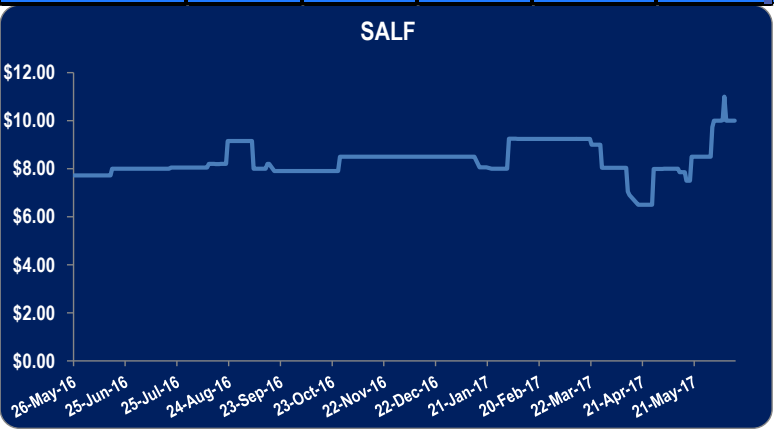


## DAILY MARKET SUMMARY



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

Stock Symbol	SALF	HONBUN	SJ	JAMT	BRG
Current Price (\$)	10.00	6.76	34.13	4.30	17.56
Trailing EPS (\$)	0.86	0.26	2.88	0.20	1.47
P/E (times)	11.59	26.06	11.84	21.77	11.93
Projected P/E	8.76	23.57	10.05	12.81	11.83
Projected EPS (\$)*	1.14	0.29	3.40	0.34	1.48
Book Value per share (\$)	7.49	1.14	15.21	1.38	4.56
Price/Book Value (times)	1.33	5.91	2.24	3.12	3.85
Dividend Yield (2016 YTD %)	5.18%	2.22%	3.83%	N/A	3.57%
Volumes	300	400	17,199	604,000	13,963
Recommendation	HOLD	HOLD	BUY	BUY	HOLD



### STOCK OF THE DAY: Salada Foods Jamaica Limited (SALF)

For the six months ended March 31, 2017:

Salada Foods, recorded a 31% increase in turnover for the quarter to \$209.10 million (2016: \$159.49 million). Salada Foods' turnover increased by 16% to \$404.38 million for the six months ended March 2017 compared to \$348.12 million booked in the previous year.

Cost of sale for the period increased by 15% to close at \$259.92 million relative to \$226.01 million for the same period last year. According to the company, "this improvement was primarily driven by manufacturing efficiencies." As such, Gross profit for the six months and second quarter improved 18% and 29% to \$144.46 million and \$81.67 million respectively.

Other operating loss for the period was \$2.11 million, compared to operating loss of \$1.97 million for the same period last year. Administrative expenses declined by 3% to \$61.01 million (2016: \$62.76 million). This was due to halting of the vertical integration initiative undertaken in 2014 due to losses as the crop (ginger) was affected by disease. Selling and promotional expense rose 21% from \$22.80 million in 2016 to \$27.55 million.

Consequently, this resulted in an operating profit of \$53.79 million, this compares with the profit of \$34.57 million that was reported for the comparative period the year prior. Net finance income for the period increased by 77% to \$7.68 million compared to \$4.34 million for the same period a year ago.

Net profit before taxation stood at \$61.47 million this compares with the pre-tax profit of \$38.91 million booked for the period ended March 31, 2016.

Net Profit for the quarter increased by 77% closing the quarter at \$27.61 million relative to \$15.56 million reported the corresponding quarter of 2016. Net Profit for the six months ended March 31, 2017 the period was \$44.91 million versus a Net Profit of \$29.04 million booked for the year prior.

Net profit attributable to stockholders totalled \$46.45 million for the six months ended March 31, 2017 compared to \$30.85 million recorded the year prior. Profit attributable to shareholders for the second quarter increased 82% to \$28.32 million, this compares to \$15.55 million reported in 2016.

