



SVL

Supreme Ventures Limited (SVL);

Opening price — \$16.96;

Price to book — 8.61 times;

P/E — 22.95 times

Week to Date: **3.75%**

Month to Date: **-1.83%**

Quarter to Date: **-1.83%**

Year to Date: **-1.83%**

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.

Featured Stock

Supreme Ventures Limited is Jamaica's leading gaming and entertainment company, with operations spanning lottery, sports betting, horse racing, pin codes, and mobile gaming, supported by an extensive retail network and a growing regional footprint in Guyana. Over time, the Group has evolved beyond traditional gaming into financial technology and digital solutions, reinforcing a strategy centred on diversification, innovation, and sustainable cash generation.

For the nine months ended 30 September 2025, SVL delivered solid and resilient operating performance, underpinned by steady growth across its core gaming segments. Total Gaming Income increased by 7% year-on-year to J\$41.78 billion, driven by improved ticket sales, expanding sports betting activity, and continued strength in lottery products. Revenue from non-fixed odds wagering games, horse racing, and pin codes rose to J\$25.58 billion, while income from fixed odds wagering games increased to J\$16.20 billion, reflecting sustained customer engagement across platforms.

Despite elevated prize payouts and higher direct costs, gross profit improved to J\$9.52 billion, up from J\$8.90 billion in the prior year, highlighting the resilience of SVL's operating model and the scalability of its core gaming infrastructure.

Operating profit for the nine-month period amounted to J\$3.04 billion, broadly in line with the prior year, as higher gross profit was largely offset by increased selling, general, and administrative expenses. These cost pressures were driven by inflation, higher regulatory and compliance costs, and ongoing investments to support digital channels and business expansion. Notably, management's cost optimisation initiatives were evident in the stronger performance recorded during the third quarter, signalling improving operating leverage.

Net profit attributable to shareholders rose to J\$1.85 billion, representing a 9% year-on-year increase, while earnings per stock unit improved to 70.29 cents. Importantly, SVL continues to generate strong cash flows, with J\$2.35 billion in operating cash flow over the nine-month period, underscoring the cash-generative nature of its core business.

From a strategic standpoint, SVL continues to demonstrate disciplined capital allocation, highlighted by its planned divestment of Evolve Loan Co's loan portfolio and selected assets to Dolla Financial Services Limited. The transaction is intended to enhance balance-sheet efficiency, reduce credit risk concentration, and improve risk-adjusted returns, while preserving upside through SVL's 15% equity interest in Dolla.

Following the reporting period, SVL further strengthened its financial position through a J\$5.0 billion bond issuance, which refinanced near-term maturities and enhanced liquidity, with all debt covenants remaining comfortably met.

Overall, SVL's nine-month performance reflects a well-executed strategy centred on resilient revenue growth, disciplined cost management, and proactive balance-sheet optimisation. Despite ongoing margin pressures, the Group's strong cash generation and focus on reallocating capital toward higher-return, lower-risk activities support a favourable medium-term outlook.

SVL (as at Monday January 12th, 2025) was trading at 8.61 times its book value with a P/E of 22.95 times.

