

## DAILY MARKET SUMMARY



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

Stock Symbol	JETCON	JMMBGL	SALF	LASD	SGJ
Current Price (\$)	5.51	19.99	9.30	6.70	44.06
Trailing EPS (\$)	0.25	2.03	0.86	0.24	3.96
P/E (times)	21.88	9.84	10.80	28.38	11.12
Projected P/E	26.85	9.96	8.14	34.96	10.37
Projected EPS (\$)*	0.21	2.01	1.14	0.19	4.25
Book Value per share (\$)	0.62	15.89	7.58	1.17	30.54
Price/Book Value (times)	8.92	1.26	1.23	5.70	1.44
Dividend Yield (2016 YTD %)	N/A	2.76%	5.18%	0.75%	4.57%
Volumes	948,848	58,070	NIL	105,467	160,588
Recommendation	SELL	HOLD	BUY	SELL	HOLD

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	128.700	98.400	127.1731	147.600	100.060	128.2317
CAN	104.200	73.880	101.9011	113.270	95.000	102.5680
GBP	169.000	131.200	165.2626	188.600	160.000	167.8074
EURO	150.000	108.450	146.9332	154.200	138.200	151.8800

\*Rates as at August 4, 2017

### MONEY MARKET

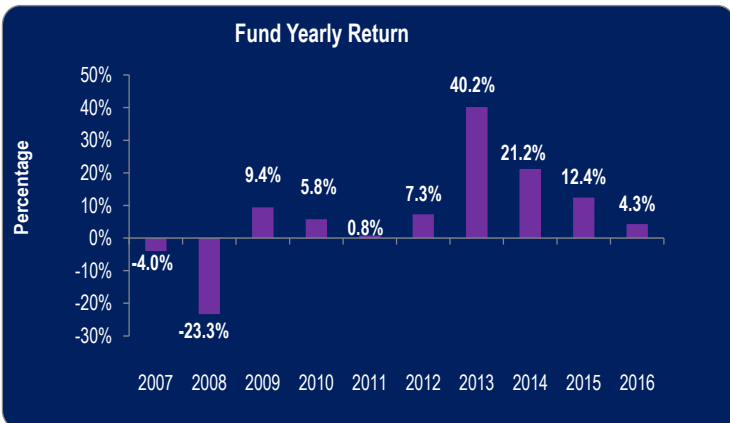
The Jamaican dollar fixed income market was illiquid in today's (August 8, 2017) trading session. The overnight rates were quoted around 4.00% to 4.50% while the 30-day rates were between 5.5% to 5.9%.

The US dollar fixed income market was also liquid during today's (August 8, 2017) trading session; The overnight market rates were quoted at 1% while the 30-day market rates stood around 1.2% to 1.4%.

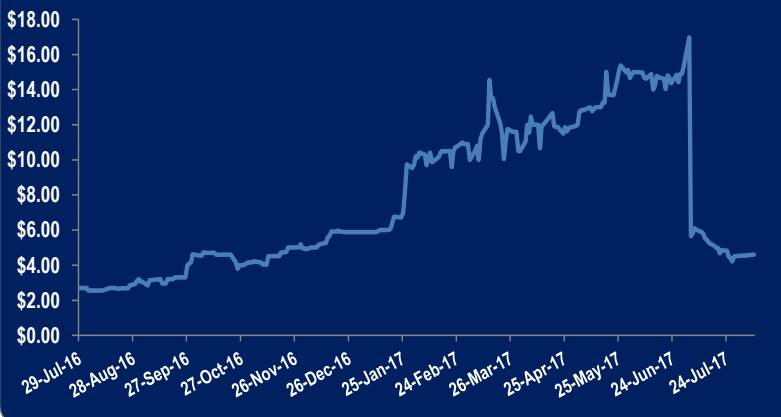
### OVER THE COUNTER FUNDS (CI FUNDS)

#### CI 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 4.1% and a 5 year return of 15.8% as at June 30, 2017. The Fund also has a three year return of 12.5%.



### JETCON



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

For the six months ended June 30, 2017:-

Revenue for the six months increased 62% to total \$548.23 million, up \$209.79 million from the \$338.44 million recorded in the prior year. For the quarter the company saw a 52% increase in revenue totalling \$291.92 million compared to (2016: \$192.41 million)

Costs of Sales amounted to \$438.75 million, an increase of 56% compared to \$280.86 million booked in the corresponding period for 2016. As such, Gross Profit moved from \$57.58 million to \$109.48 million, an improvement of approximately 90% year over year.

