

# DAILY MARKET SUMMARY



VOLUME 1 January 25, 2021

## LOCAL STOCK MARKET: (J\$) <sup>+</sup>

Stock Symbol	CAR	KREMI	CCC	DTL	PBS
Current Price (\$)	7.16	5.00	60.80	2.38	0.79
Trailing EPS (\$)	0.70	0.25	2.989	0.13	0.01
P/E (times)	10.22	19.67	20.34	18.81	111.30
Projected P/E	10.83	18.67	15.45	17.37	156.53
Projected EPS (\$)*	0.66	0.27	3.936	0.14	0.01
Book Value per share (\$)	0.37	2.16	12.43	0.58	0.26
Price/Book Value (times)	19.51	2.31	4.89	4.08	3.04
Dividend Yield (2019 %)	8.86%	0.69%	N/A	0.50%	1.08%
Volumes	370,941	143	22,684	6,809,397	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	148.500	111.500	144.4370	153.360	113.400	146.7674
CAN	116.500	97.000	113.4358	119.880	102.000	114.2179
GBP	201.350	170.000	198.6444	205.036	171.000	201.1921
EURO	178.000	142.500	171.5037	182.400	171.500	181.7856

\*Rates as at January 22, 2021

## MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (January 25, 2021) trading session. The over night rate stood at 0.35% to 0.50%, while the 30-day rate was 1.60% to 1.90%.

The US dollar fixed income market was also liquid during today's (January 25, 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: Caribbean Cream Limited (KREMI)

**For the nine months ended November 30, 2020:**

Caribbean Cream Limited (KREMI) for nine months ended November 30, 2020, reported revenue of \$1.33 billion compared to \$1.24 billion in the corresponding period last year, this represents an 8% increase year over year.

Costs of sales amounted to \$879.64 million (2019: \$841.54 million), an increase of 5%.

Nonetheless, gross profit improved by 15% or \$58.68 million to \$452.59 million compared to \$393.91 million reported twelve months earlier.

Administrative Expenses climbed 7% to close at \$300.01 million (2019: \$279.83 million), while selling and distribution costs fell 15% from \$51.26 million in 2019 to \$43.35 million. Consequently, operating profit for the nine months period amounted to \$109.23 million, an increase of 69% relative to \$64.82 million booked in 2019.

Finance cost fell 19% year over year to amount to \$13.10 million relative to \$16.09 million recorded in the nine months ended November 30, 2019. The company reported a 22% increase in interest income for the period from \$881,084 reported in 2019 to \$1.08 million for the nine months ended November 2020.

After incurring taxes of \$12.15 million (2019: \$6.20 million) for the period under review, net profit attributable to shareholders increased by 96% from \$43.41 million booked in 2019 to \$85.06 million for the period under review.

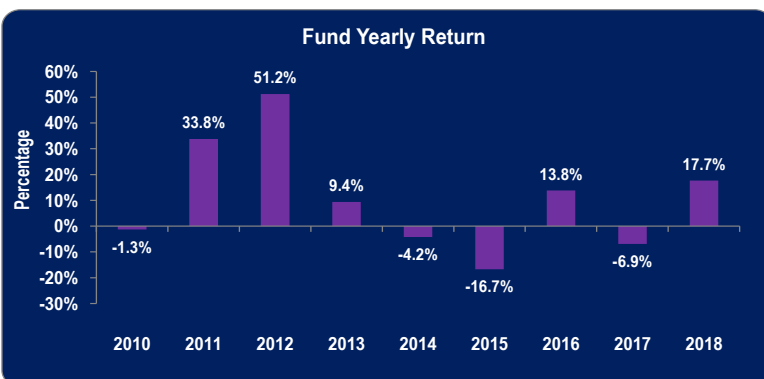
Consequently, Earnings per Share (EPS) for the nine months amounted to \$0.23 (2019: \$0.12). The trailing twelve months earnings per share amounted to \$0.25. The numbers of shares used in these calculations were 378,568,115 units.

## 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 7.5% and a 5 year return of 3.3%. The Fund also has a 10 year return of 9.4%. Rates are as at December 31, 2020.



<sup>+</sup>Prices are as at January 25, 2021 \*Projections are made to the company's financial year end

“In the week that marked the anniversary of China’s initial lockdown of Wuhan to curb spread of Covid-19, three of the U.S.’s biggest rail companies coming off wild rides last year tried to spell out what 2021 may bring. Supply-chain disruptions moving goods from factories and farms through ports and warehouses to businesses and homes saw rail volumes in the world’s biggest economy plummet last April, reaching multi-year lows, though still above the usual year-end drop in carloads, data from the Association of American Railroads show.”

<https://www.bloomberg.com/news/newsletters/2021-01-25/supply-chains-latest-u-s-railroads-on-steadier-path-after-2020?srnd=economics-vp>

“European Central Bank officials have asked staff to propose new ways to measure financial conditions in the euro area, potentially assisting future decisions on how much stimulus the region’s pandemic-hit economy needs. The central bank’s Monetary Policy Committee was tasked with making proposals in time for the March policy meeting, according to people familiar with the debate. Some officials want new ways to measure the impact of the ECB’s record-low interest rates and asset purchases on credit conditions, the people said, who asked not to be identified as the discussions were private.”

<https://www.bloomberg.com/news/articles/2021-01-21/ecb-seeks-new-gauges-by-march-to-aid-pandemic-stimulus-debate?srnd=economics-vp>

## PLATINUM PORTFOLIO

### Platinum Portfolio Yield Measures as at January 25, 2021

	Percentage (%)
Yield to Maturity	3.92
Weighted Average Coupon	4.903
Current Yield	4.79

The platinum portfolio has an effective maturity of 13.31 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 then 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](http://www.jamstockex.com), [www.bloomberg.com](http://www.bloomberg.com), [www.investopedia.com](http://www.investopedia.com), [www.tradewire.com](http://www.tradewire.com)



[www.mayberryinv.com](http://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