

LOCAL STOCK MARKET: (JS)⁺

Stock Symbol	MEEG	CAR	CHL	BIL	BRG
Current Price (\$)	7.18	8.40	9.25	74.10	20.03
Trailing EPS (\$)	0.36	0.72	0.34	2.27	0.80
P/E (time)	20.12	11.62	27.53	32.59	25.07
Projected P/E	16.36	10.86	25.67	114.94	28.34
Projected EPS (\$) [*]	0.44	0.77	0.36	0.64	0.71
Book Value per share (\$)	2.05	0.33	1.09	13.09	5.16
Price/Book Value (times)	3.49	25.82	8.51	5.66	3.88
Dividend Yield (2018 %)	N/A	8%	N/A	13%	N/A
Volumes	15,714	178,305	NIL	17,187	25,024
Recommendation	BUY	BUY	HOLD	SELL	SELL

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

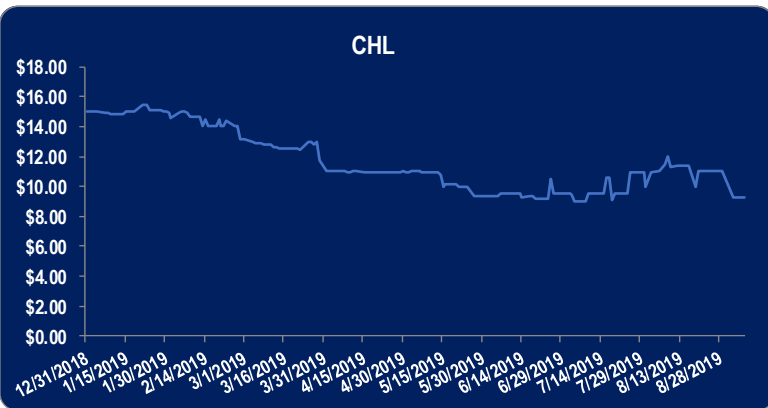
Currency	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	139.823	104.344	136.1959	143.431	101.300	138.2272
CAN	105.450	81.590	104.7437	107.460	94.000	105.2576
GBP	170.000	133.298	165.9009	175.585	156.000	168.8069
EURO	149.500	113.837	143.1389	156.816	144.000	154.3358

*Rates as at September 05, 2019

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (September 06, 2019) trading session. The overnight rate stood at 0.30% to 0.60% while the 30-day rate ranged at 1.60% to 1.80%.

The US dollar fixed income market was also liquid during today's (September 06, 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%.



STOCK OF THE DAY: Cargo Handlers Limited (CHL)

For the nine months ended June 30, 2019:-

Revenue for the nine month period improved 6% year over year to \$295.85 million versus \$280.11 million booked for the similar period in 2018. Revenue for the quarter contracted 14% to \$79.54 million versus \$92.15 million booked for the same quarter of 2018.

Cost of sales for the nine months amounted to \$8.20 million, in contrast to nil for the prior year's corresponding period.

As such, CHL recorded a 3% increase in gross profit for the nine months to close at 287.65 million (2018: 280.11 million).

Total expenses rose by 13% for the nine months in the amount of \$155.06 million, of which Administrative expenses recorded a 33% increase to \$22.68 million (2018: \$17.06 million). Other operating expenses also contributed to the increase with an 11% growth to \$132.38 million (2018: 119.61 million). total expenses for the quarter posted a 6% upward movement to \$46.89 million (2018: \$44.09 million).

Consequently, this resulted in an operating profit of \$118.39 million, down 19% compared with \$147.04 million reported for the corresponding nine months period for the prior year. Operating profit for the third quarter closed at \$33.21 million (2018: \$48.14 million).

The company reported finance cost of \$1.83 million for the period; this compares to the finance cost of \$1.40 million for the same period in 2018. Interest income for the nine month period amounted to \$972,676 (2018: \$970,629).

Profit before taxation decreased by 20% to \$117.53 million versus \$146.61 million booked for the year's corresponding period. While for the quarter, pre-tax profits closed at \$32.70 million (2018: \$47.75 million).

