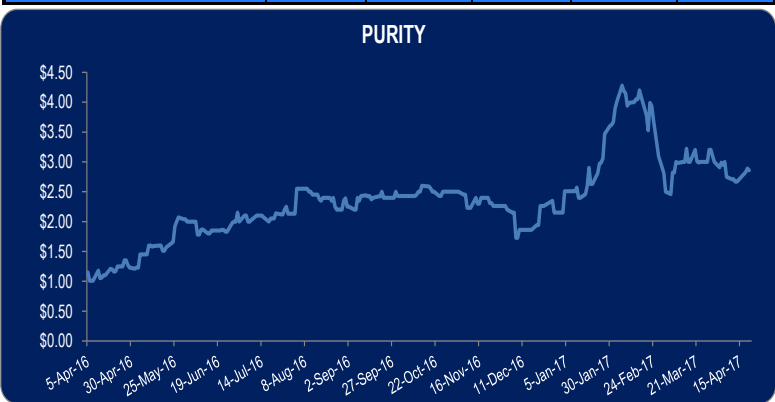


## DAILY MARKET SUMMARY



### LOCAL STOCK MARKET: (J\$) +

Stock symbol	GK	PURITY	BRG	SALF	MDS
Current Price (\$)	41.39	2.86	13.66	6.50	6.00
Trailing EPS (\$)	4.16	0.05	122.43	0.74	0.36
P/E (times)	9.94	61.67	11.08	8.80	16.69
Projected P/E	9.62	50.17	10.23	7.91	14.45
Projected EPS (\$)*	4.30	0.06	1.33	0.82	0.42
Book Value per share (\$)	43.76	2.46	4.09	7.21	1.88
Price/Book Value (times)	0.95	1.16	3.32	0.90	3.19
Dividend Yield (2016 YTD %)	3.76%	NIL	3.57%	5.18%	2.21%
Volumes	27,300	10,702	215,248	NIL	48,166
Recommendation	HOLD	SELL	HOLD	HOLD	HOLD



### STOCK OF THE DAY: Consolidated Bakeries (Jamaica) Limited

For the Financial Year (FY) ended December 31, 2016:-

Consolidated Bakeries (Jamaica) Limited recorded an increase in revenues of 15% to \$880.27 million in FY2016 from the \$767.55 million recorded in FY2015. For the quarter revenues increased by 1.1% to \$199.64 million compared to the 4th quarter 2015 period. Cost of sales closed the financial year at \$572.01 million, up 15% from the \$498.33 million reported a year ago. As a result, gross profit climbed by 15% to \$308.27 million (2015: \$269.23 million).

Other income totaled \$9.24 million for the period; a growth of 74% relative to last year's other income of \$5.30 million. Total expenses increased by 13% to \$295.56 million, up from the \$261.71 million recorded for the financial year in 2015. Of this, administrative expenses decreased marginally year over year to \$160.59 million (FY2015: \$164.01 million), while selling expenses climbed 38% to \$134.97 million relative to \$97.7 million recorded in FY2015. As such, profit from operations amounted to \$21.95 million for the 2016 financial year, compared to \$12.81 million in prior financial year. The company however reported an operating loss for the quarter ended December 31, 2016 closing at \$12.95 million relative to a profit of \$4 million reported in 2015.

Finance costs increased by 51%, moving from \$7.67 million in FY2015 to \$11.62 million for FY2016. As such net profit for the financial year 2016 totaled approximately \$10.33 million, an increase of 102.65% relative to \$5.10 million reported in FY2015. The company also reported fair value appreciation of available for sale investments of \$3.59 million relative to \$2.76 million in FY2015. Total comprehensive Income amounted to \$13.92 million relative to \$7.86 million. Earnings per share for the period amounted to \$0.05 (FY2015: \$0.02). Earnings per share of \$(0.09) was recorded for the quarter compared to an EPS of \$0.002 for the corresponding quarter in 2015

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	130.000	93.000	128.1648	140.120	100.750	129.1474
CAN	97.560	69.230	94.7768	104.300	90.500	96.0296
GBP	167.000	120.000	161.1883	180.800	153.000	164.8504
EURO	140.500	109.280	138.7329	151.980	130.000	140.2302

