

Stock Watch

VMWM Research Department, October 2, 2023

STOCKS IN THE NEWS

PLEASE SEE THE GUIDE AT THE END FOR AN EXPLANATION OF THE RECOMMENDATION.

STOCK	STOCK DATA	4-WEEK PRICE MOVEMENT (\$)	RECOMMENDATION & RATIONALE
SEPROD Seprod Limited	CLOSE PRICE: \$71.10	<p>SEPROD</p>	RECOMMENDATION: MARKETWEIGHT → Seprod Limited (SEPROD) has received shareholder approval to increase its authorized shares, but the company has not yet revealed the timing or purpose for utilizing this new capital. Despite SEPROD being in an expansion phase through acquisitions and the introduction of new products, it has not provided details about its intentions for the additional capital. Specifically, SEPROD's share capital is slated to rise from 780 million shares to 1 billion shares, adding an extra 220 million shares. In the previous instance when the company raised its share capital in 2018, the funds were used to finance the acquisition of Facey Commodity Holdings Limited and its wholly-owned subsidiary, Facey Commodity Company Limited. The stock has shown an 8.68% increase on a month-over-month basis and a 0.14% increase year-to-date.
	YTD CHANGE: 0.14%		
	P/E RATIO: 15.52x		
	P/B RATIO: 1.74x		
JAMT Jamaica Teas Limited	CLOSE PRICE: \$2.07	<p>JAMT</p>	RECOMMENDATION: MARKETWEIGHT → JAMT's primary focus revolves around the processing of local teas, which it combines with imported teas and other food products for distribution both across Jamaica and abroad. The company's subsidiaries are engaged in various activities, including retail distribution, real estate, and investments. Recently, JAMT announced two new partnerships, one within the local market and another in the broader regional context, with the expectation that these collaborations will significantly enhance sales volumes and revenue. JAMT has partnered with local distributor Wisynco Group Limited, to market and distribute the Caribbean Dreams and Tetley tea portfolios with select grocery items under the Caribbean Dreams brand. Regionally, JAMT partnered with Alston Marketing Company Limited (AMCO) to exclusively distribute JAMT product in the twin island republic of Trinidad and Tobago.
	YTD CHANGE: (18.82%)		
	P/E RATIO: 22.31x		
	P/B RATIO: 1.56x		
CBNY Ciboney Group Limited	CLOSE PRICE: \$1.39	<p>CBNY</p>	RECOMMENDATION: ZEROWEIGHT ↓ CBNY is a subsidiary of Crown Eagle Life Insurance Limited, with its parent company being Finsac Limited. The company primarily serves as a holding company and is responsible for the orderly disposal of assets owned by its subsidiaries. All major assets have already been divested, and the subsidiaries have been officially deregistered with the Companies Office of Jamaica. IEC Energy Company Limited (IECEL), a holding company based in St. Lucia, has expressed interest in acquiring 100% of the issued ordinary shares held by CBNY at a price of \$0.05 per share. IECEL is the majority shareholder of CBNY, as it has acquired 393,732,417 shares, constituting 72.11% of the share capital from the previous majority shareholders. According to the rules of the JSE, a listed company may face delisting if a single shareholder, either directly or indirectly, controls more than 80% of the company's listed shares.
	YTD CHANGE: 148.21%		
	P/E RATIO: N/A		
	P/B RATIO: N/A		

TOP 5 PICKS FOR 2023

SEE THE GUIDE AT THE END FOR AN EXPLANATION OF THE RECOMMENDATION.

