

## LOCAL STOCK MARKET: (J\$) +

Stock Symbol	MEEG	SALF	BPOW	MDS	SVL
Current Price (\$)	5.22	32.00	6.81	8.00	25.86
Trailing EPS (\$)	0.32	1.89	0.22	0.42	0.89
P/E (times)	16.10	16.89	31.09	19.18	29.13
Projected P/E	14.86	17.01	29.72	20.63	19.99
Projected EPS (\$)*	0.35	1.88	0.23	0.39	1.29
Book Value per share (\$)	2.10	9.14	1.67	2.95	1.31
Price/Book Value (times)	2.48	3.50	4.08	2.72	19.70
Dividend Yield (2018 %)	N/A	9.33%	0.45%	N/A	N/A
Volumes	313	5,301	2,026	5,080	13,470
Recommendation	BUY	HOLD	SELL	HOLD	BUY

## FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

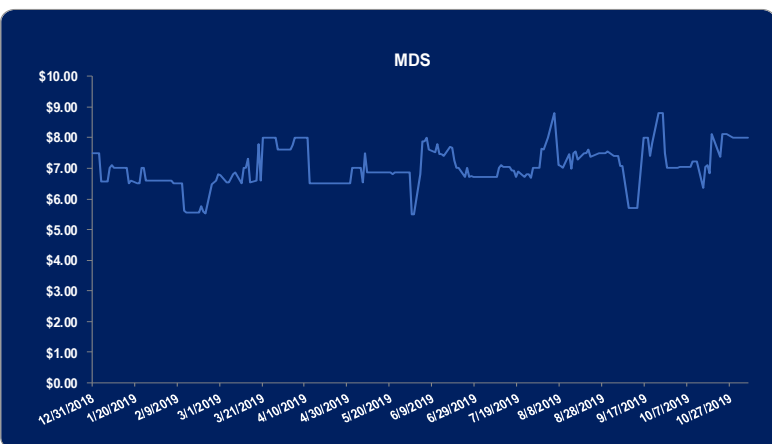
Currency	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	142.000	105.534	138.1106	147.220	104.130	140.4248
CAN	107.000	83.476	101.6114	109.944	91.820	106.7749
GBP	182.600	143.202	179.4341	186.614	170.000	181.2644
EURO	153.500	116.581	149.3937	161.784	148.000	156.3023

\*Rates as at November 01, 2019

## MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (November 04, 2019) trading session. The overnight rate stood at 0.30% while the 30-day rate ranged at 1.30% to 1.50%.

The US dollar fixed income market was also liquid during today's (November 04, 2019) trading session; The overnight market rates were quoted at 2.00% while the 30-day market rates stood at 2.30% to 2.40%.



## STOCK OF THE DAY: Medical Disposables & Supplies Limited (MDS)

### For the three months ended June 30, 2019:-

Medical Disposables & Supplies Limited (MDS) for the three months ended June 30, 2019, reported revenue of \$557.23 million, an increase of 3% compared to the \$541.11 million booked in 2018.

Cost of Sales decreased \$8.12 million to total \$416.06 million relative to \$424.17 million in 2018, a 2% decrease. As a result, Gross Profit grew by 21% or \$24.24 million to total \$141.18 million compared to \$116.94 million in 2018.

Total Operating Cost rose 20% to close at \$102.45 million (2018: \$85.61 million). Of this total, Selling and Promotional costs rose 43% to \$46.17 million relative to \$32.25 million in 2018. Administrative Expenses went up by 5% to close the three months period at \$51.16 million (2018: \$48.90 million). MDS recorded Other Operating income of \$606,708 for the first quarter of 2019 relative to an income of \$284,831 for the comparable period of 2018. Depreciation increased by 17% to close the quarter at \$7.14 million (2018: \$6.11 million).

As a result, Operating Profit closed the first quarter at \$38.73 million relative to \$31.33 million in 2018, this represents a 24% increase. MDS reported Loss on Foreign Exchange of \$9.40 million versus a loss of \$4.20 million twelve months earlier.

