

# DAILY MARKET SUMMARY



VOLUME 3 September 25, 2020

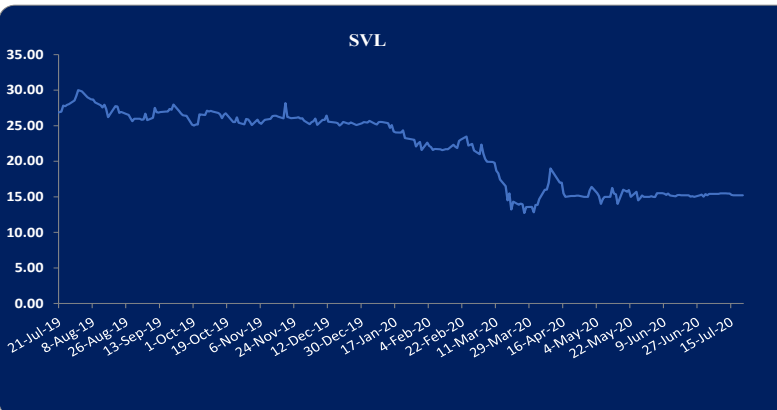
## LOCAL STOCK MARKET: (JS) +

Stock Symbol	SEP	HONBUN	SVL	VMIL	CCC
Current Price (\$)	56.00	4.71	14.05	6.10	48.04
Trailing EPS (\$)	2.21	0.30	0.81	0.34	1.64
P/E (times)	25.34	15.48	17.30	17.73	29.38
Projected P/E	17.98	14.70	14.24	20.34	20.91
Projected EPS (\$)*	3.11	0.32	0.99	0.30	2.30
Book Value per share (\$)	22.18	1.76	1.31	2.81	10.32
Price/Book Value (times)	2.52	2.68	10.73	2.17	4.66
Dividend Yield (2019 %)	1.67%	1.54%	4.46%	5.05%	N/A
Volumes	5,490	38,000	442,677	59,893	4,000
Recommendation	BUY	HOLD	BUY	SELL	HOLD

## FOREIGN EXCHANGE MARKET TRADING SUMMARY

Currency	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	145.100	112.185	141.1489	150.000	113.573	141.9365
CAN	106.500	86.772	102.8593	110.128	102.000	107.5535
GBP	183.900	146.080	179.8068	190.080	176.000	183.5294
EURO	167.000	150.000	164.1961	169.508	160.750	168.2683

\*Rates as at September 24, 2020



## STOCK OF THE DAY: Supreme Ventures Limited (SVL)

### For the six months ended June 30, 2020:

Supreme Ventures Limited (SVL), for the six months ended June 30, 2020, reported a 6% decrease in 'Total Gaming Revenue' from \$18.62 billion in 2019 to \$17.54 billion in 2020. For the quarter, 'Total Gaming Revenue' closed at \$7.42 billion (2019: \$9.31 billion).

Revenues from the Company's segments were as follows:

Revenue from 'Non fixed odd wagering games, horse racing and pin codes' amounted to \$9.70 billion (2019: \$10.90 billion), a 11% decrease. Income from fixed odd wagering games, net of prizes totaled \$7.85 billion (2019: \$7.72 billion), a 2% rise.

Direct expenses recorded a decrease to close the period at \$13.74 billion when compared to \$14.74 billion for the same period in 2019. As such, gross profit for the period fell 2% to \$3.80 billion (2019: \$3.88 billion). For the quarter, gross profit closed at \$1.51 billion (2019: \$1.97 billion).

Operating expenses grew 18% for the period to \$2.38 billion (2019: \$2.01 billion), while recording 'Other income' of \$64.18 million relative to 'Other losses' of \$16.03 million for the prior period in 2019. For the quarter, operating expenses amounted to \$1.08 billion versus \$1.06 billion booked in the previous comparable quarter.

Consequently, operating profit for the period decreased 20% to \$1.49 billion relative to \$1.85 billion reported in 2019. While, for the quarter, operating profit closed at \$427.09 million (2019: \$907.77 million).

