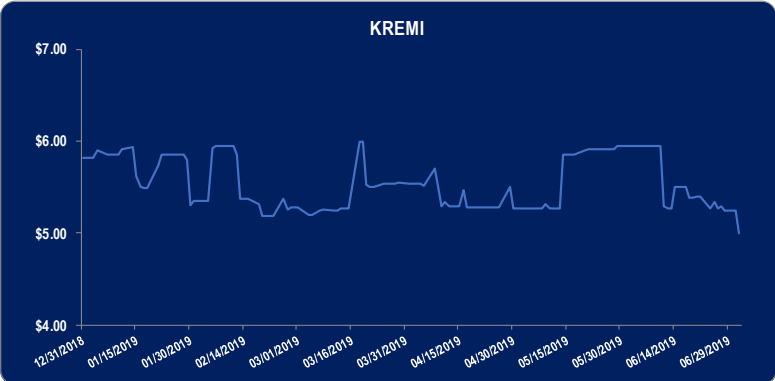




LOCAL STOCK MARKET: (JS)⁺

Stock Symbol	KREMI	CAR	SJ	LASD	SGJ
Current Price (\$)	5.00	7.95	57.55	3.50	57.48
Trailing EPS (\$)	0.23	0.70	3.66	0.17	3.74
P/E (times)	21.35	11.33	15.73	20.53	15.38
Projected P/E	20.63	11.77	15.16	18.67	17.49
Projected EPS (\$)*	0.24	0.68	3.80	0.19	3.29
Book Value per share (\$)	1.87	0.28	20.35	1.48	38.50
Price/Book Value (times)	2.67	28.90	2.83	2.37	1.49
Dividend Yield (2018 %)	1.00%	7.63%	3.37%	3.03%	3.70%
Volumes	31,682	1,102,718	192,184	129,119	579,341
Recommendation	HOLD	BUY	HOLD	HOLD	SELL



STOCK OF THE DAY: Caribbean Cream Ltd. (KREMI)

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	154.600	88.680	129.9393	150.535	101.028	131.7192
CAN	99.220	78.310	94.8838	111.969	88.000	101.4248
GBP	165.500	130.281	159.4395	188.210	154.000	165.0442
EURO	145.500	111.563	141.0461	171.000	137.000	149.3420

*Rates as at July 1, 2019

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (July 2, 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%.

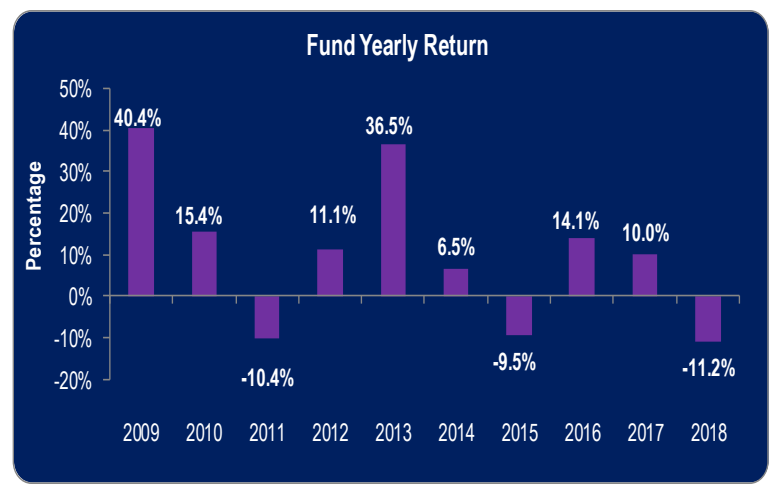
The US dollar fixed income market was also liquid during today's (July 2, 2019) trading session; The overnight market rates were quoted at 2.00% to 2.20% while the 30-day market rates stood at 2.40% to 2.70%.

OVER THE COUNTER FUNDS (CI FUNDS)

CI American Equity Corporate Class

This fund invests primarily in equity and equity-related securities of companies in the United States.

