

DAILY RECOMMENDATION



LOCAL STOCK MARKET: (JS) +

Stock Symbol	WISYNCO	BPOW	LASD	KEX	GENAC
Current Price (\$)	9.00	5.02	4.00	12.50	4.29
Trailing EPS (\$)	0.61	0.18	0.30	0.36	0.30
P/E (times)	14.72	27.74	13.43	35.19	14.35
Projected P/E	14.47	22.73	15.96	32.98	17.27
Projected EPS (\$)*	0.62	0.22	0.25	0.38	0.25
Book Value per share (\$)	2.32	1.35	1.38	1.25	1.96
Price/Book Value (times)	3.88	3.72	2.91	9.98	2.19
Dividend Yield (2018 %)	0.70%	3.78%	2.93%	0.56%	N/A
Volumes	1,217,069	56,207	31,661	3,016	11,700
Recommendation	BUY	SELL	HOLD	SELL	HOLD

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

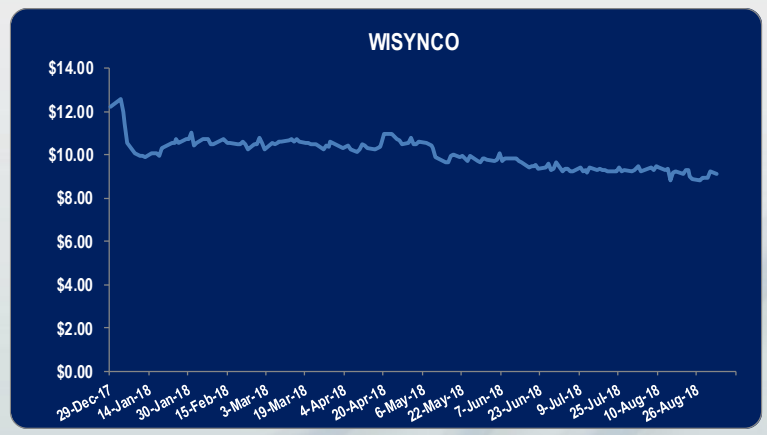
	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	142.520	100.000	134.5585	146.810	100.000	137.0909
CAN	104.800	74.250	100.5682	120.840	98.600	103.5868
GBP	177.850	140.000	173.4865	205.440	165.000	177.1350
EURO	155.700	113.620	149.7648	181.800	113.250	158.4863

*Rates as at September 03, 2018

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (September 04, 2018) trading session. The overnight rate stood at 0.85% while the 30-day rate ranged between 1.30% and 1.60%.

The US dollar fixed income market was also liquid during today's (September 04, 2018) trading session; The overnight market rates were quoted at 1.20% while the 30-day market rates stood at 1.50% to 1.70%.



STOCK OF THE DAY: WISYNCO Group Limited (WISYNCO)

For the year ended June 30, 2018:

Wisynco Group Limited for the year ended June 30, 2018 reported total revenue of \$24.54 billion, a 15% increase when compared with the \$21.38 billion reported for the same period in 2017. Total revenues for the quarter amounted to \$6.49 billion also reflecting an increase of 15% over the \$5.63 billion achieved in the corresponding quarter of the previous year.

Total expenses for the year ended rose 9% to close at \$6.37 billion (2017: \$5.87 billion). Of total expenses, selling and distribution expenses climbed 9% to total \$5.41 billion (2017: \$4.98 billion), while administrative expenses increased 7% to \$956.68 million (2017: \$891.68 million). Total expenses for the fourth quarter rose 3% to \$1.86 billion (2017: \$1.79 billion). Other income for the year end contracted 88% to \$92.16 million (2017: \$743.54 million).

As such, WISYNCO booked a 12% increase in operating profit to \$2.85 billion (2017: \$2.55 billion). Finance income for the year amounted to \$130.84 million, down 18% from the \$159.97 million reported for the corresponding period in 2017. Finance costs increased 25% to \$211.41 million for the period from \$169.75 million for 2017.

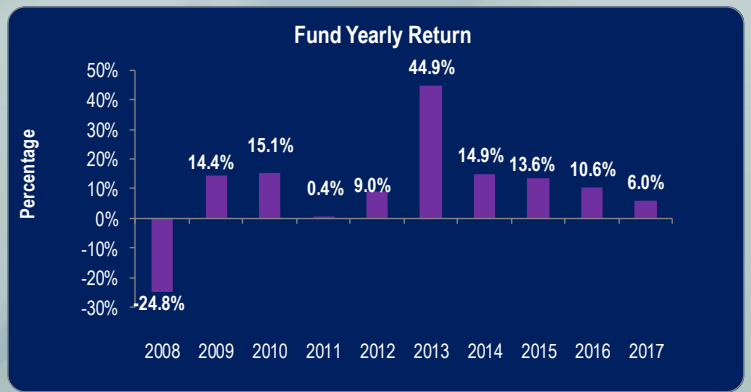
Profit before taxation amounted to \$2.77 billion, relative to \$2.54 billion reported in 2017, a 9% increase year over year. Taxation for the period amounted to \$513.83 million (2017: \$286.31 million). Profit from discontinued operations totalled \$41.55 million versus \$190.84 million in 2017. As such, net profit of \$2.29 billion (2017: \$2.45 billion) was posted for the year ended June 30, 2018, representing a 6% decline year over year. Net profit for the fourth quarter amounted to \$565.61 million relative to \$488.78 million in 2017, a 16% increase year over year.

