

LOCAL STOCK MARKET: (JS)⁺

Stock Symbol	CAR	ECL	FOSRICH	DCOVE	KREMI
Current Price (\$)	8.38	6.00	4.94	11.75	5.25
Trailing EPS (\$)	0.72	0.30	0.18	0.68	0.14
P/E (time)	11.59	19.82	27.14	17.33	36.86
Projected P/E	10.84	18.99	23.84	17.68	27.24
Projected EPS (\$) ⁺	0.77	0.32	0.21	0.66	0.19
Book Value per share (\$)	0.33	0.26	1.50	9.80	1.92
Price/Book Value (times)	25.76	23.02	3.29	1.20	2.73
Dividend Yield (2018 %)	8%	13%	N/A	4%	N/A
Volumes	62,773	19,966	39,525	1,000	NIL
Recommendation	BUY	BUY	HOLD	HOLD	SELL

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

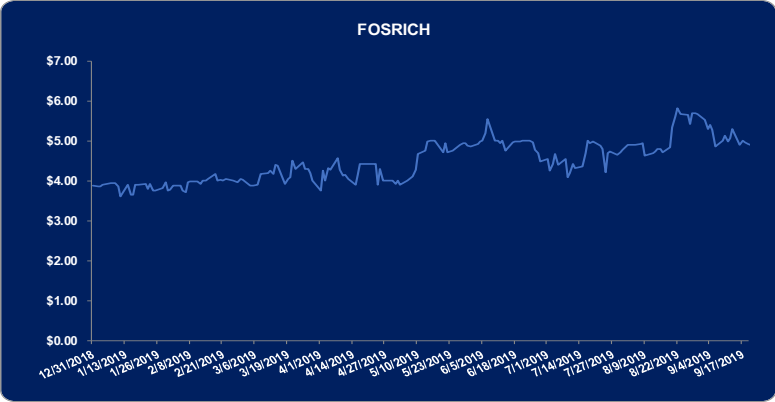
Currency	PURCHASERATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	137.500	101.790	134.3503	141.808	101.790	135.8069
CAN	103.350	79.868	102.1742	105.192	94.000	102.8329
GBP	173.000	133.326	164.8078	174.960	156.000	167.9626
EURO	147.500	112.112	143.2578	154.440	140.000	150.1143

*Rates as at September 23, 2019

MONEY MARKET

The Jamaica dollar fixed income market was liquid in today's (September 24, 2019) trading session. The overnight rate stood at 0.30% to 0.50% while the 30-day rate ranged at 1.30% to 1.70%.

The US dollar fixed income market was also liquid during today's (September 24, 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 2.60%.



STOCK OF THE DAY: Fosrich Company Limited (FOSRICH)

For the six months ended June 30, 2019:

Fosrich Company Limited (FOSRICH) for the six months ended June 30, 2019, Turnover grew 26% year on year, to close the period at \$746.43 million compared to the \$592.29 million for the same period last year. For the second quarter, the company posted an increase of 15% in revenues to close at \$367.85 million relative to \$320.43 million for the same quarter of 2018.

Cost of goods sold showed a 34% increase closing the period at \$431.22 million relative to \$322.97 million for the same period last year. For the second quarter, the company had an 18% increase in cost of goods sold to close at \$211.72 million compared to \$179.04 million for same quarter of 2018.

As such, gross profits for the period advanced by 17% and closed out the period at \$315.21 million relative to \$269.32 million in the prior month. Fosrich noted that, "These increases were attributed primarily to the greater availability of the products required by the market."

Administrative and other expenses were \$233.21 million, a 36% increase on the \$198.15 million posted last year. In addition, other income for the period increased to \$24.41 million at the end of the six months ended June 30, 2019 compared to \$17.97 million. The company noted, "other income for the year-to-date benefitted from commissions earned on JPS streetlighting and other projects, amounting to \$12.5 million."

