

# MAYBERRY INVESTMENTS LIMITED

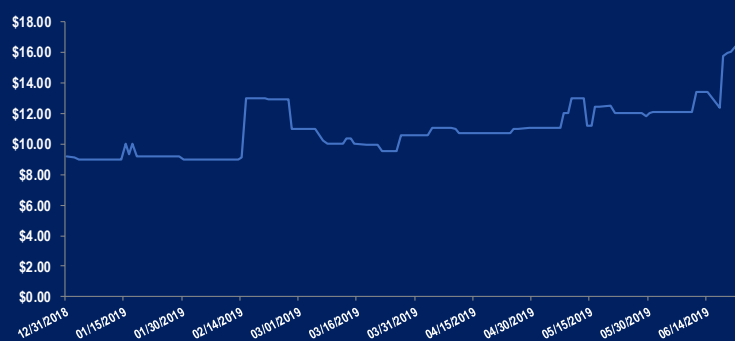
## DAILY RECOMMENDATION



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

Stock Symbol	ECL	DCOVE	EPly	TTECH	SJ
Current Price (\$)	6.76	11.72	17.52	5.35	52.79
Trailing EPS (\$)	0.27	0.69	0.55	0.20	3.66
P/E (times)	24.75	17.04	31.79	26.29	14.43
Projected P/E	23.19	15.57	67.67	71.23	13.90
Projected EPS (\$)*	0.29	0.75	0.26	0.08	3.80
Book Value per share (\$)	0.16	9.57	3.71	1.89	20.35
Price/Book Value (times)	42.36	1.22	4.73	2.84	2.59
Dividend Yield (2018 %)	N/A	N/A	2.30%	N/A	N/A
Volumes	21,207	37,678	12,599	18,203	64,370
Recommendation	BUY	HOLD	SELL	SELL	HOLD

EPly



### STOCK OF THE DAY: Epley Limited (EPly)

#### For the three months ended March 31, 2019:

Epley Limited for the first quarter reported interest income of \$91.83 million a 25% or \$18.12 million increase when compared \$73.71 million recorded for the corresponding period in 2018.

Interest expenses for the period amounted to \$45.30 million, a marginal increase when compared to \$45.11 million recorded in the prior year.

Consequently, net interest income for the quarter rose 63% to total \$46.53 million up from the \$28.61 million recorded in the corresponding period of 2018. Other operating income for the period declined by 85% to total \$2.24 million relative to \$15.38 million booked for 2018.

Administrative expenses rose 54% for the quarter to close at \$37.47 million up from \$24.31 million recorded the previous year's first quarter. Epley recorded a total of \$2.39 million for share of net profit from joint venture accounted for using the equity method for the period relative to the \$1.01 million recorded for the corresponding period in 2018.

As such, pre-tax profit closed at \$9.21 million for the first quarter of 2019, 55% less than the \$20.68 million booked in 2018. Taxation of \$2.95 (2018: nil) was incurred for the period resulting in a net profit attributable to shareholders of \$6.27 million, a 70% decrease from the \$20.68 million recorded for the same period in 2018.

Earnings per share for the quarter amounted to \$0.03 (2018: \$0.11). The trailing twelve months earnings per share amounted to \$0.55. The total amount of shares outstanding used for this calculation was 192,468,300 units.

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	132.800	97.890	129.8050	149.345	101.028	131.0437
CAN	101.800	77.326	99.5874	110.331	90.000	100.2732
GBP	172.414	130.610	160.0227	187.266	155.000	164.5502
EURO	153.846	111.328	142.1618	170.400	140.700	146.8896

\*Rates as at June 25, 2019

### MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (June 26, 2019) trading session. The over night rate stood at 0.50% to 0.90% while the 30-day rate ranged at 1.50% to 1.80%.

