

DAILY RECOMMENDATION



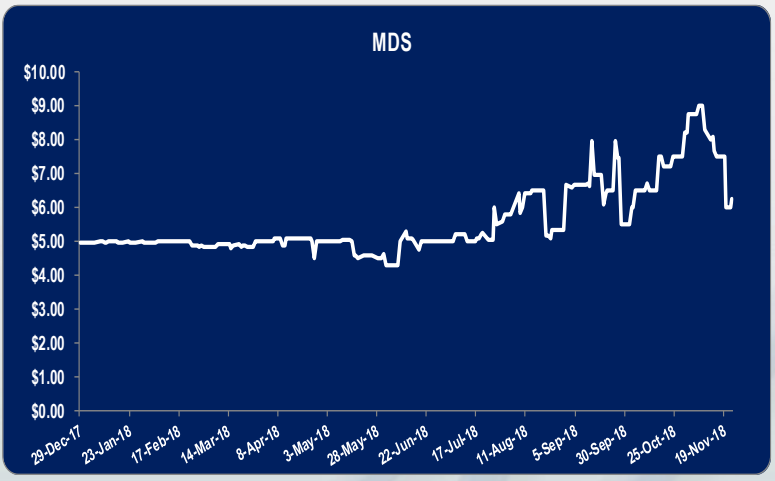
LOCAL STOCK MARKET: (JS) +

| Stock Symbol | KPREIT | MDS | JBG | GK | PTL |
|---------------------------|--------|-------|--------|--------|--------|
| Current Price (\$) | 5.95 | 6.20 | 29.16 | 54.27 | 2.97 |
| Trailing EPS (\$) | 0.20 | 0.43 | 1.80 | 4.04 | 0.02 |
| P/E (times) | 29.17 | 14.47 | 16.17 | 13.44 | 144.06 |
| Projected P/E | 30.65 | 13.33 | 17.36 | 11.40 | 82.73 |
| Projected EPS (\$)* | 0.19 | 0.46 | 1.68 | 4.76 | 0.04 |
| Book Value per share (\$) | 5.62 | 2.59 | 11.10 | 48.65 | 0.48 |
| Price/Book Value (times) | 1.06 | 2.40 | 2.63 | 1.12 | 6.13 |
| Dividend Yield (2018 %) | 1.26% | 1.68% | 0.58% | 2.49% | 1.35% |
| Volumes | NIL | 2,600 | 32,172 | 59,338 | NIL |
| Recommendation | SELL | BUY | HOLD | HOLD | SELL |

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

| | PURCHASE RATE | | | SALES RATE | | |
|------|---------------|---------|--------------|------------|---------|--------------|
| | Highest | Lowest | Weighted | Highest | Lowest | Weighted |
| | | | Average Rate | | | Average Rate |
| USD | 127.650 | 91.870 | 125.6464 | 140.870 | 100.940 | 126.8070 |
| CAN | 95.500 | 70.590 | 92.4090 | 104.070 | 91.500 | 95.6248 |
| GBP | 166.667 | 121.290 | 158.5688 | 168.026 | 155.000 | 163.4381 |
| EURO | 144.950 | 103.500 | 138.9160 | 158.700 | 138.000 | 145.5529 |

*Rates as at November 23, 2018



STOCK OF THE DAY: Medical Disposables & Supplies Limited

For the six months ended September 2018: -

Revenue amounted to \$1.04 billion, an increase of 8%, relative to \$964.89 million booked the previous year. For the second quarter revenues totalled \$500.85 million up 3% year over year (2017: \$484.30 million). MDS noted, "This positive performance was driven by increased sales in all divisions of the business operations showing very encouraging results."

Cost of sales went up 6% to close the period at \$800.44 million relative to the \$756.41 million reported for the same period last year. This resulted in gross profit which increased 16% or \$33.05 million to a total of \$241.52 million relative to the \$208.47 million for the corresponding period in 2017. Gross profit for the second quarter amounted to \$124.59 million, an 18% improvement compared to the \$105.97 million reported in 2017.

Total operating cost closed the period at \$169.24 million, up 4% (2017: \$162.85 million). Of this, selling and promotional costs declined 2% to \$64.79 million (2017: \$66.41 million). In addition, administrative expenses increased by 12% to \$96.76 million from \$86.70 million last year. Notably, the company booked other operating income of \$1.85 million for the period ended September 30, 2018 relative an expense of \$92,105 of the same period in 2017. The company highlighted that this was to "Sustain the current growth, development and continued expansion of the business, the company increased its investment in human capital including improvement to its existing infrastructure." Depreciation for the first six month amounted to \$12.23 million, 4% more than the \$11.81 million reported in 2017.

As a result, MDS reported profit before tax of \$34.80 million, a 10% increase relative to the \$31.63 million in 2017. Consequently, net profit for the period amounted to \$34.77 million relative to \$31.57 million in 2017, a 10% improvement year over year, after a tax charge of \$30,000 for the period. Net profit for the quarter amounted to \$15.68 million (2017: \$15.91 million).

Earnings per share for the period amounted \$0.13 (2017: \$0.12). EPS for the quarter amounted to \$0.06 relative to \$0.06 in 2017. The trailing twelve-month EPS amounted to \$0.429. The number of shares used in the calculations is 263,157,895. MDS last traded on November 12, 2018 at \$ 8.00.

