

DAILY MARKET SUMMARY



LOCAL STOCK MARKET: (JS) +

Stock Symbol	CAR	NCBFG	JETCON	138SL	CPJ
Current Price (\$)	10.90	99.72	4.60	6.00	4.21
Trailing EPS (\$)	0.73	8.16	0.28	0.15	0.35
P/E (times)	14.99	12.22	16.37	38.87	12.10
Projected P/E	14.62	11.37	16.66	41.98	10.88
Projected EPS (\$)*	0.75	8.77	0.28	0.14	0.39
Book Value per share (\$)	0.42	50.34	0.70	6.61	2.60
Price/Book Value (times)	26.17	1.98	6.56	0.91	1.62
Dividend Yield (2018 %)	1.83%	0.70%	N/A	N/A	N/A
Volumes	42,730	51,424	10,502	NIL	NIL
Recommendation	BUY	HOLD	HOLD	HOLD	HOLD

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

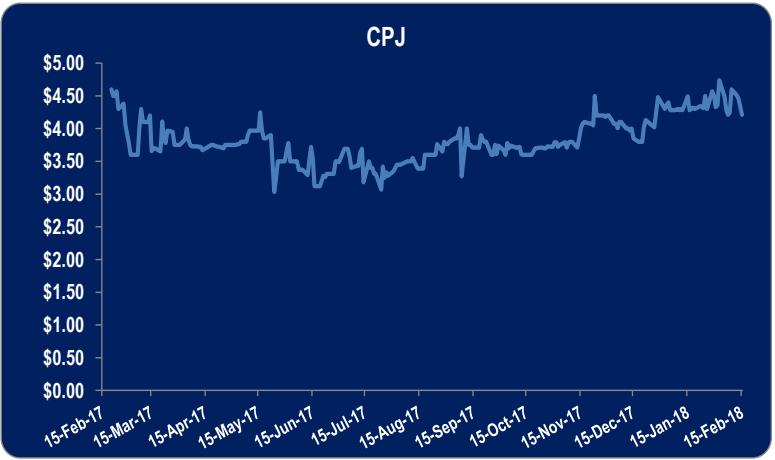
	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	128.700	100.000	125.1901	134.320	116.000	126.8034
CAN	103.300	73.150	97.7651	111.360	95.500	99.7308
GBP	179.000	125.630	173.8888	194.300	167.000	176.4081
EURO	153.750	111.380	148.0839	172.260	145.000	157.7380

*Rates as at February 15, 2018

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (February 16, 2018) trading session. The over night rates were quoted around 2% to 2.2% while the 30-day rates were between 3% to 3.4%.

The US dollar fixed income market was also liquid during today's (February 16, 2018) trading session; The overnight market rates were quoted at 1% while the 30-day market rates stood around 1.1% to 1.3%.



STOCK OF THE DAY: Caribbean Producers Jamaica Limited (CPJ)

For the three months ended September 30, 2017

Caribbean Producers Jamaica Limited (CPJ) in United States dollars (except where it is indicated otherwise):

Revenues grew 15% year on year, to close the period at \$24.30 million compared to the \$21.05 million for the same period last year. According to the company "the increase was primarily driven by the growth in sales of our offshore subsidiary and targeted product categories in the local market."

Cost of goods sold showed an 14% increase, closing the period at \$17.76 million relative to \$15.56 million for the same period last year. Gross profits for the period increased by 19% and closed out the period at \$6.55 million relative to \$5.49 million in 2016.

Selling and distribution expenses were \$5.02 million a 7% increase on the \$4.67 million posted last year. According to the company "this was mainly due to the administrative costs relating to upgrade and strengthening of the IT infrastructure."

Depreciation for the period declined by 8% closing the period at \$607,235 (2016: \$659,759) CPJ highlighted that this increase was "relating to the capital and operating assets of the company."

Other operating income totaled \$13,407 this compares with the operating expenses of \$14,671 booked a year ago.

Profit before finance costs, income and taxation increased 546% to total \$936,112 relative to \$145,018 in 2016. Finance costs amounted to \$427,876 (2016: \$461,200), a 7% decline. As such profit before taxation was \$508,346 compared to a loss of \$315,650 in 2016.