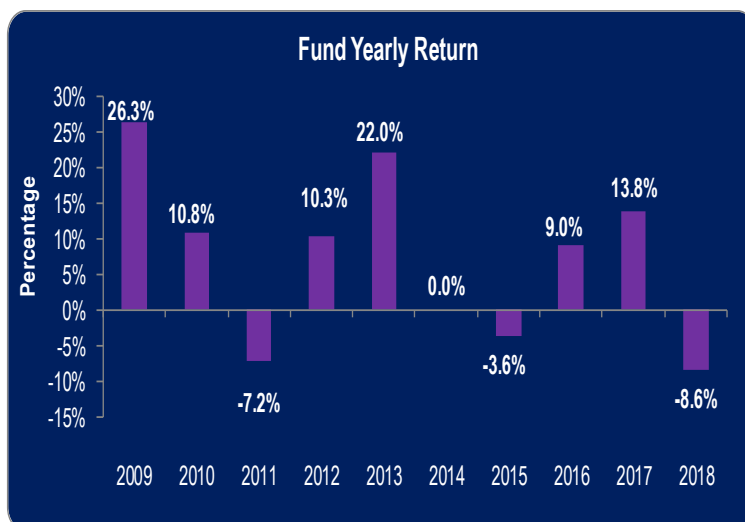
The US dollar fixed income market was also liquid during today's (June 26, 2019) trading session; The overnight market rates were quoted at 2.00% to 2.20% while the 30-day market rates stood at 2.40% to 2.70%.

### OVER THE COUNTER FUNDS (CI FUNDS)

#### CI Global Value Corporate Class

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

The fund has a 3 year return of 4.9% and a 5 year return of 2.5%. The Fund also has a 10 year return of 6.6%. Rates are as at May 31, 2019.



## U.S.: U.S. Set to Delay More China Tariffs Ahead of Trump-Xi Meeting

“The U.S. is willing to suspend the next round of tariffs on an additional \$300 billion of Chinese imports while Beijing and Washington prepare to resume trade negotiations, people familiar with the plans said. The decision, which is still under consideration, may be announced after a meeting between Presidents Donald Trump and Xi Jinping set for Saturday at a Group of 20 summit in Japan. A broad outline of the Trump-Xi agenda was discussed in a phone call Monday between U.S. Trade Representative Robert Lighthizer, and his counterpart in Beijing, Vice Premier Liu He. In an interview with CNBC on Wednesday, Treasury Secretary Steven Mnuchin expressed optimism that a deal could be reached by year end, saying the two sides “were about 90% of the way there and I think there’s a path to complete this,” with a need still for “the right efforts.” U.S. stock futures jumped on his remarks.”

<https://www.bloomberg.com/news/articles/2019-06-25/u-s-set-to-delay-more-china-tariffs-as-talks-expected-to-resume?srnd=premium>

## PLATINUM PORTFOLIO

### Platinum Portfolio Yield Measures as at June 24, 2019

	Percentage (%)
Yield to Maturity	5.66
Weighted Average Coupon	5.514
Current Yield	5.08

The platinum portfolio has an effective maturity of 13.31 years and duration of 4.72 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.

## Europe: June Hasn’t Looked This Good for Germany’s DAX Index in 16 Years

“The stock index that U.S. President Donald Trump singled out in his criticism of European Central Bank policy this month is poised for its biggest June rally in 16 years. Boosted by optimism about looser monetary policy in the euro area and a rebound in carmakers, Germany’s benchmark DAX Index has climbed 5% this month, in what has historically been a weak period for the country’s equities. A close at this level will mark its best June since 2003. While the DAX declined in the past three sessions along with the broader market, it rebounded on Wednesday after the U.S. was said to be willing to suspend the next round of tariffs on an additional \$300 billion of Chinese imports. The index climbed 0.7% as of 12:21 p.m. in Frankfurt, among the best performers in western Europe. The gauge posted its biggest advance in five months on June 18 after ECB President Mario Draghi said more stimulus would be needed if the euro-area economic outlook doesn’t improve, prompting Trump to note the rally in a tweet, calling it “very unfair” to the U.S. ”

<https://www.bloomberg.com/news/articles/2019-06-26/june-hasn-t-looked-this-good-for-germany-s-dax-index-in-16-years>

## STRUCTURED PRODUCT

### Mayberry Managed Equity Portfolio (MMEP)

We offer a managed equity portfolio for both institutions and individuals. The MMEP is a full discretionary managed portfolio of a diversified group of stocks. The stocks included in the portfolio represent Mayberry’s top recommended stocks. Persons who find it difficult to manage their equity portfolios on a day to day basis should consider the MMEP. Further, the MMEP is for individuals and institutions who would like to pursue a medium to long term equity strategy

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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ON JAMAICA



**MAYBERRY**  
INVESTMENTS LIMITED  
A Member of the Jamaica Stock Exchange

1 1/2 Oxford Road, Kingston 5, Jamaica. ☎ (876) 929 1908 - 9  
research@mayberryinv.com • sales@mayberryinv.com • www.mayberryinv.com