

DAILY MARKET SUMMARY



LOCAL STOCK MARKET: (JS) +

Stock Symbol	GK	CAR	SJ	NCBFG	DTL
Current Price (\$)	42.95	10.89	37.69	93.63	7.00
Trailing EPS (\$)	4.03	0.78	3.31	7.75	0.52
P/E (times)	10.65	13.94	11.37	12.09	13.42
Projected P/E	9.16	13.34	10.36	10.07	10.14
Projected EPS (\$)*	4.69	0.82	3.64	9.30	0.69
Book Value per share (\$)	44.68	0.42	15.32	47.02	4.09
Price/Book Value (times)	0.96	25.75	2.46	1.99	1.71
Dividend Yield (2017 YTD %)	1.75%	6.98%	3.40%	2.56%	N/A
Volumes	624,979	34,465	23,114	51,016	NIL
Recommendation	HOLD	BUY	BUY	HOLD	BUY

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	126.400	94.500	125.0859	135.250	102.150	125.9388
CAN	99.630	71.360	97.7045	109.480	94.900	99.0184
GBP	170.000	123.380	165.1524	189.180	163.800	168.8111
EURO	146.500	107.850	143.9208	165.370	144.500	149.8951

*Rates as at December 5, 2017

MONEY MARKET

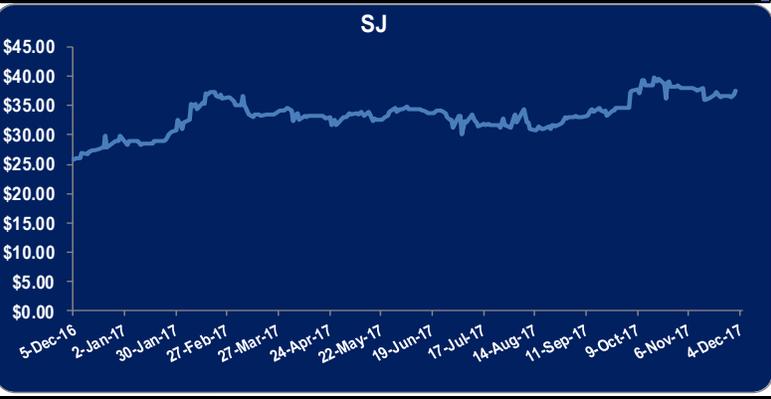
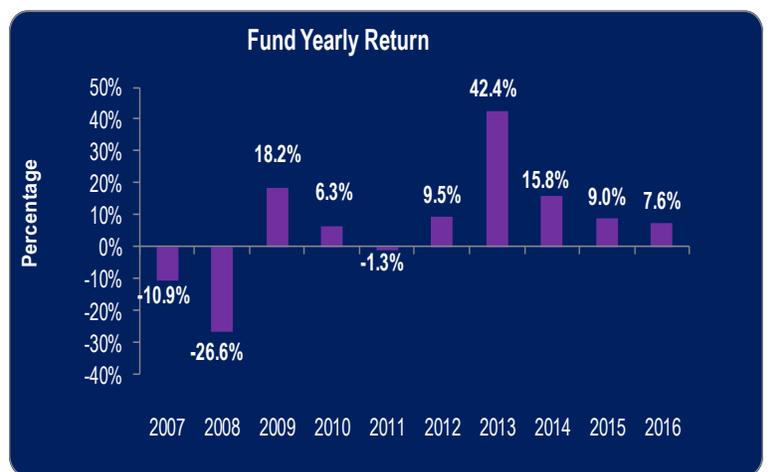
The Jamaican dollar fixed income market was liquid in today's (December 06, 2017) trading session. The overnight rates were quoted around 2.50% to 2.85% while the 30-day rates were between 3.85% to 4.00%.

The US dollar fixed income market was also liquid during today's (December 06, 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%.



STOCK OF THE DAY: Sagor Group Jamaica Limited (SJ)

For the nine months ended September 30, 2017

Reported an 18% increase total revenues to \$53.53 billion from \$45.33 billion in 2016, while for the third quarter Total Revenues were up 42% to total \$23.18 billion compared to \$16.32 billion in 2016. Total revenue was broken down as follows;

Net premium revenue increased by 27% to a total of \$31.82 billion compared to \$24.99 billion last year. Net Investment Income decreased slightly to \$15.48 billion from \$15.56 billion in 2016, a 0.49% decline.

Fees and other revenue increased 30% to \$6.24 billion from \$4.78 billion in 2016. The company stated, "with respect to the Individual lines of business, earned premiums were higher by 12%, while Group Insurance and Annuities premiums were up significantly, especially with new business closed in Q3. Investment income before interest expense and capital gains of \$15.44 billion was 5% higher than in 2016.

Benefits and Expenses totalled \$43.12 billion for the period, an increase of 18% from \$36.48 billion, while for the third quarter Benefits and Expenses were up 52% to close at \$19.52 billion relative to \$12.80 billion in 2016. The growth was mainly driven by increases in commission and related expense, administration expenses and changes in insurance and annuity liabilities. Commission and related expenses grew by 12% to \$3.54 billion from \$3.16 billion while administration expenses increased by 23% to \$13.32 billion (2016: \$10.82 billion).

