

### DAILY MARKET SUMMARY

#### LOCAL STOCK MARKET: (JS) <sup>+</sup>

Stock Symbol	NCBFG	JP	SEP	JETCON	CCC
Current Price (\$)	88.55	15.08	30.00	4.46	26.01
Trailing EPS (\$)	7.80	0.34	1.41	0.25	1.54
P/E (times)	11.36	44.74	21.22	17.71	16.86
Projected P/E	8.98	39.10	15.99	14.51	10.48
Projected EPS (\$)*	9.87	0.39	1.88	0.31	2.48
Book Value per share (\$)	43.14	9.28	18.69	0.62	10.37
Price/Book Value (times)	2.05	1.62	1.61	7.22	2.51
Dividend Yield (2017 YTD %)	2.03%	N/A	N/A	0.52%	N/A
Volumes	62,779	93,586	13,026	13,429	400
Recommendation	BUY	SELL	HOLD	BUY	HOLD

#### DTL



#### STOCK OF THE DAY: Derrimon Trading Limited (DTL)

For the six months ended June 30, 2017:

Derrimon Trading Limited (DTL) Trading Income declined by 5%, to end the six months at \$3.05 billion compared to the \$3.21 billion for the prior period. For the quarter the company reported a 14% decline in Trading Income totalling \$1.41 billion relative to \$1.64 billion.

Cost of Sales declined by 11% to \$2.46 billion for the period (2016: \$2.76 billion). As a result, Gross Profit amounted to \$580.72 million relative to \$458.24 million the year prior, an increase of 27% year over year. DTL noted that, "this improvement is a combination of improvement in margins arising from strategies employed within both the distribution & retail segments of the business." Other Income increased by 49% to close the period at \$11.36 million relative to \$7.62 million reported in 2016.

Other Income for the period improved 49% to close the six months at \$11.36 million relative to \$7.62 million in 2016.

Total operating expenses was \$453.06 million for the period, representing a growth of 27% on the \$357.56 million recorded in the prior year. Administrative expense totalled \$396.89 million, 40% higher when compared to the \$283.44 million in 2016. While selling and distribution expenses recorded a 24% decline for the period, totalling \$56.17 million (2016: \$74.12 million). The management of DTL has indicated that, "the major factors for this increase were the increase in cost for utilities, marketing expenses, and staff cost because of the new retail operations."

Finance Cost increased by 75% to total \$52.70 million for the period relative to \$30.19 million in 2016. The company indicated that "the impact from the sale of the 10% shares in Caribbean Flavours and Fragrances and the replacement of higher costing US dollar loans will positively impact this expense line in ensuing months." Consequently, profit before taxation grew by 11% ending the period at \$86.33 million for the six months compared to \$78.12 million in 2016. No taxes were reported for the period as such Net Profit amounted to \$86.33 million an 11% increase. For the quarter the company reported a 5% increase in Net Profits to \$33.90 million (2016: \$32.32 million). Earnings per share (EPS) closed the period at \$0.32 (2016: \$0.29), while for the quarter, the EPS was \$0.12 (2016: \$0.12). The twelve month trailing EPS amounted to \$0.49. The total number of shares used in the computation amounted to 273,336,067 units.

<sup>+</sup>Prices are as at October 5, 2017 <sup>\*</sup>Projections are for the forward 12 months from the most recent quarter results

#### FOREIGN EXCHANGE MARKET TRADING SUMMARY <sup>\*</sup>

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	130.500	98.800	128.5496	148.200	120.900	129.4546
CAN	104.250	74.250	103.4275	118.800	98.000	104.1362
GBP	175.000	124.200	167.3771	198.720	165.600	172.3486
EURO	153.014	109.880	144.6841	155.157	146.000	154.4117

\*Rates as at October 4, 2017

#### MONEY MARKET

The Jamaican dollar fixed income market was illiquid in today's (October 5, 2017) trading session. The overnight rates were quoted around 2.30% to 3.25% while the 30-day rates were between 5.00% to 5.15%.

