

DAILY MARKET SUMMARY

LOCAL STOCK MARKET: (J\$) ⁺

| Stock Symbol | CPJ | MDS | NCBFG | SJ | XFUND |
|---------------------------|-------|-------|--------|---------|-------|
| Current Price (\$) | 4.40 | 4.90 | 99.27 | 36.08 | 15.50 |
| Trailing EPS (\$) | 0.35 | 0.37 | 8.16 | 3.09 | 1.22 |
| P/E (times) | 12.64 | 13.26 | 12.16 | 11.68 | 12.68 |
| Projected P/E | 11.37 | 12.11 | 11.32 | 11.01 | 13.09 |
| Projected EPS (\$)* | 0.39 | 0.40 | 8.77 | 3.28 | 1.18 |
| Book Value per share (\$) | 2.60 | 2.38 | 50.34 | 17.54 | 10.12 |
| Price/Book Value (times) | 1.69 | 2.06 | 1.97 | 2.06 | 1.53 |
| Dividend Yield (2018 %) | N/A | N/A | 0.71% | N/A | N/A |
| Volumes | 3,661 | 2,500 | 99,158 | 609,821 | 9,936 |
| Recommendation | BUY | BUY | HOLD | HOLD | HOLD |

XFUND



STOCK OF THE DAY: Sagcor Real Estate X Fund Ltd. (XFUND)

For the year ended December 31, 2017:

Total Revenue for the year ended December 31, 2017 grew 29% to \$13.11 billion (2016: \$10.25 billion). For the fourth quarter ended December 31, 2017, the company's total revenue however increased 56% to close at 3.04 billion (2016: \$1.95 billion).

Hotel revenue for the 2017 year end increased to \$10.27 billion relative to \$8.46 billion in 2017. Management indicated, "Improvement in the hotels' Occupancy and Average Daily Rates (ADR) fueled by ongoing renovation of the properties. Net capital gains on financial assets and liabilities increased by 61% to close at \$2.84 billion (2016: \$1.77 billion). Interest Income increased 42% to close at \$59.89 million (2016: \$42.29 million), while net investment property expense for the year amounted to \$165.99 million compared to \$16.79 million in 2016.

Operating Expenses rose 20% to \$10 billion (2016: \$8.33 billion). Hotel expenses increased 17% from \$6.52 billion in 2016 to \$7.62 billion for 2017. Depreciation closed the year at \$813.22 million (2016: \$491.32 million). Interest expense for the period rose by \$221.13 million to end the year at \$1.51 billion (2016: \$1.29 billion). SJ incurred other operating expenses for the year of \$53.58 million relative to \$22.96 billion booked in 2016. Operating expenses increased 39% to close the fourth quarter at \$2.76 billion relative to \$1.99 billion for the comparable period in 2016.

Consequently, Profit before Tax improved to \$280.30 million compared to a loss of \$37.42 million a year earlier. Following tax charges of \$268.23 million (2016: \$239 million), Net Profit increased 62% to \$2.74 billion, up from \$1.69 billion for the comparable period in 2016. For the fourth quarter Net Profit surged to close at \$379.33 million versus a profit of \$3.57 million for the corresponding quarter of 2016. Notably, XFUND recorded tax credits of \$99.03 million for the fourth quarter of 2017 compared to a tax credit of \$40.99 million.

The earnings per share (EPS) for the year end closed at \$1.22 (2016: \$0.75), while EPS for the quarter amounted to \$0.169 (2016: \$0.002).

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

| | PURCHASE RATE | | | SALES RATE | | |
|------|---------------|---------|--------------|------------|---------|--------------|
| | Highest | Lowest | Weighted | Highest | Lowest | Weighted |
| | | | Average Rate | | | Average Rate |
| USD | 129.900 | 100.010 | 127.4489 | 135.220 | 120.000 | 128.8121 |
| CAN | 100.270 | 72.380 | 96.9805 | 111.230 | 92.500 | 99.1663 |
| GBP | 179.500 | 125.800 | 171.9560 | 196.350 | 165.000 | 176.6627 |
| EURO | 160.340 | 111.000 | 153.1313 | 175.160 | 144.000 | 159.1779 |

*Rates as at March 9, 2018

MONEY MARKET

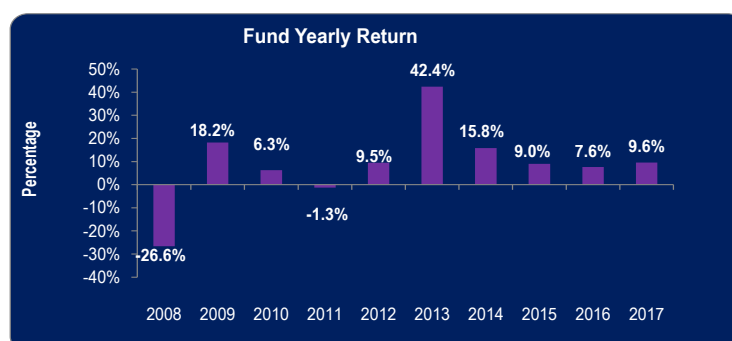
The Jamaican dollar fixed income market was liquid in today's (March 12, 2018) trading session. The over night rates were quoted around 2.00% while the 30-day rates were between 2.00% to 2.25%.

