Retail sector stood at 7.79%. The Automotive sector stood at 5.32% whilst the Finance sector consisting of Kontiki Finance Limited (KFL) ended at an aggregate market value composition of 2.90%.
- The seventh largest contributor to market capitalisation represented by Tourism sector stood at 2.46% whilst the Banking sector concluded with 2.05% occupancy.
- The Forestry sector concluded with 0.65% occupancy whereas the Insurance sector represented by FijiCare Insurance Limited (FIL) shares accounted for 0.55% of the overall market value. Lastly, the Education sector represented by Free Bird Institute Limited (FBL) shares saw its contribution standing at 0.15%.
- A further breakdown of market capitalisation by each sector as at October 2019 is illustrated below:



- ✘ **Top 5 listed entities:** The top five listed entities occupied 77.34% of the overall market. This is illustrated on the following page for information:



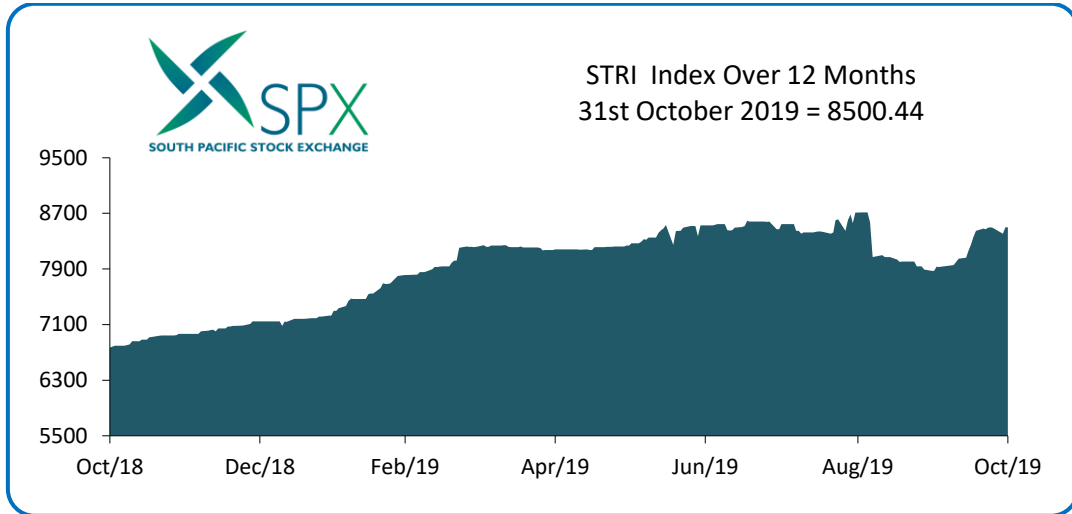
✕ **Market Capitalisation by Entity:** Details of each listed entity's market capitalisation contribution as at October 2019 is portrayed below:



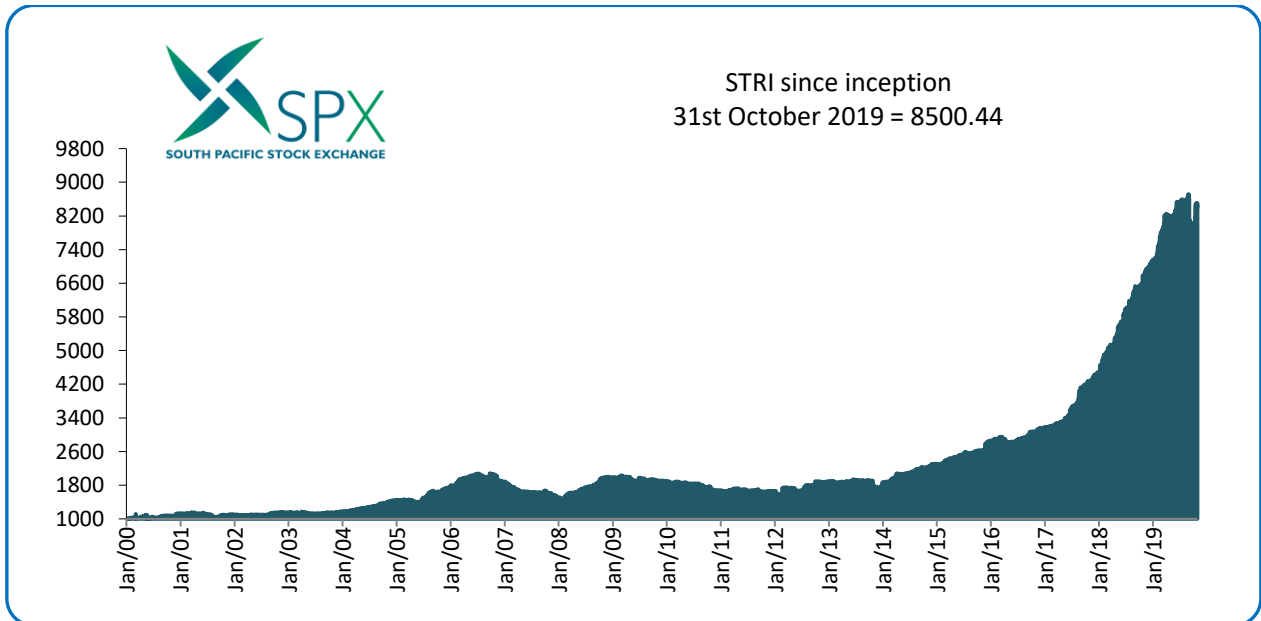
2.2 SPX Total Return Index (STRI)

