

DAILY MARKET SUMMARY



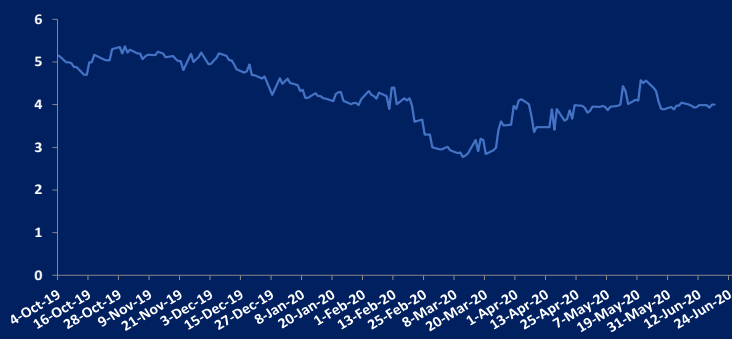
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LOCAL STOCK MARKET: (J\$) +

Stock Symbol	SVL	DCOVE	LASM*	WIG*	GENAC
Current Price (\$)	15.10	8.28	3.95	0.81	6.00
Trailing EPS (\$)	0.97	0.51	0.24	0.05	0.67
P/E (times)	15.56	16.22	16.59	17.37	8.90
Projected P/E	15.44	23.86	14.76	15.80	8.63
Projected EPS (\$)*	0.98	0.35	0.27	0.05	0.70
Book Value per share (\$)	1.48	9.84	1.63	0.31	2.51
Price/Book Value (times)	10.19	0.84	2.42	2.61	2.39
Dividend Yield (2019 %)	4.46%	3.64%	1.65%	N/A	3.91%
Volumes	1,025,676	NIL	4,216	4,321,517	100
Recommendation	BUY	SELL	HOLD	HOLD	BUY

*-Long Term Buy

LASM



STOCK OF THE DAY: Lasco Manufacturing Limited (LASM)

For the year ended March 31, 2020:

Lasco Manufacturing, for the year ended March 31, 2020, total revenue increased by 4% from \$7.57 billion in 2019 to \$7.89 billion in 2020. Revenue increased 5% for the fourth quarter to a total of \$2.04 billion, relative to the \$1.95 billion recorded for the comparable period in 2019.

Cost of sales amounted to \$4.97 billion (2019: \$4.89 billion) for the period, an increase of 2% year on year. For the quarter, cost of sales was recorded at \$1.27 billion relative to \$1.21 billion in 2019. As a result, gross profit of \$2.92 billion was recorded for the year ended March 31, 2020, 9% more than the \$2.68 billion booked for the corresponding period in 2019. Gross profit for the quarter increased 4% to \$778.04 million when compared to the \$744.62 million booked for the similar quarter ended March 31, 2019.

Operating expenses increased 16% to close the period at \$1.66 billion versus \$1.42 billion booked for the corresponding period last year. Of this, administrative and other expenses climbed 20% to \$1.36 billion (2019: \$1.14 billion), while selling and promotion expenses rose 2% to \$291.01 million (2019: \$285.96 million).

Consequently, LASM for the year ended March 31, 2020, recorded operating profits of \$1.29 billion, 3% higher than the \$1.26 billion booked in 2019. While for the quarter, operating profit closed at \$269.92 million (2019: \$338.69 million).

As such, profit before taxation amounted to \$1.20 billion, an increase of 4% from the \$1.15 billion recorded for the previous corresponding period. Taxes recorded for the period amounted to \$217.11 million compared to \$73.67 million incurred for the corresponding period in 2019. Net profit for the year was \$983.68 million, 9% lower than last year's net profit of \$1.08 billion. LASM booked \$202.99 million in net profit for the fourth quarter, compared \$376.27 million for the corresponding quarter in 2019.

Consequently, earnings per share (EPS) for the period amounted to \$0.24 relative to \$0.26 in 2019. The EPS for the quarter amounted to \$0.05 relative to \$0.09 reported for 2019. The number of shares used in the calculations amounted to 4,091,163,151 units.

*Prices are as at June 26, 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	144.600	110.565	138.8857	147.420	129.000	139.8823
CAN	106.350	91.990	105.8332	107.482	98.000	106.1440
GBP	180.000	159.690	170.6735	183.010	164.000	177.5741
EURO	154.300	137.000	152.1466	163.499	151.700	161.2482

*Rates as at June 25, 2020

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (June 26, 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 26, 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 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 4.4% and a 5 year return of 3.7%. The Fund also has a 10 year return of 8.0%. Rates are as at May 31, 2020.

Fund Yearly Return



“U.S. consumer spending surged by a record in May -- while remaining below pre-pandemic levels -- as Americans spent relief payments and ventured out of their homes to newly reopened stores and restaurants. Household outlays rose 8.2% from the prior month, the sharpest increase in more than six decades worth of data, after falling by the most on record in April, a Commerce Department report showed Friday. The median estimate in a Bloomberg survey of economists called for a 9.3% jump.”

<https://www.bloomberg.com/news/articles/2020-06-26/u-s-consumer-spending-jumped-in-may-while-incomes-declined>

“Retail investors are filling the void left by institutions in Singapore’s equities market this year, Singapore Exchange Ltd. data show. Individuals have pumped a net S\$4.8 billion (\$3.5 billion) into the city-state’s stocks since March, whereas institutions offloaded a similar amount in the same period, according to calculations by Bloomberg based on data from the Singapore bourse.”

<https://www.bloomberg.com/news/articles/2020-06-26/singapore-s-retail-investors-load-up-on-what-institutions-dump>

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 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.

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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

