

DAILY MARKET SUMMARY



LOCAL STOCK MARKET: (J\$) +

Stock Symbol	CPJ	NCBFG	XFUND	DCOVE	JETCON
Current Price (\$)	4.05	99.93	14.50	17.00	4.60
Trailing EPS (\$)	0.35	8.16	1.21	1.13	0.28
P/E (times)	11.64	12.25	11.96	15.01	16.37
Projected P/E	10.46	11.39	12.25	11.08	16.66
Projected EPS (\$)*	0.39	8.77	1.18	1.53	0.28
Book Value per share (\$)	2.60	50.34	9.81	9.19	0.70
Price/Book Value (times)	1.56	1.99	1.48	1.85	6.56
Dividend Yield (2018 %)	N/A	0.70%	N/A	N/A	N/A
Volumes	70,595	92,031	29,285	100,200	67,077
Recommendation	BUY	HOLD	BUY	SELL	HOLD

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

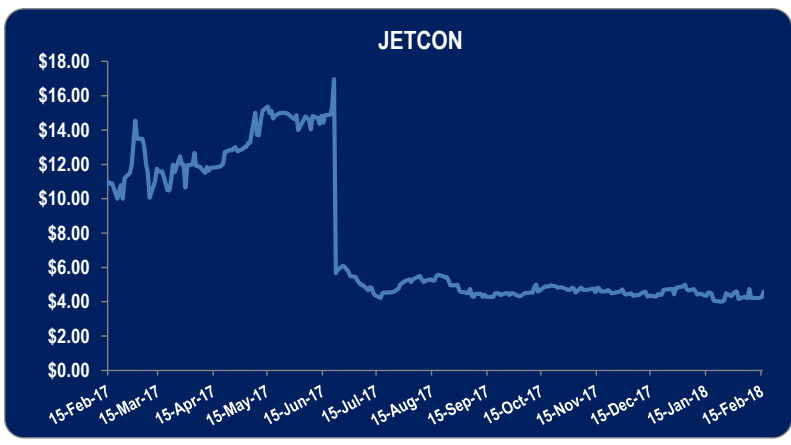
	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	128.750	100.020	125.8343	134.660	119.000	127.1354
CAN	104.000	72.950	96.0831	110.330	94.500	99.4492
GBP	178.000	125.180	173.5835	195.690	168.000	176.6287
EURO	152.780	111.010	148.7749	172.840	149.800	153.8782

*Rates as at February 22, 2018

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (February 23, 2018) trading session. The overnight rates were quoted around 2.00% while the 30-day rates were between 2.30% to 2.5%.

The US dollar fixed income market was also liquid during today's (February 23, 2018) trading session; The overnight market rates were quoted at 1% while the 30-day market rates stood around 1.10% to 1.30%.



STOCK OF THE DAY: Jetcon Corporation Limited (JETCON)

For the nine months ended September 30, 2017:

Turnover for the nine months grew by 45% to \$886.55 million (2016: \$611.11 million), while turnover for the quarter amounted to 333.22 million relative to \$268.14 in 2016.

Cost of Sales also increased by 39% to \$703.68 million (2016: \$505.383 million) and as a result Gross Profit increased by 73% to 182.87 million compared to \$105.73 million in 2016.

Total Expenses increased by 42% to \$54.21 million (2016: \$38.27 million). An increase in Selling and Marketing Expenses to \$17.39 million (2016: \$9.70 million) and an increase in Administrative and Other Expenses to \$26.90 million (2016: \$21.44 million) was offset slightly by a decline in Finance Costs to \$117,156 (2016: \$387,385).

Consequently, Profit Before Taxation amounted to \$128.66 million relative to \$67.46 million in 2016 representing a 105% increase year-on-year for the period.

Tax charges for the period was nil relative to \$4.73 million 2016.

As a result, net profit period amounted to \$128.66 million relative to \$67.46 million, while net profit for the quarter totalled \$48.36 million relative to \$30.25 million in 2016.

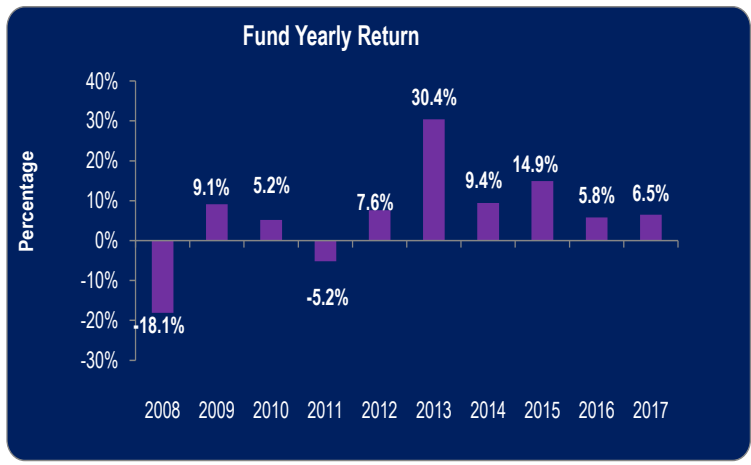
Total comprehensive income amounted to \$128.66 million (2016: \$62.73 million).

