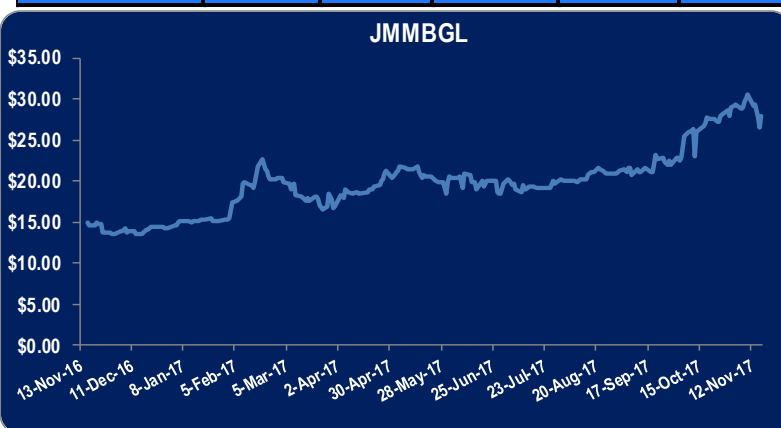


### DAILY MARKET SUMMARY

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

Stock Symbol	JP	SJ	JMMBGL	CPJ	JAMT
Current Price (\$)	15.48	36.24	27.79	4.08	4.00
Trailing EPS (\$)	0.47	3.31	1.82	0.38	0.28
P/E (times)	32.93	10.93	15.29	10.66	14.27
Projected P/E	23.87	9.97	15.00	10.22	13.41
Projected EPS (\$)*	0.65	3.64	1.85	0.40	0.30
Book Value per share (\$)	9.89	15.32	17.37	2.64	1.55
Price/Book Value (times)	1.57	2.37	1.60	1.55	2.58
Dividend Yield (2017 YTD %)	N/A	1.60%	0.83%	N/A	0.75%
Volumes	NIL	12,516	38,687	273,549	100,000
Recommendation	SELL	BUY	HOLD	HOLD	HOLD



#### STOCK OF THE DAY: JMMB Group Limited -(JMMBGL)

JMMB Group Limited - (JMMBGL) for the six months ended September 30, 2017 booked Net interest income of \$3.76 billion compared to \$3.26 billion in 2016, an increase of 15%. This as interest income grew by 8% to close at \$7.83 billion, from the \$7.26 billion booked in 2016, while interest expenses increased by 2% to total \$4.07 billion relative to \$4 billion in the prior year. JMMBGL highlighted that, "there was strong growth in the loan and investment portfolios. Additionally, the spread on the portfolios were higher on account of an effective spread management strategy." Net interest income for the quarter amounted to \$1.85 billion versus \$1.71 billion book for the corresponding quarter of 2016.

Fees and commission income amounted to \$797.10 million, an improvement of 44% on the \$554.29 million last year. According to the company, "there was significant growth in managed funds and collective investment schemes across the Group." Foreign exchange margins from cambio trading recorded a decrease of 21% year over year to close at \$544.70 million (2016: \$689.34 million) while net gains from securities trading showed a decrease of 6% totaling \$3.01 billion (2016: \$3.19 billion).

Other income for the period totaled \$56.63 million a 588% growth relative to \$8.23 million. Dividend income for the six months declined 27% to close at \$12.81 million relative to \$17.58 million.

Operating expenses amounted to \$5.83 billion, a growth of 15% (2016: \$5.08 billion) which led to an operating profit of \$2.35 billion, a decrease when compared to the \$2.64 billion booked the year prior. According to JMMBGL, "this was attributed primarily to costs associated with the transition of JMMB Merchant Bank to a commercial bank. Additionally, costs associated with the enhancement of our integrated Group sales and support framework was added during the course of the prior financial year, and the current reporting period reflect the full impact of these incremental cost."

Following taxes of \$680.94 million (2016: \$610.69 million), JMMBGL booked an 18% contraction in net profit to \$1.67 billion compared to \$2.03 billion reported for the similar period of 2016.

Net profit attributable to the shareholders of the company totaled \$1.67 billion relative to \$2.02 billion in 2016, an 17% decline year over year. For the second quarter, JMMBGL booked net profit attributable to shareholders of \$1.06 billion relative to \$1.43 billion reported for the corresponding quarter of 2016.

As a result, earnings per share (EPS) for the six months amounted to \$1.03 (2016: \$1.24) while EPS for the quarter amounted to \$0.658 (2016: \$0.88). The twelve month trailing EPS amounted to \$1.82 where the number of shares used in the calculations amounted to 1,630,552,530 units. Notably, JMMBGL's stock price closed trading on November 14, 2017 at \$29.26.

#### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	127.000	100.020	125.3801	139.840	117.500	126.6389
CAN	100.350	71.180	99.4764	109.140	94.000	99.9876
GBP	168.000	121.200	164.2081	172.157	161.000	166.4272
EURO	153.563	108.000	143.5413	165.940	143.000	148.1132

\*Rates as at November 17, 2017

#### MONEY MARKET

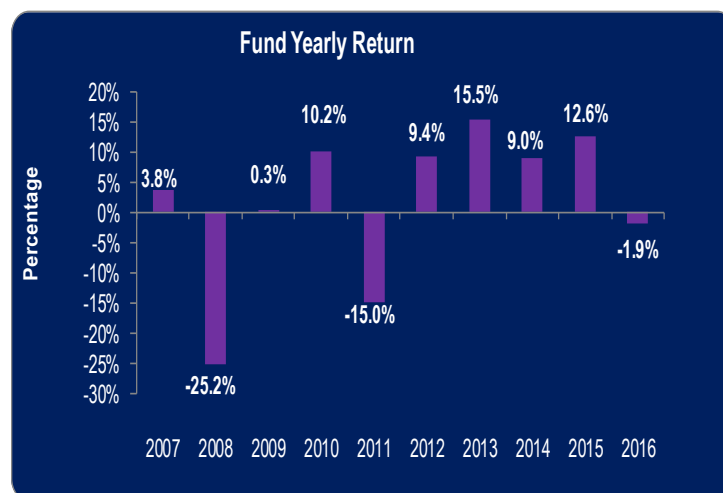
The Jamaican dollar fixed income market was liquid in today's (November 20, 2017) trading session. The overnight rates were quoted around 2.50% to 2.85% while the 30-day rates were between 4.00% to 4.30%.

The US dollar fixed income market was also liquid during today's (November 20, 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 Pacific Corporate Class

This fund's objective is to obtain maximum long-term capital growth. It invests primarily in equity and equity-related securities of established companies that the portfolio advisor believes have good growth potential. The fund has a 3 year return of 9.8% and a 5 year return of 11.4% as at October 31, 2017. The Fund also has a 3 month return of 6.0%.



## US: Keystone XL Approval May Open Door for Foes to Fight Route

"Nebraska's approval of an alternative route could throw more uncertainty into the mix for the long-delayed Keystone XL oil pipeline. The Public Service Commission approved TransCanada Corp.'s project on a three-to-two vote, removing one of the last hurdles to the Calgary-based company's construction of the \$8 billion, 1,179-mile (1,897-kilometer) conduit, which has been on its drawing boards since 2008. The decision, though, wasn't wrinkle-free: The panel mandated an alternative route that was immediately targeted by the project's opponents as lacking adequate vetting. TransCanada is now "assessing how the decision would impact the cost and schedule of the project," Russ Girling, TransCanada's chief executive officer, said in a statement. The company's shares rose 1.3 percent to C\$63.35 at 12:24 p.m. in New York trading. The uncertainty expressed by Girling was quickly reflected in analyst notes. "While today's Keystone XL pipeline approval is an important milestone, it does not provide certainty that the project will ultimately be built and begin operating," said Gavin MacFarlane, a vice president at Moody's Investors Service. "Pipeline construction would negatively affect TransCanada's business risk profile through increased project execution risk, and would likely put pressure on financial metrics."

<https://www.bloomberg.com/news/articles/2017-11-20/transcanada-wins-approval-to-construct-keystone-xl-in-nebraska-ja8elpp>

## PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at November 20, 2017	
	Percentage (%)
Yield to Maturity	4.70
Weighted Average Coupon	4.966
Current Yield	4.91

The platinum portfolio has an effective maturity of 15.39 years and duration of 4.88 years.

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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: Germany at a Crossroads: What Are Merkel's Options?

"Germany stumbled into uncharted territory after Chancellor Angela Merkel's bid to form a new government fell apart. With Europe's anchor of stability suddenly fractured, Merkel's backers say she needs to act quickly to maintain her grip on power. Here's a look at her options: The ultimate move would be new elections, which could come as soon as this spring. This could be a popular choice with a majority of Germans in favor of heading to the polls again, according to a survey by ZDF television. But there's the risk that nothing changes, leaving the German parliament just as splintered as it is now, with six blocs and the anti-immigration Alternative for Germany as the third-biggest party. Merkel wants to avoid a new vote, and German President Frank-Walter Steinmeier, the largely ceremonial head of state, appears to have her back. The former Social Democrat politician poured cold water on the prospect by urging parties to get back to the negotiating table. "Those who seek political responsibility in elections must not be allowed to shy away from it when they hold it in their hands," Steinmeier said after talks with Merkel."

<https://www.bloomberg.com/news/articles/2017-11-20/germany-crossroads-what-are-the-likely-scenarios-for-merkel>

## 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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