STOCK	STOCK DATA	4-WEEK PRICE MOVEMENT (\$)	RECOMMENDATION & RATIONALE
JMMBGL JMMB Group Limited	CLOSE PRICE: \$27.98		RECOMMENDATION: OVERWEIGHT JMMBGL is now reaping the benefits of its strategies to diversify revenue, both organically and through acquisitions. In the quarter ending June 2023, despite challenging economic conditions, the company achieved a 1% revenue growth, and its profit surged to \$2.55 billion, a significant improvement compared to the net loss of \$2.18 billion in the same period last year. The company has plans for further geographical expansion and product diversification. Moreover, JMMBGL intends to launch its previously announced share buyback program, which will reduce the number of outstanding shares, expected to enhance the stock's performance. In the meantime, current shareholders can expect an interim dividend of \$0.0025 per ordinary share.
	YTD CHANGE: (15.08%)		
	P/E RATIO: 3.48x		
	P/B RATIO: 1.01x		
JP Jamaica Producers Group Limited	CLOSE PRICE: \$19.52		RECOMMENDATION: OVERWEIGHT In April 2023, the merger of PanJam Investment Limited and JP was finalized, resulting in the formation of the Pan Jamaica Group Limited ("PJG"). This process involved transferring JP's operating businesses to PJG in exchange for a 34.50% stake in PJG. PJG is now considered an associated company of JP, and JP's interest in PJG is its largest asset. This amalgamation substantially boosted JP's net profit by almost 8 times in its second quarter ended June 30, 2023. JP remains focused on implementing efficiency-improving initiatives, particularly in its logistics operations. The company is well-prepared to pursue potential acquisitions and other growth opportunities because it is well-capitalized and holds a strong position in terms of liquidity.
	YTD CHANGE: (11.07%)		
	P/E RATIO: 1.69x		
	P/B RATIO: 0.70x		
RPL Regency Petroleum Company Limited	CLOSE PRICE: \$2.40		RECOMMENDATION: OVERWEIGHT RPL remains susceptible to the volatility of oil prices, but it's putting a significant focus on growing product sales volume. The company has faced higher costs driven by inflation and listing expenses, resulting in a 35.64% decrease in net profit for the 6 months ended June 2023. However, beyond the advantages of opening new service stations to increase revenue and profit, RPL intends to introduce technology-driven cost-saving measures that should enhance profitability. Additionally, RPL has aspirations to extend its LPG operations to different regions while striving to become a multinational corporation.
	YTD CHANGE: 50.94%		
	P/E RATIO: 81.12x		
	P/B RATIO: 8.33x		
TROPICAL Tropical Battery Company Limited	CLOSE PRICE: \$1.86		RECOMMENDATION: OVERWEIGHT TROPICAL derives around 80% of its income from traditional battery sales and holds about 65% of the market share in Jamaica. The company has adopted a growth strategy to diversify into new product categories in the renewable energy and electric vehicle sectors. The Company's new inventory management system promises to improve operational efficiency and thereby profitability. With its current energy-saving joint venture with CAC 2000 Limited, ENRVATE, as well as the formation three new subsidiaries, namely Tropical Energy, Tropical Finance and Tropical Mobility the Company is well positioned for robust growth in the long-term surpass industry-average growth rates in the upcoming years.
	YTD CHANGE: (15.84%)		
	P/E RATIO: 13.68x		
	P/B RATIO: 2.27x		
WIG Wigton Windfarm Limited	CLOSE PRICE: \$0.76		RECOMMENDATION: OVERWEIGHT Wigton recently received approval for the granting of a twenty (20) year generation license which began in April 2023, which will enable the continuity of Phase I, which was licensed for 20 years, expiring in 2024. This means that WIG will continue to generate revenue from Phase I, which will place the company in a position to improve on its earnings and cash balance over the long-term. The Company is also expected to benefit from the Ministry of Science, Energy and Technology's Integrated Resource Plan (IRP) to procure up to 500MW of electrical energy by 2025. Additionally, the 10% limitation on shareholding should expire in 2024 which would lead to an increase in demand or ownership by pension funds, institutional investors and high network clients as WIG pays stable dividends.
	YTD CHANGE: 7.04%		
	P/E RATIO: 27.09x		
	P/B RATIO: 1.89x		