The fund has a 3 year return of 5.7% and a 5 year return of 3.2%. The Fund also has a 10 year return of 8.5%. Rates are as at May 31, 2019.



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

U.S.: U.S. Proposes More Tariffs on EU Goods in Airbus-Boeing Dispute

“The U.S. added more European Union products to a list of goods it could hit with retaliatory tariffs in a long-running trans-Atlantic subsidy dispute between Boeing Co. and Airbus SE. The Trade Representative’s office in Washington on Monday published a list of \$4 billion worth of EU goods to target in retaliation for European aircraft subsidies. The products range from cherries to meat, cheese, olives and pasta, along with some types of whiskey and cast-iron tubes and pipes. It adds to a list of EU products valued at \$21 billion that the USTR published in April, according to the release. The EU has a similar case pending against Boeing and has readied retaliatory tariffs of its own. Though the dispute predates President Donald Trump’s efforts to overhaul America’s big trading relationships, the timing of the latest punitive measures will add to already strained ties between Washington and Brussels. The airplane subsidy spat and the tariffs both sides are threatening contrast with the Trump administration’s other high-profile trade moves because they’re playing out under WTO rules rather than by unilateral White House authority. Under Trump, the U.S. has called for sweeping changes at the Geneva-based WTO and is currently blocking nominees to its appeals panel -- a move that may paralyze the institution’s dispute-settling capacity by year end.”

<https://www.bloomberg.com/news/articles/2019-07-01/u-s-proposes-more-tariffs-on-eu-goods-in-airbus-boeing-dispute?srd=premium>

Europe: ECB Policy Makers See No Rush for July Interest-Rate Cut

“European Central Bank policy makers aren’t yet ready to rush into additional monetary stimulus at this month’s meeting, preferring instead to wait for more data on the economy, according to euro-area central-bank officials familiar with the matter. While Governing Council members agree that they could act on July 25 if the outlook deteriorates, they are currently leaning toward the following meeting in September when they’ll have updated economic forecasts to back up their decision, the people said. The council might tweak its policy language this month to signal more stimulus is imminent. The officials asked not to be identified as the discussions are informal. A spokesman for the ECB declined to comment. The euro jumped to the highest level of the day, climbing as much as 0.3% to \$1.1321. Waiting until September largely meshes with expectations, with investors pricing a 10 basis-point rate cut by then, but some are looking for faster or bigger action. Commerzbank and Morgan Stanley expect 10 basis points as early as this month. HSBC forecasts 10 basis points in both September and December, and Goldman Sachs foresees 20 basis points in September. Morgan Stanley and Goldman Sachs also expect a resumption of quantitative easing. A delay also leaves the market more exposed to shocks over the summer months when liquidity is thinner. The prospect of escalating trade tensions was highlighted on Monday when the U.S. proposed adding more tariffs to European Union goods because of a dispute between Boeing Co. and Airbus SE.”

<https://www.bloomberg.com/news/articles/2019-07-02/ecb-policy-makers-in-no-rush-for-july-interest-rate-reduction?srd=premium-europe>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at July 1, 2019	
	Percentage (%)
Yield to Maturity	5.63
Weighted Average Coupon	5.514
Current Yield	5.10

The platinum portfolio has an effective maturity of 13.24 years and duration of 4.73 years.

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.

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.

Company Disclosure -The information contained herein has been obtained from sources believed to be reliable, however its accuracy and completeness cannot be guaranteed. You are hereby notified that any disclosure, copying, distribution or taking any action in reliance on the contents of this information is strictly prohibited and may be unlawful. Mayberry may effect transactions or have positions in securities mentioned herein. In addition, employees of Mayberry may have positions and effect transactions in the securities mentioned herein.

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



MAYBERRY INVESTMENTS LIMITED
 A Member of the Jamaica Stock Exchange

1 ½ Oxford Road, Kingston 5, Jamaica. ☎ (876) 929 1908 - 9
 research@mayberryinv.com • sales@mayberryinv.com • www.mayberryinv.com