

DAILY MARKET SUMMARY

LOCAL STOCK MARKET: (J\$) ⁺

Stock Symbol	JSE	NCBFG	SJ	XFUND	CCC
Current Price (\$)	6.80	89.70	36.50	14.51	31.83
Trailing EPS (\$)	0.24	7.75	3.31	1.21	2.52
P/E (times)	27.90	11.58	11.01	11.97	12.65
Projected P/E	19.43	9.65	10.04	12.26	12.37
Projected EPS (\$)*	0.35	9.30	3.64	1.18	2.57
Book Value per share (\$)	1.34	47.02	15.32	9.81	11.31
Price/Book Value (times)	5.08	1.91	2.38	1.48	2.82
Dividend Yield (2017 YTD %)	2.14%	2.68%	3.51%	0.96%	N/A
Volumes	100	445,090	1,530,650	7,129	65,067
Recommendation	SELL	HOLD	BUY	HOLD	HOLD



STOCK OF THE DAY: Jamaica Stock Exchange Limited - (JSE)

For the nine months ended September 30, 2017:

JSE recorded total revenue of \$695.47 million, a 0.18% increase when compared to the \$694.2 million booked the prior year. While total revenue for the quarter amounted to \$217.82 million (2016: \$192.69 million). Of this:

Cess income declined by 37% to \$178.13 million relative to \$282.90 million the previous year.

Fee income grew by 27% to \$443.06 million to close the period compared to \$349.08 million in 2016.

E-campus showed an increase of 13% to \$12.09 million, relative to \$10.71 million in 2016.

Other operating income rose 21% during the period to total \$62.20 million compared to \$51.51 million in 2016.

Total expenses for the period increased by \$53.32 million or 12% moving from \$434.40 million in 2016 to \$487.72 million in 2017. Of this, Staff cost increased 14% to total \$228 million for the period (2016: \$199.68 million). The increase was "due to salary to salary increase and related expenses.

Advertising and promotion was up by 14% from \$41.46 million to \$36.23 million. Securities commission fees posted a 32% decline year over year to close at \$26.43 million (2016: \$38.99 million).

Investment income fell to \$17.74 million (2016: \$43.71 million), while other loss for the period was nil relative to \$235,000 the prior year.

Profit before tax totaled \$225.49 million compared to \$303.27 million the year prior. Tax charges for the period totaled \$76.31 million (2016: \$101.41 million).

JSE reported a net profit of \$149.18 million compared to a profit of \$201.86 million in the prior year, a 26% decline. While net profit for the quarter amounted to \$47.43 million (2016: \$44.14 million). Total comprehensive income was for the period amounted to \$155.78 million relative to \$354.30 million in 2016.

Earnings per share for the quarter totaled \$0.07 compared to \$0.06 in 2016. EPS for the nine months ended September 30, 2017 was \$0.21 compared to \$0.29 in 2016, while the twelve months trailing EPS is \$0.244. The numbers of shares used in the calculations are 701,250,000.00 units.

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	127.000	100.070	125.0024	135.470	100.240	126.0787
CAN	100.590	70.500	97.6411	108.500	94.000	95.1591
GBP	171.700	122.850	165.7524	188.370	162.000	169.7175
EURO	148.000	108.000	140.7089	166.170	140.000	148.5458

*Rates as at November 30, 2017

MONEY MARKET

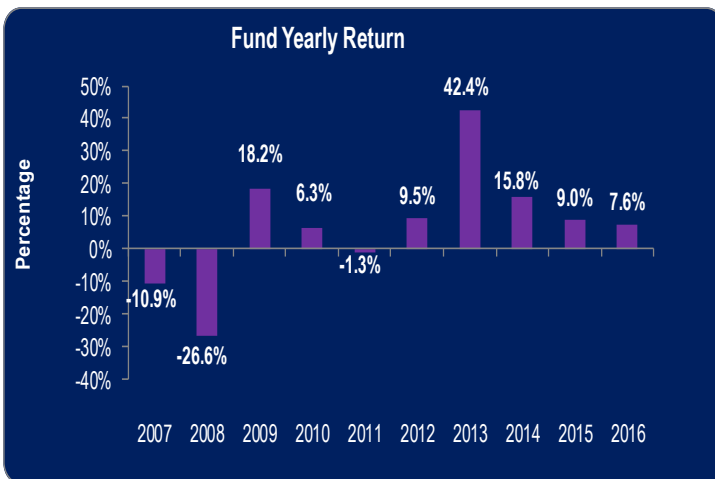
The Jamaican dollar fixed income market was liquid in today's (December 01, 2017) trading session. The overnight rates were quoted around 2.50% to 2.85% while the 30-day rates were between 3.85% to 4.00%.

