

DAILY MARKET SUMMARY



VOLUME 3 October 20, 2020

LOCAL STOCK MARKET: (J\$) ⁺

Stock Symbol	GK	LAB	WIG	SIL	WISYNCO
Current Price (\$)	57.57	2.63	0.72	3.24	16.14
Trailing EPS (\$)	5.25	0.14	0.05	0.31	0.75
P/E (times)	10.97	18.74	13.27	10.30	21.60
Projected P/E	9.80	19.30	12.44	10.07	22.17
Projected EPS (\$)*	5.88	0.14	0.06	0.32	0.73
Book Value per share (\$)	55.19	0.47	0.34	3.10	3.46
Price/Book Value (times)	1.04	5.59	2.11	1.04	4.66
Dividend Yield (2019 %)	2.44%	N/A	N/A	2.49%	1.55%
Volumes	48,341	9,275	789,387	376	29,105
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	148.660	113.400	144.6880	151.200	135.000	146.6459
CAN	111.030	90.056	109.5863	114.156	100.000	110.8113
GBP	196.078	151.641	183.7247	194.584	171.000	191.7501
EURO	167.500	145.000	166.5581	175.838	146.000	174.6039

*Rates as at October 16, 2020

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (October 20, 2020) trading session. The overnight rate stood at 0.30% to 0.50%, while the 30-day rate was 1.40% to 1.60%.

The US dollar fixed income market was also liquid during today's (October 20, 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%.



STOCK OF THE DAY: Wisynco Group Limited (WISYNCO)

For the year ended June 30, 2020:

Wisynco Group Limited for the year ended June 30, 2020, reported total revenue of \$32.17 billion a 19% increase when compared with the \$26.94 billion reported in 2019.

Cost of sales for the year amounted to \$21.10 billion, up 25% relative to \$16.87 billion reported in 2019. Consequently, gross profit rose 10% to close at \$11.07 billion compared to the \$10.07 billion a year earlier.

Total expenses, for the twelve months ended June 30, 2020, rose 13% to close at \$8.16 billion (2019: \$7.22 billion). Of total expenses, selling and distribution expenses climbed 11% to total \$6.78 billion (2019: \$6.12 billion), while administrative expenses increased 25% to \$1.37 billion (2019: \$1.10 billion).

Other income for the year decreased 51% to \$142.65 million (2019: \$288.66 million). As such, WISYNCO booked a 3% decline in operating profit to \$3.05 billion (2019: \$3.14 billion).

Finance income amounted to \$320.50 million, up 169% from the \$119.22 million reported in 2019. Finance costs decreased 32% to \$155.84 million for the year from \$230.21 million for 2019. Moreover, the Company reported 'Share of results of associate' of \$984,000 for the year (2019: 7.79 million).

Profit before taxation amounted to \$3.22 billion, relative to \$3.03 billion reported in 2019, a 6% increase year over year. Taxation for the period amounted to \$557.57 million (2019: \$491.72 million). Profit from continuing operation amounted to \$2.66 billion relative to \$2.54 billion booked for the comparable period in 2019. The Company booked a 64% decrease in profit from discontinued operations from \$387.16 million to \$139.74 million for the year ended June 30, 2020.

As such, net profit decreased 4% to \$2.80 billion relative to \$2.93 billion posted in 2019. Notably, total comprehensive income for the year amounted to \$2.84 billion (2019: \$2.94 billion).

