



1985 - 2016

31

CELEBRATING 31 YEARS

Sales Inquiries  
[managedequity@mayberryinv.com](mailto:managedequity@mayberryinv.com)

General & Sales Inquiries  
(876) 929 1908- 9

(876) 929-1501

[mayberryinvja](http://mayberryinvja)

[facebook.com/mayberryinvja](https://facebook.com/mayberryinvja)

## Featured Stock: (DTL)

Derrimon Trading Company Limited (DTL);  
Opening price — \$7.48 Price to book — 2.37times;  
P/E — 7.26 times

This week's stock pick is Derrimon Trading Company Limited (DTL), which distributes bulk household food products locally. The company operates through two divisions, Distribution and Wholesale. It also operates retail outlets under Sampars Cash and Carry name; and provides warehouse storage rental services.

For Derrimon Trading Limited (DTL) reported trading income of \$6.72 billion for the year ended December 31, 2017. Cost of Sales for the year amounted to \$5.39 billion, resulting in a gross profit of \$1.34 billion for the 2017 financial year. Other Income for the year end totalled \$257.13 million. Total operating expenses was \$1.14 billion for the year, as administrative expenses totalled \$1.01 billion, while selling and distribution expenses closed at \$135.67 million. Consequently, operating profit for totalled \$451.70 million, while for the quarter, DTL booked operating profit of \$215.83 million. Following finance costs of \$169.90 million, DTL's net profit amounted to \$281.80 million a 76% increase.

DTL recently gave notice of an Extraordinary General Meeting, as the Board seeks shareholders approval to, "issue necessary additional preference share to redeem the 2015 Redeemable Preference Shares, along with issuing additional preference share from time to time to take advantage of the falling interest rate environment to lower the borrowing costs of the Company." Derrick Cotterell, DTL Chairman and CEO, noted, "we continue to seek opportunities to grow our operations and with our financial partners, Mayberry Investments, we are working to find the best financial solutions in the short, medium and long term. Our goal was always, and will continue to be strengthening our company and creating the best value for all our stakeholders".

Additionally, DTL (as at Friday March 3, 2018) was trading at 2.37 times its book value with a P/E of 7.26 times.

Our weekly pick features a stock currently held in the Mayberry Managed Equity Portfolio (MMEP). For more information on the MMEP, please contact your investment advisor today.