

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

Stock Symbol	SEP	WIG	S J	CFF	ISP
Current Price (\$)	49.77	0.96	67.81	15.00	31.99
Trailing EPS (\$)	1.30	0.07	4.17	0.57	0.55
P/E (times)	38.39	13.20	16.28	26.42	58.13
Projected P/E	15.24	10.67	14.58	19.39	60.39
Projected EPS (\$)*	3.27	0.09	4.65	0.77	0.53
Book Value per share (\$)	20.66	0.31	22.63	5.06	3.44
Price/Book Value (times)	2.41	3.07	3.00	2.96	9.31
Dividend Yield (2018 %)	3.17%	N/A	3.37%	2.27%	N/A
Volumes	16,589	2,719,610	82,241	NIL	NIL
Recommendation	BUY	BUY	HOLD	HOLD	SELL

## FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

Currency	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	136.000	101.910	133.2301	139.859	102.700	134.7290
CAN	103.600	80.510	101.3969	104.897	94.000	102.1073
GBP	180.100	138.099	174.8212	182.485	166.800	175.9566
EURO	145.500	110.936	141.8946	152.820	140.800	151.5669

\*Rates as at December 06, 2019

On November 14, 2019, the Bank of Jamaica sold US\$20 million via B-FXITT, following two consecutive intervention of a total of US\$70 million on November 12&13, 2019, to authorized dealers and Cambios to augment supply in the market.

## MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (December 09, 2019) trading session. The overnight rate stood at 0.30% while the 30-day rate was 1.40%.

The US dollar fixed income market was also liquid during today's (December 09, 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: Wigton Windfarm Limited (WIG)

### For the six months ended September 30, 2019:

Wigton Windfarm Limited, for the six months ended September 30, 2019, reported sales of \$1.47 billion, a 2% decline on the \$1.49 billion reported in the prior year. Revenue for the quarter declined 10% to \$632.34 million (2018: \$705.64 million).

Cost of sales went up 8% to close the period at \$387.82 million versus \$357.63 million booked in the previous comparable period. As such, gross profit declined to total \$1.08 billion (2018: \$1.13 billion).

Other income amounted to \$118.22 million, a 32% decline when compared to \$174.45 million in the same period last year. General administrative expenses increased for the period amounting to \$181.34 million relative to \$163.24 million documented in the same period in the previous year.

Consequently, operating profit decreased 11%, closing the period under review at \$1.01 billion (2018: \$1.14 billion).

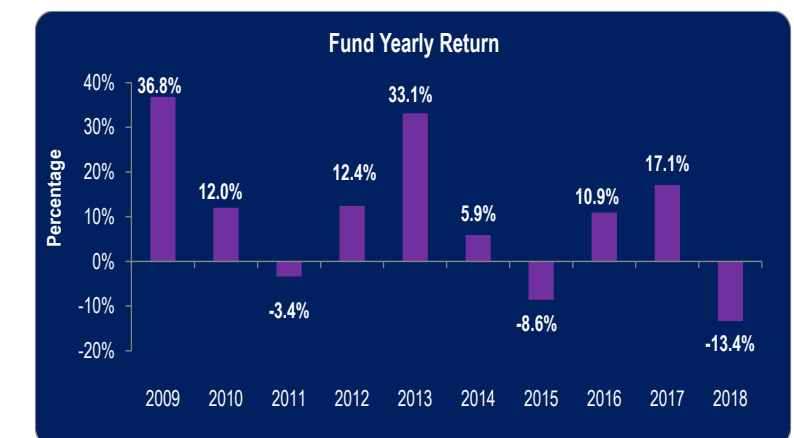
As such, profit before taxation went up by 83% to close at \$712.50 million (2018: \$389.55 million). After taxation of \$171.00 million (2018: \$93.49 million), net profit for the period totalled \$541.50 million (2018: \$296.06 million). Net profit for the quarter closed at \$175.10 million versus \$121.39 million booked in the similar period last year, "due to a \$208.7 million decrease in total expenses, explained above which offset a \$138.1 million decline in revenues and an increase of \$16.9 million in taxation"

## OVER THE COUNTER FUNDS (CI FUNDS)

### CI American Managers Corporate Class

This fund invests primarily in equity and equity-related securities of companies that are located in countries that have signed the North American Free Trade Agreement (NAFTA) (or its successor).

The fund has a 3 year return of 9.2% and a 5 year return of 4.9%. The Fund also has a 10 year return of 8.9%. Rates are as at October 31, 2019.



■ U.S: U.S. Wage Growth Eclipses Mortgage Rate for First Time Since 1972

“The U.S. economy reached an important milestone in October that ought to put it on a more sustainable footing going forward: wage growth eclipsed mortgage rates for the first time since 1972. Average hourly earnings for production and nonsupervisory employees -- who comprise more than 80% of the U.S. private-sector workforce -- rose 3.8% from a year earlier in October, according to Labor Department data published Friday. The average 30-year fixed mortgage rate in the U.S. in October was about 3.7%, according to Freddie Mac data.”

<https://www.bloomberg.com/news/articles/2019-12-06/u-s-wage-growth-eclipses-mortgage-rate-for-first-time-since-72?srd=premium>

■ Europe: Pound Rally Gets Nod From Signal That’s Been Right for a Decade

“There’s a technical pattern in the euro-pound pair that may bode well for sterling. The cross’s 21-week moving average has fallen below its 89-week equivalent, an event that in the past ushered in average gains of about 2% for the pound over the course of almost three months. Other than on Monday, this so-called death cross pattern happened just four times over the past decade, and the euro fell further on each occasion. There’s more bad news for the euro. The currency is on the verge of closing against the pound below its 55-monthly moving average for the first time since May 2016.”

<https://www.bloomberg.com/news/articles/2019-12-09/pound-rally-gets-nod-from-signal-that-s-been-right-for-a-decade?srd=premium-europe>

■ PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at December 09, 2019

	Percentage (%)
Yield to Maturity	5.20
Weighted Average Coupon	5.427
Current Yield	4.04

The platinum portfolio has an effective maturity of 13.12 years and duration of 4.58 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



www.mayberryinv.com

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