

# DAILY MARKET SUMMARY

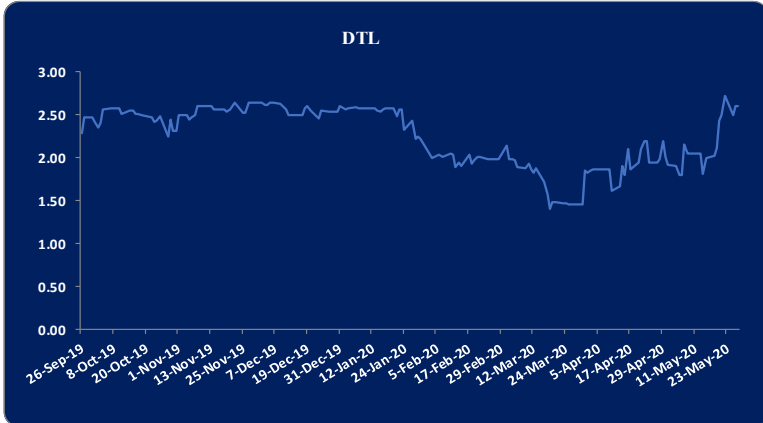


VOLUME 3 June 1, 2020

## LOCAL STOCK MARKET: (JS) +

Stock Symbol	GENAC	LASM*	DTL*	138SL	WIG*
Current Price (\$)	6.25	4.56	2.32	7.22	0.89
Trailing EPS (\$)	0.67	0.24	0.11	0.81	0.05
P/E (times)	9.27	19.15	20.20	8.88	19.09
Projected P/E	10.38	15.17	17.94	20.51	17.36
Projected EPS (\$)*	0.60	0.30	0.13	0.35	0.05
Book Value per share (\$)	2.51	1.63	0.52	14.03	0.31
Price/Book Value (times)	2.49	2.79	4.43	0.51	2.86
Dividend Yield (2019 %)	3.91%	1.65%	0.40%	N/A	N/A
Volumes	605,700	91,830	3,285,500	2,878,150	5,955,976
Recommendation	BUY	HOLD	HOLD	SELL	HOLD

\*-Long Term Buy



## STOCK OF THE DAY: Derrimon Trading Limited (DTL)

For the three months ended March 31, 2019:

Derrimon Trading Limited (DTL), for the three months ended March 31, 2020, reported trading income of \$3.32 billion compared to the \$3.15 billion booked for the prior year's comparable period, a 5% increase

Cost of sales increased by 4% to \$2.71 billion for the period (2019: \$2.60 billion). As a result, Gross profit amounted to \$612.71 million relative to \$552.12 million for the prior comparable period, an increase of 11% year over year.

Other income for the period under review rose 360% to close the quarter at \$22.65 million relative to \$4.92 million booked in the prior comparable period.

Total operating expenses totalled \$473.38 million for the period under review, representing a growth of 14% on the \$414.20 million recorded in the prior year's corresponding quarter. Of this, Administrative expenses amounted to \$373.18 million, 16% higher when compared to the \$320.68 million in 2019. Selling and distribution expenses recorded a 7% increase for the quarter, totalling \$100.21 million (2019: \$93.52 million).

For the quarter, finance cost closed at \$49.30 million versus \$58.28 million in the 2019, a 15% decline year over year.

Consequently, profit before taxation grew to \$112.67 million compared to \$84.57 million in 2019. After incurring tax charges of \$13.85 million (2019: \$10.57 million), net profit amounted to \$98.82 million, a 34% growth when compared to \$74 million reported for the first quarter of 2019. Net profit attributable to shareholders amounted to \$91.62 million compared to \$68.51 million recorded in 2019.

Earnings per share (EPS) for the quarter closed the period at \$0.034 (2019: \$0.025). The twelve months trailing earnings per share amounted to \$0.12. The total number of shares used in the computation amounted to 2,733,360,670 units.

## FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

Currency	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	146.000	124.500	142.3556	148.711	131.000	143.4874
CAN	106.383	90.000	104.4886	108.900	98.500	104.9595
GBP	177.730	159.200	173.2854	183.019	163.050	179.0809
EURO	163.934	145.000	156.5903	163.320	151.000	161.1241

\*Rates as at May 29, 2020

## MONEY MARKET

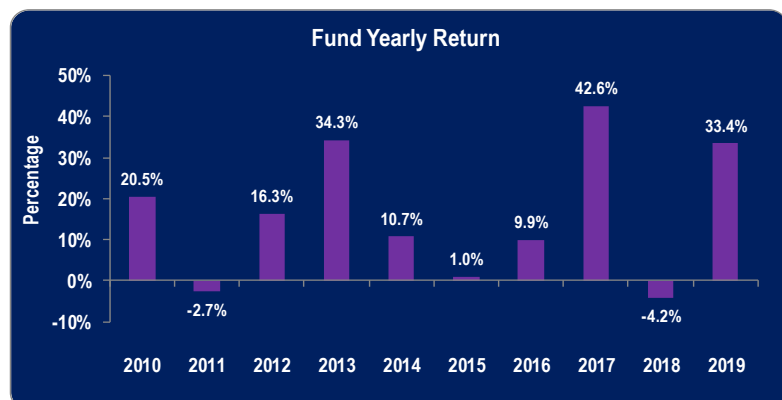
The Jamaican dollar fixed income market was liquid in today's (June 1, 2020) trading session. The over night rate stood at 0.30% to 0.50%, while the 30-day rate was 1.10% to 1.30%.

The US dollar fixed income market was also liquid during today's (June 1, 2020) trading session; The overnight market rates were quoted at 1.80% while the 30-day market rates stood at 2.00% to 2.30%.

## Over The Counter Funds (CI FUNDS)

### Signature Global Technology Corporate Class

This fund invests primarily in equity and equity-related securities of companies around the world that have developed or are developing technological products, processes or services. The fund has a 3 year return of 15.7% and 5 year return of 14.7%. The Fund also has a 10 year return of 14.5%. Rates are as at April 30, 2020.



\*Prices are as at May 29, 2020 \*Projections are made to the company's financial year end

“The reopening of America was always going to be fraught, with competing fears of new virus outbreaks and economic meltdown. Now cities across the nation, from New York to Chicago to Los Angeles, are reeling from unrest that could worsen both.”

<https://www.bloomberg.com/news/articles/2020-05-31/protests-hammer-u-s-cities-struggling-to-recover-after-lockdown?srnd=premium>

“Euro-area factories started down their long road to recovery after governments lifted lockdown restrictions, offering hope that the economy could return to growth in the coming months.”

<https://www.bloomberg.com/news/articles/2020-06-01/european-manufacturing-emerges-from-lockdown-with-italy-in-lead?srnd=premium-europe>

PLATINUM PORTFOLIO

STRUCTURED PRODUCT

**Platinum Portfolio Yield Measures as at June 01, 2020**

	Percentage (%)
<b>Yield to Maturity</b>	5.29
<b>Weighted Average Coupon</b>	4.991
<b>Current Yield</b>	5.29

**Mayberry Gold**

This portfolio is ideal for investors, both retail and corporate, seeking a conservative, short-term investment. The securities in the Gold are directly owned by the client and provide them with a safe investment option. Our Gold portfolio can also provide investors with coupon payments that can generate a positive income stream.

The platinum portfolio has an effective maturity of 12.79 years and duration of 4.21 years.

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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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