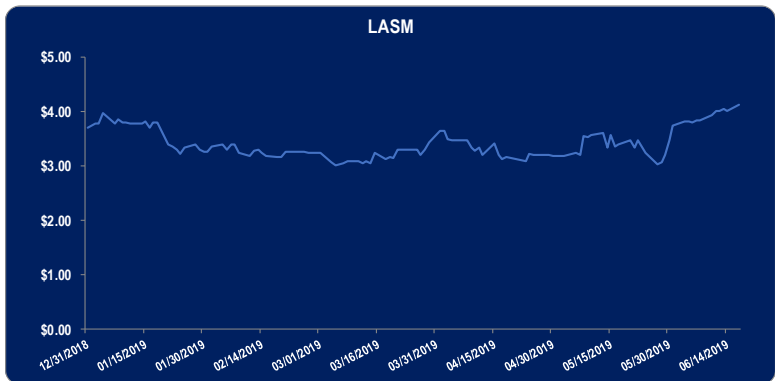




### LOCAL STOCK MARKET: (JS)<sup>+</sup>

Stock Symbol	ISP	LASM	AMG	GENAC	CAC
Current Price (\$)	19.63	4.13	2.00	4.15	14.00
Trailing EPS (\$)	0.48	0.26	0.06	0.29	0.19
P/E (times)	40.85	15.69	31.98	14.40	74.70
Projected P/E	35.64	15.04	26.01	13.80	22.73
Projected EPS (\$)*	0.55	0.27	0.08	0.30	0.62
Book Value per share (\$)	3.20	1.43	0.93	1.99	3.80
Price/Book Value (times)	6.13	2.89	2.15	2.08	3.68
Dividend Yield (2018 %)	N/A	N/A	N/A	5.20%	N/A
Volumes	398	106,316	90,810	5,101,798	345
Recommendation	SELL	BUY	SELL	BUY	HOLD



### STOCK OF THE DAY: Lasco Manufacturing Limited (LASM)

#### For the year ended March 31, 2019:

Total revenue increased by 14% from \$6.66 billion in 2018 to \$7.57 billion in 2019. Revenue increased 41% for the fourth quarter to a total of \$1.95 billion, relative to the \$1.38 billion recorded for the comparable period in 2018.

Cost of sales amounted to \$4.81 billion (2018: \$4.37 billion) for the period, an increase of 10% year on year. For the quarter, cost of sales was recorded at \$1.13 billion relative to \$756.13 million in 2018. As a result, gross profit of \$2.76 billion was recorded for the period, 20% more than the \$2.29 billion booked for the corresponding period in 2018. Gross profit for the quarter increased 31% to \$821.36 million when compared to the \$627.38 million booked for the similar quarter ended 2018. LASM posted other income of \$1.84 million relative to \$3.41 million for the prior year.

Operating expenses increased 5% to close the period at \$1.50 billion versus \$1.43 billion booked for the corresponding period last year. Of this, administrative and other expenses climbed 7% to \$1.21 billion (2018: \$1.13 billion), while selling and promotion expenses fell 5% to \$285.96 million (2018: \$300.57 million). Management noted, "this increase was in line with expectations given and revenue growth achieved". Consequently, LASM recorded operating profits of \$1.26 billion, 46% higher than the \$861.27 million booked in 2018. Finance costs for the period fell 19% to \$107.43 million compared to \$132.18 million in the prior year's comparable period.

As such, profit before taxation amounted to \$1.15 billion, an increase of 58% from the \$729.09 million recorded for the previous corresponding period. Taxes recorded for the period amounted to \$73.67 million compared to \$168.54 million incurred for the corresponding period in 2018. Net profit for the year was \$1.08 billion, 92% higher than last year's net profit of \$560.56 million. The Company noted, "this profit out-turn was fueled by volume and revenue growth, gross margin improvement and gains in operational efficiencies". LASM booked \$376.27 million in net profit for the fourth quarter, compared \$28.04 million for the corresponding quarter in 2018. As such Total Comprehensive Income for the year ended totaled \$1.08 billion compared to \$615.95 million in 2018, an increase of 75%.

Consequently, earnings per share (EPS) for the period amounted to \$0.26 relative to \$0.14 in 2018. The EPS for the quarter amounted to \$0.092 relative to \$0.007 reported for 2018. The number of shares used in the calculations amounted to 4,091,163,151 units.

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	134.000	100.625	128.5708	148.750	100.223	130.2216
CAN	98.500	76.096	93.1141	108.810	90.000	97.1759
GBP	163.500	128.388	157.4897	184.080	153.500	162.4966
EURO	144.000	112.590	138.7792	148.000	138.500	146.4446

\*Rates as at June 19, 2019

### MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (June 20, 2019) trading session. The overnight rate stood at 0.50% to 0.90% while the 30-day rate ranged at 1.50% to 1.80%.

