

MAYBERRY INVESTMENTS LIMITED

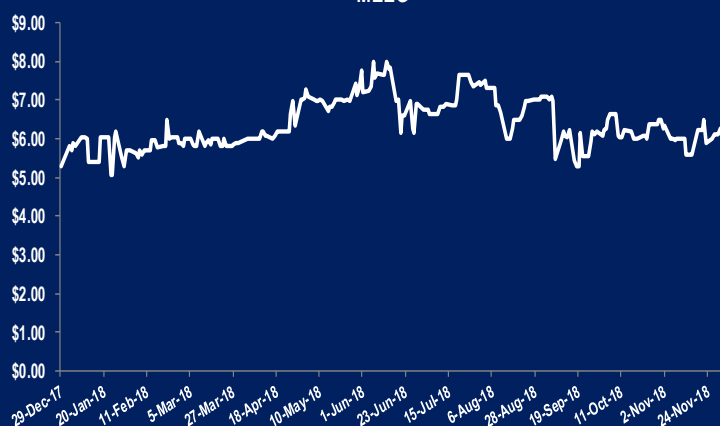
DAILY RECOMMENDATION



LOCAL STOCK MARKET: (J\$) +

Stock Symbol	MEEG	CAR	CFF	DCOVE	BPOW
Current Price (\$)	6.32	9.08	19.00	15.75	5.45
Trailing EPS (\$)	0.35	0.73	1.05	0.81	0.18
P/E (times)	17.99	12.40	18.08	19.44	30.12
Projected P/E	17.11	11.83	16.68	11.86	26.55
Projected EPS (\$)*	0.37	0.77	1.14	1.33	0.21
Book Value per share (\$)	1.84	0.30	4.71	9.47	1.35
Price/Book Value (times)	3.44	30.45	4.03	1.66	4.04
Dividend Yield (2018 %)	N/A	9.58%	1.32%	3.81%	3.49%
Volumes	2,832	130,684	NIL	173,947	2,000
Recommendation	HOLD	BUY	HOLD	BUY	SELL

MEEG



STOCK OF THE DAY: Main Event Entertainment Group Limited (MEEG)

For the nine months ended July 31, 2018:

Main Event Entertainment Group Limited (MEEG) for the nine months ended July 31, 2018 recorded a total of \$1.07 billion in revenue compared to \$941.78 million booked for the period ended July 31, 2017, a 13% increase year over year. Revenue for the quarter rose 26% to close the quarter at \$363.71 million relative to \$289.63 million booked for the corresponding period in 2017.

Cost of sales for the nine months increased 12% year over year to \$554.12 million relative to \$494.29 million. Gross profit for the period thus improved by 14% to \$511.64 million (2017: \$447.49 million). Gross profit for the quarter increase 15% from \$143.06 million reported for July 2017 to \$163.95 million. MEEG booked other income of \$2.38 million for the nine months, \$1.81 million higher than the prior year's corresponding period of \$573,000.

Total expenses rose 18% to \$394.91 million versus \$333.94 million recorded for 2017. Of this, administrative and general expenses climbed 15% to \$310.93 million (2017: \$270.20 million), while depreciation expense increased 29% to \$69.30 million (2017: \$53.53 million). Selling and promotion expense climbed by 44% to \$14.68 million relative to \$10.21 million booked last year. Total expenses for the quarter amounted to \$134.62 million, 21% higher relative to last year's comparable quarter of \$111.63 million.

Consequently, operating profit for the period rose 4% to \$119.12 million (2017: \$114.12 million). Finance cost year over year, increased by approximately 5% to \$13.64 million (2017: \$12.97 million). MEEG recorded profit before taxation of \$105.48 million, a growth of 4% when compared to last year's corresponding period of \$101.15 million.

The company reported nil for taxes during the period, resulting in net profit totalling \$105.48 million compared to \$101.15 million booked last year, a 4% increase year over year. MEEG reported net profit of \$24.55 million for the third quarter versus \$26.29 million for the comparable period in 2017, a 7% decline.

Earnings per Share (EPS) for the nine months amounted to \$0.35 (2017: \$0.34), while for the quarter the company booked an EPS of \$0.08 relative to \$0.09 in 2017. The trailing EPS amounted to \$0.35. The number of shares used in the calculation was 300,005,000 units. Notably, MEEG stock price closed the trading period on September 11, 2018 at a price of \$6.19.

