

DAILY MARKET SUMMARY



LOCAL STOCK MARKET: (J\$) +

Stock Symbol	GENAC	SGJ	BPOW	ISP	MDS
Current Price (\$)	2.91	51.54	45.00	16.20	5.67
Trailing EPS (\$)	0.32	3.83	2.18	0.48	0.38
P/E (times)	9.18	13.46	20.69	33.84	14.89
Projected P/E	9.76	12.84	18.75	29.52	15.76
Projected EPS (\$)*	0.30	4.01	2.40	0.55	0.36
Book Value per share (\$)	1.99	30.54	12.56	2.41	2.20
Price/Book Value (times)	1.46	1.69	3.58	6.73	2.58
Dividend Yield (2017 YTD %)	6.66%	2.62%	0.42%	N/A	0.88%
Volumes	155,155	345,796	NIL	NIL	NIL
Recommendation	BUY	HOLD	SELL	SELL	HOLD

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	128.700	100.080	126.3094	139.900	112.500	127.1984
CAN	100.260	75.000	98.7220	109.940	94.000	99.1426
GBP	169.000	132.160	165.3376	185.690	161.000	167.5333
EURO	145.600	116.440	140.7808	163.600	116.510	149.4215

*Rates as at November 2, 2017

MONEY MARKET

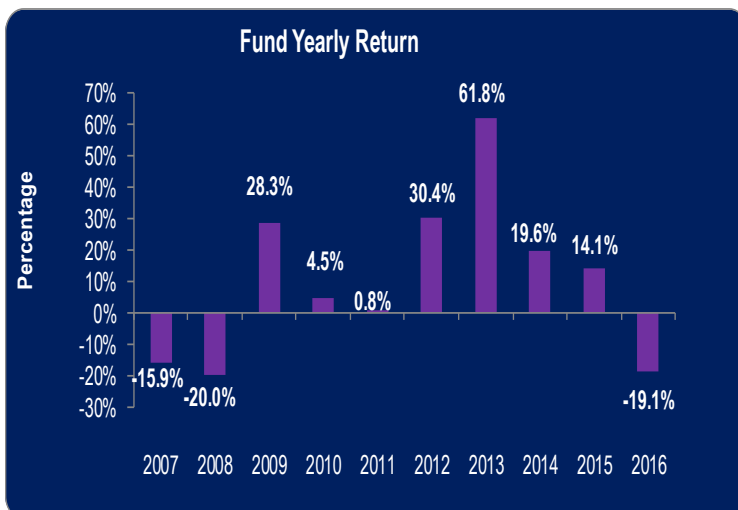
The Jamaican dollar fixed income market was illiquid in today's (November 3, 2017) trading session. The overnight rates were quoted around 2.70% to 3.00% while the 30-day rates were between 4.75% to 5.00%.

The US dollar fixed income market was also liquid during today's (November 3, 2017) trading session; The overnight market rates were quoted at 1% while the 30-day market rates stood around 1.0% to 1.2%.

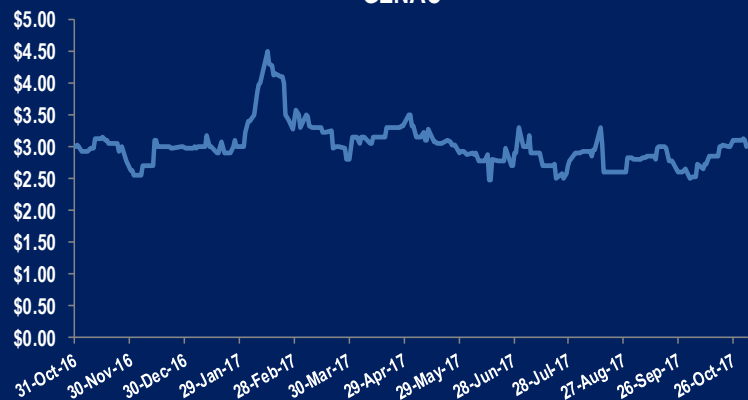
OVER THE COUNTER FUNDS (CI FUNDS)

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 3.1% and a 5 year return of 14.7% as at September 30, 2017. The Fund also has a 6 month return of 5.0%.



GENAC



STOCK OF THE DAY: General Accident Insurance Company Limited (GENAC)

For the six months ended June 30, 2017:

GENAC reported net premium written of \$673.34 million, 15% more than the \$585.29 million reported for 2016. This was as a result of a 4% increase in gross premium written to \$4.55 billion (2016: \$4.37 billion), while reinsurance ceded increased by 3% from \$3.73 billion last year to \$3.82 billion. Excess of loss reinsurance grew by 4% to \$53.57 million from \$51.51 million.