Share of profit from joint venture amounted to \$24.01 million relative to \$16.30 million a year earlier. Share of profit from associate for the period totalled \$749.12 million compared to \$494 million last year. SJ indicated, "The Group also benefitted from the performance of the associate company, Sagor Real Estate X-Fund". As such, Profit before Taxation amounted to \$11.19 billion, a 19% gain when compared to the \$9.36 billion booked in 2016.

Investment and corporation taxes of \$2.10 billion was reported for the period (2016: \$1.97 billion), as such net profit for the nine months totalled \$9.08 billion (2016: \$7.39 billion), an increase of 23%. Profit for the quarter amounted to \$3.43 billion relative to \$3.09 billion in 2016.

Earnings per share for the quarter amounted to \$0.878 (2016: \$0.791), while EPS for the period totalled \$2.33 relative \$1.89 in 2016. The twelve month trailing EPS amounted to \$3.31.

*Prices are as at December 06, 2017 *Projections are for the forward 12 months from the most recent quarter results

US: Retail Investors Just Made a Historic Move Into U.S.

“Looking for signs of exuberance that typically signal a market top? How about mom and pop backing up the SUV at the local brokerage. Clients at TD Ameritrade added to stock holdings for a 10th straight month in November, driving a gauge of retail investor sentiment 15 percent higher to a record, according to the online brokerage’s website. That was the “largest single-month increase ever” in the firm’s IMX measure, as investors piled into an equity market that’s on pace for its best year since 2013. “The retail investor has become a bit more of a believer,” Joe “JJ” Kinahan, chief market strategist at TD Ameritrade, said in an interview at Bloomberg’s New York headquarters. “We don’t want people to get overzealous, if you will. This is controlled exuberance.” There are other signs retail investors have growing faith that the market will extend the eight-year bull market. According to Conference Board data, the net percentage of Americans who expect equities to rise next year reached 27 in November, the highest share since 2004. TD Ameritrade clients were “positioning their accounts for more exposure to equity markets,” the firm’s report said. The buying came as Republican tax cuts moved closer to passing Congress and data continued to indicate the economy was picking up steam. Investors eagerly bought dips in technology stocks like Nvidia, Micron Technology, Apple and Amazon.com at the end of November, said DataTrek Research LLC co-founder Nicholas Colas, citing his analysis of data released by Fidelity Investments. Those bets might not have turned out well, as tech shares have paced the slow start to December in U.S. stocks.”

<https://www.bloomberg.com/news/articles/2017-12-06/retail-investors-just-made-a-historic-move-into-u-s-stocks>

Europe: A Brexit Breakthrough Is Slipping Away

“Prime Minister Theresa May’s chances of getting a Brexit breakthrough this week receded as the Northern Irish ally that props up her government continued to resist a deal amid rumblings of a Cabinet rebellion. The Democratic Unionist Party thinks it will be challenging to get a deal done this week as it’s demanding significant changes to a text on what the Irish border should look like after Brexit, according to a person familiar with the party’s thinking. That risks pushing May beyond the deadline set by the European Union if it wants divorce talks to move on to trade by year-end. May’s proposed solution to the impasse -- staying close to EU rules after the split -- prompted a revolt this week as the highest-profile Brexit-backers, Foreign Secretary Boris Johnson and Environment Secretary Michael Gove, said the clean break they want from Europe could be endangered. The beleaguered prime minister has just three days to come up with proposals that will satisfy the EU. If there’s no deal this month the chances of a messy Brexit increase and hardliners in the U.K. will step up their calls to walk away -- what businesses have called a catastrophe scenario. May and DUP leader Arlene Foster spoke this morning for two hours, a conversation a U.K. official described as constructive. In her first appearance in Parliament since the breakdown of talks on Monday, May expressed confidence that a deal will be done.”

<https://www.bloomberg.com/news/articles/2017-12-06/may-s-chances-of-brexit-deal-recede-as-allies-play-hard-ball>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at December 04, 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 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.

DISCLAIMER

Analyst Certification -The views expressed in this research report accurately reflect the personal views of Mayberry Investments Limited Research Department about those issuer (s) or securities as at the date of this report. Each research analyst (s) also certify that no part of their compensation was, is, or will be, directly or indirectly, related to the specific recommendation (s) or view (s) expressed by that research analyst in this research report.

Company Disclosure -The information contained herein has been obtained from sources believed to be reliable, however its accuracy and completeness cannot be guaranteed. You are hereby notified that any disclosure, copying, distribution or taking any action in reliance on the contents of this information is strictly prohibited and may be unlawful. Mayberry may effect transactions or have positions in securities mentioned herein. In addition, employees of Mayberry may have positions and effect transactions in the securities mentioned herein.

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

...BULLISH ON JAMAICA

MAYBERRY INVESTMENTS LIMITED
 A Member of the Jamaica Stock Exchange

1 ½ Oxford Road, Kingston 5, Jamaica. ☎ (876) 929 1908 – 9
 research@mayberryinv.com • sales@mayberryinv.com • www.mayberryinv.com