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

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	129.300	97.450	125.8720	143.010	97.450	127.4623
CAN	98.000	70.180	92.9100	109.570	90.000	96.0323
GBP	166.667	123.500	158.2252	187.590	152.000	159.0282
EURO	140.650	102.870	135.4481	167.940	110.240	146.9528

*Rates as at December 03, 2018

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (December 04, 2018) trading session. The overnight rate stood at 1.50%, while the 30-day rate ranged at 2.40%.

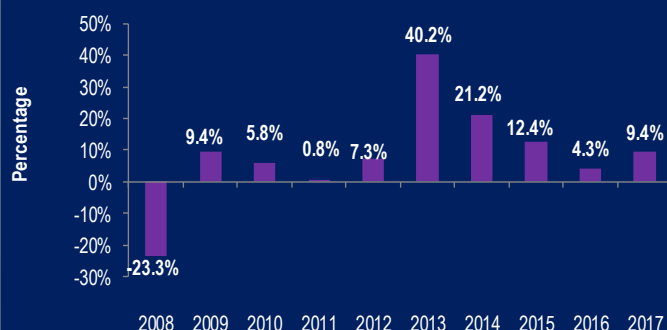
The US dollar fixed income market was also liquid during today's (December 04, 2018) trading session; The overnight market rates were quoted at 1.90% while the 30-day market rates stood at 2.70%.

OVER THE COUNTER FUNDS (CI FUNDS)

CI American 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 return of 6.3% and a 5 year return of 11.2% as at October 31, 2018. The Fund also has a 10 year return of 10.4%.

Fund Yearly Return



U.S: Here Are Some Signs U.S. Inflation Is Drifting Below Fed's Goal

"Just when you thought U.S. inflation was stabilizing around the Federal Reserve's 2 percent goal, it's getting pulled back down again. In contrast to the resounding success on their maximum-employment target, policy makers may have to wait a while before declaring victory on inflation as recent reports show price pressures are cooling off instead. The slowdown -- covering the Fed's preferred price gauge, surveys of consumers and a poll of manufacturers -- is hard to ignore at a time central bank officials emphasize that their decisions will be increasingly data dependent. The path of 2019 interest-rate hikes look less certain beyond a widely-expected move in December, which would be the fourth this year. Markets anticipate a slower tightening pace than the Fed has flagged. On Monday, a section of the U.S. Treasury yield curve inverted for the first time in more than a decade, while five-year inflation expectations were near the lowest in more than a year. While the Labor Department's report on October consumer prices was mixed, the latest results for the Fed's own preferred price measure, which is tied to consumer spending, came in weak. Even though the so-called PCE gauge met the central bank's 2 percent goal, it failed to accelerate as economists had forecast, and has softened since mid-2018."

<https://www.bloomberg.com/news/articles/2018-12-04/here-are-some-signs-u-s-inflation-is-drifting-below-fed-s-goal?srnd=economics-vp>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at December 03, 2018

	Percentage (%)
Yield to Maturity	6.44
Weighted Average Coupon	5.570
Current Yield	6

The platinum portfolio has an effective maturity of 12.92 years and duration of 4.20 years.

DISCLAIMER

Analyst Certification -The views expressed in this research report accurately reflect the personal views of Mayberry Investments Limited Research Department about those issuer (s) or securities as at the date of this report. Each research analyst (s) also certify that no part of their compensation was, is, or will be, directly or indirectly, related to the specific recommendation (s) or view (s) expressed by that research analyst in this research report.

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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

Europe: Exit From Negative Rates Is Looking Harder for Sweden's Riksbank

Will Sweden's central bank raise interest rates in December or February? The answer, much to the chagrin of those who have been calling for an end to negative rates, may be neither. Headwinds are mounting for the central bank, with economic growth slowing both at home and abroad. Its counterparts around the world are unlikely to lend much of a helping hand. The European Central Bank is still far from its first tightening and the Federal Reserve is sounding less certain about the outlook for rate increases. With additional clouds gathering on the horizon, the Riksbank risks having missed the boat or enact a replay from earlier this decade when it was forced to reverse a series of rate increases. "Energy prices have started to decline and the krona gives only a temporary boost to inflation, which means the window is gradually closing for rate hikes," said Torbjorn Isaksson, an economist at Nordea Bank Abp in Stockholm. "And considering the weakness in domestic demand and the fragile housing market, it's very late in the cycle to hike rates now." While Nordea still believes that a Riksbank "eager to hike rates" will do so already in December, it's also warning that this month's raise is "far from a done deal."

<https://www.bloomberg.com/news/articles/2018-12-04/exit-from-negative-rates-is-looking-harder-for-sweden-s-riksbank?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.

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



...BULLISH ON JAMAICA



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