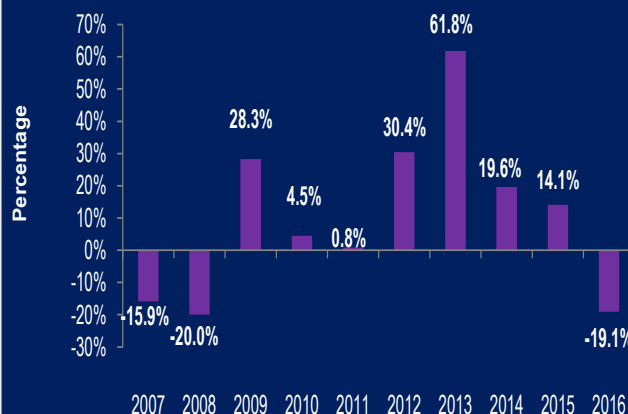
The US dollar fixed income market was also liquid during today's (October 5, 2017) trading session; The overnight market rates were quoted at 1% while the 30-day market rates stood around 1.2% to 1.4%.

#### OVER THE COUNTER FUNDS (CI FUNDS)

##### CI 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 3 year return of 1.5% and a 5 year return of 15.9% as at August 31, 2017. The Fund also has a 6 month return of 2.5%.

#### Fund Yearly Return



**US: Oil rises 2 percent, boosted by potential OPEC deal**

“NEW YORK (Reuters) - Oil prices rose more than 2 percent on Thursday as signs Saudi Arabia and Russia would limit production through next year outweighed record U.S. exports and the return of production at a major Libyan oilfield. “Bullish comments from the Russian and Saudi Energy ministers are helping arrest the recent decline in oil prices,” said Stephen Brennock, analyst at London brokerage PVM Oil Associates. Brent LCOc1 was up \$1.19 cents at \$56.99 a barrel by 12:25 p.m. EDT (1625 GMT). U.S. crude CLc1 rose 86 cents to \$50.84. Both benchmarks have fallen more than 5 percent over the last week as investors booked profits after almost three months of gains. “I think the market is trying to stabilize,” said Gene McGillian, director of market research at Tradition Energy. Potential demand decreases and pressure from production increases in the U.S., Libya and Nigeria could all threaten the rally, he cautioned.”

<http://www.reuters.com/article/us-global-oil/oil-rises-2-percent-as-potential-opec-deal-trumps-u-s-exports-idUSKBN1CA026?il=0>

**EUROPE:EU tries revamp of banking plan, as sceptical Schaeuble leaves**

“BRUSSELS (Reuters) - The European Commission is set to propose next week a watered-down plan to decrease risks in the banking sector in a bid to break a years-long stalemate as the main opponent to the project, Germany’s Wolfgang Schaeuble, prepares to quit. The plan tries to reduce bank risks after a decade-long economic crisis, and at the same time urges EU states to share those risks - an intent long opposed by Germany’s departing finance minister who feared wealthier German banks would end up propping up weaker rivals in other EU states. After two years of fruitless talks, the EU executive commission will make a new attempt to overcome the deadlock with new proposals which are expected to be published on Wednesday. A so-called European deposit insurance scheme (EDIS), meant to cover insured savers (up to 100,000 euros) in case of a bank failure, should be introduced more gradually than initially planned, the commission said in a draft document seen by Reuters”.

<http://www.reuters.com/article/us-eurozone-deposits-commission-proposal/eu-executive-to-propose-gradual-introduction-of-eu-deposit-scheme-to-win-over-germany-draft-idUSKBN1CA21L>

**PLATINUM PORTFOLIO**

Platinum Portfolio Yield Measures as at October 02, 2017	
	Percentage (%)
Yield to Maturity	4.63
Weighted Average Coupon	4.938
Current Yield	4.80

The platinum portfolio has an effective maturity of 15.50 years and duration of 4.96 years.

**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.

**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)

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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