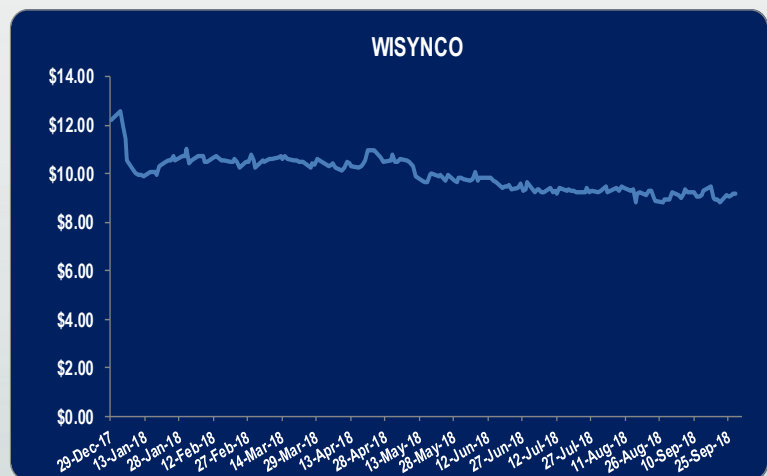


## DAILY RECOMMENDATION



### LOCAL STOCK MARKET: (JS) +

Stock Symbol	XFUND	WISYNCO	SVL	CFE	BPOW
Current Price (\$)	11.43	9.40	20.51	18.99	6.29
Trailing EPS (\$)	1.22	0.61	0.50	0.97	0.18
P/E (times)	9.40	15.37	40.67	19.58	34.76
Projected P/E	8.72	15.11	26.44	17.61	30.65
Projected EPS (\$)*	1.31	0.62	0.78	1.08	0.21
Book Value per share (\$)	10.75	2.32	1.08	4.65	1.35
Price/Book Value (times)	1.06	4.06	18.96	4.09	4.66
Dividend Yield (2018 %)	N/A	1.47%	3.17%	1.32%	3.02%
Volumes	1,221,240	159,382	2,694	15,300	5,035
Recommendation	BUY	BUY	SELL	HOLD	SELL



### 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.

Cost of sales for the year amounted to \$15.42 billion, up 13% relative to \$13.71 billion reported in 2017. Consequently, gross profit rose 19% to close the year at \$9.12 billion compared to the \$7.68 billion a year earlier. Gross profit for the quarter amounted to \$2.39 billion, an 18% increase on the \$2.02 billion booked in 2017.

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).

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.

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	137.730	99.610	133.4617	150.650	100.600	134.6486
CAN	106.670	76.950	101.4208	122.500	100.000	103.7023
GBP	177.250	144.500	174.2072	208.250	167.000	178.1844
EURO	156.500	117.020	152.2946	187.050	148.000	155.6992

\*Rates as at September 28, 2018

### MONEY MARKET

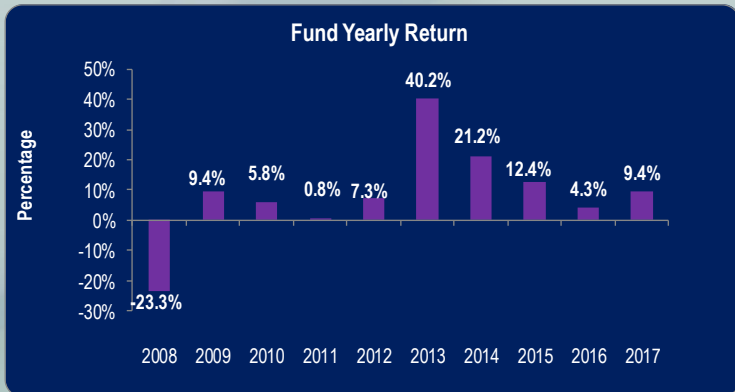
The Jamaican dollar fixed income market was liquid in today's (October 01, 2018) trading session. The overnight rate stood at 0.85% to 1.20%, while the 30-day rate ranged between 1.50% and 1.80%.