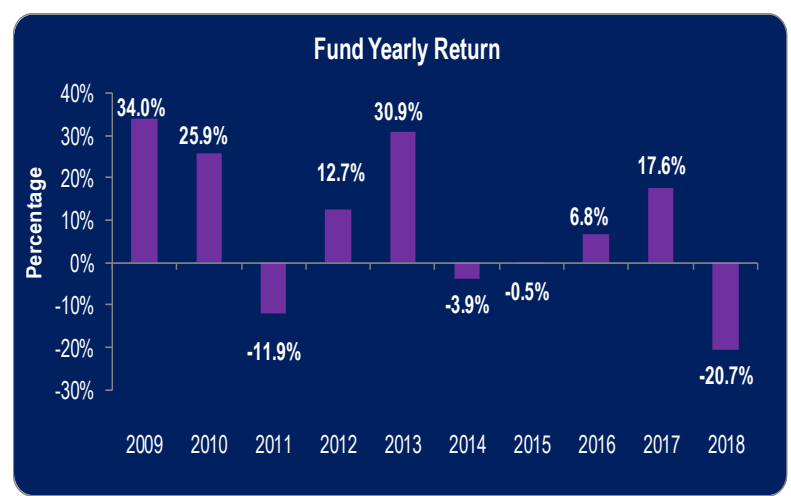
The US dollar fixed income market was also liquid during today's (June 20, 2019) trading session; The overnight market rates were quoted at 2.00% to 2.20% while the 30-day market rates stood at 2.40% to 2.70%.

### OVER THE COUNTER FUNDS (CI FUNDS)

#### CI Global Small Companies Corporate Class

This fund invests primarily in equity and equity-related securities of small to mid-capitalization companies around the world.

The fund has a 3 year return of 1.3% and a 5 year return of 0.1%. The Fund also has a 10 year return of 7.3%. Rates are as at May 31, 2019.



\*Prices are as at June 20, 2019 \*Projections are made to the company's financial year end

**U.S.: Crude Climbs by Most This Year as Iran Shoots Down U.S. Drone**

“Oil jumped the most this year as attacks by Iran and its proxies in the sky and on sea and land prompted U.S. President Donald Trump to warn the Islamic Republic it made “a very big mistake.” Futures climbed 5.4% in New York on Thursday after Iran shot down an American drone just a week after two tankers were targeted in the region. Meanwhile, Iran-backed Houthi rebels in Yemen said they hit a Saudi Arabian power plant with a cruise missile, at least the third such attack on the kingdom’s infrastructure in a week. Trump appeared to downplay the Iranian drone downing, saying a “loose and stupid” individual -- rather than Iran’s top leaders -- may have been culpable. Crude was also boosted by an equity rally after the U.S. Federal Reserve signaled it’s ready to lower interest rates for the first time since 2008. After slipping into a bear market earlier this month, U.S. oil futures have surged more than 10% since the middle of last week, as America and Saudi Arabia blamed Iran for a spate of attacks while the Trump administration tightened sanctions on the OPEC member. Word that Trump and Chinese President Xi Jinping are set to resume trade talks at the G-20 summit in Japan have also brightened sentiment about global growth.”

<https://www.bloomberg.com/news/articles/2019-06-19/oil-finds-support-on-tighter-u-s-supplies-robust-gas-demand?srnd=premium-asia>

**Europe: BOE Sees Rising No-Deal Brexit Worry in Tension With Markets**

“The Bank of England acknowledged rising concerns over a no deal Brexit as it kept interest rates on hold and cut its near-term economic growth forecast to zero. While officials, led by Governor Mark Carney, said they still see the need for interest-rate hikes in coming years if their forecasts bear out, they also acknowledged that investors are taking a different view than the bank’s assumption of a smooth Brexit. That’s left the BOE’s outlook at odds with markets, where the possibility that the U.K. will leave the European Union without a deal has pushed the pound lower and prompted investors to start pricing in rate cuts. The Federal Reserve and others are moving toward more stimulus amid mounting global risks. “Domestically, the perceived likelihood of no-deal Brexit has risen,” the bank said in a summary of monetary policy following its June meeting. The BOE said that downside risks to growth have increased since May, and underlying expansion has weakened slightly in the first half. It cut its prediction for this quarter to stagnation from 0.2% growth, a forecast in line with the median estimate of economists in Bloomberg’s latest survey. The pound slid against the dollar after the minutes, while U.K. gilts rallied.”

<https://www.bloomberg.com/news/articles/2019-06-20/boe-notes-rising-no-deal-brexit-risk-as-rate-kept-unchanged?srnd=economics-vp>

**PLATINUM PORTFOLIO**

Platinum Portfolio Yield Measures as at June 17, 2019	
	Percentage (%)
Yield to Maturity	5.76
Weighted Average Coupon	5.514
Current Yield	5.22

The platinum portfolio has an effective maturity of 18.18 years and duration of 4.60 years.

**STRUCTURED PRODUCT**

**Mayberry Platinum**

The Mayberry Platinum portfolio is ideal for investors seeking a short to medium-term investment with returns denominated in hard currency. The portfolio comprises Investment Grade corporate and sovereign bonds, which provide strong yield and performance. The primary objective of this product is to provide our clients with income as well as capital appreciation. The Platinum portfolio enables the client to take full advantage of a diversified bond portfolio and is ideal for persons who do not have the time to actively manage their own portfolio.

**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.

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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