\*Rates as at April 25 2017

### MONEY MARKET

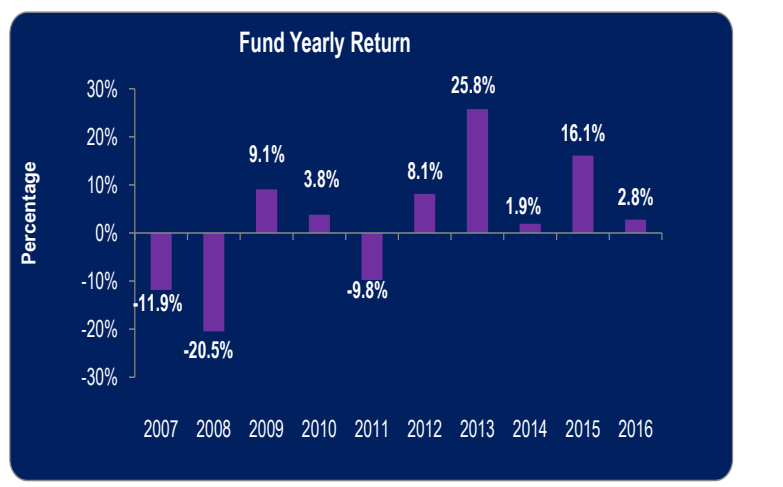
The Jamaican dollar fixed income market was liquid in today's (April 26, 2017) trading session. The overnight rates were quoted around 4.50% to 5.00% while the 30-day rates were between 5.75% to 6.50%.

The US dollar fixed income market was also liquid during today's (April 26, 2017) trading session; The overnight market rates were quoted at 1% while the 30-day market rates stood around 1.30% to 1.35%.

### OVER THE COUNTER FUNDS (CI FUNDS)

#### CI International Value 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 whose primary operations are outside of North America. The fund has a 1 year return of 17.5% a 3 year return of 7.9% and a 5 year return of 10.3% as at March 31, 2017. The Fund also has a three months return of 5.8%.



\*Prices are as at April 26, 2017    \*Projections are for the forward 12 months from the most recent quarter results

## U.S.: White House Unveils Trump's Opening Tax-Cut Bid

"The White House made its opening bid for what officials called the "biggest tax cut" in U.S. history -- with cuts that would benefit businesses, the middle class and certain high-earning individuals -- but left unanswered questions about whether the plan would be paid for, or how. A list of goals for the tax overhaul, unveiled by President Donald Trump's top economic adviser Gary Cohn and Treasury Secretary Steven Mnuchin Wednesday, calls for slashing the federal income-tax rate to 15 percent for corporations, small businesses and partnerships of all sizes. It also imposes a one-time tax on about \$2.6 trillion in earnings that U.S. companies have parked overseas. The plan would end the taxation of corporations' offshore income by moving to a territorial system, in which most foreign profits would be exempt from U.S. taxes. Currently, the U.S. taxes business income no matter where it's earned."

<https://www.bloomberg.com/news/articles/2017-04-26/white-house-unveils-trump-s-opening-bid-for-biggest-tax-cut>

## Europe: Europe Sticks With Socialism

"For all the ground that traditional socialist parties have lost, the European Union remains a profoundly socialist organization that believes in strong worker rights at the expense of corporations -- at least judging from its latest mission statement. The European Commission has presented the final version of the European Pillar of Social Rights, a document in which Commission President Jean-Claude Juncker, aware that the EU has been stumbling, seeks to define anew what the whole project is about. Europe has traditionally distinguished itself from the U.S., as well as emerging Asian and Latin American economies, in its social bent: high taxes, strong social safety nets, tightly regulated labor markets.

<https://www.bloomberg.com/view/articles/2017-04-26/europe-sticks-with-socialism>

## PLATINUM PORTFOLIO

### Platinum Portfolio Yield Measures as at April 24, 2017

	Percentage (%)
Yield to Maturity	4.64
Weighted Average Coupon	5.486
Current Yield	5.58

The platinum portfolio has an effective maturity of 10.05 years and duration of 4.28 years.

## STRUCTURED PRODUCT

### Mayberry Gold

This discretionary managed portfolio consisting of fixed income securities seeks to provide the best return to investors commensurate with level of risk. When compared to similar type products such as Savings accounts or Fixed Deposit, the return provided is more attractive. Currently Mayberry Gold provides a return of approximately 8.50% before deducting fees. The portfolio is professionally managed, with all investment parameters being considered before a security is bought for a customer.

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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](http://www.jamstockex.com), [www.bloomberg.com](http://www.bloomberg.com), [www.investopedia.com](http://www.investopedia.com), [www.tradewire.com](http://www.tradewire.com)

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= POSITIVE TRANSFORMATION FOR OUR CLIENTS

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