

## DAILY MARKET SUMMARY



### LOCAL STOCK MARKET: (JS) +

| Stock Symbol                | JSE    | BPOW  | MDS   | SJ     | NCBFG   |
|-----------------------------|--------|-------|-------|--------|---------|
| Current Price (\$)          | 6.17   | 44.00 | 5.50  | 31.24  | 80.25   |
| Trailing EPS (\$)           | 0.24   | 2.16  | 0.38  | 2.88   | 7.80    |
| P/E (times)                 | 25.81  | 20.41 | 14.39 | 10.84  | 10.29   |
| Projected P/E               | 17.66  | 18.75 | 10.68 | 9.20   | 8.13    |
| Projected EPS (\$)*         | 0.35   | 2.35  | 0.52  | 3.40   | 9.87    |
| Book Value per share (\$)   | 1.27   | 11.92 | 2.14  | 15.21  | 43.14   |
| Price/Book Value (times)    | 4.85   | 3.69  | 2.57  | 2.05   | 1.86    |
| Dividend Yield (2016 YTD %) | 11.99% | 0.57% | 2.21% | 3.83%  | 4.80%   |
| Volumes                     | 34,820 | NIL   | NIL   | 13,171 | 120,834 |
| Recommendation              | HOLD   | HOLD  | BUY   | BUY    | HOLD    |

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

|      | PURCHASE RATE |         |                       | SALES RATE |         |                       |
|------|---------------|---------|-----------------------|------------|---------|-----------------------|
|      | Highest       | Lowest  | Weighted Average Rate | Highest    | Lowest  | Weighted Average Rate |
| USD  | 128.550       | 98.400  | 127.2590              | 147.600    | 104.650 | 128.2812              |
| CAN  | 103.500       | 74.250  | 102.5659              | 113.850    | 90.000  | 103.7707              |
| GBP  | 169.500       | 122.250 | 164.2161              | 195.600    | 155.000 | 166.2187              |
| EURO | 151.500       | 108.000 | 144.9476              | 172.800    | 144.000 | 149.2973              |

\*Rates as at July 27, 2017

### MONEY MARKET

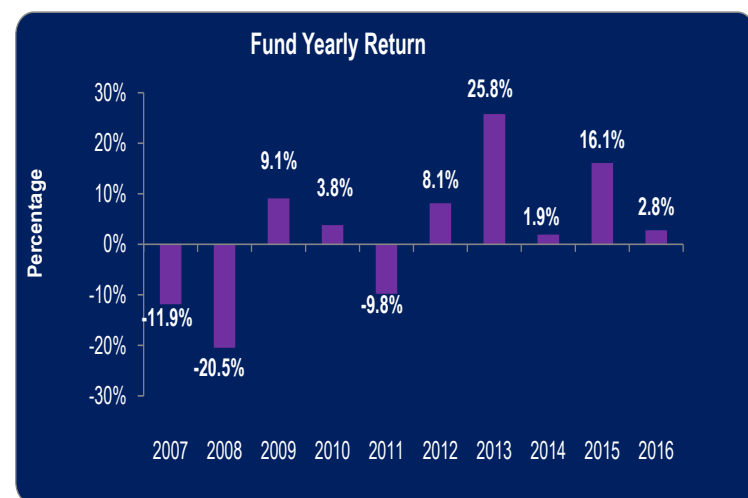
The Jamaican dollar fixed income market was illiquid in today's (July 25, 2017) trading session. The overnight rates were quoted around 4.00% to 4.50% while the 30-day rates were between 5.5% to 5.9%.

The US dollar fixed income market was also liquid during today's (July 25, 2017) trading session; The overnight market rates were quoted at 1% while the 30-day market rates stood around 1.2% to 1.4%.

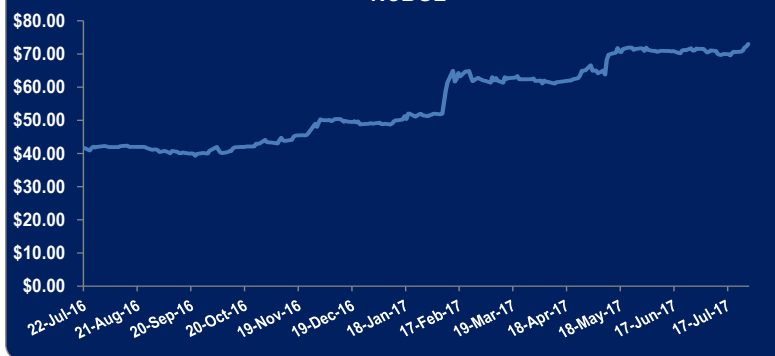
### OVER THE COUNTER FUNDS (CI FUNDS)

#### CI International Value 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 6 month return of 10.7% and a 5 year return of 12.8% as at June 30, 2017. The Fund also has a three months return of 4.6%.



