

DAILY MARKET SUMMARY



VOLUME 3 June 24, 2020

LOCAL STOCK MARKET: (J\$) +

Stock Symbol	GK	DCOVE	DTL*	WIG*	GENAC
Current Price (\$)	57.70	8.30	2.31	0.80	6.01
Trailing EPS (\$)	4.93	0.51	0.11	0.05	0.67
P/E(times)	11.70	16.26	20.12	17.16	8.91
Projected P/E	11.31	23.92	17.86	15.60	8.64
Projected EPS (\$)*	5.10	0.35	0.13	0.05	0.70
Book Value per share (\$)	52.77	9.84	0.52	0.31	2.51
Price/Book Value (times)	1.09	0.84	4.41	2.57	2.39
Dividend Yield (2019 %)	2.44%	3.64%	0.40%	N/A	3.91%
Volumes	32,018	1,147	19,100	6,325,560	2,352,308
Recommendation	BUY	SELL	HOLD	HOLD	BUY

*-Long Term Buy



STOCK OF THE DAY: Wigton Windfarm Limited (WIG)

For the nine months ended December 31, 2019:

Wigton Windfarm Limited (WIG), for the nine months ended December 31, 2019, reported sales of \$1.83 billion, a 6% decline on the \$1.95 billion reported in the prior year. Revenue for the quarter declined 22% to \$363.38 million (2018: \$465.02 million). WIG noted that, "the lower revenues are directly related to a 25.6% decreased in production in the current reporting quarter due to a decline in average wind speed from 8 meters per second in 2018 to 7 meters per second in 2019."

Cost of sales went up 9% to close the period at \$592.14 million versus \$543.45 million booked in the previous comparable period. As such, gross profit declined to total \$1.24 billion (2018: \$1.41 billion).

Other income amounted to \$233.57 million, a 50% decline when compared to \$465.12 million in the same period last year. General administrative expenses increased for the period amounting to \$266.40 million relative to \$248.11 million documented in the same period in the previous year.

Consequently, operating profit decreased 26%, closing the period under review at \$1.20 billion (2018: \$1.63 billion). While, for the quarter, operating profit amounted to \$189.35 million (2018: \$485 million).

Finance expense decreased from \$881.04 million in 2018 to \$511.96 million in 2019.

As such, profit before taxation went down by 7% to close at \$691.62 million (2018: \$746.07 million). After taxation of \$165.99 million (2018: \$179.06 million), net profit for the period totaled \$525.63 million (2018: \$567.02 million). Net loss for the quarter closed at \$15.87 million versus net profit \$270.96 million booked in the similar period last year.

Earnings per share (EPS) was \$0.05 for the period, the same reported in 2018. LPS for the quarter amounted to \$0.0014 (2018: EPS of \$0.02). The twelve-month trailing EPS amounted to \$0.047. The number of shares used in the calculations is 11,000,000,000

*Prices are as at June 24, 2020 *Projections are made to the company's financial year end

FOREIGN EXCHANGE MARKET TRADING SUMMARY

Currency	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	144.000	113.150	138.9865	147.420	127.000	140.0691
CAN	106.250	90.000	105.3030	108.230	98.100	106.1454
GBP	178.500	159.460	170.9756	181.230	160.000	177.2841
EURO	154.700	134.000	151.9237	163.700	152.000	160.5834

*Rates as at June 23, 2020

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (June 24, 2020) trading session. The over night rate stood at 0.30% to 0.50%, while the 30-day rate was 1.00% to 1.20%.

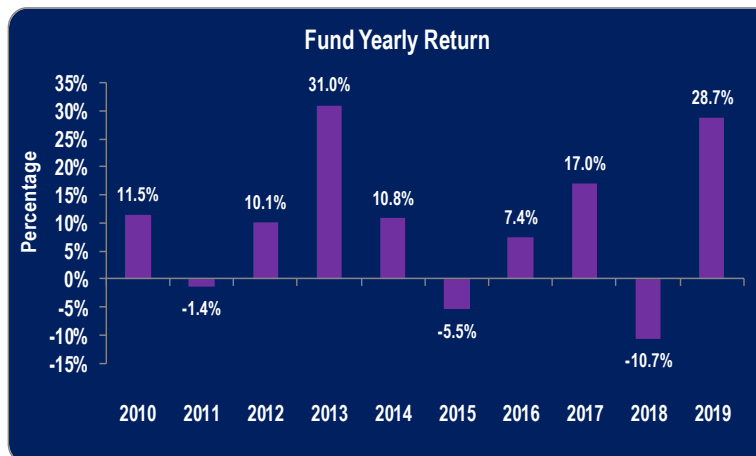
The US dollar fixed income market was also liquid during today's (June 24, 2020) trading session; The overnight market rates were quoted at 1.50% while the 30-day market rates stood at 1.80% to 2.00%.

Over The Counter Funds (CI FUNDS)

CI American Value Corporate Class

This fund invests primarily in equity and equity-related securities of companies in the United States.

The fund has a 3 year return of 2.7% and a 5 year return of 3.3%. The Fund also has a 10 year return of 7.9%. Rates are as at May 31, 2020.



“The International Monetary Fund downgraded its outlook for the coronavirus-ravaged world economy, projecting a significantly deeper recession and slower recovery than it anticipated just two months ago. The fund said Wednesday it now expected global gross domestic product to shrink 4.9% this year, more than the 3% predicted in April. For 2021, the fund forecast growth of 5.4%, down from 5.8%.”

<https://www.bloomberg.com/news/articles/2020-06-24/imf-forecasts-deeper-global-recession-from-growing-virus-threat?srnd=premium>

“Spain’s government is getting a nudge from the country’s central bank to deliver more economic aid and avoid the risk of permanent damage from the coronavirus crisis. Bank of Spain Governor Pablo Hernandez de Cos on Tuesday urged lawmakers to increase the country’s 100 billion euro (\$113 billion) state-backed loan guarantee fund, and the extension of furloughs that ensured millions of Spaniards received at least a portion of their salaries during one of Europe’s strictest lockdowns.”

<https://www.bloomberg.com/news/articles/2020-06-23/spain-gets-governor-s-nudge-for-plans-to-boost-113-billion-aid?srnd=economics-vp>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at June 22, 2020	
	Percentage (%)
Yield to Maturity	4.88
Weighted Average Coupon	4.991
Current Yield	5.52

The platinum portfolio has an effective maturity of 12.70 years and duration of 4.64 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.

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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

