

## DAILY MARKET SUMMARY



LOCAL STOCK MARKET: (J\$) +					
Stock Symbol	JETCON	MDS	SALF	JMMBGL	SGJ
Current Price (\$)	14.63	5.80	8.50	18.53	43.19
Trailing EPS (\$)	0.66	0.36	0.86	1.97	3.74
P/E (times)	22.32	16.13	9.85	9.40	11.53
Projected P/E	12.56	13.97	7.44	7.88	10.56
Projected EPS (\$)*	1.16	0.42	1.14	2.35	4.09
Book Value per share (\$)	4.97	1.88	7.49	14.99	29.82
Price/Book Value (times)	2.95	3.09	1.13	1.24	1.45
Dividend Yield (2016 YTD %)	N/A	2.21%	5.18%	2.76%	4.57%
Volumes	11,900	1,000	NIL	403,790	9,544
Recommendation	BUY	BUY	HOLD	BUY	HOLD

FOREIGN EXCHANGE MARKET TRADING SUMMARY *						
	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	130.780	93.600	128.4190	141.250	121.900	130.2849
CAN	128.000	69.150	94.6399	104.190	91.400	97.2723
GBP	168.400	122.400	163.4387	184.420	160.700	166.8477
EURO	143.600	103.130	138.9126	155.380	137.500	148.7870

\*Rates as at May 29, 2017

### MONEY MARKET

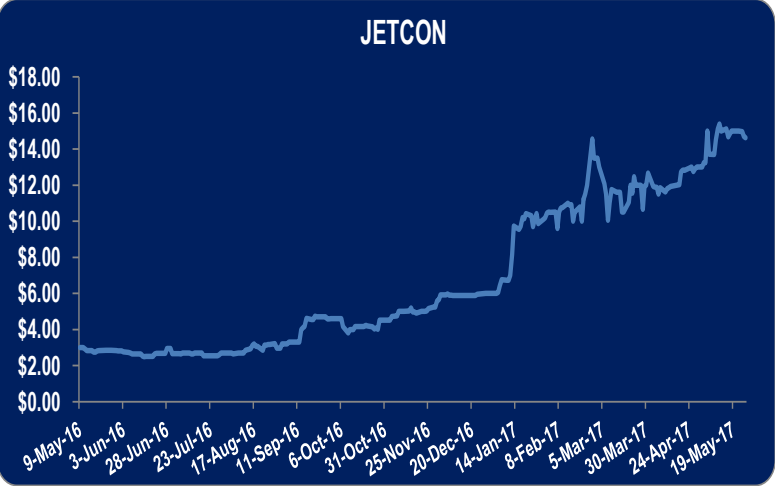
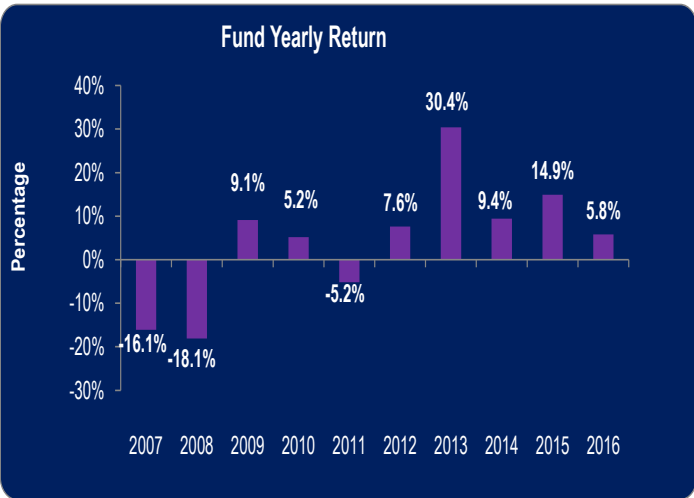
The Jamaican dollar fixed income market was illiquid in today's (May 30, 2017) trading session. The overnight rates were quoted around 4.00% to 4.50% while the 30-day rates were between 5.5% to 5.9%.

The US dollar fixed income market was also liquid during today's (May 30, 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 by identifying securities that the portfolio advisor believes are undervalued and have the potential for future growth. It invests primarily in equity and equity-related securities of companies around the world. The fund has a 1 year return of 20.9% and a 5 year return of 13.9% as at April 30, 2017. The Fund also has a three months return of 8.9%.



