

LOCAL STOCK MARKET: (JS)⁺

Stock Symbol	SVL	INDIES	WIG	GK	PBS
Current Price (\$)	16.87	2.78	0.74	73.78	0.79
Trailing EPS (\$)	0.85	0.16	0.052	5.67	0.01
P/E (times)	19.92	17.93	14.11	13.01	111.30
Projected P/E	16.60	16.52	11.91	12.21	156.53
Projected EPS (\$) [*]	1.02	0.17	0.062	6.04	0.01
Book Value per share (\$)	1.46	0.59	0.35	56.78	0.26
Price/Book Value (times)	11.52	4.71	2.10	1.30	3.04
Dividend Yield (2019 %)	4.09%	5.28%	0.33%	2.55%	1.08%
Volumes	13,037	218,306	11,258,708	60,209	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	151.600	116.640	147.4677	156.600	117.718	149.2172
CAN	117.600	90.000	116.5816	120.096	91.000	116.4094
GBP	205.150	180.000	202.4910	209.925	192.300	204.0155
EURO	177.000	141.532	172.0159	183.810	171.000	182.7969

*Rates as at February 01, 2021

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (February 02, 2021) trading session. The overnight rate stood at 0.30% to 0.50%, while the 30-day rate was 1.50% to 1.70%.

The US dollar fixed income market was also liquid during today's (February 02, 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: Wigton Windfarm Limited (WIG)

Wigton Windfarm Limited, for the six months ended September 30, 2020, reported sales of \$1.36 billion, a 7% decline on the \$1.47 billion reported in the prior year. Revenue for the quarter declined 3% to \$612.85 million (2019: \$632.34 million). WIG noted that, "the decrease in revenue was due to the decrease in sales of electricity which resulted from lower production in the current reporting period."

Cost of sales went up 6% to close the period at \$412.82 million versus \$387.82 million booked in the previous comparable period. As such, gross profit declined to total \$950.92 million (2019: \$1.08 billion). While for the quarter, gross profit amounted to \$407.72 million (2019: \$436.52 million).

Other income amounted to \$108.52 million, a 8% decline when compared to \$118.22 million in the same period last year. General administrative expenses increased for the period amounting to \$201.80 million relative to \$181.34 million documented in the same period in the previous year.

Consequently, operating profit decreased 15%, closing the period under review at \$857.65 million (2019: \$1.01 billion). Operating profit for the quarter totalled \$337.86 million (2019: \$384.68 million).

Finance expense trended downwards from \$301.72 million in 2019 to \$257.98 million in 2020.

As such, profit before taxation went down by 16% to close at \$599.67 million (2019: \$712.50 million). After taxation of \$143.92 million (2019: \$171.00 million), net profit for the period totalled \$455.75 million (2019: \$541.50 million). Net profit for the quarter closed at \$155.04 million versus \$175.10 million booked in the similar period last year.

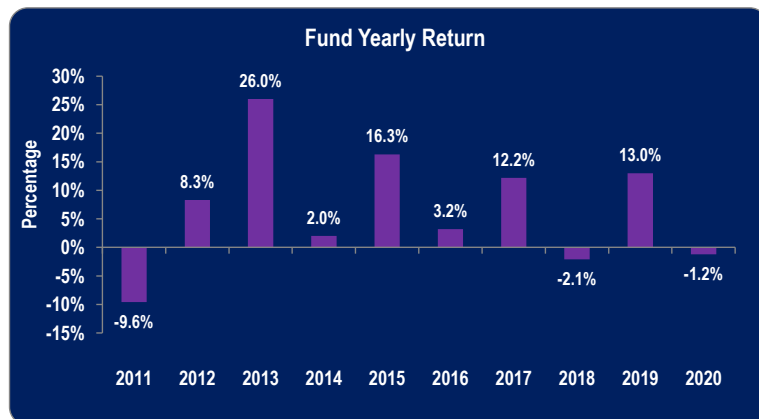
Earnings per share (EPS) was \$0.041 for the period compared to \$0.049 in 2019. EPS for the quarter amounted to \$0.014 (2019: \$0.016). The twelve-month trailing EPS amounted to \$0.052. The number of shares used in the calculations is 11,000,000,000.

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 3.0% and a 5 year return of 4.8%. The Fund also has a 10 year return of 6.4%. Rates are as at December 31, 2020.



“Jerome Powell doesn’t want to talk about scaling back massive Federal Reserve asset purchases -- at least not yet -- but it’s only a question of time before the discussion resumes and that might not be a bad thing. The Fed chair told reporters on Jan. 27 that “the whole focus on exit is premature” -- a clear call to his colleagues to focus on the economic damage in front of them rather than the forecast for a recovery.”

<https://www.bloomberg.com/news/articles/2021-02-02/fed-dissent-and-bond-volatility-are-in-powell-s-taper-future?smid=economics-vp>

“The euro-area economy shrank less than expected at the end of last year, though it remains on the verge of a double-dip recession amid a slow rollout of coronavirus vaccines. Gross domestic product declined 0.7% in the fourth quarter, compared with estimates for a 0.9% drop. Germany and Spain both posted surprise economic expansions in reports last week. Italy reported a contraction of 2% earlier on Tuesday.”

<https://www.bloomberg.com/news/articles/2021-02-02/italian-economy-shrank-at-end-of-2020-underperforming-peers?smid=economics-vp>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at February 01, 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

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.

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



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