

## DAILY MARKET SUMMARY



### LOCAL STOCK MARKET: (JS) +

Stock Symbol	JBG	GENAC	CPJ	SGJ	JP
Current Price (\$)	17.50	2.70	4.20	53.48	15.94
Trailing EPS (\$)	1.69	0.15	0.38	3.83	0.47
P/E (times)	10.34	18.31	10.97	13.97	33.91
Projected P/E	11.32	13.80	10.52	13.32	24.57
Projected EPS (\$)*	1.55	0.20	0.40	4.01	0.65
Book Value per share (\$)	12.22	1.84	2.64	30.54	9.89
Price/Book Value (times)	1.43	1.47	1.59	1.75	1.61
Dividend Yield (2017 YTD %)	2.00%	7.18%	1.43%	2.52%	N/A
Volumes	2,044	31,827	50,447	327,028	12,982
Recommendation	HOLD	HOLD	HOLD	HOLD	SELL

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	128.300	99.690	125.2721	139.840	100.020	126.5411
CAN	99.370	71.440	96.3065	109.540	90.600	99.4067
GBP	170.100	121.760	163.7142	186.700	160.000	168.4009
EURO	147.600	107.740	141.7971	165.200	143.000	151.6752

\*Rates as at November 23, 2017

### MONEY MARKET

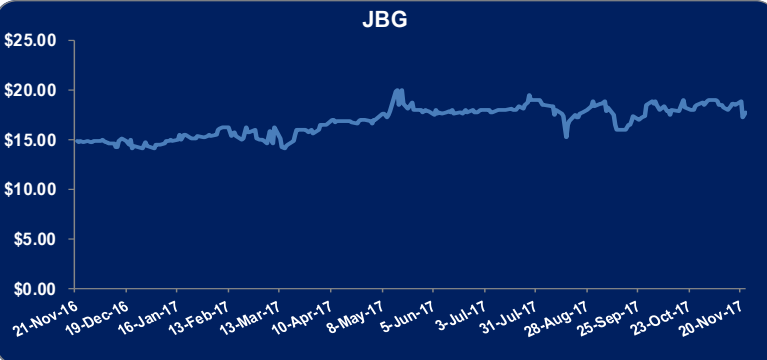
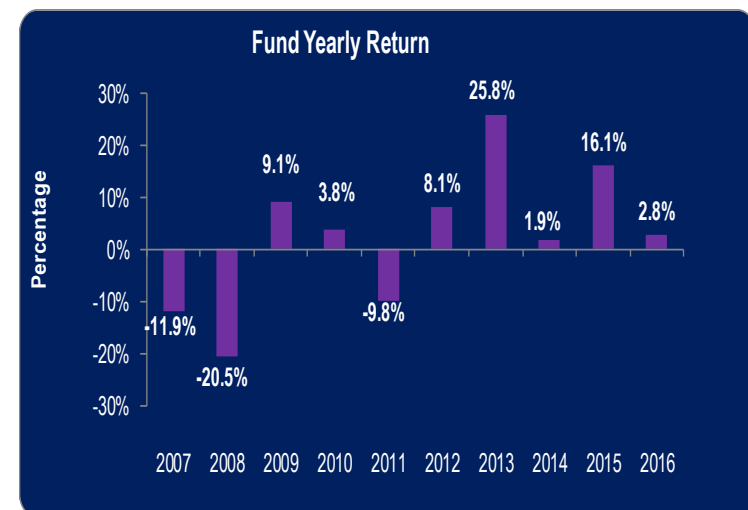
The Jamaican dollar fixed income market was liquid in today's (November 24, 2017) trading session. The overnight rates were quoted around 2.50% to 2.85% while the 30-day rates were between 4.00% to 4.30%.

The US dollar fixed income market was also liquid during today's (November 24, 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 International Value 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 whose primary operations are outside of North America. The fund has a 3 year return of 11.2% and a 5 year return of 12.2% as at October 31, 2017. The Fund also has a 3 month return of 3.6%.



### STOCK OF THE DAY: Jamaica Broilers Group (JBG)

For the three months ended July 31, 2017, Revenues totalled \$11.49 billion, a 15% increase on the \$10.02 billion reported in 2016. Total revenue was broken down as follows;

The Jamaica Operations contributed \$7.87 billion, a 9% increase compared to \$7.23 billion for the same period of 2016. JBG noted, "Jamaica Operations reported a first quarter segment result of \$499 million, which was \$192 million of 30% below last year's normalised segment result of \$641 million. US Operations recorded an increase of 27% to total \$3.09 billion relative to \$2.43 billion last year. According to the company, "our U.S. Operations continued to grow steadily and reported a segment result of \$318 million, which was a 7% increase over the prior year's result of \$297 million.