Company	Ticker	Most Recent Report	Quarter End	52 Week Range	Market Cap	Last Sale	Price Changes			EPS	P/E	BVPS	P/B	ROAE (%)	Dividends/Share	Expected Dividend Yield	Recommendation
							1 Day	Weekly	YTD								
				(\$)	(J\$ Billion)	Price (\$)				(\$)	Ratio (X)	(\$)	Ratio (X)	TTM	(\$)	(%)	
JSE Main Market																	
Finance																	
Barita Investments Limited	BIL	Q3	31-Mar-23	70.00 - 115.05	92.57	77.34	1.31%	-1.99%	-23.65%	2.90	26.66	29.67	2.61	9.53%	3.03	3.91%	MARKETWEIGHT
JMMB Group Limited	JMMBGL	Q1	30-Jun-23	25.01 - 41.00	54.72	27.98	2.23%	2.45%	-15.08%	8.03	3.48	27.77	1.01	30.97%	0.50	1.79%	OVERWEIGHT
Jamaica Stock Exchange Limited	JSE	Q2	30-Jun-23	8.25 - 17.60	6.49	9.25	-7.50%	-3.85%	-40.51%	0.64	14.54	3.36	2.75	20.70%	0.44	4.70%	OVERWEIGHT
NCB Financial Group Limited	NCBFG	Q3	30-Jun-23	55.00 - 90.01	168.95	68.49	4.41%	4.71%	-14.30%	7.45	9.19	74.57	0.92	11.12%	0.00	0.00%	MARKETWEIGHT
Proven Group Limited JMD	PROVENJA	Q1	30-Jun-23	18.70 - 32.40	16.31	20.34	1.85%	0.15%	-27.56%	-0.74	N/A	25.60	0.79	-2.96%	0.81	3.99%	OVERWEIGHT
Sygnus Credit Investments Limited	SCIJMD	YE	30-Jun-23	10.67 - 16.37	3.93	11.29	-0.09%	1.80%	-10.89%	2.28	4.95	30.99	0.36	7.48%	0.41	3.59%	OVERWEIGHT
Scotia Group Jamaica Limited	SGJ	Q3	31-Jul-23	30.00 - 36.99	101.13	32.50	-4.50%	-4.24%	-5.05%	5.50	5.90	36.58	0.89	15.48%	1.40	4.31%	MARKETWEIGHT
Sagicor Group Jamaica Limited	SJ	Q2	30-Jun-23	43.80 - 59.42	179.78	46.03	3.69%	4.52%	-19.12%	4.76	9.67	22.34	2.06	22.73%	1.60	3.48%	OVERWEIGHT
Victoria Mutual Investments Limited	VMIL	Q2	30-Jun-23	2.70 - 5.20	4.40	2.93	6.16%	1.03%	-27.11%	0.31	9.31	2.01	1.46	16.19%	0.00	0.00%	-
Sector Average											8.15	1.43					
Manufacturing																	
Caribbean Cement Company Limited	CCC	Q2	30-Jun-23	45.10 - 63.50	44.28	52.03	1.86%	5.24%	-13.97%	5.62	9.25	26.36	1.97	23.20%	0.00	0.00%	OVERWEIGHT
Jamaica Broilers Group Limited	JBG	Q1	29-Jul-23	26.00 - 39.99	40.42	33.70	3.76%	10.38%	8.71%	3.85	8.74	22.35	1.51	17.73%	0.67	1.99%	OVERWEIGHT
Seprod Limited	SEP	Q2	30-Jun-23	60.50 - 80.00	52.16	71.10	1.85%	1.92%	0.14%	4.58	15.52	40.82	1.74	11.70%	1.50	2.11%	MARKETWEIGHT
Wisynco Group Limited	WISYNCO	YE	30-Jun-23	16.00 - 20.00	66.75	17.80	-0.22%	4.52%	0.74%	1.31	13.56	5.63	3.16	25.27%	0.40	2.25%	OVERWEIGHT
Sector Average											11.77	2.10					
Communication																	
Radio Jamaica Limited	RJR	Q1	30-Jun-23	1.38 - 2.60	4.14	1.71	14.00%	14.00%	-26.29%	0.08	20.50	1.89	0.90	4.39%	0.02	1.17%	MARKETWEIGHT
Sector Average											20.50	0.90					
Retail																	
Carreras Limited	CAR	Q1	30-Jun-23	7.80 - 9.24	39.03	8.04	-0.25%	-0.50%	-5.52%	0.82	9.78	0.43	18.82	213.36%	0.78	9.70%	MARKETWEIGHT
Caribbean Producers Jamaica Limited	CPJ	Q3	31-Mar-23	8.75 - 14.49	11.01	10.01	2.98%	5.93%	-13.56%	0.59	17.04	3.67	2.73	17.41%	0.06	0.65%	UNDERWEIGHT
Sector Average											13.41	2.73					
Conglomerates																	
GraceKennedy Limited	GK	Q2	30-Jun-23	70.00 - 93.49	72.52	72.88	-0.15%	0.62%	-12.42%	7.59	9.61	76.79	0.95	10.33%	2.02	2.77%	OVERWEIGHT
Jamaica Producers Group Limited	JP	Q2	30-Jun-23	17.10 - 28.00	21.90	19.52	-2.40%	-2.45%	-11.07%	11.58	1.69	27.97	0.70	39.04%	0.25	1.28%	OVERWEIGHT
PanJam Investment Limited	PJAM	Q2	30-Jun-23	40.01 - 65.00	53.68	50.35	2.73%	18.44%	-12.02%	5.10	9.87	68.40	0.74	9.64%	1.41	2.79%	OVERWEIGHT
Sector Average											7.05	0.79					