Finance Cost for the three months amounted to \$10.77 million relative to the \$8.04 million reported in 2018, a 34% increase year over year.

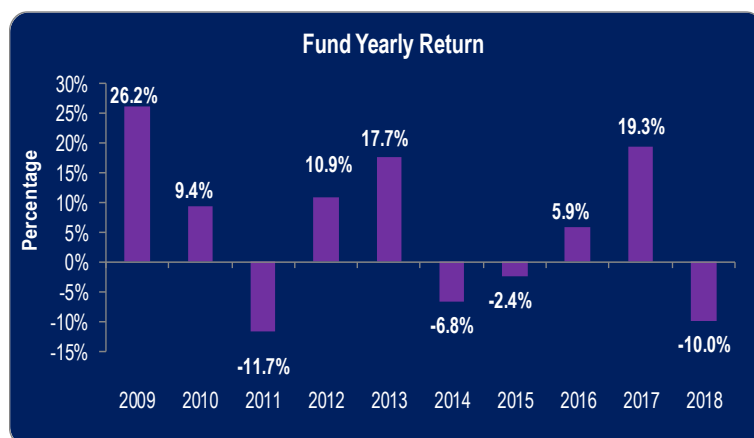
Pre-tax profit totalled \$18.57 million, down from the \$19.10 million booked for the corresponding quarter of 2018, a 3% decline. Net Profit for the quarter amounted to \$16.09 million after taxation of \$2.48 million (2018: nil) relative to a net profit of \$19.10 million booked for the first three months of 2018.

## 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 3.3%. The Fund also has a 10 year return of 4.0%. Rates are as at September 30, 2019.



■ U.S: Trump's Re-Election Likely If Economy Stays on Course

“An enduring U.S. expansion puts President Donald Trump on course to win re-election in 2020, according to economic models with a track record of predicting who wins the White House. The forecasts from Yale University professor Ray Fair, Oxford Economics Ltd. and Moody’s Analytics Inc. are based on Trump being boosted at the ballot box by steady economic growth, an historically tight labor market and limited inflation. Such an outlook justifies Trump’s push to harness what he’s called the “greatest” economy to return him to power a year from Sunday. It challenges some opinion polls which show his disapproval rating hovering near 54% amid an impeachment inquiry and polarized politics.”

<https://www.bloomberg.com/news/articles/2019-11-03/trump-on-course-to-win-2020-re-election-if-economic-models-right>

■ Europe: Euro-Area Factories See Slump Worsen Amid Weak Global De-

“Euro-zone manufacturing remained near the weakest in seven years last month, a poor start to the final quarter that raises pressure on the region’s governments to add fiscal stimulus to insulate the region from a worsening global slowdown. Factories from China to the U.S. are suffering from flagging demand. While a Purchasing Managers’ Index for the 19-nation euro region rose slightly, it shows the sector firmly in contraction. Job losses accelerated and order books deteriorated. Germany with its export-reliant industry continued to be the principal source of frailty. Italy, Spain and Austria all also weakened.”

<https://www.bloomberg.com/news/articles/2019-11-04/euro-area-manufacturing-stays-in-slump-as-job-losses-accelerate>

■ PLATINUM PORTFOLIO

**Platinum Portfolio Yield Measures as at November 04, 2019**

	Percentage (%)
<b>Yield to Maturity</b>	5.24
<b>Weighted Average Coupon</b>	5.442
<b>Current Yield</b>	4.32

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

■ STRUCTURED PRODUCT

**Mayberry Platinum**

The Mayberry Platinum portfolio is ideal for investors seeking a short to medium-term investment with returns denominated in hard currency. The portfolio comprises Investment Grade corporate and sovereign bonds, which provide strong yield and performance. The primary objective of this product is to provide our clients with income as well as capital appreciation. The Platinum portfolio enables the client to take full advantage of a diversified bond portfolio and is ideal for persons who do not have the time to actively manage their own portfolio.

**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



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