### STOCK OF THE DAY: Jetcon Corporation Limited (JETCON)

For the first quarter ended March 31, 2017:-

Revenue increased 75% to total \$258.50 million, up \$110.46 million from the \$148.04 million recorded in the prior year. Costs of Sales amounted to \$204.89 million, an increase of 70% compared to \$120.67 million booked in the corresponding period for 2016. As such, Gross Profit moved from \$27.37 million to \$53.61 million an improvement of approximately 96% year over year.

Jetcon recorded \$73,489 thousand for Other Operating Income for the first three months of 2017 relative to \$3,500 in the prior year. As a result, Total Operating Income for the period amounted to \$53.68 million relative to \$27.37 million in 2016.

Total Expenses for the first quarter increase 40% year over year to \$16.42 million, relative to \$11.69 million. Of this, Selling & Marketing Expenses rose by 94% to \$5.35 million relative to \$2.76 million reported the prior year. Administrative and Other Expenses increased 27%, to \$10.82 million compared to \$8.53 million in March 2016.

Finance cost declined 39% totaling \$251,145 relative to \$409,038 for the prior year's corresponding period. Consequently, Profit before Taxation improved to a total of \$37.26 million compared to \$15.68 million recorded for the first quarter of 2016. There were no taxes charged for the period compared to \$4.18 million booked for the corresponding period in 2016. Net Profit after Tax increased 224% to \$37.26 million relative to \$11.50 million booked for the comparable period in 2016.

Consequently, Earnings Per Share (EPS) for the first quarter amounted to \$0.19 (2016: \$0.07). The company also has a twelve months trailing Earnings Per Share of \$0.66. The total number of shares used in this calculation were 194,500,000.

\*Prices are as at May 30, 2017 \*Projections are for the forward 12 months from the most recent quarter results

**U.S.: Larry Fink Says Europe Has Brighter Economic Outlook Than U.S.**

“The U.S. economic outlook is looking worse because of uncertainty over tax and infrastructure policies while Europe is looking stronger, according to BlackRock Inc.’s Larry Fink. “Europe will grow as fast as the U.S. if not faster this year, which is a big surprise,” Fink, chief executive officer of the world’s largest asset manager, said Tuesday during an investing conference in New York. U.S. growth in the “mid-2s is not happening,” while Europe will likely grow at the mid-2.5 percent rate this year, he said. That forecast stands in contrast to estimates compiled by Bloomberg which foresees U.S. gross domestic product increasing 2.2 percent in 2017 and 1.8 percent in the European Union, according to data compiled by Bloomberg. Markets in the U.S. soared after the election of President Donald Trump, betting on his ability to bring about pro-corporate tax reforms and infrastructure spending, which hasn’t materialized, according to Fink.”

<https://www.bloomberg.com/news/articles/2017-05-30/european-economic-outlook-outstrips-u-s-blackrock-s-fink-says>

**Europe:EU agrees rules to give more companies access to venture capital**

“European Union states and their joint parliament in Brussels on Tuesday agreed new rules to give smaller companies improved access to financing, a move the bloc said would help create jobs and spur economic growth. After the rules are formally adopted, European venture capital funds - which support higher risk start-ups - will find it easier to invest in a wider range of companies, including small and medium enterprises. "The reforms we have agreed – expanding investment possibilities for funds, broadening the range of eligible managers and simplifying administration - will help investor capital reach the SMEs that need it," Valdis Dombrovskis, a vice president at the European Commission, the EU's executive, said. Venture capital is considered an important ingredient in fostering innovation but the European industry is small compared with the United States”.

<http://www.reuters.com/article/us-eu-funds-venturecapital-idUSKBN18Q2B9>

**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 Managed Equity Portfolio (MMEP)**

We offer a managed equity portfolio for both institutions and individuals. The MMEP is a full discretionary managed portfolio of a diversified group of stocks. The stocks included in the portfolio represent Mayberry’s top recommended stocks. Persons who find it difficult to manage their equity portfolios on a day to day basis should consider the MMEP. Further, the MMEP is for individuals and institutions who would like to pursue a medium to long term equity strategy..

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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.

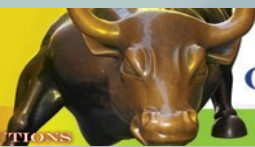
**SELL:** We believe the stock is overpriced relative to the soundness of the company’s fundamentals and long-term prospects.

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

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