The US dollar fixed income market was also liquid during today's (March 12, 2018) trading session; The overnight market rates were quoted at 1.00% while the 30-day market rates stood around 1.10%.

OVER THE COUNTER FUNDS (CI FUNDS)

CI American Managers® Corporate Class

This fund's objective is to obtain maximum long-term capital growth. It invests primarily in equity and equity-related securities of companies believed to have good growth potential. These companies are located in countries that have signed the North American Free Trade Agreement (NAFTA), or its successor. These countries currently include the United States, Canada and Mexico, but may also include countries that become members of NAFTA in the future. The fund has a 3 year return of 6.4% and a 5 year return of 14.2% as at February 28, 2018. The Fund also has a 6 month return of 7.6%.



U.S.: Oil prices fall, but stocks keep rolling in wake of U.S. jobs data

Oil prices were down on Monday as investors grappled with ongoing concerns over rising U.S. output and tight OPEC supply, while the benchmark U.S. yield hovered near multi-year highs ahead of an auction later in the day. Crude prices had risen on Friday and earlier on Monday after the U.S. economy added the biggest number of jobs in more than 1-1/2 years in February. But the trend began to reverse later in the day. Investors are weighing increased U.S. supply against the likelihood that the Organization of the Petroleum Exporting Countries will maintain supply cuts that have been in effect more than a year. U.S. crude CLCv1 fell 1.66 percent to \$61.01 per barrel and Brent LCOcv1 was last at \$64.58, down 1.39 percent on the day. Friday's strong U.S. payroll data, which showed a hefty 313,000 rise in jobs but tempered growth in hourly earnings, supported Treasuries in early trade. Benchmark 10-year notes US10YT=RR last rose 2/32 in price to yield 2.8865 percent, from 2.894 percent on Friday. The Treasury Department will auction \$21 billion in 10-year notes on Monday, as well as \$28 billion in three-year notes. A high yield going into auction could limit demand from bidders at that level, widening the spread between the expected high yield when the auction starts, versus the actual high yield during the auction.

<https://www.reuters.com/article/us-global-markets/oil-prices-fall-but-stocks-keep-rolling-in-wake-of-u-s-jobs-data-idUSKCN1GO02W?il=0>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at March 05, 2018

| | Percentage (%) |
|-------------------------|----------------|
| Yield to Maturity | 5.31 |
| Weighted Average Coupon | 5.27 |
| Current Yield | 4.86 |

The platinum portfolio has an effective maturity of 12.76years and duration of 5.41years.

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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

Euro: EU wants capital market plan in place before Brexit

The European Union stepped up efforts on Monday to create a more unified and cheaper capital market by next year when it faces the loss of Britain, the bloc's biggest financial center. The EU's executive European Commission set out its latest plans for a "capital markets union" (CMU), a project initially focused on reducing heavy reliance of company funding on bank loans, but now made more pressing by Brexit. It is critical that EU states and the European Parliament get all measures "past the finishing line" ahead of elections for the EU assembly next year, Dombrovskis said. Many continental European companies and listed funds use banks and asset managers in London. Britain is set to leave the EU in March 2019 and the future relationship between its giant financial services industry and the EU remains unclear. The latest EU proposals include common rules for the covered bond market, a 2.1 trillion euro (\$2.6 trillion) sector whose funding role in countries including Germany and Denmark the bloc wants replicated more broadly. The EU executive has now proposed 12 measures to create a CMU but only three have been adopted, prompting one senior EU lawmaker to predict the project could founder. The covered bond market, where debt is issued on the back of a ringfenced pool of high quality home loans and public debt, is fragmented along national lines.

<https://www.reuters.com/article/us-eu-markets-regulation/eu-wants-capital-market-plan-in-place-before-brexit-idUSKCN1GO16P>

STRUCTURED PRODUCT

Mayberry Gold

This portfolio is ideal for investors, both retail and corporate, seeking a conservative, short-term investment. The securities in the Gold are directly owned by the client and provide them with a safe investment option. Our Gold portfolio can also provide investors with coupon payments that can generate a positive income stream.

OVER 20 YEARS OF EXPERIENCE + CUTTING EDGE MARKET RESEARCH

= POSITIVE TRANSFORMATION FOR OUR CLIENTS

MANAGED FUND SOLUTIONS • CURRENCY SOLUTIONS • GLOBAL INVESTING SOLUTIONS • RETIREMENT PLANNING SOLUTIONS



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