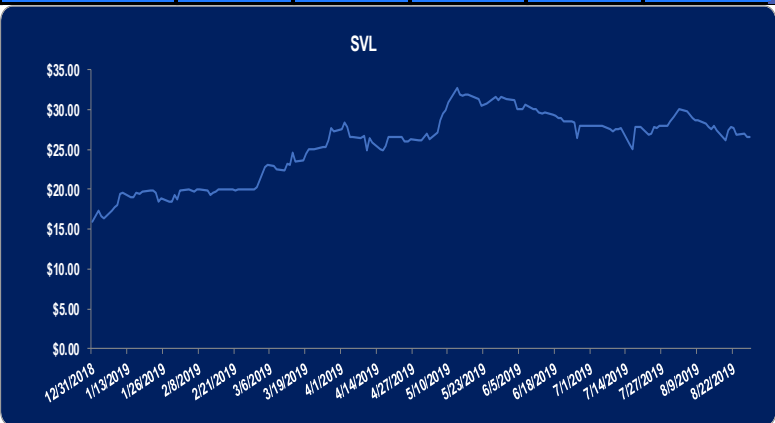




LOCAL STOCK MARKET: (JS)⁺

| Stock Symbol | SVL | SJ | MEEG | JSE | SGJ |
|---------------------------|--------|--------|---------|--------|--------|
| Current Price (\$) | 26.07 | 73.47 | 6.60 | 27.28 | 55.12 |
| Trailing EPS (\$) | 0.80 | 3.93 | 0.36 | 0.67 | 3.74 |
| P/E (times) | 32.73 | 18.70 | 18.49 | 40.93 | 14.75 |
| Projected P/E | 21.66 | 17.40 | 15.04 | 38.66 | 16.78 |
| Projected EPS (\$)* | 1.20 | 4.22 | 0.44 | 0.71 | 3.29 |
| Book Value per share (\$) | 1.31 | 28.54 | 2.05 | 1.71 | 38.50 |
| Price/Book Value (times) | 19.88 | 2.57 | 3.21 | 15.91 | 1.43 |
| Dividend Yield (2018 %) | 7.03% | 3.37% | N/A | 4.28% | N/A |
| Volumes | 71,034 | 60,093 | 107,754 | 65,367 | 46,743 |
| Recommendation | BUY | HOLD | BUY | SELL | HOLD |



STOCK OF THE DAY: Supreme Ventures Limited (SVL)

For the six months ended June 30, 2019:-

Supreme Ventures Limited (SVL), for the six months ended June 30, 2019, reported a 15% increase in 'Total Gaming Revenue' from \$16.12 billion in 2018 to \$18.62 billion in 2019. For the quarter, 'Total Gaming Revenue' closed at \$9.31 billion (2018: \$8.06 billion). "Lotteries, PINs, Sports Betting and Horseracing recorded double digit increases whereas VLTs showed a marginal decline when compared to Q2, 2018," SVL noted.

Revenue from 'Non fixed odd wagering games, horse racing and pin codes' amounted to \$10.90 billion (2018: \$9.60 billion), a 14% increase. Income from fixed odd wagering games, net of prizes totaled \$7.72 billion (2018: \$6.52 billion), an 18% rise.

Cost of sales recorded an increase to close the period at \$14.74 billion when compared to \$12.91 billion for the same period in 2018. As such, gross profit for the period improved 21% to \$3.88 billion (2018: \$3.21 billion). For the quarter, gross profit closed at \$1.97 billion (2018: \$1.55 billion).

Operating expenses grew 8% for the period to \$2.01 billion (2018: \$1.86 billion), while recording 'Other losses' of \$16.03 million relative to 'Other income' of \$91.51 million for the prior period in 2018. For the quarter, operating expenses amounted to \$1.06 billion versus \$954.18 million booked in the previous comparable quarter.

Consequently, operating profit for the period increase 28% to \$1.85 billion relative to \$1.44 billion reported in 2018. While, for the quarter, operating profit closed at \$907.77 million (2018: \$613.47 million).

Finance costs fell to \$43.06 million (2018: \$44.02 million). As such, profit before taxation amounted to \$1.81 billion, up from \$1.40 billion in 2018. For the quarter, profit before taxation totaled \$896.01 million (2018: \$589.41 million).

Taxation for the period rose 61% to close at \$562.70 million compared to \$349 million in 2018, thus resulting in net profit of \$1.25 billion, a 19% increase from the \$1.05 billion recorded in the prior comparable period. For the quarter, net profit closed at \$624.28 million (2018: \$432.42 million).

Earnings per share totaled \$0.47 versus \$0.40 in the previous period in 2018, while EPS for the quarter amounted to \$0.24 (2018: \$0.16). The twelve months trailing earnings per share amounted \$0.87. The number of shares used in our calculations 2,637,254,926 units.

⁺Prices are as at August 28, 2019 *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 | 138.750 | 103.163 | 134.5868 | 141.808 | 102.375 | 137.1647 |
| CAN | 104.600 | 80.524 | 103.7237 | 106.500 | 95.300 | 104.0185 |
| GBP | 169.300 | 131.598 | 166.5121 | 173.556 | 153.000 | 168.3512 |
| EURO | 151.000 | 113.994 | 147.1277 | 157.032 | 143.000 | 152.0387 |

*Rates as at August 27, 2019

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (August 28, 2019) trading session. The over night rate stood at 0.40% to 0.60% while the 30-day rate ranged at 1.70% to 1.80%.