Company	Ticker	Most Recent Report	Quarter End	52 Week Range	Market Cap	Last Sale	Price Changes			EPS	P/E	BVPS	P/B	ROE (%)	Dividends/Share	Expected Dividend Yield	Recommendation
							1 Day	Weekly	YTD								
				(\$)	(J\$ Billion)	Price (\$)				(\$)	Ratio (X)	(\$)	Ratio (X)	TTM	(\$)	(%)	
JSE Main Market																	
Real Estate																	
Kingston Properties Limited	KPREIT	Q2	30-Jun-23	5.53 - 8.50	6.82	7.71	0.39%	6.93%	-0.52%	0.68	11.39	7.88	0.98	8.81%	0.00	0.02%	MARKETWEIGHT
Pulse Investments Limited	PULS	Q3	31-Mar-23	1.81 - 3.88	15.59	2.39	-1.24%	20.71%	-24.84%	0.34	7.02	1.42	1.69	27.47%	0.00	0.00%	OVERWEIGHT
Sector Average											9.21	1.33					
Energy																	
Wigton Windfarm Limited	WIG	YE	31-Mar-23	0.51 - 0.95	8.36	0.76	8.57%	11.76%	7.04%	0.03	27.09	0.40	1.89	7.17%	0.02	2.39%	OVERWEIGHT
Sector Average											27.09	1.89					
Other																	
Supreme Ventures Limited	SVL	Q2	30-Jun-23	20.00 - 31.00	71.07	26.95	0.30%	-1.75%	-9.96%	1.18	22.80	1.84	14.64	68.32%	0.93	3.45%	OVERWEIGHT
Kingston Wharves Limited	KW	Q2	30-Jun-23	24.00 - 41.00	42.32	29.59	4.37%	17.84%	-11.99%	1.94	15.24	25.53	1.16	7.67%	0.61	2.06%	OVERWEIGHT
TransJamaican Highway Limited	TJH	Q2	30-Jun-23	1.30 - 2.88	34.25	2.74	-1.08%	7.87%	95.71%	0.02	120.66	0.63	4.34	3.43%	0.09	3.12%	MARKETWEIGHT
Sector Average											19.02	2.75					
JSE Junior Market																	
Finance																	
Dolla Financial Services Limited	DOLLA	Q2	30-Jun-23	1.71 - 3.50	5.63	2.25	1.81%	4.17%	-21.88%	0.16	14.48	0.36	6.26	50.08%	0.00	0.00%	OVERWEIGHT
Lasco Financial Services Limited	LASF	Q1	30-Jun-23	1.61 - 3.08	2.47	1.93	0.52%	2.12%	-32.99%	0.12	16.47	1.66	1.16	7.19%	0.05	2.59%	OVERWEIGHT
Sector Average											15.48	3.71					
Manufacturing																	
Honey Bun (1982) Limited	HONBUN	Q3	30-Jun-23	5.62 - 8.48	3.19	6.77	0.00%	-1.46%	-15.27%	0.57	11.93	2.73	2.48	22.46%	0.16	2.29%	OVERWEIGHT
Lasco Manufacturing Limited	LASM	Q1	30-Jun-23	3.61 - 5.69	21.49	5.20	0.00%	-2.07%	23.22%	0.53	9.80	2.82	1.84	20.78%	0.10	1.92%	OVERWEIGHT
Lumber Depot Limited	LUMBER	Q1	31-Jul-23	1.68 - 2.98	1.78	2.52	8.15%	12.50%	-6.32%	0.21	11.91	0.91	2.78	25.61%	0.05	2.06%	OVERWEIGHT
Spur Tree Spices Jamaica Limited	SPURTREE	Q2	30-Jun-23	1.91 - 3.94	3.76	2.24	6.16%	7.69%	-30.43%	0.04	52.82	0.45	4.99	9.73%	0.00	0.00%	MARKETWEIGHT
Sector Average											11.21	3.03					
Insurance																	
General Accident Insurance Company (Ja) Limited	GENAC	Q2	30-Jun-23	4.00 - 6.15	6.19	6.00	0.33%	15.38%	36.05%	0.65	9.16	3.02	1.99	23.27%	0.24	4.05%	MARKETWEIGHT
Sector Average											9.16	1.99					

