

## DAILY MARKET SUMMARY



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

Stock Symbol	HONBUN	KREMI	NCBFG	BRG	GK
Current Price (\$)	7.00	8.04	70.79	19.99	40.96
Trailing EPS (\$)	0.26	0.46	7.26	1.47	3.68
P/E (times)	26.99	17.62	9.75	13.58	11.14
Projected P/E	24.41	14.80	7.77	13.47	10.28
Projected EPS (\$)*	0.29	0.54	9.11	1.48	3.98
Book Value per share (\$)	1.14	1.56	43.14	4.56	43.76
Price/Book Value (times)	6.12	5.15	1.64	4.39	0.94
Dividend Yield (2016 YTD %)	2.22%	0.67%	4.80%	3.57%	3.76%
Volumes	NIL	8,370	61,352	49,814	49,831
Recommendation	SELL	BUY	HOLD	SELL	HOLD

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	130.700	93.750	129.6426	141.250	124.000	130.2501
CAN	97.646	69.230	95.4953	104.300	93.500	96.8961
GBP	170.000	123.380	166.5321	173.300	159.000	168.0089
EURO	145.000	104.700	140.5441	149.100	142.500	144.4697

\*Rates as at May 26, 2017

### MONEY MARKET

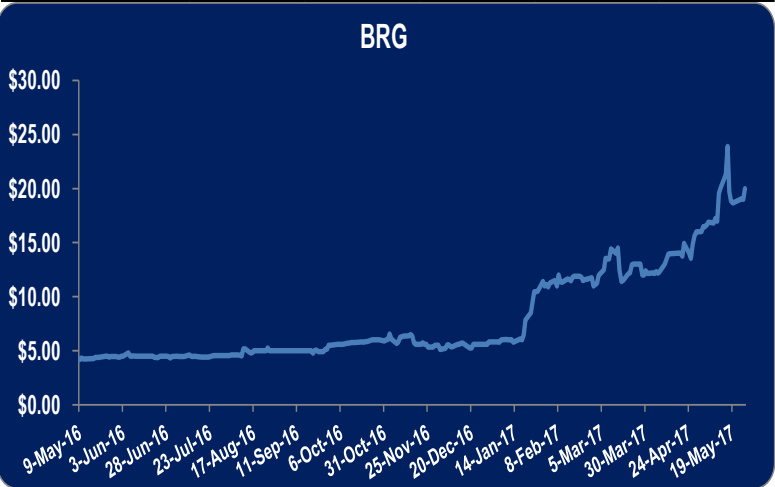
The Jamaican dollar fixed income market was illiquid in today's (May 29, 2017) trading session. The overnight rates were quoted around 4.00% to 4.50% while the 30-day rates were between 5.5% to 5.9%.

The US dollar fixed income market was also liquid during today's (May 29, 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 Pacific 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 22.0% and a 5 year return of 11.8% as at April 30, 2017. The Fund also has a three months return of 10.2%.



### STOCK OF THE DAY: Berger Paints Jamaica Ltd. (BRG)

For the year ended March 31, 2017:-

Berger recorded Sales (net of discounts and rebates) in the amount of \$2.36 billion, an increase of 15% when compared to that recorded for the comparable period the year prior (2016: \$2.05 billion). For the fourth quarter ended March 2017 Sales were up 18.7% closing the period at \$449.70 million (2016: \$378.79 million).

Raw Material and Consumable amounted to \$1.08 billion, 9% more than the \$988.49 million in 2016, while Manufacturing Expense grew by 6% to total \$116.46 million relative to \$109.73 million in 2016.

The company recorded Employee Benefits of \$481.22 million a 1% increase over the \$475.36 million reported in 2016.