✕ **Monthly Growth:** The SPX Total Return Index increased by 7.95% (626.09 points) and concluded the month at a value of 8500.44. The increase in the accumulation index is consequent to various share price movements and also subsequent to dividend returns of 2.29% generated by Kontiki Finance Limited (KFL) shares, 1.04% generated by BSP Convertible Notes Limited (BCN) shares and 0.71% generated by Fijian Holdings Limited (FHL) 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 October 2019 and reflects the continuation of the optimistic 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

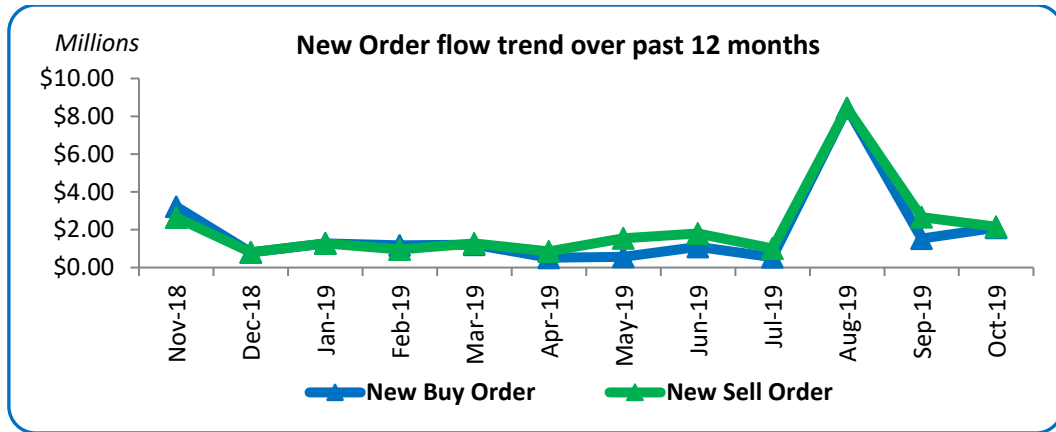
- ✘ During the month of October 2019, the total shares on bid fell by 6.20% while the total shares on offer also fell by 20.64%.

- ✘ The substantial decrease in total shares on offer is due to the execution of existing sell orders for listed entities such as Kontiki Finance Limited (KFL) and Fijian Holdings Limited (FHL).
- ✘ The quantity of bids and offers that remained unexecuted at close of market as at 31st October 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 (Oct 19)	Total Shares on Bid (Sept 19)	% Δ	Total Shares on Offer (Oct 19)	Total Shares on Offer (Sept 19)	% Δ
APP	0	0		10,203	9,885	3.2%
ATH	0	0		91,341	69,876	30.7%
CFL	52	52		7,431	0	100.0%
FBL	0	0		14,775	14,775	
FFF	0	0		0	0	
FIL	14,945	10,000	49.5%	0	6,864	-100.0%
FMF	0	0		273,642	107,847	153.7%
FTV	0	500	-100.0%	1,100	500	120.0%
KFL	51,000	51,000		143,181	423,681	-66.2%
KGF	24,435	24,435		80,000	0	100.0%
PBF	320	420	-23.8%	22,732	22,732	
PBP	501	501		27,020	27,020	
PDM	0	666	-100.0%	63,072	21,500	193.4%
PGI	200	200		81,500	81,500	
RBG	0	11,094	-100.0%	0	0	
RCF	0	0		799	200	299.5%
TTS	507	507		500	500	
VBH	0	0		34,875	8,496	310.5%
VIL	350	0	100.0%	600	24,034	-97.5%
FHL	1,000	0	100.0%	567,082	969,777	-41.5%
BCN	0	106	-100.0%	500	500	
TOTALS	93,310	99,481	-6.2%	1,420,353	1,789,687	-20.6%