Total Expenses for the six month increased 44% year over year to \$29.39 million, relative to \$20.41 million. Of this, Selling & Marketing Expenses rose by 84% to \$11.24 million relative to \$6.12 million reported the prior year. Administrative and Other Expenses increased 25%, to \$12.18 million compared to \$9.71 million in June 2016. Other operating cost totalled \$5.90 million compared to the \$4.32 million booked in 2016. Finance Cost totalled \$73,902 compared to \$250,704 reported last year, reflecting a 71% decline. Total Expenses for the quarter increased 43% to close at \$15.31 million compared to \$10.72 million for the comparable period in 2016.

Consequently, Profit before Taxation improved to a total of \$80.09 million compared to \$37.18 million recorded for the first six months of 2016. There were no taxes charged for the period compared to \$4.18 million booked for the corresponding period in 2016. As such, Net Profit after Tax increased 143% to \$80.09 million relative to \$33 million booked for the comparable period in 2016. Net profit for the quarter totalled \$42.71 million compared to \$21.50 million, a 99% increase.

Consequently, Earnings Per Share (EPS) for the six months amounted to \$0.14 (2016: \$0.06), while the EPS for the quarter amounted to \$0.07 (2016: \$0.04). The company also has a twelve months trailing Earnings Per Share of \$0.25. The total number of shares used in this calculation were 583,500,000.

Jetcon noted, "Orders for the period after the quarter, are ahead of 2016 by 82 percent, and points to positive outcome for the rest of the year, barring any unfavorable developments. With the strong increase in revenues for the first half of this year, it is not possible to say with any amount of certainty, what the level of growth will be for the second half of the year".

**U.S.: U.S. Assesses North Korea Can Fit Nuke Inside a Missile, Report Says**

“Washington (AP) -- North Korea may have successfully produced a miniaturized nuclear warhead that can fit inside its missiles, passing a key threshold in becoming a full-fledged nuclear power, according to a Japanese defense paper and a U.S. media report. The U.N. Security Council this weekend slapped its toughest sanctions yet on North Korea over its latest test of a ballistic missile that could be used to deliver a nuclear weapon. Despite the rapid tempo of these tests, uncertainty has lingered over the isolated nation's ability to couple such a missile with a nuclear device. Those uncertainties appear to be receding. Japan's Defense Ministry concluded in an annual white paper released Tuesday that "it is possible that North Korea has achieved the miniaturization of nuclear weapons and has developed nuclear warheads." Japan, a key U.S. ally, is also a potential target of North Korean aggression.”

<https://www.bloomberg.com/news/articles/2017-08-08/report-us-assesses-nkorea-can-fit-nuke-inside-a-missile>

**Europe: Ireland floats special EU-UK customs union as way to break Brexit logjam**

“OPEC said Iraq, the United Arab Emirates and Kazakhstan -- who have lagged in their implementation of a deal to cut production -- affirmed their commitment to the accord at a meeting in Abu Dhabi. “All expressed their full support” for the system to monitor the cutbacks “in order to achieve the goal of reaching full conformity,” OPEC said in a statement on its website. Malaysia also attended and made the same pledge. The meeting, co-chaired by Kuwait and Russia, was scheduled after several nations faltered in their pledges to reduce output. Twenty-four producers, from among the Organization of Petroleum Exporting Countries and beyond, agreed to cut production late last year to try to end a global glut. Oil prices have lost 8 percent this year on concern the agreement is failing to drain the world's bloated oil stockpiles. Saudi Arabian Energy Minister Khalid al-Falih promised last month to intensify pressure on cheating countries”.

<https://www.bloomberg.com/news/articles/2017-08-08/opec-says-iraq-u-a-e-kazakhstan-affirm-commitment-to-cuts>

**PLATINUM PORTFOLIO**

Platinum Portfolio Yield Measures as at August 2, 2017	
	Percentage (%)
Yield to Maturity	4.64
Weighted Average Coupon	5.018
Current Yield	4.96

The platinum portfolio has an effective maturity of 13.66 years and duration of 4.36 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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