Finance costs amounted to \$43.81 million (2018: \$28.49 million) resulting in profit before taxation was \$62.60 million compared to \$60.65 million in last year. The company highlighted, "This increase is being driven by a new bond issue, obtained to assist with the financing of operations. This new facility was obtained at more favourable rates than the previous bank or line of credit facilities."

Following taxation of \$930,365 (2018: nil), Net Profit being total comprehensive income for the period amounted to \$61.67 million (2018: \$60.65) million while, for the second quarter net profit being total comprehensive income was \$28.78 million (2018: \$29.85 million).

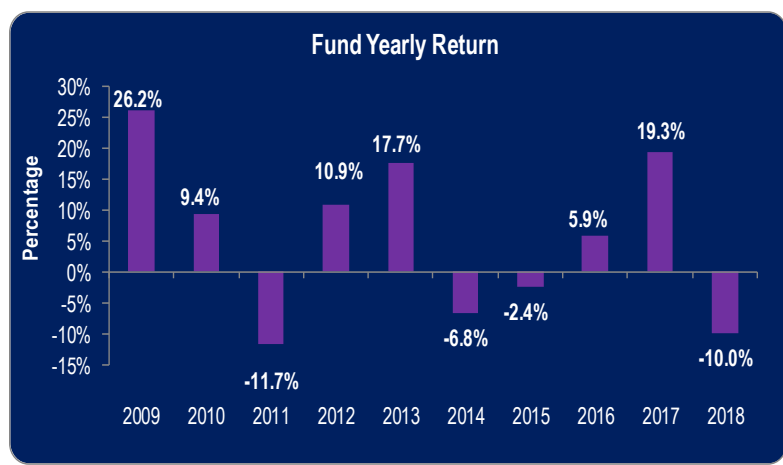
As a result, earning per share for the period amounted to \$0.12 compared to \$0.12 in 2018. EPS for the quarter amounted to \$0.06 (2018: \$0.06) while the twelve month trailing EPS 0.18. The number of shares used in our calculations amounted to 502,275,555.00 units.

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 4.3% and a 5 year return of 2.1%. The Fund also has a 10 year return of 4.1%. Rates are as at August 31, 2019.



⁺Prices are as at September 24, 2019 *Projections are made to the company's financial year end

“Stocks turned lower as political turmoil in the U.S. whipsawed shares after a report said Democrats would announce a formal impeachment inquiry amid the Ukraine controversy. The S&P 500 Headed for its biggest loss in a month after the Washington Post said House Speaker Nancy Pelosi would announce a formal impeachment inquiry on Donald Trump. The benchmark earlier in the afternoon trimmed losses after Trump said he would release a complete transcript on Wednesday of his July 25 phone call with Ukrainian President Volodymyr Zelenskiy, which is the subject of a congressional investigation and a whistle-blower complaint from an unidentified intelligence official.”

<https://www.bloomberg.com/news/articles/2019-09-23/asia-stocks-set-for-mixed-start-treasuries-steady-markets-wrap?srnd=premium-asia>

“A defiant Boris Johnson hit back at the U.K.’s top judges and vowed to take the country out of European Union next month, despite suffering an unprecedented legal defeat over his Brexit strategy in the highest court in the land. In a sweeping rebuke to the prime minister, Britain’s Supreme Court ruled that Johnson broke the law when he decided to suspend Parliament for five week sin the run-up to the Oct. 31 deadline for leaving EU. He gave Queen Elizabeth II “unlawful” advice to pause the legislature and his decision wrecked the ability of Britain ‘s elected politicians to fulfil their crucial democratic role overseeing his government’s actions, the court found.”

<https://www.bloomberg.com/news/articles/2019-09-24/johnson-urged-to-resign-over-unlawful-suspension-of-parliament?srnd=premium-europe>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at September 23, 2019

	Percentage (%)
Yield to Maturity	5.43
Weighted Average Coupon	5.442
Current Yield	4.66

The platinum portfolio has an effective maturity of 12.99 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



www.mayberryinv.com

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