



## CPJ

Caribbean Producers Limited (CPJ),

Opening price— \$14.08

Price to book— 4.49 times;

P/E— 12.39 times

Week to Date: 0.61%



Month to Date: -10.04%



Quarter to Date: -1.91%



This week's stock pick is Caribbean Producers Jamaica Limited (CPJ). CPJ's principal activities include the wholesale and distribution of food and beverages, the distribution of non-food supplies and the manufacture and distribution of fresh juices and meats.

Caribbean Producers Jamaica Limited (CPJ) for the nine months ended March 31, 2022 reported revenue increase of 133% from US\$37.11 million in 2021, to close the period at US\$86.44 million. For the third quarter, the Company posted a 123% increase in revenues to close at US\$28.36 million relative to US\$12.72 million for the same quarter of 2021. Caribbean Producers Jamaica Limited (CPJ) for the nine months ended March 31, 2022 reported revenue increase of 133% from US\$37.11 million in 2021, to close the period at US\$86.44 million. For the third quarter, the Company posted a 123% increase in revenues to close at US\$28.36 million relative to US\$12.72 million for the same quarter of 2021. Consequently, CPJ recorded a 179% increase in gross profits to US\$27.61 million (2021: US\$9.90 million). Selling and administrative expenses were US\$14.69 million, a 57% increase on the US\$9.37 million posted for the prior year. Taxation charge amounted to US\$904,276 (2021: nil) resulting in a net profit of US\$7.02 million for the nine months ended March 31, 2022, relative to a net loss of US\$3.79 million booked for the corresponding period last year.

Management noted, "The Group has strategically been focused on diversification of revenue streams with further investment in our stores and additional product lines for local consumption. The company continues to upgrade infrastructure, including our fleet, in anticipation of growth and to improve our service. We look forward to the opening of the CPJ Market Drax Hall outlet in mid-summer of 2022. Our newly renovated and expanded CPJ market in Montego Bay is now completed and has been well received. CPJ has also begun the work of enhancing the foodservice product line in the CPJ Market in Kingston."

CPJ (as at Friday June 24, 2022) was trading at 4.49 times its book value with a P/E of 12.39 times.

Our weekly pick features a stock currently held in the Mayberry Managed Equity Portfolio (MMEP). For more information on the MMEP, please contact your investment advisor today.