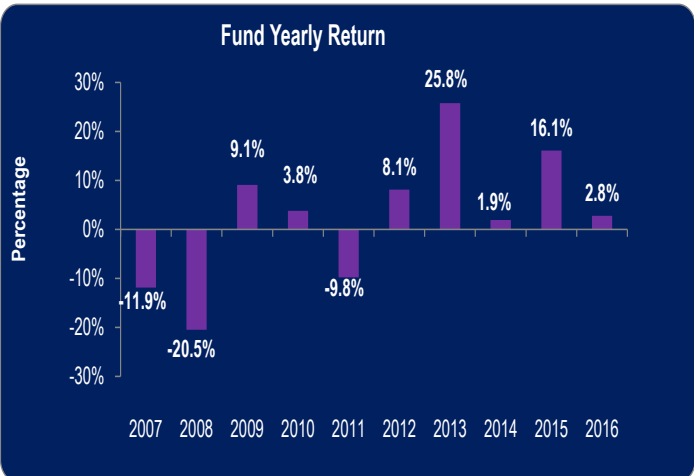
Other Operating Expense totalled \$322.17 million (2016: \$341.21 million); Other Income closed at \$6.52 million (2016: \$1.30 million).

As a result Profit before Finance Cost and Taxation totalled \$365.69 million relative to \$142.85 million reported in 2016, this represents a 156% increase.

Berger reported no Finance Cost for the financial year 2017 while Finance Cost for 2016 was \$961,000. Taxation for the 2017FY amounted to \$50.13 million 154% more than the \$19.75 million paid in 2016FY.

Consequently, Net Profit totalled \$315.56 million compared to a profit of \$122.14 million the prior year, this represents a 158% year over year increase. For the fourth quarter of 2017 Net Profit amounted to \$65.03 million 447.8% higher than the \$11.87 million reported for the same period of 2016.

Earnings per Share for the year ended March 2017 amounted to \$1.47 relative to \$0.57 in 2016. For the fourth quarter ended March 2017 EPS was \$0.30 (2016: \$0.06). The TTM EPS is \$1.47



\*Prices are as at May 29, 2017 \*Projections are for the forward 12 months from the most recent quarter results

U.S.: Stocks Meander in Holiday-Hit Trading; Pound Rises: Markets

“Global stocks were mixed and the dollar and euro traded sideways amid thin trading as investors weighed the latest comments from a Federal Reserve official on the path of U.S. borrowing costs and Mario Draghi’s dovish message to the European Parliament. With markets in the U.K., U.S. and China closed for holidays, volumes were depressed, limiting price movements. Sterling led gains among G-10 currencies as it recouped some of Friday’s retreat, and Italian assets fell as former Prime Minister Matteo Renzi raised the prospect of an early election. Brazil’s real dropped in the wake of Friday’s decision by Moody’s Investors Service to lower the country’s credit outlook, while Mexico’s peso was little changed even after bullish wagers fell. South Africa’s rand dropped after President Jacob Zuma survived a bid by some members of his party to oust him.”

<https://www.bloomberg.com/news/articles/2017-05-28/stocks-point-to-mixed-start-rand-pares-gains-markets-wrap>

Europe:Macron Offers Putin Improved Ties, Rebukes Kremlin 'Propaganda'

“French President Emmanuel Macron called for improved ties with Russia at his first meeting with Vladimir Putin, even as he rebuked Kremlin-run media for engaging in “propaganda” during the election brought him to power. Macron, standing alongside Putin at the Versailles palace near Paris, also staked out tough positions on sanctions and the civil war in Syria. The French leader said he’d support new sanctions against Russia if there’s an escalation in the conflict in eastern Ukraine, where he has condemned Russia’s role as an “invasion.” Fighting terrorism is the main priority for both nations, Macron said at a joint news conference on Monday, though he warned that Russian-led efforts to broker a cease-fire in Syria wouldn’t succeed without a political process.“I want us to win the fight against terrorists in Syria and build together lasting political stability,” Macron said. “We have laid the ground for that work together today. I believe we’ve had an extremely frank and direct exchange. We have told each other everything.””

<https://www.bloomberg.com/politics/articles/2017-05-29/macron-offers-putin-better-ties-but-warns-on-sanctions-syria>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at May 29, 2017	
	Percentage (%)
Yield to Maturity	4.60
Weighted Average Coupon	4.986
Current Yield	4.96

The platinum portfolio has an effective maturity of 13.81 years and duration of 4.35 years.

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.

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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

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