The US dollar fixed income market was also liquid during today's (October 01, 2018) trading session; The overnight market rates were quoted at 1.20% while the 30-day market rates stood at 1.60% to 1.80%.

### OVER THE COUNTER FUNDS (CI FUNDS)

#### CI American Value Corporate Class

This fund's objective is to provide superior returns with a limited level of risk by investing in a diversified portfolio of high quality undervalued companies. It invests primarily in equity and equity-related securities of companies in the United States. Any change to the investment objective must be approved by a majority of votes cast at a meeting of shareholders held for that reason. The fund has a 3 year re-turn of 10.2% and a 5 year return of 14.3% as at August 31, 2018. The Fund also has a 10 year return of 9.1%.



\*Prices are as at October 01, 2018 \*Projections are made to the company's financial year end

**U.S.: Two-Thirds of U.S. Business Economists See Recession by End-2020**

“Two-thirds of business economists in the U.S. expect a recession to begin by the end of 2020, while a plurality of respondents say trade policy is the greatest risk to the expansion, according to a new survey. About 10 percent see the next contraction starting in 2019, 56 percent say 2020 and 33 percent said 2021 or later, according to the Aug. 28-Sept. 17 poll of 51 forecasters issued by the National Association for Business Economics on Monday. Forty-one percent said the biggest downside risk was trade policy, followed by 18 percent of respondents citing higher interest rates and the same share saying it would be a substantial stock-market decline or volatility. The expansion that in May became the second-longest on record still looks resilient, with no major warning signs flashing and Fed officials upgrading their growth outlook for this year and next. Should it endure, the U.S. expansion would in mid-2019 become the nation’s longest ever, based on National Bureau of Economic Research figures that go back to the 1850s. Trade fears aside, economists were slightly more optimistic about the economy this year. The median forecast for inflation-adjusted gross domestic product growth rose to 2.9 percent from a 2.8 percent pace projected in the June survey. The 2019 estimate remained at 2.7 percent.”

<https://www.bloomberg.com/news/articles/2018-10-01/two-thirds-of-u-s-business-economists-see-recession-by-end-2020?smd=economics-vp>

**Europe: U.K. Consumer Borrowing Growth Cools to Weakest in Three Years**

“U.K. consumer borrowing posted the weakest growth in three years in August as the Bank of England raised interest rates to the highest since 2009. Unsecured lending rose 8.1 percent from a year earlier, the least since the same month in 2015, the U.K. central bank said on Monday. It grew 1.1 billion pounds on the month. The slowdown follows years of rapid expansion in which financial-stability officials have expressed concern about the rapid buildup of debt used to finance cars and other goods. The BOE has nevertheless argued that the risks are confined to just a few areas, and that any future interest-rate hikes will be limited and gradual. The rate hike in the summer also prompted homeowners to lock in lower borrowing costs. Remortgage approvals gained to 53,125, the most since the previous BOE increase in November. Borrowing on credit cards grew an annual 8.9 percent in August. Lending including vehicle finance, personal loans and overdrafts rose by 7.7 percent, the least since 2014. Separate figures showed a pickup in the mortgage market, with home-loan approvals rising to 66,440, the highest since January. Lending to non-financial firms rose 1.3 percent in August but remained weak compared to the past two years. Growth in lending to small and medium-sized business remained close to zero for an eighth month.”

<https://www.bloomberg.com/news/articles/2018-10-01/u-k-consumer-borrowing-growth-cools-to-weakest-in-three-years?smd=economics-vp>

**PLATINUM PORTFOLIO**

**Platinum Portfolio Yield Measures as at October 01, 2018**

	Percentage (%)
<b>Yield to Maturity</b>	<b>5.87</b>
<b>Weighted Average Coupon</b>	<b>5.54</b>
<b>Current Yield</b>	<b>5.73</b>

The platinum portfolio has an effective maturity of 13.19 years and duration of 4.51 years.

**STRUCTURED PRODUCT**

**Mayberry Gold**

This portfolio is ideal for investors, both retail and corporate, seeking a conservative, short-term investment. The securities in the Gold are directly owned by the client and provide them with a safe investment option. Our Gold portfolio can also provide investors with coupon payments that can generate a positive income stream.

**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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