For the nine months ended June 30, 2019, net profit fell by 20% to \$102.40 million (2018: \$127.78 million) following taxation \$15.13 million (2018: \$18.83 million). Net Profit for the quarter decreased by 30% to \$28.29 million in 2019 relative to \$40.59 million in 2018.

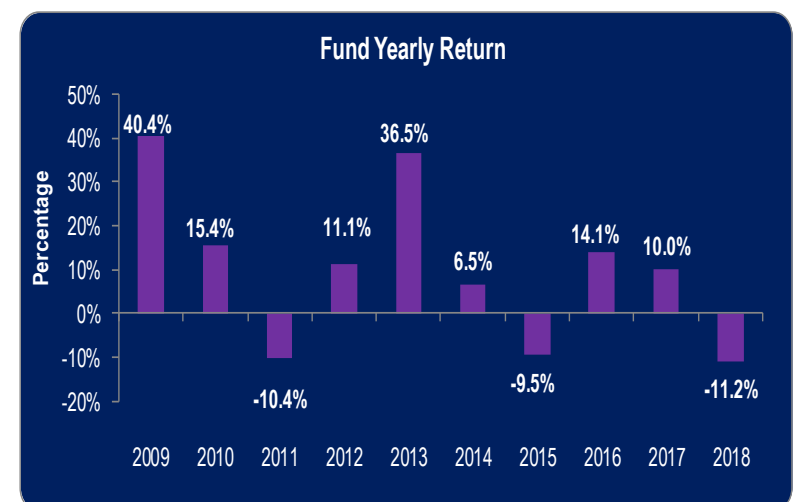
Earnings per stock unit for the nine months amounted to \$0.25 (2018: \$0.31). The EPS for the third quarter was \$0.07 (2018: \$0.10). The trailing twelve-month EPS is \$0.34.

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 7.9% and a 5 year return of 4.8%. The Fund also has a 10 year return of 8.6%. Rates are as at July 31, 2019.



U.S: Jobs Report Shows U.S. Labor Market Cracking But Not Crumbling

“Weak August job gains signaled the U.S. labor market’s slowdown is deepening as the trade war with China takes a toll on the economy, even as some details of the report suggested a recession is far from imminent. Private payrolls rose 96,000, a three-month low, according to Labor Department figures Friday that trailed the median estimate of economists for a 150,000 gain. Total nonfarm payrolls climbed a below-forecast 130,000, which was boosted by 25,000 temporary government workers to prepare for the 2020 Census count. While average monthly job gains of 158,000 this year are down sharply from 223,000 in 2018, the pace is still more than enough to keep pace with population growth. In addition, the jobless rate held near a half-century low and average hourly earnings topped forecasts. Those figures offered some hope that the chief U.S. economic engine -- consumer spending -- will continue to power the record-long expansion, despite the headwinds from trade tensions and softer global growth.”

<https://www.bloomberg.com/news/articles/2019-09-06/u-s-payrolls-rise-130-000-boosted-by-25-000-for-census-count?srnd=premium>

Europe: German Industrial Recession Worsens as Trade Uncertainty Bites

“German industrial production unexpectedly declined further in July as trade tensions and waning business confidence continued to weigh on global demand. Output fell 0.6% from June, missing economist estimates for a slight gain. The numbers point to further deterioration in the outlook for Europe’s largest economy, with production down 4.2% on the year and declining factory orders signaling that no turning point is in sight. The U.S. and China hit each other with a new round of import tariffs this month, the latest in a spiraling trade drama with grave consequences internationally. While officials from the world’s two largest economies have agreed to reconvene on trade in October, skepticism remains on both sides that substantive progress can be made. The euro zone has been mired in a manufacturing-led slowdown for more than a year, with Germany on the brink of recession. “Industrial momentum remains weak,” the economy ministry said in a statement Friday.”

<https://www.bloomberg.com/news/articles/2019-09-06/german-industry-output-extends-decline-as-trade-woes-persist?srnd=premium-europe>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at September 02, 2019

	Percentage (%)
Yield to Maturity	5.32
Weighted Average Coupon	5.47
Current Yield	5.63

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.

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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 30 YEARS OF EXPERIENCE + CUTTING EDGE MARKET RESEARCH

POSITIVE TRANSFORMATION FOR OUR CLIENTS

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