Other Caribbean Operations contributed \$526.77 million, an increase of 47% when compared to \$3359.50 million. result for the first quarter amounted to \$121 million, which was 64% above the previous year." Cost of Sales grew by 20% to \$8.82 billion from \$7.36 billion in 2016. Gross profit for the first quarter reflected an increase of 1% to close at \$2.67 billion versus \$2.65 billion booked for the corresponding period in 2016.

Other income climbed 25% from \$55.04 million for the first quarter of 2016 to \$68.94 million in 2017. Distribution costs rose 38% to close at \$443.78 million relative to \$321.26 million recorded for the prior year's comparable period, while administration and other expenses grew by 4% to \$1.86 billion (2016: \$1.79 billion). Operating profit declined by 27%, totalling \$436.43 million relative to \$660.97 million last year. JBG reported finance income of \$10.44 million (2016: \$123.29 million) a decrease of 92%, while finance costs declined by 8% to \$150.45 million relative to \$163.27 million in 2016.

Profit before taxation decreased for the period amounting to \$296.42 million (2016: \$560.99 million). Tax charges for the quarter totalled \$83.84 million (2016: \$159.72 million). As such, net profit amounted to \$212.59 million (2016: \$401.27 million). Net profit attributable to shareholders amounted to \$197.69 million relative to \$400.02 million booking for the comparable period in 2016.

Total comprehensive income for the first quarter amounted to \$211.35 million relative to a loss of \$459.85 million. Consequently, earnings per share totalled \$0.16 relative to \$0.33 booked for the first quarter of 2016. The trailing twelve months EPS amounted to \$1.69. The total shares used in our calculation amounted to 1,199,276,400 units.

\*Prices are as at November 24, 2017 \*Projections are for the forward 12 months from the most recent quarter results

**US: The GOP Tax Plan Is Entering Its Make-or-Break Week**

“The \$1.4 trillion item on President Donald Trump’s wish list -- a package of tax cuts for businesses and individuals that he has said he wants to sign before year’s end -- is headed into the legislative equivalent of a Black Friday scrum next week. Senate Republican leaders plan a make-or-break floor vote on their bill as soon as Thursday -- a dramatic moment that will come only after a marathon debate that could go all night. Democrats are expected to try to delay or derail the measure, and the GOP must hold together at least 50 votes from its thin, 52-vote majority in order to prevail. Their chances improved this week when Republican Senator Lisa Murkowski of Alaska said she’ll support repealing the “individual mandate” imposed by Obamacare a provision that Senate tax writers are counting on to help finance the tax cuts. Murkowski had earlier signaled some reservations about the provision; and her support was widely viewed as a positive sign for the tax bill’s chances. If the bill clears the Senate -- a step that’s by no means guaranteed -- lawmakers in both chambers would have to hammer out a compromise between their differing bills, a process that presents potential pitfalls of its own. For now, though, much of the Senate’s attention will focus on its legislation’s price tag.”

<https://www.bloomberg.com/news/articles/2017-11-24/trump-s-1-4-trillion-tax-cut-is-entering-its-make-or-break-week>

**Africa: Egypt Suffers Worst Attack as 235 Killed in Assault on Mosque**

“Militants armed with guns and explosives stormed a mosque in Egypt’s restive northern Sinai on Friday, killing at least 200 people and wounding 125 others in the deadliest single attack in the country in years. The assault, which took place west of the coastal town of El-Arish, targeted people gathered for Friday prayers at the Rawda mosque, which is frequented by Sufis. Attacks on mosques are rare in Egypt, where the majority of the 95 million population is Muslim. Sufi Islam is a mystical interpretation of the religion and its followers are considered heretics by jihadist movements. There was no immediate claim of responsibility. But Sinai province, a triangular piece of land bordering southern Israel and the Gaza Strip, has been the key battleground in the government’s fight against an Islamic State affiliate. While the violence isn’t seen as threatening the stability of President Abdel-Fattah El-Sisi’s government, it has devastated the tourist industry, a vital pillar of an economy that’s struggling back to life after years of post-Arab Spring upheaval. El-Sisi called a meeting of the security committee, state-run television said. “This represents the scary prospect that the list of targets they are willing to pursue is growing,” said Timothy Kaldas, non-resident fellow at the Tahrir Institute for Middle East Policy. “It is hard to know, however, if they were targeted because they were Sufis or because they were perceived to be collaborating with the government,” he said.”

<https://www.bloomberg.com/news/articles/2017-11-24/mosque-attack-in-egypt-s-sinai-province-leaves-dozens-wounded>

**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.

**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.

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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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 = POSITIVE TRANSFORMATION FOR OUR CLIENTS

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