### NCBGL



### STOCK OF THE DAY: NCB Financial Group Jamaica

For the year ending March 31, 2017:

Net Interest Income increased by 4.02%, relative to the corresponding period in 2016, to total \$14.64 billion (2016: \$14.07 billion). For the quarter Net Interest Income for improved 9.04% to close at \$7.08 billion (2016: \$7.08). Interest income rose 7.15% year over year to \$20.78 billion compared to \$19.40 billion in 2016, while interest expense amounted to \$6.15 billion relative to \$5.32 billion for the corresponding period in 2016.

Net Fees and Commission Income amounted to \$6.97 billion, an increase of 33.23% versus 2016's \$5.23 billion. The bank also reported a gain on foreign currency and investment activities of \$3.64 billion, a growth of 100.65% relative to \$1.81 billion in 2016. Premium income for the period declined 9.74% to \$3.72 billion (2016: \$4.12 billion), while dividend income increased 83.46% to a total of \$105.85 million (2016: \$57.70 million).

Other Operating Income climbed by 84.86% to \$97.66 million (2016: \$52.83 million). Consequently, total operating income increased 15.07% to a total of \$29.17 billion (2016: \$25.35 billion). Total operating income for the second quarter recorded a 16.88% growth to \$14.95 billion (2016: \$12.79 billion).

Total Operating Expenses for the period amounted to \$19.12 billion, an increase of 5.43% compared to the \$18.14 billion reported for the first six months of 2016. Expenses for the quarter rose 5.13% to close at \$9.01 billion compared to \$8.57 billion in 2016. The increase was due to other operating expenses and staff costs expenses. Of these expenses: Staff costs increased 16.59% to \$8.06 billion relative to \$6.91 billion in 2016 and Other operating expenses which grew by 15.01% to \$8.02 billion (2016: \$6.97 billion). Net profit for the second quarter improved by 63.03% to close at \$5.87 billion (2016: \$3.60 billion).

Earnings per share (EPS) for the six months ended March 31, 2017 totalled \$3.84 relative to \$2.43 booked for the comparable period of 2016. The EPS for the second quarter amounted to \$2.38 (2016: \$1.46). The trailing twelve month EPS amounted to \$7.26.

\*Prices are as at July 28, 2017 \*Projections are for the forward 12 months from the most recent quarter results

**U.S.: Second-Quarter U.S. Growth of 2.6% Underscores Resilience**

“The results confirm that the slowdown at the start of 2017 was temporary and show an economy growing in the first half at about a 1.9 percent rate, compared with the expansion’s 2.2 percent average pace through the end of 2016.

Consumer spending led the rebound last quarter, helped by a steady job market and household finances boosted by stock and home-equity gains. Disposable incomes, adjusted for inflation, posted the best back-to-back quarters since the first half of 2015.

Business investment in equipment rose at an 8.2 percent pace, the most in almost two years, signalling companies are optimistic about demand in the U.S. as well as in overseas markets. The overall pace of non-residential investment eased from 7.2 percent amid a slowdown in the structures category that followed a boom in oil-and-gas wells in the prior period. Intellectual-property investment also slowed.”

<https://www.bloomberg.com/news/articles/2017-07-28/second-quarter-u-s-growth-rate-of-2-6-underscores-resilience>

**PLATINUM PORTFOLIO**

| Platinum Portfolio Yield Measures as at July 24, 2017 |                |
|---|----------------|
|   | Percentage (%) |
| Yield to Maturity                                     | 4.62           |
| Weighted Average Coupon                               | 4.947          |
| Current Yield   | 4.94           |

The platinum portfolio has an effective maturity of 13.22 years and duration of 4.38 years.

**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.

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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)

**Europe: German inflation beats expectations, still short of ECB target**

“German consumer inflation was stronger than expected last month but remained well below the European Central Bank’s target for the euro zone of just under 2 percent, suggesting it and a robust Spanish reading are unlikely to hasten policy tightening.

Federal Statistics Office data on Friday showed German consumer prices harmonised to compare with other European countries (HICP) rose by an annual 1.5 percent in July, the same as in June and above the 1.4 percent forecast in a Reuters poll.

A breakdown of non-harmonised data showed the increase was caused by a sharp increase in food prices in particular, but that prices in all other categories -- rents, goods, services and energy -- also rose.”

<http://www.reuters.com/article/germany-economy-inflation-idUSL5N1KJ3KC>

**STRUCTURED PRODUCT**

**Mayberry Platinum**

The Mayberry Platinum portfolio is ideal for investors seeking a short to medium-term investment with returns denominated in hard currency. The portfolio comprises Investment Grade corporate and sovereign bonds, which provide strong yield and performance. The primary objective of this product is to provide our clients with income as well as capital appreciation. The Platinum portfolio enables the client to take full advantage of a diversified bond portfolio and is ideal for persons who do not have the time to actively manage their own portfolio.

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



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