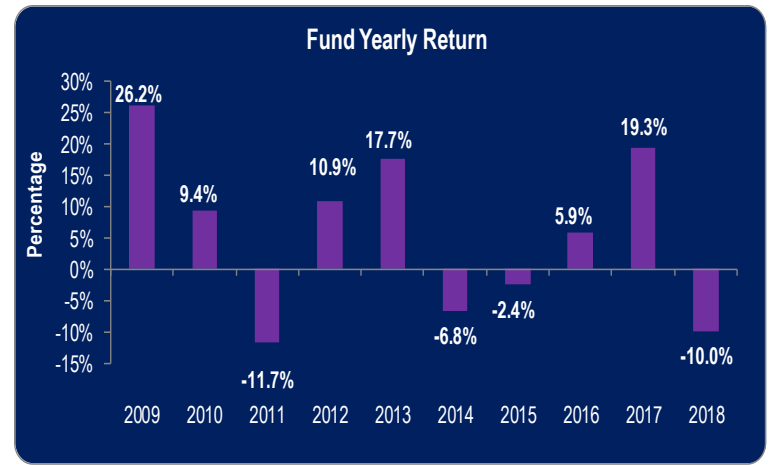
The US dollar fixed income market was also liquid during today's (August 28, 2019) trading session; The overnight market rates were quoted at 2.00% to 2.20% while the 30-day market rates stood at 2.40% to 2.70%.

OVER THE COUNTER FUNDS (CI FUNDS)

CI International Value Corporate Class

This fund invests primarily in equity and equity-related securities of companies whose primary operations are outside of North America.

The fund has a 3 year return of 5.2% and a 5 year return of 2.5%. The Fund also has a 10 year return of 4.7%. Rates are as at July 31, 2019.



U.S: A Dollar Rising Into a Possible U.S. Recession Could Be a Bad Omen

“The dollar has been ascendant in 2019 and forecasts for a U.S. recession are growing louder. If the greenback’s strength keeps up and the economy does shrink, some experts are worried this combination will make it harder for the economy to claw back out. A Federal Reserve Bank of New York indicator shows more than 30% odds of a downturn in the next 12 months. Exports and investments are critical parts of U.S. gross domestic product, so a dollar that climbs as rates fall – and traders expect the Fed to keep reducing them – would leave just consumers and fiscal policy to power growth. Not only does the U.S. currency’s climb tend to erode the profits of American multinationals, but it also raises the costs of foreign corporations with trillions of dollar-denominated debt. The pressure from greenback strength on other economies could even encourage those countries to join a U.S. attempt to weaken it. “If you start to see the U.S. economy really begin to decelerate and the dollar continue to strengthen, that would suggest a dislocation with fundamentals that is unsustainable and will get the attention of policy makers,” Bank of America senior foreign-exchange strategist Ben Randol said in a phone interview. “If the U.S. can make its concerns heard with its international counterparts, it can potentially get some support for a coordinated intervention that suppresses the strength of the dollar.” It will take two more months to see which one of two historical patterns will play out, Randol says. The first is that the dollar weakens, as it did ahead of the 1990-91 and 2007-09 recessions. Or the upward move could continue, as it mostly did before, during and after the 2001 downturn.”

<https://www.bloomberg.com/news/articles/2019-08-27/dollar-rising-into-a-possible-u-s-recession-could-be-a-bad-omen?srnd=premium>

Europe: U.K.’s Boris Johnson Seeks Suspension of Parliament Ahead of Brexit

“Prime Minister Boris Johnson asked Queen Elizabeth II to suspend the U.K. Parliament from mid-September to mid-October -- a move that could hamper lawmakers’ efforts to block a no-deal Brexit and even trigger a constitutional crisis. The pound dropped. “This is a new government with a very exciting agenda,” Johnson said in a pooled TV interview. “We need new legislation, we’ve got to be bringing forward new and important bills and that’s why we’re going to have a Queen’s Speech and we’re going to do it on Oct. 14.” Under the plan, all legislative business would be suspended from Sept. 12, a U.K. official said, until the Queen’s Speech on Oct. 14 kicks off a new session of Parliament. Johnson said he is not seeking a general election and there will be “ample time” for lawmakers to debate Brexit. The timing means Parliament will resume days before a crucial European Union summit on Brexit scheduled on Oct. 17-18. But while Johnson said it is normal for a new government to want to press ahead with its own agenda with a Queen’s Speech, the timing is deeply controversial. The premier has pledged to take the U.K. out of the EU on Oct. 31 without a divorce deal if necessary, the scenario most feared by businesses and opposed by a substantial number of British lawmakers who planned to use the next few weeks in Parliament to try to prevent it. Johnson’s team see it as a “useful political side effect” of the suspension that it would deny time to lawmakers mobilizing to stop a no-deal Brexit, the BBC’s Laura Kuenssberg said on Twitter. The pound fell as much as 1.1% against the dollar, the most in a month, as traders perceived an increased risk of a no-deal split.”

<https://www.bloomberg.com/news/articles/2019-08-28/u-k-government-to-suspend-parliament-to-mid-october-bbc-says>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at August 26, 2019

| | Percentage (%) |
|--------------------------------|----------------|
| Yield to Maturity | 5.38 |
| Weighted Average Coupon | 5.473 |
| Current Yield | 4.77 |

The platinum portfolio has an effective maturity of 13.08 years and duration of 4.61 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.

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.

Source: www.jamstockex.com, www.bloomberg.com, www.investopedia.com, www.tradewire.com

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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