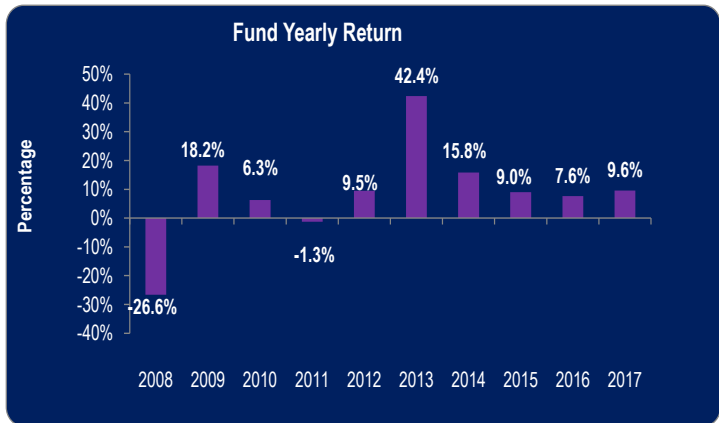
Profit attributable to shareholders for the period amounted to \$408,491 this compares with the net loss attributable to shareholders of \$277,765 booked last year.

As a result, profit per share for the period amounted to US0.037 cents compared to LPS of US0.025 cents, while the twelve-month trailing EPS totaled US0.29 cents. The stock price as at November 14, 2017 was JMDS\$3.85.

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 8.9% and a 5 year return of 15.5% as at December 31, 2017. The Fund also has a 3 month return of 4.1%.



*Prices are as at February 16, 2018 *Projections are for the forward 12 months from the most recent quarter results

U.S.: JPMorgan Says Don't Lose Any More Sleep Over Stock Volatility

For skittish investors now paying up to protect against swings in U.S. stocks, JPMorgan Chase & Co. has a message: It's time to move on. The volatility shock that rocked markets a week ago is unlikely to violently return, making it unattractive to buy expensive options that would benefit from big gyrations in U.S. stocks, strategists led by Bram Kaplan and Marko Kolanovic say. That's because stocks should continue to recover now that selling forced by systematic trading strategies has likely ended and underlying equity fundamentals remain strong. The view isn't yet encapsulated in financial markets, which are pricing near-term volatility in U.S. stocks that's historically elevated relative to their European counterparts, U.S. Treasuries, junk bonds and gold, the team wrote in a note to clients Friday. That's partly a function of how the market turmoil that sent stocks into correction was largely contained in equities. For the analysts, trading opportunities have arisen in options where investors can sell expensive U.S. equity volatility and buy cheaper gauges of implied volatility for other asset classes. "The U.S.-centric nature of the selloff drove a large premium for S&P 500 volatility against most other equity and cross-asset benchmarks, part of which has yet to revert," the strategists wrote. "We recommend using the still-rich S&P 500 volatility as a funding leg for relative-value volatility trades."

<https://www.bloomberg.com/news/articles/2018-02-16/jpmorgan-says-don-t-lose-any-more-sleep-over-stock-volatility>

China: China Flooded U.S. With Solar Panels Before Trump's Tariffs

Chinese suppliers flooded the U.S. solar market with panels at the end of last year, as customers sought to avoid paying President Donald Trump's 30 percent import tariff. Fourth-quarter deliveries from China were almost 11 times higher than in the first nine months of 2017, according to report Friday by Bloomberg New Energy Finance. Manufacturers also hauled panels and cells across the border from Mexico, Canada and other countries to beat the import duties that were announced last month. The tariffs don't apply to the first 2.5 gigawatts of imports this year, and there's as much as 5 gigawatts of solar equipment already stashed in warehouses and ports around the country. That's enough to supply U.S. developers for about six months, said Hugh Bromley, a solar analyst at New Energy Finance, undermining the impact of the protectionist policies on manufacturers. Shipments from exempt suppliers including First Solar Inc. may extend that period to nine months. The tariffs announced in January came in response to a trade suit filed in April 2017 by a bankrupt U.S. solar manufacturer that argued it had been harmed by a wave of cheap imports, mostly from Asia. The U.S. International Trade Commission agreed in October, paving the way for Trump's decision. SunPower Corp., the second-biggest U.S. solar supplier, manufacturers most of its products in Mexico and Asia, and rushed to bring them into the country at the end of last year.

<https://www.bloomberg.com/news/articles/2018-02-16/china-flooded-u-s-with-solar-panels-before-trump-s-tariffs>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at February 12, 2018	
	Percentage (%)
Yield to Maturity	5.16
Weighted Average Coupon	5.218
Current Yield	4.90

The platinum portfolio has an effective maturity of 11.34 years and duration of 5.16 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

DISCLAIMER

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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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