As such, the earnings-per-share for the period amounted to \$0.22 relative to \$0.11 last year. The earnings-per-share for the third quarter amounted to \$0.08 (201: \$0.05) and the twelve-month earnings-per-share totalled \$0.28. The number of shares used in our calculation is 583,500,000.

OVER THE COUNTER FUNDS (CI FUNDS)

CI Global Value Corporate Class

This fund's objective is to obtain maximum long-term capital growth by identifying securities that the portfolio advisor believes are undervalued and have the potential for future growth. It invests primarily in equity and equity-related securities of companies around the world. The fund may make large investments in any country, including emerging markets or emerging industries of any market. The fund has a 3 year return of 3.7% and a 5 year re-



*Prices are as at February 23, 2018 *Projections are for the forward 12 months from the most recent quarter results

U.S.: Fed sees rate hikes on track; continued U.S. growth

The U.S. Federal Reserve, looking past a recent stock market sell-off and concern about inflation, said it sees steady growth continuing and no serious risks on the horizon the might pause its planned pace of rate hikes. Fed officials anticipate raising rates three times this year. The report was released Friday ahead of new Chairman Jerome Powell's first public outing next week, when he testifies separately before House and Senate committees. It also comes after a major rewrite of the U.S. tax code, and a stock market sell-off that at one point had shaved 10 percent from the value of major indexes and marked an abrupt return of market volatility. The Fed noted that even after the sell-off, and taking account of the higher corporate profits likely to flow from the recent tax cuts and support higher stock prices, "valuation pressures continue to be elevated across a range of asset classes, including equities and commercial real estate." The use of leverage "has been increasing in some areas," the Fed said, noting in particular "the provision of margin credit to equity investors such as hedge funds" and other parts of the "nonbank financial sector." Household debt has also risen as has business sector leverage "particularly among speculative-grade firms." Still, the Fed said, "overall vulnerabilities in the U.S. financial system remain moderate on balance," with banks better buffered against any trouble due to their "strong capital position."

<https://www.reuters.com/article/us-usa-fed-policy/fed-sees-rate-hikes-on-track-continued-u-s-growth-idUSKCNIG721T?il=0>

China: What We Know So Far About China's Anbang Takeover: Q&A

The once-mighty Anbang Insurance Group Co. has been temporarily taken over by China's regulators and its boss is facing prosecution on charges including fundraising fraud and embezzlement. Anbang's meteoric rise was fueled by surging sales of high-yield products, which helped fund a dealmaking spree around the world. That funding model came to an abrupt halt in June, when Chairman Wu Xiaohui was detained by authorities amid an escalating crackdown on China's biggest dealmakers. China will introduce private capital to restructure Anbang, which will remain closely held, according to regulators. That's a very different model from the big government-led bailout of large state-owned Chinese banks more than a decade ago. Still, the government's intervention will certainly bring relief to policyholders who bought Anbang's products, lured by among the highest returns in the marketplace. It also lessens uncertainty hanging over listed Chinese companies that Anbang has large stakes in, including China Minsheng Banking Corp. President Xi Jinping and his top economic deputies have vowed to make controlling financial risks their priority, a pledge renewed at the Communist Party's twice-a-decade leadership congress in October. Regulators have been looking into Anbang for more than eight months, giving them enough time to get a picture of its complex finances.

<https://www.bloomberg.com/news/articles/2018-02-23/what-we-know-about-anbang-s-takeover-by-china-regulators-q-a>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at February 19, 2018

	Percentage (%)
Yield to Maturity	5.24
Weighted Average Coupon	5.266
Current Yield	4.87

The platinum portfolio has an effective maturity of 15.68 years and duration of 5.30years.

STRUCTURED PRODUCT

Mayberry Individual Retirement Plan (IRP)

IRP is a Retirement Scheme for all persons who are self-employed or are employed in non-pensionable positions and do not otherwise contribute to an approved Superannuation Fund or another approved Retirement Scheme. The IRP will help some people make substantially greater contributions than they might otherwise do.

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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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