

DAILY MARKET SUMMARY



LOCAL STOCK MARKET: (JS)⁺

Stock Symbol	JIMBGL	KREMI	PURITY	JAMT	BRG
Current Price (\$)	18.50	7.33	2.70	4.41	14.85
Trailing EPS (\$)	2.03	0.46	0.06	0.20	1.47
P/E (times)	9.11	16.06	42.93	22.33	10.09
Projected P/E	9.21	13.49	29.95	13.14	10.00
Projected EPS (\$)*	2.01	0.54	0.09	0.34	1.48
Book Value per share (\$)	15.89	1.56	2.48	1.38	4.56
Price/Book Value (times)	1.16	4.69	1.09	3.20	3.26
Dividend Yield (2016 YTD %)	2.76%	0.67%	N/A	N/A	3.57%
Volumes	58,295	62,000	1,400	61,800	23,799
Recommendation	BUY	BUY	SELL	BUY	HOLD

FOREIGN EXCHANGE MARKET TRADING SUMMARY

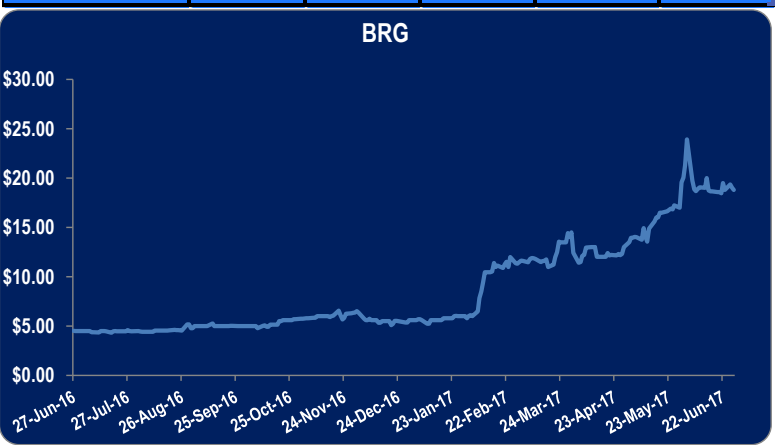
	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	129.600	93.000	128.1587	149.040	121.000	128.8137
CAN	98.950	70.500	97.9150	112.800	91.000	98.1444
GBP	167.870	92.000	161.1320	190.800	155.040	165.1061
EURO	143.800	105.000	138.9025	161.000	139.350	147.2542

*Rates as at June 28, 2017

MONEY MARKET

The Jamaican dollar fixed income market was illiquid in today's (June 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 (June 29, 2017) trading session; The overnight market rates were quoted at 1% while the 30-day market rates stood around 1.2% to 1.4%.



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.

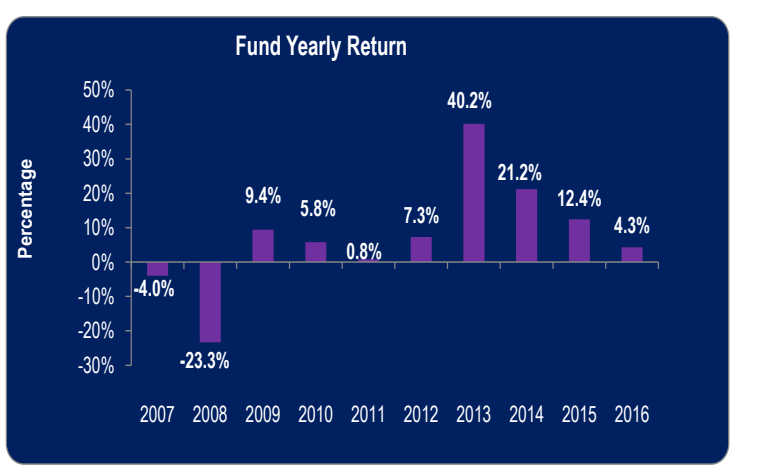
Consequently, Net Profit totalled \$315.56 million compared to a profit of \$122.14 million the prior year, this represents a 158% year over year increase. For the fourth quarter of 2017 Net Profit amounted to \$65.03 million 447.8% higher than the \$11.87 million reported for the same period of 2016.

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

OVER THE COUNTER FUNDS (CI FUNDS)

CI American Value Corporate Class

This fund's objective is to provide superior returns with a limited level of risk by investing in a diversified portfolio of high quality undervalued companies. It invests primarily in equity and equity-related securities of companies in the United States. The fund has a 6 month return of 9.3% and a 5 year return of 17.2% as at May 31, 2017. The Fund also has a three months return of 3.4%.



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

U.S.: GOP Signals It Will Keep Obamacare's Investment Tax on the Rich

“Republican Senator Bob Corker said Thursday that he expects GOP leaders to scrap a provision in their health bill that would repeal a tax on investment income that affects high-income earners. The Tennessee Republican said the decision to retain Obamacare’s 3.8 percent tax on net investment income would help Republicans boost subsidies for low-income people in the individual exchanges. "We are going to figure out a way, I believe, before Friday comes to greatly enhance the ability of lower income citizens to buy insurance on the exchange and at the same time my sense is that the 3.8 percent is going to go away," he told reporters. "It's not an acceptable proposition to have a bill that increases the burden on lower-income citizens and lessens the burden on wealthy citizens." Corker's remarks came after several Senate Republicans began to question Wednesday whether the bill should be repealing so many taxes on wealthy Americans when the legislation would scale back subsidies for the poor”.

<https://www.bloomberg.com/news/articles/2017-06-28/key-republicans-want-to-scrap-health-bill-s-tax-cuts-for-wealthy>

Europe: Euro Gains for Third Day on ECB Hawkish Tilt as Dollar Falts

The euro strengthened for a third day against the dollar as comments from President Mario Draghi this week bolstered bets the European Central Bank is preparing to unwind stimulus. The U.S. currency fell versus all its major peers as the outlook for the Federal Reserve’s gradual interest-rate increases is being overshadowed by other central banks becoming more hawkish. Speaking in Portugal Tuesday, Draghi said the reflation of the euro-area economy created room to reduce stimulus. He didn’t retract those comments when he spoke again Wednesday, even as unidentified officials said the market reaction was hypersensitive .“It will take more than anonymous ECB sources to cool the desire to bet on the euro and dump the dollar,” said Sean Callow, a senior currency strategist at Westpac Banking Corp. in Sydney.

<https://www.bloomberg.com/news/articles/2017-06-29/euro-gains-for-third-day-on-ecb-hawkish-tilt-as-dollar-falts>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at June 26, 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.

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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

OVER 20 YEARS OF EXPERIENCE + CUTTING EDGE MARKET RESEARCH
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