

## LOCAL STOCK MARKET: (JS) +

Stock Symbol	WISYNCO	GK	SVL	FTNA	VMIL
Current Price (\$)	15.19	57.95	15.68	4.74	5.43
Trailing EPS (\$)	0.66	5.67	0.85	0.22	0.34
P/E (times)	22.98	10.22	18.51	21.42	15.78
Projected P/E	23.88	9.59	15.43	19.78	18.11
Projected EPS (\$)*	0.64	6.04	1.02	0.24	0.30
Book Value per share (\$)	3.70	56.78	1.46	1.19	2.81
Price/Book Value (times)	4.11	1.02	10.71	3.97	1.94
Dividend Yield (2019 %)	1.55%	2.44%	4.46%	N/A	5.05%
Volumes	115,112	45,276	23,499	136,344	63,788
Recommendation	HOLD	BUY	BUY	HOLD	SELL

## FOREIGN EXCHANGE MARKET TRADING SUMMARY

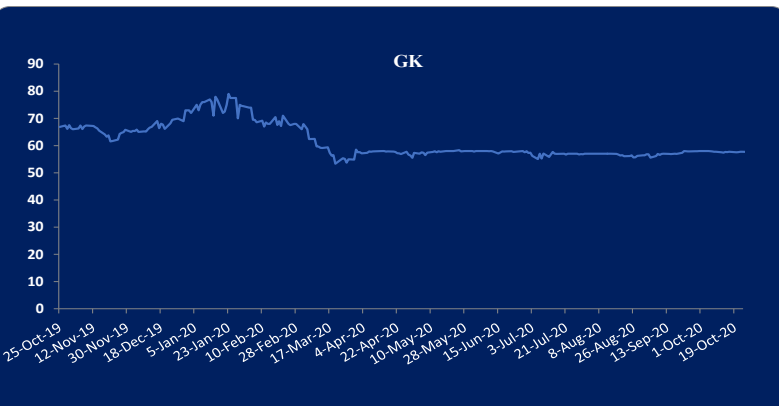
Currency	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	149.700	115.420	147.3001	154.440	117.710	148.7512
CAN	114.650	91.600	113.1241	116.688	107.000	114.3098
GBP	193.536	155.252	187.1549	199.949	171.000	194.2860
EURO	178.200	140.225	170.1811	180.500	169.000	178.6956

\*Rates as at November 9, 2020

## MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (November 10, 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 10, 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: Grace Kennedy Limited (GK)

### For the nine months ended September 30, 2020:

Grace Kennedy Limited (GK) recorded total revenue of \$86.13 billion for period (2019: \$77.03 billion), a year over year increase of 12%. Of this, Revenue from products and services amounted to \$82.88 billion (2019: \$73.93 billion) and interest revenue totalled \$3.25 billion (2019: \$3.11 billion).

Direct and operating expenses amounted to \$80.38 billion relative to \$73.79 billion booked in 2019, indicating a 9% growth compared to twelve months earlier. Net impairment losses on financial assets totalled \$629.79 million (2019: \$362.28 million). As such, gross profit for the nine months amounted to \$5.12 billion relative to \$2.88 billion booked for the similar period of 2019, a 78% increase.

Other Income during the nine-month period, rose 18% to total \$2.27 billion (2019: \$1.93 billion). Interest income from non-financial services rose 9% to total \$351.31 million compared to \$322.78 million reported in the prior year's corresponding period. Interest expenses from non-financial services amounted to \$843.87 million versus \$761.38 million a year earlier, an 11% increase.

Share of results of associated companies fell by 10% amounting to \$409.68 million, versus \$453.43 million reported for September 2019.

Pre-tax profits increased 52% to \$7.31 billion, compared to pre-tax profit of \$4.82 billion documented for the nine-month ended September 2019. Additionally, GK incurred taxation expenses amounting to \$2.37 billion compared to \$1.11 billion in September 2019.

Consequently, net profit rose 33% to \$4.93 billion from \$3.71 billion booked for the corresponding period of 2019.

Net profit attributable to shareholders amounted to \$4.42 billion compared to \$3.27 billion in the previous year's corresponding period, showing a 35% increase.

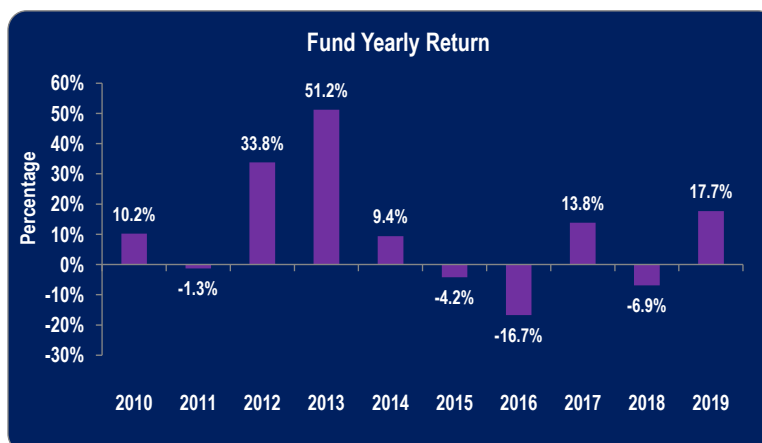
Total comprehensive income closed the nine months at \$5.82 billion (2019: \$9.26 billion). Earnings per share for the third quarter amounted to \$1.69 (2019: \$1.27), GK's trailing EPS amounted to \$5.67. The number of shares used in our calculations is 995,012,431 units.

## Over The Counter Funds (CI FUNDS)

### CI Global Health Sciences Corporate Class

This fund invests primarily in equity and equity-related securities of companies around the world that specialize in the health care or medical industry.

The fund has a 3 year return of 1.7% and a 5 year return of 1.6%. The Fund also has a 10 year return of 8.8%. Rates are as at September 30, 2020.



“If he winds up facing a hostile Senate, President-elect Joe Biden will struggle to make sweeping policy changes. But for better or worse, executive power has expanded to the point where Biden will be able to make progress on a number of fronts without the say-so of the Republican opposition. One such area of opportunity is trade. Biden will have the power to reverse many of the Trump administration’s bad policies to strengthen trade with allies and potential allies, while keeping up the technological competition with China.”

<https://www.bloomberg.com/opinion/articles/2020-11-10/biden-can-fix-u-s-trade-policy-with-china-and-asia?srnd=economics-vp>

“The European Central Bank should target higher average inflation -- unless house prices are soaring -- and governments must spend their way out of recession, according to economists attending the institution’s annual forum. ECB President Christine Lagarde will open this year’s event on Wednesday, with Federal Reserve Governor Jerome Powell and Bank of England Governor Andrew Bailey joining her over two days. Normally held at a luxury hillside resort in Sintra, Portugal, this time it’s online because of the pandemic.”

<https://www.bloomberg.com/news/articles/2020-11-10/ecb-told-home-prices-fiscal-spending-key-as-strategy-reviewed?srnd=economics-vp>

**PLATINUM PORTFOLIO**

**Platinum Portfolio Yield Measures as at November 09, 2020**

	Percentage (%)
<b>Yield to Maturity</b>	4.13
<b>Weighted Average Coupon</b>	4.917
<b>Current Yield</b>	4.92

The platinum portfolio has an effective maturity of 13.29 years and duration of 4.88 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**

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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