Earnings per stock unit for the six months amounted to \$0.45 (2016: \$0.30), while the EPS for the quarter amounted to \$0.27 (2016: \$0.15). The twelve month trailing EPS is \$0.86. The number of shares used in our calculations is 103,883,290

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	129.800	93.600	128.3438	143.750	123.000	129.4594
CAN	97.480	70.500	96.1235	108.100	93.500	97.3062
GBP	166.700	120.750	164.3946	181.930	160.500	165.5668
EURO	144.815	105.150	140.1270	161.230	140.200	146.8917

\*Rates as at June 16, 2017

### MONEY MARKET

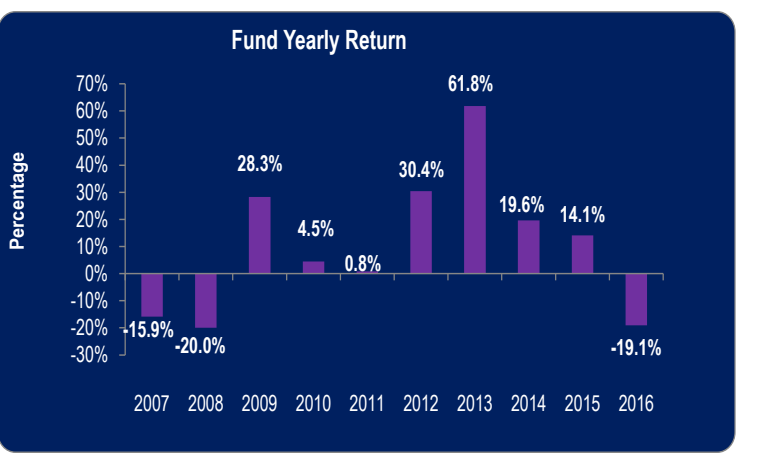
The Jamaican dollar fixed income market was illiquid in today's (June 16, 2017) trading session. The overnight rates were quoted around 4.00% to 4.50% while the 30-day rates were between 5.5% to 5.9%.

The US dollar fixed income market was also liquid during today's (June 16, 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 Health Sciences 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 around the world that specialize in the health care or medical industry. The fund has a 6 month return of 6.1% and a 5 year return of 17.6% as at May 31, 2017. The Fund also has a three months return of 1.2%.



\*Prices are as at June 16, 2017 \*Projections are for the forward 12 months from the most recent quarter results

**U.S.: Amazon to Acquire Whole Foods for \$13.7 Billion**

“Amazon.com Inc. will acquire Whole Foods Market Inc. for \$13.7 billion, a bombshell of a deal that catapults the e-commerce giant into hundreds of physical stores and fulfills a long-held goal of selling more groceries. Amazon agreed to pay \$42 a share in cash for the organic-food chain, including debt, a roughly 27 percent premium to the stock price at Thursday’s close. John Mackey, Whole Foods’ outspoken co-founder, will continue to run the business -- a victory after a fight with activist investor Jana Partners that threatened to drive him from power. The deal sends shockwaves across both the online and brick-and-mortar industries. Grocery chains plunged on Friday -- Wal-Mart Stores Inc. fell as much as 7.1 percent, while Kroger Co. tumbled 17 percent -- as investors worried that woes will mount in the increasingly cutthroat industry”.

<https://www.bloomberg.com/news/articles/2017-06-16/amazon-to-acquire-whole-foods-in-13-7-billion-bet-on-groceries>

**Europe: May Called ‘Coward’ by Angry Crowd After Pledging Fire Aid Speech**

“Prime Minister Theresa May was greeted by angry crowds shouting “coward” after she promised support for victims of a fire in a London tower block that claimed at least 30 lives. After two days in which her government has struggled to respond to the devastating fire at Grenfell Tower, west London, May met survivors privately on Friday and promised a series of aid measures, including 5 million pounds (\$6.4 million) for emergency costs and a promise to find homes nearby within three weeks. They’ll also be consulted on the public inquiry into the disaster announced earlier. Police had to hold people back as she left. Elsewhere, a crowd of about 100 people gathered outside the council building of Kensington and Chelsea, chanting “we want justice!” Dozens of them burst into the foyer, where police formed a cordon to stop them going upstairs, BBC footage showed. Later, they were banging angrily on the glass doors”.

<https://www.bloomberg.com/politics/articles/2017-06-16/may-called-coward-by-angry-crowd-after-pledging-fire-aid>

**PLATINUM PORTFOLIO**

Platinum Portfolio Yield Measures as at June 12, 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 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.

**DISCLAIMER**

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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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