

LOCAL STOCK MARKET: (JS) +

Stock Symbol	JAMT	SVL	WIG	DTL	ISP
Current Price (\$)	5.31	14.95	0.77	2.50	22.50
Trailing EPS (\$)	0.37	0.85	0.05	0.11	0.23
P/E (times)	14.23	17.65	14.19	23.00	96.45
Projected P/E	14.57	14.71	13.30	21.05	85.81
Projected EPS (\$) +	0.36	1.02	0.06	0.12	0.26
Book Value per share (\$)	2.38	1.46	0.34	0.55	3.56
Price/Book Value (times)	2.23	10.21	2.25	4.53	6.32
Dividend Yield (2019 %)	1.33%	4.46%	N/A	0.40%	N/A
Volumes	72,005	18,517	1,168,298	89,137	NIL
Recommendation	HOLD	BUY	BUY	HOLD	SELL

FOREIGN EXCHANGE MARKET TRADING SUMMARY

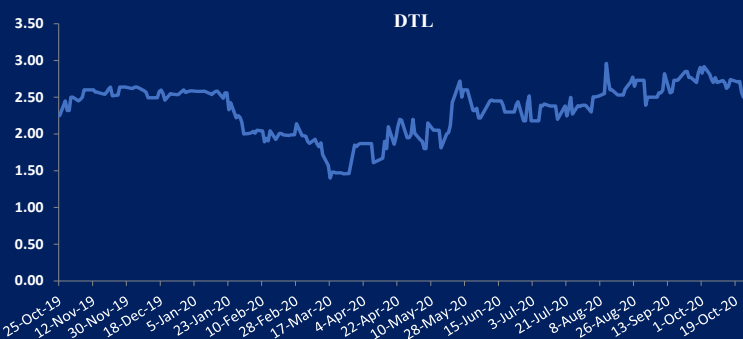
Currency	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	149.300	115.020	145.4800	153.360	116.889	147.2562
CAN	110.670	89.544	108.3123	116.208	101.500	110.3730
GBP	191.000	151.807	185.5595	196.460	181.700	191.0310
EURO	174.000	155.000	169.2228	176.671	165.800	174.7603

*Rates as at November 3, 2020

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (November 4, 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 (November 4, 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: Derrimon Trading Limited (DTL)

For the six months ended June 30, 2020:

Derrimon Trading Limited (DTL), for six months ended June 30, 2020, reported trading income of \$6.30 billion compared to the \$6.29 billion booked for the prior year's comparable period. Revenue for the quarter fell 5% to \$2.98 billion compared to \$3.14 billion reported in 2019.

Cost of sales decreased by 2% to \$5.10 billion for the period (2019: \$5.19 billion). As a result, Gross profit amounted to \$1.20 billion relative to \$1.09 billion for the prior comparable period, an increase of 10% year over year. Gross profit for the three months ended June 30, 2020 rose 8% year over year to \$586.86 million (2019: \$542.07 million).

Other income for the period under review rose 241% to \$41.46 million relative to \$12.15 million booked in the prior comparable period.

Total operating expenses totaled \$965.76 million for the period under review, representing a growth of 17% on the \$824.21 million recorded in the prior year's corresponding period. Of this, Administrative expenses amounted to \$776.84 million, 23% higher when compared to the \$631.17 million in 2019. Selling and distribution expenses recorded a 2% decrease for the period, totaling \$188.93 million (2019: \$193.04 million). Total expenses for the quarter posted a 20% increase from \$408.99 million in 2019 to \$492.38 million for the three months ended June 30, 2020.

For the quarter, finance cost closed at \$67.79 million versus \$95.69 million in the 2019, a 29% decline year over year.

Consequently, profit before taxation grew to \$207.47 million compared to \$186.45 million in 2019. After incurring tax charges of \$23.59 million (2019: \$18.82 million), net profit amounted to \$183.89 million, a 10% growth when compared to \$167.63 million reported for the first six months of 2019. Net profit attributable to shareholders amounted to \$160.66 million compared to \$154.25 million recorded in 2019. Net profit attributable to shareholders for the quarter closed at \$69.04 million relative to \$85.74 million documented for the second quarter of 2019.

Earnings per share (EPS) for the quarter closed the period at \$0.03 (2019: \$0.03), while EPS year to date amounted to \$0.059 (2019: \$0.056). The twelve months trailing earnings per share amounted to \$0.11. The total number of shares used in the computation amounted to 2,733,360,670 units.

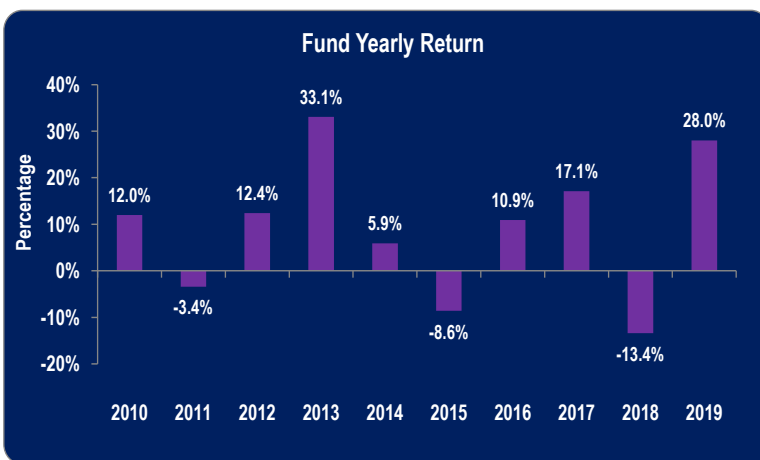
+Prices are as at November 4, 2020 *Projections are made to the company's financial year end

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 5.3% and a 5 year return of 8.3%. The Fund also has a 10 year return of 8.5%. Rates are as at September 30, 2020.



“U.S. service industries expanded in October at the slowest pace in five months as orders and employment cooled, indicating more moderate growth in the biggest part of the economy. The Institute for Supply Management’s services index declined to 56.6 during the month from 57.8 in September, according to data released on Wednesday. Readings above 50 indicate expansion, and the October figure was weaker than all but one estimate in a Bloomberg survey of economists that had called for 57.5.”

<https://www.bloomberg.com/news/articles/2020-11-04/u-s-service-industries-expand-at-slowest-pace-in-five-months?smd=economics-vp>

“The Bank of England looks certain to fire another burst of monetary stimulus this week as new coronavirus lockdowns leave the economy facing a third quarter of decline in 2020. Any doubt that Governor Andrew Bailey and his colleagues might delay boosting their bond-buying program when they meet this week was effectively erased with Prime Minister Boris Johnson’s announcement of a month long closure of non-essential shops and hospitality venues in England.”

<https://www.bloomberg.com/news/articles/2020-11-01/boe-set-to-combat-new-lockdown-pain-with-fresh-stimulus-boost?smd=economics-vp>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at November 02, 2020

	Percentage (%)
Yield to Maturity	4.13
Weighted Average Coupon	4.917
Current Yield	4.94

The platinum portfolio has an effective maturity of 13.30 years and duration of 4.87 years.

STRUCTURED PRODUCT

USD Money Market

This portfolio is a full discretionary managed bond portfolio, ideal for clients who have short-term USD liquidity needs. Assets within the portfolio can be used as collateral for loans. The product provides a solid short-term investment option in hard currency and allows the individual to hedge against the prevailing devaluation in the local currency.

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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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