

DAILY MARKET SUMMARY



VOLUME 1 January 6, 2021

LOCAL STOCK MARKET: (J\$) ⁺

Stock Symbol	CAR	CFF	SEP	GK	SOS
Current Price (\$)	7.08	1.69	64.40	65.01	4.20
Trailing EPS (\$)	0.70	0.05	4.196	5.67	0.20
P/E (times)	10.11	36.25	15.35	11.47	21.36
Projected P/E	10.71	21.42	14.85	10.76	31.87
Projected EPS (\$) [*]	0.66	0.08	4.336	6.04	0.13
Book Value per share (\$)	0.37	0.52	22.55	56.78	2.50
Price/Book Value (times)	19.30	3.26	2.86	1.14	1.68
Dividend Yield (2019 %)	8.86%	15.53%	1.23%	2.55%	1.76%
Volumes	909,394	2,175	7,087	14,661	NIL
Recommendation	BUY	HOLD	BUY	HOLD	SELL

FOREIGN EXCHANGE MARKET TRADING SUMMARY

Currency	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	144.500	110.160	141.1263	147.000	112.330	142.9817
CAN	114.000	90.000	110.3657	115.670	91.000	112.1636
GBP	196.850	154.629	192.4410	200.124	183.000	195.0525
EURO	171.000	137.760	167.5768	178.346	167.100	176.0406

*Rates as at January 05, 2021

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (January 06, 2021) trading session. The over night 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 (January 06, 2021) 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: Seprod Limited (SEP)

For the nine months ended September 30, 2020:

Revenue, for the nine months ended September 30, 2020, totalled \$28.66 billion compared to the \$24.80 billion recorded for the same period of the prior financial year; this represents a 16% increase year over year.

Cost of Sales rose by 15% from \$15.77 billion to \$18.06 billion. Consequently, Gross Profit increased 17% to close at \$ \$10.60 billion (2019: \$9.02 billion).

Finance and Other Income for the period totalled \$997.70 million relative to \$175.03 million in 2019 a 470% increase year over year.

Other operating expenses increased by 11% to close the nine months at \$7.78 billion (2019: \$6.99 billion). Operating Profit increased by 73% to total \$3.81 billion (2019: \$2.21 billion) for the nine months.

Finance Costs totalled \$866.09 million; a negligible decrease of 0.1% compared \$866.67 million in 2019. Pre-tax Profits more than doubled to end at \$2.93 billion in comparison to profits of \$1.39 billion last year, representing a 111% increase. Taxation of \$401.17 million was booked for the period relative to \$233.81 million in 2019 to result in a Net Profit from continuing operations of \$2.53 billion (2019: \$1.16 billion).

The Company also reported loss from discontinued operation of \$47.30 million relative to last year's loss from discontinued operations of \$786.50 million. As such, Net Profit for the nine months ended September 2020 totalled \$2.48 billion (2019: \$377.75 million).

Additionally, Seprod, for the nine months ended September 30, 2020, reported Total Comprehensive Income of \$2.61 billion relative to \$469.98 million reported in the corresponding 2019 period.

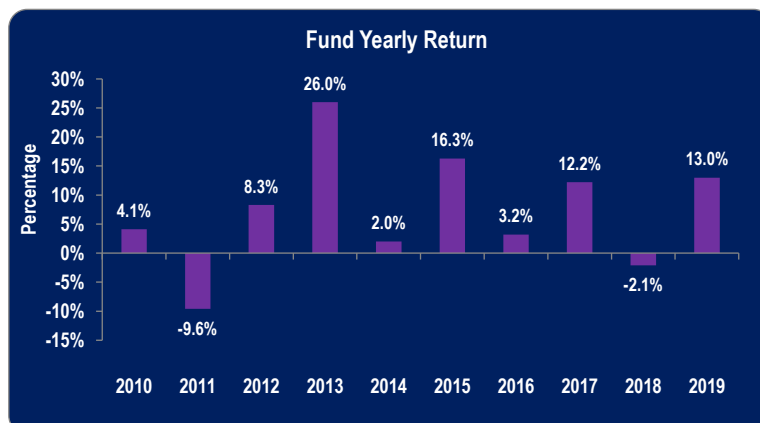
Earnings Per Share for the nine months ended September 30, 2020 amounted to \$3.38 relative to \$0.51 for the corresponding period in 2019. The twelve months trailing EPS is \$4.20. The number of shares used in our calculations is 733,546,855.

Over The Counter Funds (CI FUNDS)

CI International Value Fund

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 1.6% and a 5 year return of 4.6%. The Fund also has a 10 year return of 6.6%. Rates are as at November 30, 2020.



⁺Prices are as at January 06, 2021*Projections are made to the company's financial year end

“A measure of U.S. manufacturing expanded in December at the fastest pace in more than two years, bolstered by a pickup in new orders and the strongest growth in production since 2011. A gauge of factory activity unexpectedly increased to 60.7 from 57.5 a month earlier, according to Institute for Supply Management data released Tuesday. Readings above 50 indicate expansion and the figure exceeded all estimates in a Bloomberg survey of economists.”

<https://www.bloomberg.com/news/articles/2021-01-05/u-s-manufacturing-gauge-expands-at-fastest-pace-since-2018?srnd=economics-vp>

“Wang Wentao has the investor-friendly background that one might expect from China’s next commerce minister. But it’s political credentials that might be key to his success amid increasing hostility with the U.S. Wang, 56, has held top positions in a number of provincial capitals across China, and was most recently governor of northeast Heilongjiang province for more than two years. He replaces Zhong Shan, who has reached the retirement age of 65 for ministerial-level officials.”

<https://www.bloomberg.com/news/articles/2021-01-05/china-turns-to-new-commerce-minister-as-u-s-tensions-simmer?srnd=economics-vp>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at January 04, 2021

	Percentage (%)
Yield to Maturity	3.96
Weighted Average Coupon	4.903
Current Yield	4.83

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

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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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