Finance costs climbed to \$81.22 million (2019: \$43.06 million). As such, profit before taxation amounted to \$1.41 billion, down from \$1.81 billion in 2019. For the quarter, profit before taxation totaled \$399.91 million (2019: \$896.01 million).

Taxation for the period fell 15% to close at \$479.76 million compared to \$562.70 million in 2019, thus resulting in net profit of \$928.96 million, a 25% decrease from the \$1.25 billion recorded in the prior comparable period. For the quarter, net profit closed at \$192.17 million (2019: \$624.28 million).

Earnings per share totaled \$0.36 versus \$0.47 in the previous comparable period in 2019, while EPS for the quarter amounted to \$0.08 (2019: \$0.24). The twelve months trailing earnings per share amounted \$0.81. The number of shares used in our calculations 2,637,254,926 units.

## MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (September 25, 2020) trading session. The overnight rate stood at 0.30% to 0.50%, while the 30-day rate was 1.20% to 1.40%.

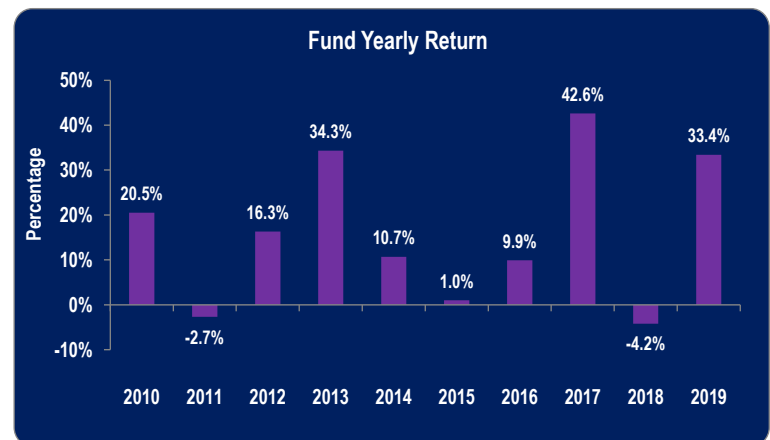
The US dollar fixed income market was also liquid during today's (September 25, 2020) trading session; The overnight market rates were quoted at 1.50% while the 30-day market rates stood at 1.70% to 1.90%.

## Over The Counter Funds (CI FUNDS)

### Signature Global Science & 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 24.4% and a 5 year return of 24.0%. The Fund also has a 10 year return of 19.6%. Rates are as at August 31, 2020.



\*Prices are as at September 25, 2020 \*Projections are made to the company's financial year end

“Stock futures were mixed amid an uncertain outlook for a new stimulus package. The dollar rose. S&P 500 contracts fell, with the benchmark gauge on track for its fourth straight weekly decline -- the longest losing streak since August 2019. Big technology companies pushed Nasdaq 100 futures higher. Costco Wholesale Corp. slumped in premarket trading after the warehouse retailer reported higher expenses to prevent the spread of the coronavirus.”

“A surge in U.K. unemployment is virtually inevitable after Chancellor Rishi Sunak reduced the government’s defense against the economic chaos of the coronavirus. Gone is the furlough program that may have saved millions of jobs in the early days of the pandemic yet which proved too expensive to last. In its place is a plan to subsidize wages for the next six months, a move that Goldman Sachs economists say could tip an additional 2.2 million out of work.”

<https://www.bloomberg.com/news/articles/2020-09-24/asia-looks-set-for-modest-stock-gains-dollar-dips-markets-wrap?srnd=premium>

<https://www.bloomberg.com/news/articles/2020-09-25/sunak-accepts-high-u-k-unemployment-in-shift-to-revamp-economy?srnd=economics-vp>

**PLATINUM PORTFOLIO**

**STRUCTURED PRODUCT**

**Platinum Portfolio Yield Measures as at September 21, 2020**

	Percentage (%)
<b>Yield to Maturity</b>	4.66
<b>Weighted Average Coupon</b>	4.924
<b>Current Yield</b>	5.09

**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.

The platinum portfolio has an effective maturity of 13.20 years and duration of 4.75 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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