MAYBERRY INVESTMENTS LIMITED Established 1985

Featured Stock

DOLLA

Dolla Financial Services Limited (DOLLA);

Opening price— $2.96;

Price to book— 4.23 times;

P/E— 10.75 times

Week to Date:	-1.45%
Month to Date:	-1.74%
Quarter to Date:	-1.74%
Year to Date:	7.87%

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.

Dolla Financial Services Limited is a licensed microcredit institution focused on short-term, collateral-backed lending to individuals and businesses. Since its listing, the company has pursued a growth strategy centred on disciplined loan portfolio expansion, secured lending, and capital raises to support scale, while maintaining a focus on risk management and operational efficiency.

Dolla Financial Services Limited delivered a strong performance for the three months ended 31 March 2026, supported by improved operating efficiency, lower expected credit loss provisions, and continued expansion of its secured loan portfolio. The results reflect a company rebuilding earnings momentum while balancing growth, liquidity, and credit risk within its short-term lending model.

Total interest income increased by 2% year-on-year to J$513.5 million, supported by steady demand for financing and growth in the loan portfolio. However, interest expense rose by 24% to J$124.6 million following the completion of the J$1.5 billion bond issuance in January 2026. Consequently, net interest income declined by 3% to J$388.9 million, reflecting the near-term cost of strengthening the Group's funding and liquidity position.

The most significant earnings driver was the reduction in expected credit loss provisions, which fell by 66% to J$35.3 million from J$105.0 million in the prior-year quarter. This lifted net interest income after loan impairment by 19% to J$353.6 million. Administrative expenses also declined by 6% to J$167.1 million, further demonstrating improved cost control as the business continues to scale.

As a result, profit before taxation increased by 55% to J$187.1 million. With no income tax charge recorded for the quarter, net profit also totalled J$187.1 million, representing a 60% increase from J$116.6 million in the corresponding period. Earnings per stock unit improved to J$0.07 from J$0.05, while the efficiency ratio strengthened to 39% from 56%, highlighting a meaningful improvement in the conversion of income into profit.

Strategically, DOLLA remains focused on organic loan portfolio growth, secured lending, and liquidity management. Net loans increased by J$642.2 million, or 15%, to J$4.90 billion, with management noting that the expansion was funded through customer repayments. Business loans represented 90% of the portfolio, while secured loans accounted for 89%, reinforcing the Group's emphasis on collateral-backed lending.

The Group's financial position also strengthened, with cash and cash equivalents rising to J$802.2 million, largely reflecting the bond proceeds, while shareholders' equity increased by 44% to J$1.75 billion. Management continues to balance loan collections with new disbursements to preserve liquidity and build reserves.

DOLLA's first-quarter performance reflects stronger profitability, improved efficiency, and continued growth in its core lending business. While higher funding costs and the elevated NPL ratio remain key risks to monitor, the Group's secured portfolio, improved liquidity, lower credit provisions, and disciplined cost management provide a credible foundation for continued earnings growth.

DOLLA (as at Monday July 27th, 2026) was trading at 4.23 times its book value with a P/E of 10.75 times.