

## LOCAL STOCK MARKET: (JS)<sup>+</sup>

| Stock Symbol                    | WISYNCO | DCOVE | INDIES  | ECL   | SJ     |
|---------------------------------|---------|-------|---------|-------|--------|
| Current Price (\$)              | 13.27   | 6.04  | 1.97    | 3.13  | 45.59  |
| Trailing EPS (\$)               | 0.84    | 0.54  | 0.09    | 0.32  | 4.01   |
| P/E(times)                      | 15.83   | 11.08 | 21.23   | 9.82  | 11.38  |
| Projected P/E                   | 14.28   | 10.77 | 22.16   | 9.16  | 11.03  |
| Projected EPS (\$) <sup>+</sup> | 0.93    | 0.56  | 0.09    | 0.34  | 4.14   |
| Book Value per share (\$)       | 3.34    | 9.68  | 0.55    | 0.39  | 23.36  |
| Price/Book Value (times)        | 3.98    | 0.62  | 3.57    | 7.95  | 1.95   |
| Dividend Yield (2019 %)         | 1.55%   | 3.64% | N/A     | N/A   | 3.84%  |
| Volumes                         | 667,287 | N/A   | 423,719 | 2,110 | 46,235 |
| Recommendation                  | BUY     | HOLD  | SELL    | BUY   | HOLD   |

## FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

| Currency | PURCHASERATE |         |                       | SALES RATE |         |                       |
|----------|--------------|---------|-----------------------|------------|---------|-----------------------|
|          | Highest      | Lowest  | Weighted Average Rate | Highest    | Lowest  | Weighted Average Rate |
| USD      | 139.300      | 115.500 | 134.7654              | 140.000    | 120.050 | 135.4738              |
| CAN      | 100.000      | 80.000  | 91.3257               | 101.650    | 82.050  | 98.2714               |
| GBP      | 172.670      | 138.000 | 160.0126              | 173.162    | 138.050 | 165.3796              |
| EURO     | 143.500      | 125.000 | 140.3385              | 151.570    | 135.000 | 149.3268              |

\*Rates as at March 27, 2020



## MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (March 30, 2020) trading session. The over night rate stood at 0.50% to 0.75%, while the 30-day rate was 1.70% to 1.90%.

The US dollar fixed income market was also liquid during today's (March 30, 2020) trading session; The overnight market rates were quoted at 2.00% while the 30-day market rates stood at 2.40% to 2.60%.

## STOCK OF THE DAY: Wisynco Group Limited (WISYNCO)

### For the six months ended December 31, 2019:

Wisynco Group Limited (WISYNCO), for the six months ended December 31, 2019, reported total revenue of \$17.11 billion, a 28% or \$3.76 billion increase when compared with the \$13.35 billion reported for the same period in 2018. Cost of sales for the period amounted to \$10.92 billion, up 35% relative to \$8.10 billion reported in 2018. Consequently, gross profit rose 18% to close at \$6.19 billion compared to the \$5.24 billion for the same period a year earlier.

Total expenses for the six months rose 22% to close at \$4.24 billion (2018: \$3.48 billion).

As such, WISYNCO booked an 11% increase in operating profit to \$2.02 billion (2018: \$1.81 billion).

Finance income for the period amounted to \$75.27 million, up 78% from the \$42.20 million reported for the corresponding period in 2018. Finance costs decreased 48% to \$81.33 million for the period from \$154.98 million for 2018.

Profit before taxation amounted to \$2.01 billion, relative to \$1.70 billion reported in 2018, an 18% increase year over year. Taxation for the period amounted to \$421.52 million (2018: \$325.52 million). Profit from continuing operations amounted to \$1.59 billion relative to \$1.38 billion booked for the comparable period in 2018. Profit from discontinued operations totalled \$165.38 million versus \$168.26 million in 2018. As such, net profit of \$1.76 billion (2018: \$1.54 billion) was posted for the six months ended December 2019, representing a 14% increase year over year.

The EPS for the six months amounted to \$0.47 (2018: \$0.41). The twelve-month trailing EPS amounted to \$0.84. The number of shares used in our calculations is 3,750,000,000.

## Over The Counter Funds (CI FUNDS)

### CI American Small Companies Fund

This fund invests primarily in equity and equity-related securities of small to mid-capitalization North American companies. The fund has a 3 year return of -0.7% and a 5 year return of 2.0%. The Fund also has a 10 year return of 7.8%. Rates are as at February 29, 2020.



“The biggest U.S. banks have been quietly discouraging some of America’s safest borrowers from tapping existing credit lines amid record corporate drawdowns on lending facilities, according to people familiar with the behind-the-scenes conversations. For Wall Street, it’s not an issue of liquidity as much as profitability. Investment-grade revolvers -- especially those financed in the heyday of the bull market are a low margin business, and some even lose money. The justification is that they help cement relationships with clients who will in turn stick with the lenders for more expensive capital-markets or advisory needs.”

<https://www.bloomberg.com/news/articles/2020-03-30/wall-street-is-quietly-telling-companies-not-to-draw-revolvers?srd=premium>

“Italy needs to shift to mass quarantining of coronavirus patients with mild symptoms instead of letting them isolate at home, according to a group of Chinese experts who traveled to the European nation to advise officials there. Doctors in Wuhan made the same error early on in the outbreak, said Liang Zong’An, head of the respiratory department at the West China Hospital at Sichuan University. While seriously ill patients were admitted to hospitals, doctors at the time recommended that those with mild symptoms isolate themselves at home, in part to reduce the strain on Wuhan’s overburdened health care system.”

<https://www.bloomberg.com/news/articles/2020-03-30/italy-home-quarantine-repeats-mistake-made-in-china-doctors-say?srd=premium-europe>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at March 30, 2020

|                         | Percentage (%) |
|-------------------------|----------------|
| Yield to Maturity       | 4.53           |
| Weighted Average Coupon | 5.351          |
| Current Yield           | 4.13           |

The platinum portfolio has an effective maturity of 13.77 years and duration of 4.68 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

**Analyst Certification** -The views expressed in this research report accurately reflect the personal views of Mayberry Investments Limited Research Department about those issuer (s) or securities as at the date of this report. Each research analyst (s) also certify that no part of their compensation was, is, or will be, directly or indirectly, related to the specific recommendation (s) or view (s) expressed by that research analyst in this research report.

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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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