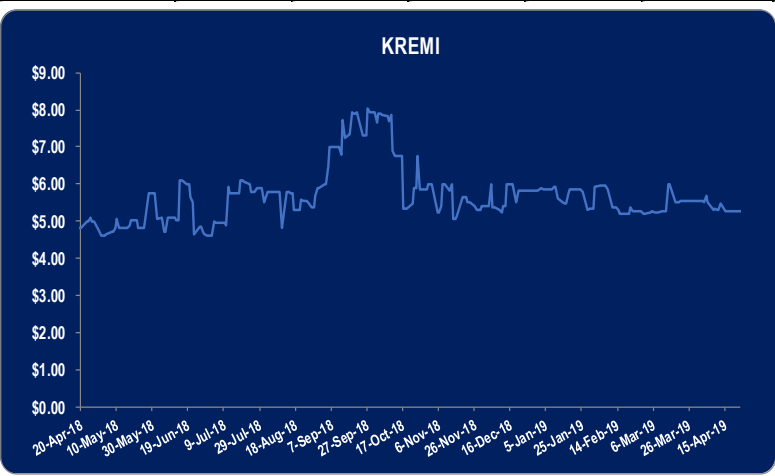




### LOCAL STOCK MARKET: (JS)<sup>+</sup>

Stock Symbol	SGJ	KREMI	GK	CHL	ECL
Current Price (\$)	50.66	5.27	60.28	10.96	7.24
Trailing EPS (\$)	3.75	0.23	5.03	0.36	0.27
P/E (times)	13.49	22.50	11.98	30.55	26.51
Projected P/E	13.98	21.74	10.70	31.40	24.83
Projected EPS (\$)*	3.62	0.24	5.63	0.35	0.29
Book Value per share (\$)	36.97	1.87	44.84	1.02	0.16
Price/Book Value (times)	1.37	2.82	1.34	10.77	45.36
Dividend Yield (2018 %)	N/A	1.00%	3.08%	2.45%	13.14%
Volumes	62,660	NIL	6,990	NIL	NIL
Recommendation	HOLD	HOLD	BUY	SELL	BUY



### STOCK OF THE DAY: Caribbean Cream Limited (KREMI)

#### Audited results for the year ended February 28, 2019:

Caribbean Cream Ltd. (KREMI) for year ended February 28, 2019, reported a 13% increase in revenue totalling \$1.55 billion compared to \$1.37 billion in the corresponding period last year. Revenue for the fourth quarter rose 6% to close at \$405.17 million compared to \$381.04 million for the comparable quarter of the prior financial year.

Costs of Sales for the period amounted to \$1.03 billion (2017: \$952.95 million), an increase of 8%. This translated to gross profit increasing 24% or \$99.21 million to close at \$519.54 million compared to \$420.33 million for the period ended February 28, 2018. The company booked gross profit of \$129.22 million for the fourth quarter versus \$114.88 million reported for the similar quarter of 2018.

Administrative Expenses climbed 26% to close at \$345.95 million (2017: \$275.03 million), while Selling and Distribution Costs rose by 24% from \$46.64 million to close the year at \$57.92 million. Consequently, operating profit for the year amounted to \$118.01 million, up 17% relative to \$100.90 million book in the prior year.

Finance Cost rose 17% year over year to \$17.89 million relative to \$15.26 million recorded for the comparable period in 2018. Interest income for the period reflected a 39% decline from \$4.12 million to \$2.52 million for year end.

Taxes of \$13.97 million were charged for the period, as such net profit attributable to shareholders had a marginal decline of 1% from \$89.75 million in 2018 to \$88.68 million. However, the company incurred losses for the quarter of \$7.34 million in contrast to a \$18.61 million recorded in the previous financial year.

Consequently, Earnings per Share (EPS) for the period amounted to \$0.23 (2017: \$0.24), while the LPS for the quarter totalled \$0.019 relative to an EPS of \$0.049 twelve months earlier. The numbers of shares used in these calculations were 378,568,115 units.

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	136.500	101.000	132.9338	150.096	112.664	135.0444
CAN	100.500	77.701	95.7749	110.039	92.000	103.9745
GBP	176.000	136.400	172.1513	193.518	160.400	174.6291
EURO	151.500	113.467	145.0768	167.914	141.000	149.6632