2.4 New Order Flow

- ✘ The average weekly value of new orders in the market for the month of October 2019 stood at \$865,313.
- ✘ The new order flow trend over the preceding 12 months is illustrated on the following page for information:



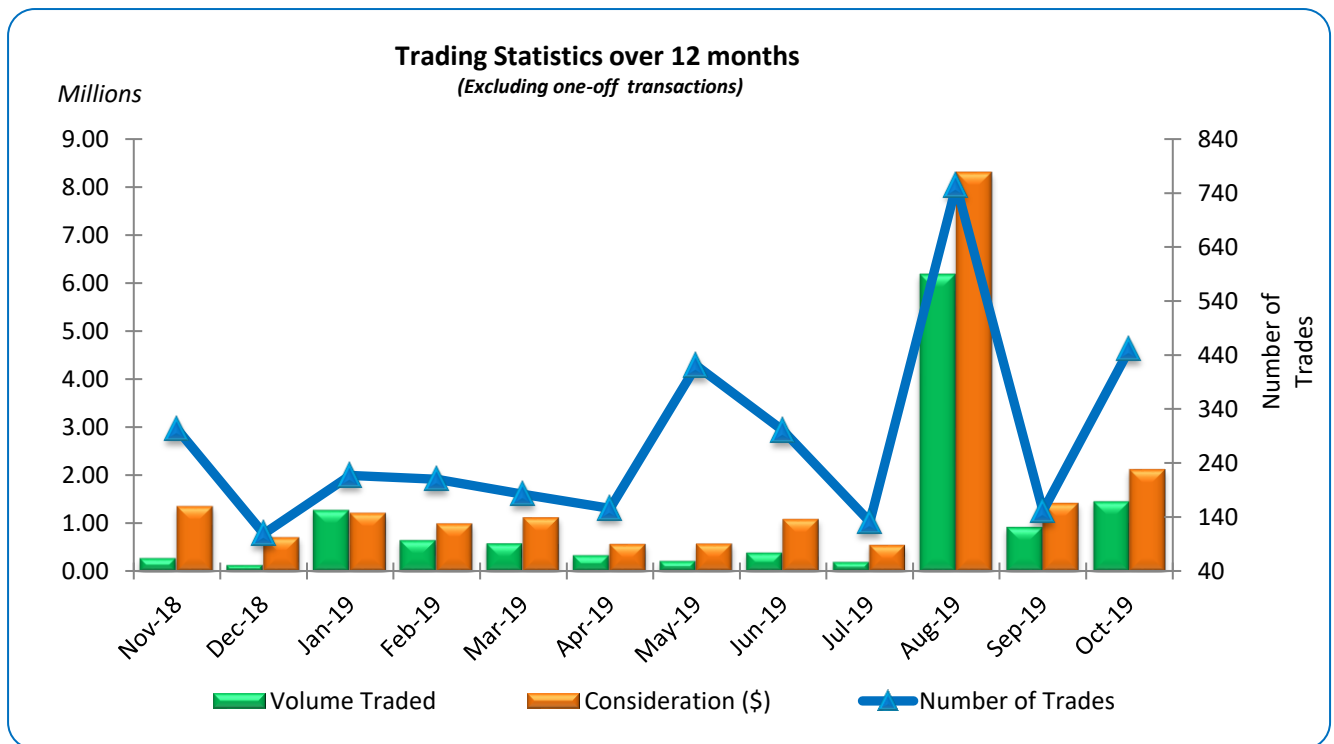
2.5 Trading Summary

- ✘ For the month of October, 13 out of 21 of the listed entities recorded share price movements amongst which, ten listed entities concluded the month at an all-time high share price yielding capital gains for their shareholders.
- ✘ The trading summary per security for the month of October 2019 is tabulated below for information.