Net changes in unearned premiums totaled \$55.57 million, 26% more than the \$44.23 million recorded last year. Consequently, net premiums earned grew by 14% to a total of \$617.78 million compared to \$541.06 million for the same period last year.

Commission income increased by 5%, year over year, from \$239.37 million in 2016 to \$250.97 million while commission expenses increased by 19% from \$142.57 million in 2016 to \$169.12 million.

Claims expenses saw an increase of 14%, closing the period at \$539.04 million (2016: \$474.49 million) while management expenses rose by 26% to total \$272.23 million compared to the 2016 total of \$216.19 million. Net change in commission totaled \$43.70 million, 347% higher than \$9.77 million reported last year.

Underwriting loss for the period totaled \$67.95 million, compared to a loss of \$43.05 million in 2016.

Investment Income closed at \$90.45 million, a 1% decline when compared with last year's \$91.03 million, while other income totaled \$3.42 million, a significant decline when compared to the \$34.23 million reported for the same period last year. Other operating expenses grew by 2% to \$14.33 million relative to \$13.99 million in 2016.

Profit before taxation amounted to \$11.58 million (2016: \$68.22 million). Net Profit totaled \$8.34 million for the period, a decrease of 88% compared to the \$68.19 million reported last year, following tax charges of \$3.2 million (2016: \$30,000). Net loss for the second quarter amounted to \$9.02 million relative to profit of \$47.07 million in 2016. As such, Earning per share for the six months amounted to \$0.008 (2016: \$0.066) while loss per share for the quarter amounted to \$0.009 compared to \$0.046 in 2016. The twelve-month trailing EPS amounted to \$0.317. The number of shares used in our calculations amounted to 1,031,250,000 units.

US: Venezuela Will Seek to Restructure Debt, Blaming Sanctions

“President Nicolas Maduro said Venezuela will seek to restructure its global debt after the state oil company makes one more payment, blaming U.S. sanctions for making it impossible to find new financing. The government will transfer funds for a \$1.1 billion principal payment on Petroleos de Venezuela bonds that came due Thursday, Maduro said from Caracas. From there on out, the nation will renegotiate its debt with banks and investors, he said in a national address. Bonds of the state oil company and government notes maturing next year slumped in London trading on Friday. It’s a step that Maduro and his late predecessor, Hugo Chavez, rejected for two decades -- defying Wall Street analysts in recent years as cash drained from the government’s coffers, and making the nation’s debt one of the more profitable trades in emerging markets. By seeking a restructuring, Maduro is acknowledging that the heavy debt load for the oil exporting nation has become unsustainable amid a drop in crude output and prices, as well as the financial sanctions. He didn’t say if the country will make other debt payments that are coming due in the next weeks, creating a degree of confusion among investors. It’s “going to be ugly for holders,” said Ray Zucaro, the chief investment officer at Miami-based RVX Asset Management, which holds the PDVSA bonds that matured Thursday. “There’s no real way to sugar coat.”

<https://www.bloomberg.com/news/articles/2017-11-02/venezuela-will-seek-to-restructure-debt-as-sanctions-take-hold>

EUROPE: Brexit, Harassment Scandal: Crises Are Piling Up for May

“Political horizons vary. There’s the next election, the next budget cycle, the next big speech. U.K. Prime Minister Theresa May can see only as far as the next crisis. A fresh round of Brexit talks kick off next week, which should be the focus of government attention. But May’s big announcement Friday was a new code of conduct for Conservative politicians in the wake of a sexual harassment scandal that’s forced the resignation of her defence secretary, Michael Fallon. One of her own lawmakers remarked privately that far from focusing on the long term, she is now just trying to get through the next 15 minutes. More allegations over the weekend could raise the stakes for the embattled premier, whose situation has been precarious since June, when the Tories lost their parliamentary majority. Yet Fallon’s departure underscored the dangers of choosing a new leader. Until he quit, he was seen by many as an ideal caretaker prime minister. “It’s a restless party, but there’s no obvious person to step in and Conservative MPs aren’t stupid, they know the dangers of a government collapse,” said Justin Fisher, professor of politics at Brunel University in northwest London. The sexual harassment scandal has seen women speaking out about their treatment at the hands of male politicians, stretching back over years. But the opposition Labour Party isn’t benefiting from May’s discomfort.

<https://www.bloomberg.com/news/articles/2017-11-03/may-s-horizon-is-her-next-crisis-as-scandal-drowns-out-brexit>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at October 30, 2017	
	Percentage (%)
Yield to Maturity	4.65
Weighted Average Coupon	5.32
Current Yield	5.01

The platinum portfolio has an effective maturity of 13.56 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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