Earnings per share (EPS) for the year end amounted to \$0.61 (2017: \$0.65), while the EPS for the quarter amounted to \$0.15 (2017: \$0.13). The number of shares used in our calculations is 3,750,000,000. Notably, WISYNCO's stock price closed the trading period on August 13, 2018, at \$9.29.

OVER THE COUNTER FUNDS (CI FUNDS)

CI American Small Companies Fund

This fund's objective is to seek above-average capital growth. It invests primarily in equity and equity-related securities of small to mid-capitalization North American companies. The fund has a 3 year return of 6.3% and a 5 year return of 12.7% as at July 31, 2018. The Fund also has a 10 year return of 10.5%.



*Prices are as at September 04, 2018 *Projections are made to the company's financial year end

U.S.: Trump's Fight with Canada Over NAFTA Faces New Hurdles

“President Donald Trump’s effort to force Canada into signing on to a new Nafta on his terms is facing new hurdles thanks to growing opposition at home to his threat to proceed without the U.S.’s northern neighbor. Trump’s frustration spilled into the open over the weekend as he railed against Canada on Twitter -- as well as its many supporters in both political parties. The president has threatened to leave Canada out of a new trade deal already negotiated with Mexico, but without congressional support he lacks leverage to force Ottawa to make concessions. Canada’s top Nafta negotiator Chrystia Freeland, the foreign affairs minister, will return to Washington on Wednesday for a second week of talks over staying in a revamped pact. “There’s going to be a lot of pressure to get a deal with Canada,” said Mark Sobel, a former U.S. Treasury official and now American chairman of the research group OMFIF. “Canada’s the main trading partner for many states, quite a bit of our economic fortunes is entwined with Canada.” The battle with Canada is building as the White House also prepares to roll out new tariffs on products from China that make up some \$200 billion in annual trade in the most significant batch of duties yet aimed at Beijing.”

<https://www.bloomberg.com/news/articles/2018-09-04/trump-faces-fight-with-canada-over-nafta-as-china-duties-near?srmd=economics-vp>

Europe: ECB Endgame Has Governments Thinking About Rate-Hike Damage

“European finance ministers and central bankers will gather in Vienna this week to discuss a key test for the euro zone’s expanding economy -- whether it can cope with interest-rate hikes. The debate reflects the currency bloc’s relatively solid economic health after a decade of crises and recessions, but also marks a new challenge. The European Central Bank’s plan to gradually unwind years of extraordinary monetary stimulus comes with the risk of destabilizing asset markets such as stocks and real estate if they’re bloated by cheap money. Higher interest rates could also cause problems for national governments, which have increased borrowing in the past decade. Total debt in the euro area stands at about 84 percent of gross domestic product this year, compared with 65 percent in 2007, according to the International Monetary Fund. Some countries have already sounded the alarm. The Bundesbank reckons that German homes are overvalued by as much as 35 percent in major cities. France is concerned about high levels of corporate debt. Italy’s populist government worries that the nation’s bond market could be hit by speculators when the ECB pulls back.”

<https://www.bloomberg.com/news/articles/2018-09-04/ecb-endgame-has-governments-debating-possible-rate-hike-damage?srmd=economics-vp>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at September 03, 2018	
	Percentage (%)
Yield to Maturity	5.77
Weighted Average Coupon	5.548
Current Yield	4.35

The platinum portfolio has an effective maturity of 13.32 years and duration of 4.45 years.

STRUCTURED PRODUCT

Mayberry Managed Equity Portfolio (MMEP)

We offer a managed equity portfolio for both institutions and individuals. The MMEP is a full discretionary managed portfolio of a diversified group of stocks. The stocks included in the portfolio represent Mayberry’s top recommended stocks. Persons who find it difficult to manage their equity portfolios on a day to day basis should consider the MMEP. Further, the MMEP is for individuals and institutions who would like to pursue a medium to long term equity strategy.

DISCLAIMER

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MIL Ratings System:

BUY: We believe the stock is attractively valued. The company has sound or improving fundamentals that should allow it to outperform the broader market. We anticipate the stock will outperform the market over the next 12 months. The risk factors to achieving price targets are minimal.

HOLD: We believe the stock is fairly valued at the current price. The company may have issues affecting fundamentals that could take some time to resolve. Alternatively, company fundamentals may be sound, but this is fully reflected in the current stock price. The risk factors to achieving price targets are moderate. Some volatility is expected. In addition, technically it may be difficult to attain additional volume of the stock(s) at current price.

SELL: We believe the stock is overpriced relative to the soundness of the company’s fundamentals and long-term prospects.

SPECULATIVE BUY: We believe the prospects for capital appreciation exist, however there is some level of uncertainty in revenue growth.

Source: www.jamstockex.com, www.bloomberg.com, www.investopedia.com, www.tradewire.com

OVER 20 YEARS OF EXPERIENCE + CUTTING EDGE MARKET RESEARCH
 = POSITIVE TRANSFORMATION FOR OUR CLIENTS
 MANAGED FUND SOLUTIONS • CURRENCY SOLUTIONS • GLOBAL INVESTING SOLUTIONS • RETIREMENT PLANNING SOLUTIONS

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