\*Rates as at May 1, 2019

### MONEY MARKET

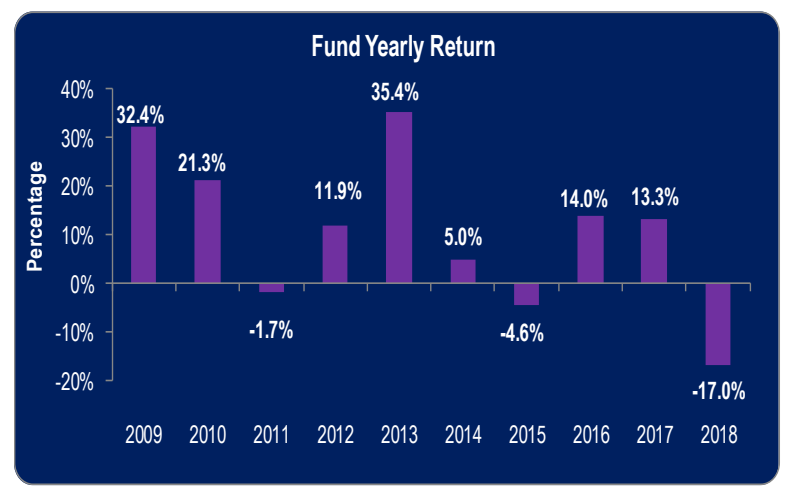
The Jamaican dollar fixed income market was liquid in today's (May 2, 2019) trading session. The over night rate stood at 1.10% to 1.20% while the 30-day rate ranged at 2.20% to 2.40%.

The US dollar fixed income market was also liquid during today's (May 2, 2019) trading session; The overnight market rates were quoted at 2.00% to 2.20% while the 30-day market rates stood at 2.40% to 2.70%.

### 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 5.9% and a 5 year return of 3.4% as at March 31, 2019. The Fund also has a 10 year return of 12.4%.



\*Prices are as at May 2, 2019 \*Projections are made to the company's financial year end

**U.S.: Powell Brushes Aside Rate-Cut Pressure With Confidence on Prices**

Federal Reserve Chairman Jerome Powell pushed back against pressure for interest-rate cuts from traders and President Donald Trump, saying inflation will rebound and the economy will stay healthy without fresh help from the central bank. "We don't see a strong case for moving in either direction," Powell told a press conference Wednesday after officials left their main rate unchanged. "The economy continues on a healthy path, and the Committee believes that the current stance of policy is appropriate." U.S. stocks fell and the dollar advanced as investors pared bets that the Fed's next move would be a rate cut. Treasuries ended the day little changed after gyrating after the release of the statement and during the briefing. Trump has repeatedly attacked Powell and his colleagues and suggested they cut rates by a full point in a tweet on Tuesday, hours after they began their two-day meeting. Traders are also in disagreement with the central bank and have priced in a so-called insurance cut that they see as necessary to get inflation back to the central bank's 2 percent target. Powell has "seized the narrative back from the financial markets," said Priya Misra, head of global rates strategy at TD Securities. "His message was growth is better and low inflation is transitory." The chairman, Trump's pick for the job, played down the threat of weak inflation by repeatedly noting it may be due to "transitory" factors. He added that neither the economy nor financial markets appear poised to boil over. "We don't see any evidence at all of overheating," Powell said. The Federal Open Market Committee's statement repeated that it would be "patient" as it weighs future rate moves. The unanimous 10-0 decision left the target range for the benchmark federal funds rate at 2.25 percent to 2.5 percent.

<https://www.bloomberg.com/news/articles/2019-05-01/powell-brushes-aside-rate-cut-pressure-with-confidence-on-prices?srnd=economics-vp>

**PLATINUM PORTFOLIO**

Platinum Portfolio Yield Measures as at April 29, 2019	
	Percentage (%)
Yield to Maturity	6.00
Weighted Average Coupon	5.526
Current Yield	5.16

The platinum portfolio has an effective maturity of 13.55 years and duration of 4.73 years.

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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: ECB Officials Express Confidence as Economy Begins to Stabilize**

European Central Bank officials expressed confidence over the euro area's brightening economic outlook, while hinting at differing preferences for the speed at which monetary policy should respond to recent improvements. Bundesbank President Jens Weidmann -- whose country has been at the crux of a broader slowdown in the region -- said Germany's excellent labor-market situation and rising incomes should help boost private consumption, with a strong increase in retail sales in the first quarter providing an early indication of the trend. He urged the ECB to press ahead with its exit from unconventional monetary policy if inflation allows "From today's perspective, much suggests that the economy is only experiencing a temporary weak phase and will pick up speed again after its soft patch," he said in a speech in Dusseldorf, Germany. Finnish central-bank Governor Olli Rehn, speaking in Stockholm, noted this week's stronger-than-expected growth reading for the region as evidence of a recovery, but warned against overreacting to the data. "Some very recent indicators hint at stabilization," he said. "This is good news, of course. But in my view we should not jump the gun after the first green shoots and change the course. In policy-making, it is often better to be safe than sorry." The officials' remarks follow several weeks of mixed economic data, with gauges of confidence in Germany and the wider euro area signaling further deterioration, while growth of 0.4 percent in the first quarter beat economists' expectations. The region's manufacturing slump showed tentative signs of improvements in April as Italy's contraction slowed markedly and French industry stopped shrinking.

<https://www.bloomberg.com/news/articles/2019-05-02/weidmann-is-confident-on-germany-urges-ecb-policy-normalization?srnd=economics-vp>

**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.

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MANAGED FUND SOLUTIONS • CURRENCY SOLUTIONS • GLOBAL INVESTING SOLUTIONS • RETIREMENT PLANNING SOLUTIONS

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