Company	Ticker	Most Recent Report	Quarter End	52 Week Range	Market Cap	Last Sale	Price Changes			EPS	P/E	BVPS	P/B	ROE (%)	Dividends/Share	Expected Dividend Yield	Recommendation
							1 Day	Weekly	YTD								
JSE Junior Market																	
Retail																	
Derrimon Trading Company Limited	DTL	Q2	30-Jun-23	1.50 - 2.42	9.16	2.02	15.43%	2.54%	-5.61%	0.11	18.92	1.45	1.39	7.67%	0.00	0.00%	MARKETWEIGHT
Express Catering Limited	ECL	Q1	31-Aug-23	3.90 - 5.95	7.58	4.63	-2.94%	3.58%	-9.92%	0.27	16.86	0.65	7.09	44.76%	0.03	0.64%	OVERWEIGHT
Future Energy Source Company Limited	FESCO	Q1	30-Jun-23	3.00 - 6.10	9.95	3.98	7.86%	19.52%	-26.84%	0.23	17.23	0.58	6.82	48.48%	0.00	0.00%	OVERWEIGHT
Fontana Limited	FTNA	YE	30-Jun-23	7.02 - 13.47	13.24	10.60	1.05%	2.02%	18.70%	0.52	20.21	1.95	5.42	28.47%	0.20	1.89%	OVERWEIGHT
FosRich Company Limited	FOSRICH	Q2	30-Jun-23	1.80 - 4.73	13.76	2.74	18.10%	20.18%	-29.92%	0.04	72.72	0.39	7.08	10.06%	0.00	0.00%	MARKETWEIGHT
Indies Pharma Jamaica Limited	INDIES	Q3	31-Jul-23	2.30 - 3.70	3.96	2.97	2.77%	2.77%	-8.05%	0.16	18.98	0.89	3.35	17.91%	0.11	3.80%	MARKETWEIGHT
Lasco Distributors Limited	LASD	Q1	30-Jun-23	2.08 - 4.95	14.63	4.17	-2.80%	-3.02%	61.00%	0.42	9.91	2.53	1.65	18.19%	0.09	2.16%	OVERWEIGHT
Regency Petroleum Company Limited	RPL	Q2	30-Jun-23	1.30 - 3.00	3.45	2.40	6.67%	10.09%	50.94%	0.03	81.12	0.29	8.33	16.18%	0.00	0.00%	OVERWEIGHT
Stationery and Office Supplies Limited	SOS	Q2	30-Jun-23	1.41 - 3.89	4.23	1.88	4.44%	13.25%	0.00%	0.13	15.01	0.58	3.25	26.19%	0.18	9.57%	MARKETWEIGHT
Sector Average											16.73	4.93					
Other																	
Mailpac Group Limited	MAILPAC	Q1	31-Mar-23	1.60 - 2.47	4.70	1.88	1.08%	1.08%	-6.93%	0.12	15.41	0.21	8.75	53.30%	0.17	9.04%	MARKETWEIGHT
Main Events Entertainment Group Limited	MEEG	Q3	31-Jul-23	6.59 - 17.50	3.97	13.22	-6.77%	-8.58%	47.05%	0.88	15.08	2.86	4.63	34.83%	0.00	0.00%	MARKETWEIGHT
Tropical Battery Company Limited	TROPICAL	Q3	30-Jun-23	1.80 - 2.85	2.42	1.86	-3.12%	-7.00%	-15.84%	0.14	13.68	0.82	2.27	17.59%	0.02	1.08%	OVERWEIGHT
The Limners and Bards Limited	LAB	Q3	31-Jul-23	1.63 - 3.00	1.67	1.76	2.33%	4.14%	-36.23%	0.06	29.44	0.63	2.79	9.68%	0.09	5.14%	UNDERWEIGHT
Sector Average											18.40	4.61					
JSE USD Market																	
Finance																	
Proven Group Limited	PROVEN	Q1	30-Jun-23	0.13 - 0.22	0.10	0.14	-3.17%	-5.10%	-27.92%	-0.01	N/A	0.17	0.79	-2.96%	0.01	3.82%	OVERWEIGHT
Sygnus Credit Investments Limited	SCIUSD	YE	30-Jun-23	0.08 - 0.13	0.02	0.09	-0.22%	-0.55%	-4.14%	0.02	4.26	0.29	0.31	7.48%	0.00	2.90%	OVERWEIGHT
Sector Average											4.26	0.55					
Other																	
TransJamaican Highway Limited	TJHUSD	Q2	30-Jun-23	0.01 - 0.02	0.22	0.02	0.57%	6.71%	82.29%	0.00	119.15	0.004	4.29	3.43%	0.00	3.16%	UNDERWEIGHT
Sector Average											4.26	4.29					