*Prices are as at November 26, 2018 *Projections are made to the company's financial year end

MONEY MARKET

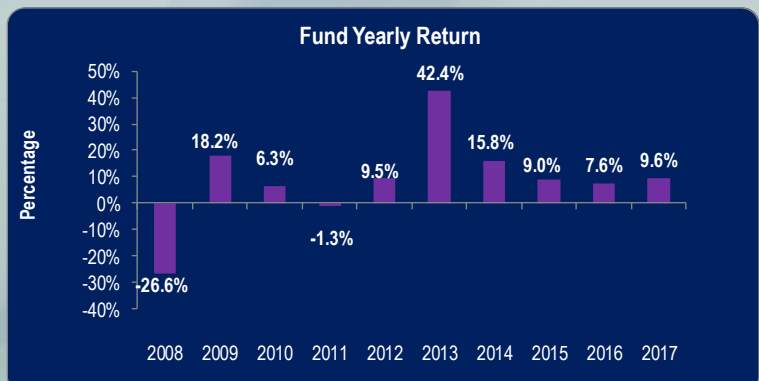
The Jamaican dollar fixed income market was liquid in today's (November 26, 2018) trading session. The overnight rate stood at 1.50%, while the 30-day rate ranged at 2.40%.

The US dollar fixed income market was also liquid during today's (November 26, 2018) trading session; The overnight market rates were quoted at 1.90% while the 30-day market rates stood at 2.70%.

OVER THE COUNTER FUNDS (CI FUNDS)

CI American Managers Corporate Class

This fund's objective is to obtain maximum long-term capital growth. It invests primarily in equity and equity-related securities of companies believed to have good growth potential. These companies are located in countries that have signed the North American Free Trade Agreement (NAFTA), or its successor. These countries currently include the United States, Canada and Mexico, but may also include countries that become members of NAFTA in the future. The fund has a 3 year return of 5.8% and a 5 year return of 10% as at October 31, 2018. The Fund also has a 10 year return of 10.4%.



U.S: Goldman Predicts Commodities Will Soar in 2019

“Commodity bull Goldman Sachs Group Inc. is undaunted by the sell-off in raw materials and is forecasting returns of about 17 percent in the coming months, describing the current situation as unsustainable and touting this week’s G-20 meeting in Buenos Aires as a potential turning point. “Given the size of dislocations in commodity pricing relative to fundamentals -- with oil now having joined metals in pricing below cost support -- we believe commodities offer an extremely attractive entry point for longs in oil, gold and base,” analysts including Jeffrey Currie said in a report. The note listed its top 10 trade ideas for 2019, including a rebound in Brent as OPEC cuts supply. Raw materials have been battered in November on a toxic cocktail of drivers, with crude sinking amid speculation there’s too much supply, metals getting hit on concern growth is slowing, and investors fretting about the outlook for the trade war between the U.S. and China. This week, leaders from the G-20 gather in Argentina, offering presidents Donald Trump and Xi Jinping a chance to address their trade spat, while Russia’s Vladimir Putin has an opportunity to address crude policy with Saudi Crown Prince Mohammed bin Salman.”

<https://www.bloomberg.com/news/articles/2018-11-26/goldman-predicts-commodities-will-soar-in-19-as-oil-gold-climb?srnd=premium>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at November 26, 2018

| | Percentage (%) |
|--------------------------------|----------------|
| Yield to Maturity | 6.33 |
| Weighted Average Coupon | 5.570 |
| Current Yield | 5.83 |

The platinum portfolio has an effective maturity of 12.94 years and duration of 4.18 years.

Europe: Leaving the EU to Cost U.K. \$128 Billion, Anti-Brexit Group Says

“Brexit will cut the value of the U.K. economy by 100 billion pounds (\$128 billion) a year by 2030 compared with staying in the European Union, according to research commissioned by the People’s Vote, a group campaigning against leaving the bloc. The study, by think tank Niesr, is the first analysis of Prime Minister Theresa May’s Brexit deal which she will start selling to U.K. politicians this week. The deal was signed off on Sunday by EU leaders, who said it can’t be renegotiated. The Bank of England will present its own analysis to lawmakers on Thursday, along with a scenario covering leaving without a deal. Parliament’s Treasury Committee will also hear testimony from economists, Treasury officials and BOE Governor Mark Carney. The Treasury is also due to publish its analysis of the deal this week. By 2030, GDP would be 3.9 percent below the baseline case of staying in the EU, total trade between the U.K. and the EU would fall by 46 percent and foreign direct investment would decline by 21 percent. Tax revenue would also suffer, according to the report. Anna Soubry, a lawmaker who leads the campaign for a second referendum, said the findings were more conservative than the government’s forecasts because Niesr assumed a no-deal exit would be orderly rather than chaotic. “If Mrs May’s agreement goes through, the economic prospects for our country will be diminished,” she said at a launch of the report on Monday.”

<https://www.bloomberg.com/news/articles/2018-11-26/leaving-the-eu-to-cost-u-k-128-billion-anti-brexit-group-says?srnd=economics-vp>

STRUCTURED PRODUCT

USD Money Market

This portfolio is a full discretionary managed bond portfolio, ideal for clients who have short-term USD liquidity needs. Assets within the portfolio can be used as collateral for loans. The product provides a solid short-term investment option in hard currency and allows the individual to hedge against the prevailing devaluation in the local currency.

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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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