

## DAILY MARKET SUMMARY



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

Stock Symbol	SJ	JMMBGL	DTL	JAMT	SGJ
Current Price (\$)	31.50	20.84	7.90	4.87	46.41
Trailing EPS (\$)	3.23	2.05	0.42	0.26	3.96
P/E (times)	9.76	10.18	18.60	18.70	11.71
Projected P/E	9.96	9.34	8.67	16.32	10.92
Projected EPS (\$)*	3.16	2.23	0.91	0.30	4.25
Book Value per share (\$)	15.32	16.44	3.79	1.54	30.54
Price/Book Value (times)	2.06	1.27	2.09	3.16	1.52
Dividend Yield (2016 YTD %)	3.83%	2.76%	N/A	N/A	4.57%
Volumes	55,233	284,052	4,000	90,678	16,854
Recommendation	BUY	HOLD	BUY	HOLD	HOLD

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	129.600	98.400	127.2255	147.600	103.500	128.6787
CAN	106.150	74.480	101.1427	119.160	95.000	103.8232
GBP	170.550	120.380	162.4855	192.600	160.000	166.0229
EURO	156.750	109.130	150.3390	174.600	140.000	151.8123

\*Rates as at August 28, 2017

### MONEY MARKET

The Jamaican dollar fixed income market was illiquid in today's (August 29, 2017) trading session. The overnight rates were quoted around 3.50% to 4.25% while the 30-day rates were between 5.5% to 5.85%.

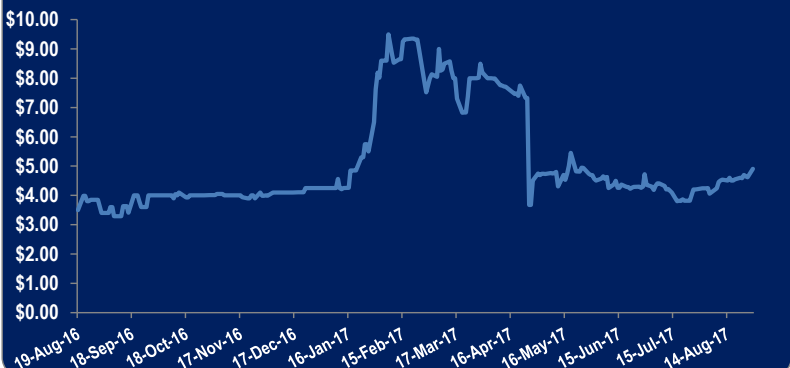
The US dollar fixed income market was also liquid during today's (August 29, 2017) trading session; The overnight market rates were quoted at 1% while the 30-day market rates stood around 1.3% to 1.6%.

### 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 2.4% and a 5 year return of 15.5% as at July 31, 2017. The Fund also has a three year return of 11.0%.

JAMT



### STOCK OF THE DAY: Jamaica Teas Limited (JAMT)

For the 9 months ended June 2017:

For the nine months Jamaica Teas reported a 26% increase in Revenue to total \$1.18 billion (2016: \$938.63 million). Revenue for the quarter saw a 35% increase to total 421.01 million relative to 312.72 million 2016.

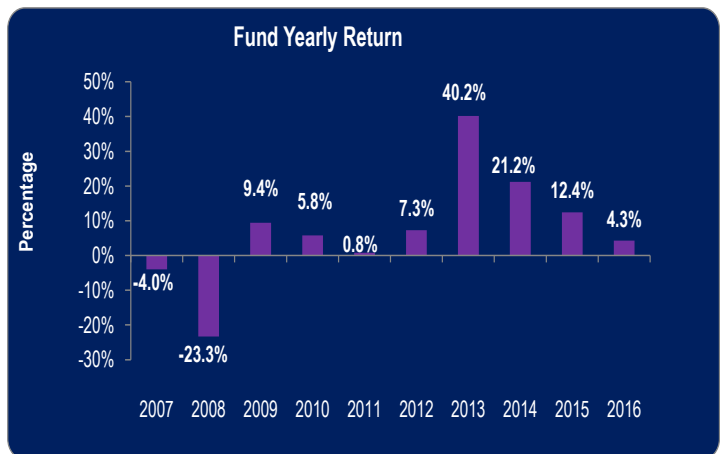
Cost of sales increased 29% to \$928.70 million (2016: \$719.60 million). As a result, Gross Profit grew 15% to \$252.31 million, while for the quarter JAMT posted a 22% improvement to \$82.20 million (2016: \$67.32 million).