Key to Analyst Recommendations

OVERWEIGHT	Security is deemed to be undervalued and is expected to outperform compared to the average market return and/or return of comparable securities in the same sector or industry with at least 10% price appreciation anticipated. The underlying company and/or relevant market conditions are expected to be favourable for the security in subsequent periods.
MARKETWEIGHT	Security is expected to provide similar returns compared to the market in general or at the same pace as comparable companies; neither strongly positive nor negative with a range of roughly -10% to 10% in expected price change.
UNDERWEIGHT	Security is deemed to be overvalued and is expected to underperform compared to the average market return and/or return of comparable securities in the same sector or industry with at least 10% downside anticipated. The underlying company and/or relevant market conditions are expected to be unfavourable for the security in subsequent periods.
ZERO WEIGHT	This security is substantially distressed or at risk of a shock which may significantly impair value.

DISCLAIMER

This Research Paper is provided solely for informational purposes. Due to dynamic changes in economic and/or market conditions, this Research Paper may not take into account of all such changes. VM Wealth Management Limited ("VM Wealth Management") is under no duty or obligation to update this material due to any economic or market changes, and at its sole discretion may withdraw or discontinue the publication of this Research Paper without notice. This Paper is not intended as an offer or for solicitation regarding the purchase or sale of any financial instrument.

The information stated in this document which includes forecasts, trends, market prices, data and other information does not constitute any representation or warranty in relation to investment returns and VM Wealth Management gives no such assurances. The information is prepared from sources believed to be reliable, however VM Wealth Management does not represent or warrant its completeness or accuracy.

This Research Paper may indicate our opinions and estimates. Any opinion or estimates stated in this Research Paper constitute our judgment as at the date of the Research Paper and are subject to change without notice. Any opinions and/or recommendations contained herein do not take into account individual client services, objectives or needs of any client and are not intended as recommendation for particular securities financial instrument or strategies to any particular client. You must make your own independent decisions regarding any securities, financial instruments or strategies mentioned herein.

VM Wealth may provide periodic updates on companies, issuers or industries based on specific developments or announcements, market conditions or any other publicly available information. Note, however, that VM Wealth may be restricted from updating information contained in this Research Paper due to regulatory or other reasons.

You should not re-distribute or retransmit this Research Paper in whole or in part or in any form or manner, without first obtaining the expressed written consent of VM Wealth Management Limited. VM Wealth Management does not authorize the use or disclosure of this Research Paper. Each recipient of this Research Paper agrees upon receipt and review of this information, not to redistribute or retransmit the contents and information contained in this communication without first obtaining the expressed permission from an authorized officer of VM Wealth Management Limited.

The VM Group, its subsidiaries and affiliates may at times make a market and trade as principals in securities, other financial products and other assets classes that may be discussed in the Research Paper. Analysts or VM Wealth Management or VM Investments Limited or any other subsidiary within the VM Group may also have a stake in the company being evaluated, creating a potential or apparent conflict of interest.