

DAILY MARKET SUMMARY



VOLUME 3 January 8, 2020

LOCAL STOCK MARKET: (J\$) ⁺

Stock Symbol	CAR	MEEG	MDS	SJ	PURITY
Current Price (\$)	8.11	5.04	6.90	70.40	1.64
Trailing EPS (\$)	0.70	0.32	0.38	4.17	0.03
P/E (times)	11.62	15.53	18.05	16.90	57.14
Projected P/E	11.20	11.27	20.08	15.13	31.14
Projected EPS (\$)*	0.72	0.45	0.34	4.65	0.05
Book Value per share (\$)	0.31	1.93	2.86	22.63	3.33
Price/Book Value (times)	25.77	2.61	2.41	3.11	0.49
Dividend Yield (2019 %)	7.07%	0.86%	1.47%	3.84%	N/A
Volumes	57,198	17,989	16,903	64,171	6,566
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	136.200	101.120	132.3785	139.101	101.515	133.8095
CAN	105.200	80.884	98.9786	106.461	93.000	100.9545
GBP	177.100	137.606	168.5431	182.702	163.500	170.1527
EURO	147.100	111.171	140.3608	153.144	117.069	151.5051

*Rates as at January 07, 2020

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (January 08, 2020) trading session. The over night rate stood at 0.30% to 0.50% while the 30-day rate was 1.50% to 1.70%.

The US dollar fixed income market was also liquid during today's (January 08, 2020) 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: Main Event Entertainment Group Limited

For the year ended October 31, 2019:

Main Event Entertainment Group Limited (MEEG) for the year ended October 31, 2019 recorded a total of \$1.80 billion in revenue compared to \$1.40 billion booked for the year ended October 31, 2018. Revenue for the quarter rose 31% to close the quarter at \$435 million relative to \$331.49 million booked for the corresponding period in 2018. Notably, the Company mentioned, "we have successfully developed attractive new opportunities that have fostered growth. We have achieved double digit gains in all core revenue categories; and our newer service offerings have contributed \$177.501 million or 10% of revenues this past year."

Cost of sales for the year increased 35% year over year to \$1.02 billion relative to \$757.14 million. Gross profit for the year thus improved 21% to \$776.72 million (2018: \$640.12 million). Gross profit for the quarter increased 33% from \$130.46 million reported for the year ended October 2018 to \$173.11 million for the same period in 2019.

MEEG booked other income of \$10.34 million for the financial year, 300% higher than the prior comparable year's \$2.59 million.

Total expenses rose 26% to \$667.05 million versus \$527.72 million recorded for 2018. Consequently, operating profit for the year rose 4% to \$120.01 million (2018: \$114.98 million).

MEEG recorded profit before taxation of \$100.71 million, a 6% rise when compared to last year's corresponding period of \$95.18 million.

The company reported taxation of \$3.37 million (2018: \$524,000) during the year, resulting in net profit totalling \$97.34 million compared to \$94.66 million booked last year, a 3% increase year over year. MEEG reported net loss of \$10.76 million for the fourth quarter versus a net loss of \$10.82 million for the comparable period in 2018.

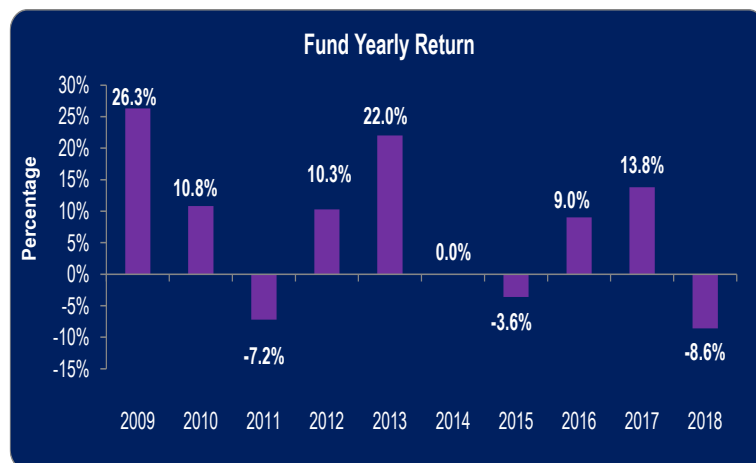
⁺Prices are as at January 08, 2020 *Projections are made to the company's financial year end

OVER THE COUNTER FUNDS (CI FUNDS)

CI Global Value Corporate Class

This fund invests primarily in equity and equity-related securities of companies around the world.

The fund has a 3 year return of 7.1% and a 5 year return of 4.6%. The Fund also has a 10 year return of 6.1%. Rates are as at November 30, 2019.



U.S: Trump's Trade Deficit Victory Has Plenty of Caveats Attached

"New data shows President Donald Trump may be poised to deliver on one of his biggest economic promises: Reducing the annual U.S. trade deficit with China and the world. Scratch the surface, though, and that accomplishment comes with plenty of caveats attached and even what some economists see as worrying signs for the U.S. economy. November trade data released Tuesday showed that the U.S. goods and services deficit decreased by 0.7%, or \$3.9 billion, in the first 11 months of 2019 from the same period a year earlier. That puts the annual deficit on track to fall for the first time since Trump took office, promising to rebalance America's economic relationship with the world."

<https://www.bloomberg.com/news/articles/2020-01-08/trump-s-trade-deficit-victory-has-plenty-of-caveats-attached?srnd=economics-vp>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at January 06, 2019

	Percentage (%)
Yield to Maturity	5.10
Weighted Average Coupon	5.403
Current Yield	3.90

The platinum portfolio has an effective maturity of 13.13 years and duration of 4.63 years.

Europe: No-Deal Brexit Remains a Possibility in 2020, Warns ECB's Knot

"European Central Bank policy maker Klaas Knot said having "a deep and comprehensive trade deal" that covers financial services would be preferable as the U.K. prepares to leave the European Union. Speaking in Amsterdam on Wednesday, the Dutch governor warned that a no-deal Brexit remained a possibility in 2020 if future arrangements are not agreed. Such a scenario could lead to trade between the EU and Britain falling by an average of 20% in the following years. "In short, even though we have now avoided a no-deal Brexit at the end of this month, we still face continuing uncertainty well into 2020," Knot said. "We still do not know what the relationship between the U.K. and the EU will look like from next year onwards."

<https://www.bloomberg.com/news/articles/2020-01-08/knot-says-brexit-deal-should-sort-out-financial-services-role?srnd=premium-asia>

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. We offer a managed equity portfolio for both institutions and individuals. The

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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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