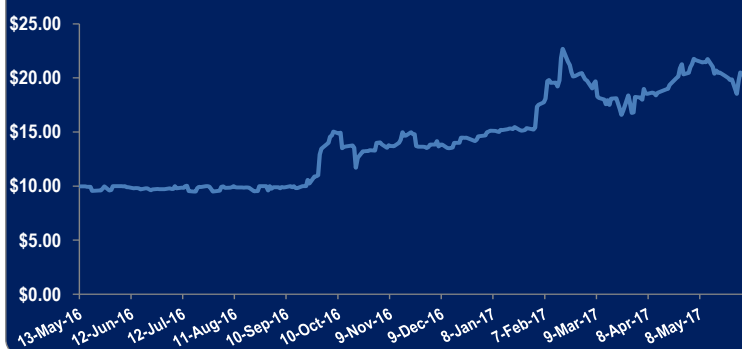


## DAILY MARKET SUMMARY

LOCAL STOCK MARKET: (J\$) <sup>+</sup>

Stock Symbol	JMMBGL	PURITY	SALF	SGJ	HONBUN
Current Price (\$)	20.31	2.92	9.73	43.83	5.94
Trailing EPS (\$)	2.03	0.06	0.86	3.74	0.26
P/E (times)	10.00	46.43	11.28	11.70	22.90
Projected P/E	10.11	32.39	8.52	10.72	20.71
Projected EPS (\$)*	2.01	0.09	1.14	4.09	0.29
Book Value per share (\$)	15.89	2.48	7.49	29.82	1.14
Price/Book Value (times)	1.28	1.18	1.30	1.47	5.19
Dividend Yield (2016 YTD %)	2.76%	N/A	5.18%	4.57%	2.22%
Volumes	36,475	NIL	350	6,424	9,225
Recommendation	HOLD	SELL	HOLD	HOLD	HOLD

JMMBGL



## STOCK OF THE DAY: JMMB Group Limited (JMMBGL)

JMMB Group Limited (JMMBGL) for the year ended March 31, 2017 recorded net interest income of \$6.77 billion compared to \$5.50 billion in 2016, an increase of 23%. This as interest income grew by 10% to close at \$14.71 billion, from the \$13.34 billion booked in 2016, while interest expenses rose 1% to total \$7.94 billion relative to \$7.83 billion in the prior year. For the quarter the company recorded a 17% improvement in interest income to \$3.99 billion (2016: \$3.41 billion), while interest expense increased 7% to \$2.30 billion (2016: \$2.14 billion). Net interest income for the fourth quarter rose 33% from \$1.28 billion to close at \$1.70 billion.

Fees and commission income amounted to \$918.30 million, an improvement of 23% on the \$749.14 million last year. Foreign exchange margins from cambio trading posted an increase of 30% year over year to close at \$1.22 billion (2016: \$934.83 million), while net gains from securities trading showed an increase of 34% totaling \$5.38 billion (2016: \$4.02 billion). Dividend income for the period totaled \$31.26 million an increase of 30% compared to a total of \$24.02 million a year ago. Fees earned on managing funds on behalf of clients amounted to \$369.01 million (2016: \$218.25 million).

Operating expenses amounted to \$10.45 billion, increasing by 19% (2016: \$8.78 billion) which led to operating profit of \$4.25 billion, a significant increase when compared to the \$2.68 billion booked the year prior. Of total expenses, staff costs increased 23% to \$5.39 billion (2016: \$4.37 billion) while other expenses climbed 15% to \$5.06 billion (2016: \$4.41 billion). Notably, expenses for the quarter rose 14% from \$2.48 billion for the period ended March 31, 2016 to \$2.83 billion for the corresponding period in 2017.

The company booked impairment losses on financial assets of \$8.75 million (2016: \$61.81 million) and a loss on acquisition of net assets of overseas entity of \$87.65 million. Furthermore a gain on disposal of property, plant and equipment of \$5.18 million was booked in contrast to a loss of \$5.66 million a year earlier. As such profit before taxation improved 60% year over year to close at \$4.16 billion, relative to \$2.60 billion the prior year. Following taxation of \$805.52 million for the year, net profit amounted to \$3.35 billion compared to \$2.30 billion in 2016. Net profits for the quarter totaled \$667.11 million, an increase of 18% on the \$566.51 million recorded for the corresponding period in 2016. Net profit attributable to the shareholders of the company totaled \$3.31 billion relative to \$2.26 billion in 2016. As a result, earnings per share for the year amounted to \$2.03 (2016: \$1.39) while EPS for the quarter amounted to \$0.41 (2016: \$0.35). The number of shares used in the calculations amounted to 1,630,552,530 units.

## FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	130.400	93.750	129.1627	143.750	123.000	130.0155
CAN	97.250	69.750	93.3435	106.950	91.000	96.3897
GBP	169.400	122.630	164.2461	171.568	154.020	166.9575
EURO	145.000	123.540	140.7999	148.900	141.600	147.8454

\*Rates as at June 2, 2017

## MONEY MARKET

The Jamaican dollar fixed income market was illiquid in today's (June 5, 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 (June 5, 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 Global Value 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%.

Fund Yearly Return



## U.S.: U.S. Stocks Fluctuate on Data as Oil, Dollar Slump: Markets Wrap

"U.S. stocks fluctuated near records as data showing steady growth in the services industries bolstered confidence in the economy. Treasuries fell with the dollar as markets shrugged off the latest terror attacks in the U.K. Crude slumped. The S&P 500 Index swung between gains and losses banks advanced to offset weakness in defensive shares after data showed industries that make up the bulk of the economy expanded at a solid pace in May. Miners weighed on European equities, as zinc and tin led base metals lower. Some European markets were closed for a public holiday. Mexico's peso traded at the strongest level in seven months. Oil erased gains sparked by a political spat between several energy-producing nations in the Middle East"

<https://www.bloomberg.com/news/articles/2017-06-04/london-attacks-send-pound-down-as-yen-holds-gains-markets-wrap?rmd=157390132>

## Europe: IMF's Lagarde offers euro zone Greek debt compromise, Handelsblatt say

"International Monetary Fund Managing Director Christine Lagarde has offered Greece's European creditors a way out of their impasse over Athens' debts that would allow the euro zone to release a tranche of aid later this month. The IMF believes Greece needs a debt haircut, which Germany rejects. Lagarde suggested agreeing a deal whereby the IMF would stay on board in the bailout, as Berlin wants, but not pay out further aid until debt relief measures are clarified. "There can therefore be a program in which the disbursement only takes place when the debt measures have been clearly outlined by the creditors," she told Handelsblatt in pre-released comments to run in its Tuesday edition. The compromise could allow euro zone finance ministers to give the go-ahead for their next payment of their tranche of aid at their meeting on June 15, Handelsblatt said".

<http://www.reuters.com/article/us-eurozone-greece-idUSKBN18W283>

## PLATINUM PORTFOLIO

### Platinum Portfolio Yield Measures as at June 05, 2017

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

The platinum portfolio has an effective maturity of 9.97 years and duration of 4.03 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.

## DISCLAIMER

**Analyst Certification** -The views expressed in this research report accurately reflect the personal views of Mayberry Investments Limited Research Department about those issuer (s) or securities as at the date of this report. Each research analyst (s) also certify that no part of their compensation was, is, or will be, directly or indirectly, related to the specific recommendation (s) or view (s) expressed by that research analyst in this research report.

**Company Disclosure** -The information contained herein has been obtained from sources believed to be reliable, however its accuracy and completeness cannot be guaranteed. You are hereby notified that any disclosure, copying, distribution or taking any action in reliance on the contents of this information is strictly prohibited and may be unlawful. Mayberry may effect transactions or have positions in securities mentioned herein. In addition, employees of Mayberry may have positions and effect transactions in the securities mentioned herein.

### 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)

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



...BULLISH ON JAMAICA



**MAYBERRY**  
INVESTMENTS LIMITED  
A Member of the Jamaica Stock Exchange

1 1/2 Oxford Road, Kingston 5, Jamaica. ☎ (876) 929 1908 – 9  
[research@mayberryinv.com](mailto:research@mayberryinv.com) • [sales@mayberryinv.com](mailto:sales@mayberryinv.com) • [www.mayberryinv.com](http://www.mayberryinv.com)