

DAILY MARKET SUMMARY



VOLUME 3 October 9, 2020

LOCAL STOCK MARKET: (J\$) ⁺

Stock Symbol	MAILPAC	SML	WIG	VMIL	WISYNCO
Current Price (\$)	1.94	5.00	0.77	5.85	16.07
Trailing EPS (\$)	0.11	0.34	0.05	0.34	0.75
P/E (times)	17.57	14.69	14.19	17.00	21.50
Projected P/E	13.01	14.03	13.30	19.51	22.08
Projected EPS (\$) [*]	0.15	0.36	0.06	0.30	0.73
Book Value per share (\$)	0.22	5.47	0.34	2.81	3.46
Price/Book Value (times)	8.93	0.91	2.25	2.09	4.64
Dividend Yield (2019 %)	N/A	4.50%	N/A	5.05%	1.55%
Volumes	192,409	2,063	2,517,243	29,940	10,818
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	149.000	113.400	144.3897	153.360	115.646	145.7240
CAN	112.400	88.032	110.9521	113.184	102.500	112.0026
GBP	189.271	148.736	183.7814	191.402	157.000	189.5127
EURO	175.439	137.508	168.7649	176.456	164.500	173.2519

*Rates as at October 08, 2020

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (October 9, 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 (October 9, 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: Wigton Windfarm Limited (WIG)

For the three months ended June 30, 2020:

Wigton Windfarm Limited, for the three months ended June 30, 2020, reported sales of \$750.89 million, a 10% decrease on the \$832.82 million reported in the prior year. WIG noted that, "the change was largely due to the decrease in sales which resulted from a lower wind regime in the current reporting period."

Management highlighted, "the average plant availability rate was approximately 97% ahead of the target of 93.9% which led to total production output of 46,508,754 kWh. This availability rate was consistent with the previous year's 97%. The two main factors that affect our production are wind speed and plant availability, with wind speed being the most critical element increasing output. For 2020, the wind regime for the period under review was lower than that of 2019."

Cost of sales went up 8% to close the first quarter at \$207.69 million versus \$192 million booked in the previous comparable quarter. As such, gross profit fell to total \$543.20 million (2019: \$640.82 million).

Other income amounted to \$68.78 million, a 1% increase when compared to \$68.03 million in the same period last quarter. In addition, general administrative expenses increased for the quarter amounting to \$92.19 million relative to \$79.31 million documented in the same quarter in the previous year.

Consequently, operating profit booked a 17% decrease closing the period under review at \$519.79 million (2019: \$629.54 million). Finance expense trended downwards from \$147.43 million in 2019 to \$124.11 million in 2020.

Additionally, profit before taxation went down by 18% to close at \$4395.68 million (2019: \$482.11 million). After taxation of \$94.96 million (2019: \$115.71 million), net profit for the quarter ended June 2020 closed at \$300.71 million versus \$366.40 million booked in the similar period last year.

Earnings per share (EPS) was \$0.027 for the first quarter compared to \$0.033 in 2019. The twelve-month trailing EPS amounted to \$0.054. The number of shares used in the calculations is 11,000,000,000.

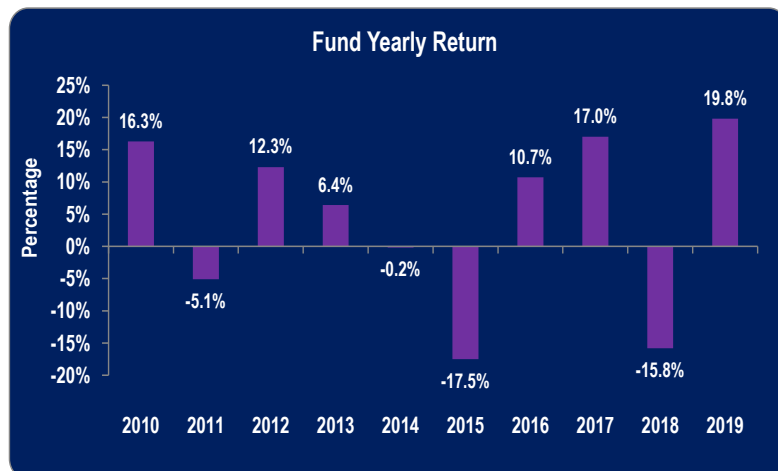
⁺Prices are as at October 9, 2020 ^{*}Projections are made to the company's financial year end

Over The Counter Funds (CI FUNDS)

Signature Income & Growth Corporate Class

This fund invests mainly in equity, equity-related and fixed income securities of Canadian issuers. It is currently expected that investments in foreign securities will generally be no more than 49% of the fund's assets.

The fund has a 3 year return of 1.6% and a 5 year return of 3.7%. The Fund also has a 10 year return of 3.5%. Rates are as at August 31, 2020



"Federal Reserve officials kept up pressure for Washington to renew fiscal support for the virus-ravaged economy even as hopes of a deal between Democrats and Republicans continued to look dim. Without additional fiscal relief, the recovery will likely be a lot weaker, Dallas Fed President Robert Kaplan said in a Bloomberg Television interview with Kathleen Hays Thursday. He said the Fed likely won't increase large-scale asset purchases right now as it wouldn't do much to help the real economy."

"The U.K. economy's poor performance in August means it looks set to fall short of Bank of England forecasts, boosting the likelihood of more monetary stimulus. Output would have to jump a near-record 8% in September, almost four times as much as the previous month, to meet the BOE prediction of an 18.3% third-quarter expansion. That seems unlikely given new coronavirus restrictions. August proved lackluster even with restraints at their weakest and the government subsidizing meals out."

<https://www.bloomberg.com/news/articles/2020-10-08/fed-officials-maintain-calls-for-fiscal-aid-to-protect-recovery?srnd=economics-vp>

<https://www.bloomberg.com/news/articles/2020-10-09/u-k-s-disappointing-growth-puts-boe-forecasts-in-deep-jeopardy?srnd=economics-vp>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at October 5, 2020

	Percentage (%)
Yield to Maturity	4.35
Weighted Average Coupon	4.917
Current Yield	5.05

The platinum portfolio has an effective maturity of 13.095 years and duration of 4.68 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.

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



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



www.mayberryinv.com