Security	Oct-19	Sep-19	% Change	No. of Trades	Volume Traded	Value Traded (\$)
APP	1.60	1.60	0.00%		NO TRADES	
ATH	2.91	2.93	-0.68%	13	16,327	47,797
CFL	6.17	6.15	+0.33%	5	5,750	35,528
FBL	2.70	2.70	0.00%		NO TRADES	
FFF	0.79	0.79	0.00%		NO TRADES	
FIL	2.35	2.30	+2.17%	1	55	129
FMF	2.11	1.90	+11.05%	6	16,000	33,245
FTV	4.70	4.50	+4.44%	4	2,750	12,725
KFL	1.16	1.00	+16.00%	33	1,113,219	1,167,582
KGF	1.12	1.12	0.00%	1	22,000	24,640
PBF	14.70	14.02	+4.85%	5	1,462	20,751
PBP	2.60	2.60	0.00%		NO TRADES	
PDM	2.25	1.90	+18.42%	59	97,081	199,063
PGI	1.08	1.08	0.00%		NO TRADES	
RBG	9.50	9.03	+5.20%	46	31,637	291,307
RCF	8.00	8.00	0.00%	1	100	800
TTS	12.80	12.80	0.00%		NO TRADES	
VBH	6.99	7.30	-4.25%	1	100	699
VIL	4.56	4.32	+5.56%	9	15,057	67,857
FHL	1.73	1.22	+41.80%	260	134,070	190,280
BCN	24.50	22.00	+11.36%	7	1,348	32,165
TOTALS				451	1,456,956	2,124,566

2.6 Trading Patterns

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



3.0 Listed Entity Market Announcements

- ✘ A total of 28 market announcements were received and released during the month of October. These announcements were related to dividend declarations, full year financial results, quarterly financial statements, annual report, appointment and resignation of management personnel for certain listed entities, Annual General Meetings (AGM) notices and resolutions, update on the operations of the listed entities and corporate action activities.

4.0 SPX Update

- ✘ [New Zealand Minister for Trade & Export Growth visit to SPX](#)

On 2nd October, 2019, SPX Board of Directors and Management hosted a delegation headed by the New Zealand Minister for Trade and Export Growth, Honourable David Parker. The main purpose of the visit was to discuss pathways for financial markets co-operation between Fiji and New Zealand. [A detailed SPX press release regarding the historic visit can be viewed here.](#) Below on the following page are snapshots from the visit.



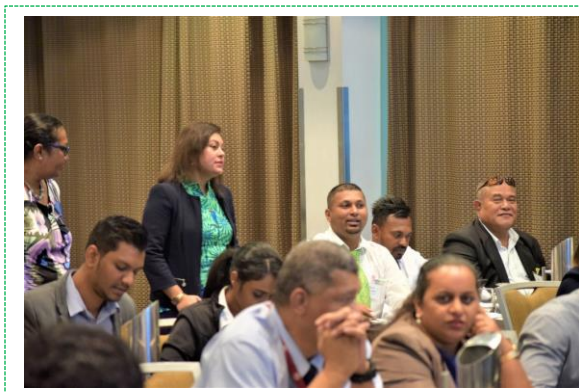
✧ Announcement of gold sponsor for 2020 World Exchange Congress

On 3rd October, 2019, SPX announced the Reserve Bank of Fiji (RBF) as the first Gold Sponsor for the 2020 World Exchange Congress (Congress) which will be held from 1st June to 4th June 2020 at the Sofitel Resort & Spa on Denarau Island in Fiji. [A detailed SPX press release announcing RBF as the first Gold Sponsor for the 2020 Congress can be viewed here.](#) Below are some pictures from the event:



✧ SPX Investor Awareness

As part of our investor awareness initiative, SPX CEO, Ms. Krishika Narayan presented on investment options in the stock market at the Workshop for Lawyers & Bankers organised by the Fiji Institute of Bankers. Below are some snapshots from the presentation:



Disclaimer

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HAVE QUERIES?

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

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