The US dollar fixed income market was also liquid during today's (December 01, 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 American Managers® 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 believed to have good growth potential. These companies are located in countries that have signed the North American Free Trade Agreement (NAFTA), or its successor. The fund has a 3 year return of 9.7% and a 5 year return of 16.1% as at October 31, 2017. The Fund also has a 3 month return of 5.4%.



US: Stocks Fall, Treasuries Rally on Political Turmoil: Markets Wrap

"Financial markets turned defensive, with U.S. stocks sliding the most in two weeks and Treasuries rallying with gold after Michael Flynn pleaded guilty to lying to federal agents. Equities pared the worst of the losses as Senate Republicans edged closer to passing tax cuts. The S&P 500 Index fell as much as 1.5 percent before cutting the drop by more than two-thirds. The index remains on track for its best week since mid-September after improving odds for tax reform pushed equities to records Thursday. The 10-year Treasury yield fell five basis points Friday and Bloomberg's dollar index slid as investors flocked to the yen. Haven assets surged after the former national security adviser agreed to provide cooperation that promises to take Special Counsel Robert Mueller deep into Donald Trump's administration, unnerving markets that have been rallying on speculation tax cuts will jump start already strong economic growth. Equities pulled back from their depths amid news that Senate Republicans have the votes to pass tax cuts contributed. "For the first time in a long time, the political risks are starting to seep into the capital markets," Chris Harvey, head of equity strategy at Wells Fargo & Co. "There is some real possibility that Trump has some issues and the market is pricing in those issues today. That also seeps into taxes. It is somewhat surprising, but markets are also firming a little bit so maybe the initial reaction was a bit stretched."

<https://www.bloomberg.com/news/articles/2017-11-30/asian-stocks-set-to-rebound-after-u-s-advance-markets-wrap>

Europe: May's Brexit Breakthrough at Risk as Irish Parties Dig In

"The breakthrough in Brexit talks that Theresa May has been working to clinch next week was at risk Friday as the Northern Irish party that props up her government threatened to bring her down if she makes anything like the concessions that Europe is demanding. Both sides dug in over the sensitive question of the Irish border. Irish Foreign Minister Simon Coveney said late Thursday the issue is a "big stumbling block" that means Brexit negotiations are not where they need to be to move on to trade talks. Northern Ireland's Democratic Unionists, who have more clout than ever because their votes in the U.K. Parliament allow May to govern, made it clear they were in no mood to compromise. "If they stop defending the union, we stop voting for them," DUP lawmaker Sammy Wilson said in an interview. "It's as simple as that." The almost invisible border that was part of the peace process in Ireland was only possible because Ireland and the U.K. were both members of the EU and its single market. The U.K.'s plan to leave means some kind of policed barrier will have to go up as the line between the two becomes the U.K.'s land frontier with the EU. Ireland's proposal for no control points means Northern Ireland sticking to the EU rulebook – a red line for the DUP whose raison d'être is to keep the enclave as part of the U.K. The EU has set May a deadline of Monday to present a solution to avoid a hard border in Ireland, as well as an improved offer on the divorce bill. Otherwise, according to the EU, there won't be time to orchestrate the breakthrough that both sides seek by year-end that would allow negotiations to move on to the future trading relationship.

<https://www.bloomberg.com/news/articles/2017-11-30/u-k-eu-struggle-for-irish-compromise-four-days-from-deadline>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at November 27, 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, www.bloomberg.com, www.investopedia.com, www.tradewire.com

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