Notably, Other income reported a 3% growth year over year to \$47.97 million relative to \$46.72 million a year earlier. Administrative Expenses increased by 20% to \$100.03 million for the nine months ended June 2017 relative to \$83.53 million for the same period of 2016. Sales and Marketing cost declined by 1% for the period relative to 2016 closing at \$28.42 million (2016: \$28.78 million). There was a 26% reduction in finance cost moving from \$30.65 million for the same period last year to \$22.63 million in 2017.

The company also reported a gain from recognition as a subsidiary of \$30.63 million. Loss from share of associated company of \$9.48 million was booked in 2016, none was recorded YTD. As a result, Pre-tax profits climbed by 59% for the 9 month period from the prior year, increasing from \$112.95 million in 2016 to \$179.84 million. JAMT incurred tax expenses of \$20.37 million compared to \$9.84 million during the 2016 comparable period.

Despite the increase in taxes, For the nine months Net Profit after discontinued operation increased by 66% to close the period at \$148.96 million (2016: \$89.96 million). This follows Non-operating Expenses for the period of \$8.60 million (2016: Nil) and Loss from Discontinued Operations of \$1.9 million (2016: \$7.21 million). For the quarter the company saw a 139% increase in Net Profit from Discontinued Operations to \$63.62 million.

The company reported unrealized gain of \$33.46 million a 34% increase over the \$24.98 million in 2016. This resulted in a 59% increase in total comprehensive income reported of \$182.43 million relative to \$114.93 million. Consequently earnings per share increased to \$0.22 compared to \$0.13 in the six months ended June 30, 2017, while for the third quarter JAMT book an EPS of \$0.09 (2016: \$0.04). The trailing twelve-month eps was \$0.26.



**U.S.: Oil prices fall 1.5 percent as storm shuts more refineries**

“New York (Reuters) - Crude prices slipped more than 1.5 percent lower on Tuesday as the market grappled with the shutdown of more than 16 percent of refining capacity in the United States after a hurricane ripped through the heart of the country’s oil industry. U.S. gasoline futures RBO1 were up about 4.8 cents by 12:21 p.m. (1621 GMT) That was well off the two-year high of \$1.7799 per gallon hit the previous day on news of the refinery closures. Worries about U.S. refining knocked crude prices lower despite disruptions in oil production elsewhere in the world. U.S. West Texas Intermediate (WTI) crude CLC1 edged down 62 cents or 1.3 percent to \$45.95 a barrel at 12:34 p.m. EDT (1634 GMT). International Brent crude futures LCOc1 were down 20 cents or 0.4 percent to \$51.69 a barrel. The discount for U.S. WTI versus Brent rose to almost \$6 a barrel, its widest in more than two years. CL-LCO1=R Motiva Enterprises [RIC:RIC:MOTIV.UL] was cutting production at the largest U.S. refinery due to flooding within the Port Arthur, Texas, sources said. Motiva has still not decided whether to shut down the refinery completely”.

<http://www.reuters.com/article/us-global-oil-idUSKCN1B903Z>

**Europe: 2017 growth close to 2 percent, jobless rate to ease**

“ATHENS (Reuters) - Greece’s economy will grow by about 2 percent this year and unemployment will ease further in 2018, Prime Minister Alexis Tsipras said on Tuesday, in an attempt to show the country was turning a page after seven years in crisis. Athens concluded a bailout review in June and returned to bond markets for the first time in three years in July. Its third, 86-billion-euro, bailout expires in 2018. “The projections that 2017 will end with growth rates close to 2 percent will be confirmed,” Tsipras said during a speech at the plant of tobacco company Papastratos. Athens had projected the economy would expand by 1.8 percent this year, revising downwards a 2.7 percent forecast. The EU Commission sees growth at 2.1 percent and the International Monetary Fund at 2.2 percent. The leftist-led government is sagging in opinion polls and wants to exploit the positive momentum to show Greeks the end of the crisis is approaching as a new round of talks with lenders, the EU and the IMF on a third bailout review looms.

<http://www.reuters.com/article/us-eurozone-greece-pm-idUSKCN1B90SH>

**PLATINUM PORTFOLIO**

Platinum Portfolio Yield Measures as at August 28, 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 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.

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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.

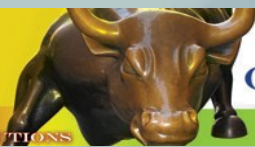
**SELL:** We believe the stock is overpriced relative to the soundness of the company’s fundamentals and long-term prospects.

**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  
 = POSITIVE TRANSFORMATION FOR OUR CLIENTS  
 MANAGED FUND SOLUTIONS • CURRENCY SOLUTIONS • GLOBAL INVESTING SOLUTIONS • RETIREMENT PLANNING SOLUTIONS

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