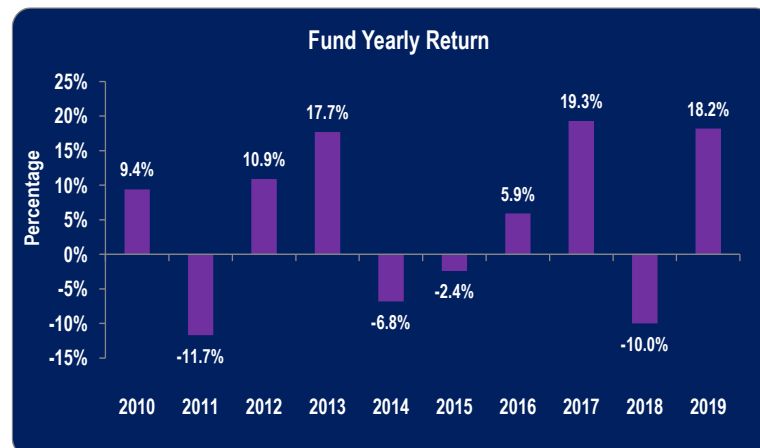
Earnings per share (EPS) for the year end amounted to \$0.76 (2019: \$0.78). The number of shares used in our calculations is 3,750,000,000..

Over The Counter Funds (CI FUNDS)

CI International Value Corporate Class

This fund invests primarily in equity and equity-related securities of companies whose primary operations are outside of North America.

The fund has a 3 year return of -2.0% and a 5 year return of 4.1%. The Fund also has a 10 year return of 3.0%. Rates are as at September 30, 2020



⁺Prices are as at October 20, 2020 *Projections are made to the company's financial year end

“The International Monetary Fund has become more optimistic about economic growth prospects for Gulf Arab states, but is urging governments to retain social spending as a resurgence in coronavirus cases clouds the region’s outlook. Economic output in the six countries comprising the Gulf Cooperation Council is now set to shrink 6% this year, less than the 7.1% contraction forecast in July, according to the updated regional outlook for the Middle East and central Asia published Monday. The improvement was fueled by an upward revision for the region’s largest economy, Saudi Arabia.”

<https://www.bloomberg.com/news/articles/2020-10-19/imf-more-upbeat-on-gulf-but-sees-continued-stimulus-as-crucial?srd=economics-vp>

“The European Union’s first offering of social bonds drew orders of more than 233 billion euros (\$275 billion), likely to be the biggest ever for any debt deal. The bloc’s 17-billion-euro, two-part sale was nearly 14 times subscribed. The orderbooks easily topped the \$120 billion of demand seen for CVS Health Corp.’s corporate offering in 2018 and Italy’s previous European sovereign record of 108 billion euros, according to data compiled by Bloomberg. The sale marks the arrival of a major new safe asset, with investors drawn to a AAA credit rating and the fastest-growing part of sustainable finance.”

<https://www.bloomberg.com/news/articles/2020-10-20/eu-s-first-social-bond-sale-kickstarts-sustainable-debt-bonanza?srd=economics-vp>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at October 20, 2020

	Percentage (%)
Yield to Maturity	4.20
Weighted Average Coupon	4.917
Current Yield	4.78

The platinum portfolio has an effective maturity of 13.31 years and duration of 4.86 years.

STRUCTURED PRODUCT

Mayberry Individual Retirement Plan (IRP)

IRP is a Retirement Scheme for all persons who are self employed or are employed in non-pensionable positions and do not otherwise contribute to an approved Superannuation Fund or an-other approved Retirement Scheme. The IRP will help some people make substantially greater contributions than they might otherwise do.

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.

Company Disclosure -The information contained herein has been obtained from sources believed to be reliable, however its accuracy and completeness cannot be guaranteed. You are hereby notified that any disclosure, copying, distribution or taking any action in reliance on the contents of this information is strictly prohibited and may be unlawful. Mayberry may effect transactions or have positions in securities mentioned herein. In addition, employees of Mayberry may have positions and effect transactions in the securities mentioned herein.

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

**OVER 30 YEARS OF EXPERIENCE +
CUTTING EDGE MARKET RESEARCH**

POSITIVE TRANSFORMATION FOR OUR CLIENTS

MANAGED FUNDS SOLUTIONS • CURRENCY SOLUTIONS • GLOBAL INVESTING
SOLUTIONS • RETIREMENT PLANNING SOLUTIONS