

## DAILY MARKET SUMMARY



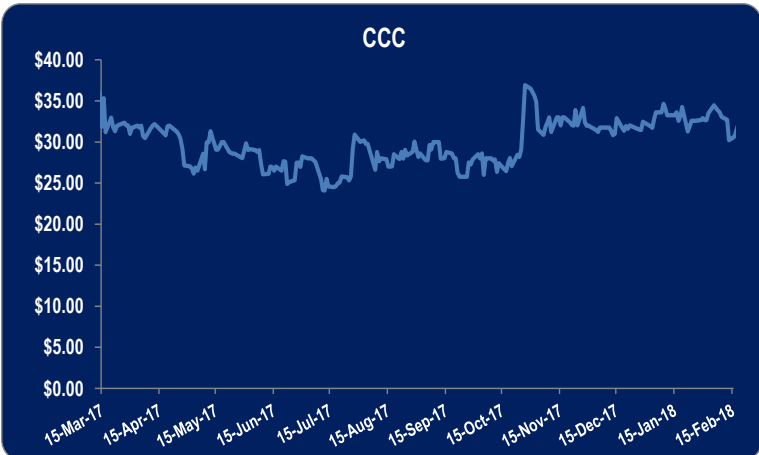
### LOCAL STOCK MARKET: (JS) +

Stock Symbol	BIL	JP	JMMBGL	LASM	CCC
Current Price (\$)	7.83	15.10	25.47	4.48	34.27
Trailing EPS (\$)	0.33	0.47	1.97	0.13	1.35
P/E (times)	23.48	32.12	12.95	33.97	25.42
Projected P/E	17.62	23.28	11.19	25.93	21.00
Projected EPS (\$)*	0.44	0.65	2.28	0.17	1.63
Book Value per share (\$)	6.63	9.89	17.42	1.18	10.53
Price/Book Value (times)	1.18	1.53	1.46	3.79	3.26
Dividend Yield (2018 %)	3.83%	N/A	N/A	N/A	N/A
Volumes	20,270	5,232	29,850	59,400	359,865
Recommendation	HOLD	SELL	HOLD	SELL	SELL

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted Average Rate	Highest	Lowest	Weighted Average Rate
USD	129.100	100.020	126.1939	134.660	117.000	127.9336
CAN	117.000	73.030	95.2030	110.330	95.000	102.2011
GBP	179.800	125.920	172.9229	196.850	165.000	176.8720
EURO	153.620	111.600	147.9807	173.820	144.000	156.8523

\*Rates as at February 27, 2018



### MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (February 28, 2018) trading session. The over night rates were quoted around 1.90% to 2.10% while the 30-day rates were between 2.30% to 2.50%.

The US dollar fixed income market was also liquid during today's (February 28, 2018) trading session; The overnight market rates were quoted at 1.00% to 1.10% while the 30-day market rates stood around 1.10% to 1.40%.

### STOCK OF THE DAY: Caribbean Cement Company Ltd. (CCC)

#### For the year ended December 31, 2017

Caribbean Cement Company Limited (CCC) reported total revenue for the year ended December 31, 2017 of \$16.51 billion, a 5% or \$732.3 million increase when compared with the \$15.78 billion reported in 2016. Total revenue for the quarter amounted to \$4.25 billion reflecting an increase of 11.9% over the \$3.80 billion achieved in the corresponding quarter.

Earnings before interest, tax, depreciation & amortization (EBITDA) amounted to \$3.03 billion, an increase of 12% relative to \$2.70 billion for the prior year's corresponding period. For the quarter, CCC reported EBITDA of \$598.02 million, \$363.72 million more than that reported in 2016 (2016: \$234.3 million).

Depreciation and amortization closed the year end at \$531.60 million (2016: \$495.69 million). CCC reported Stockholding and inventory restructuring loss of \$457.82 million compared to the loss of \$400.77 million reported in 2016.

Interest Income for 2017 financial year end amounted to \$5.10 million, a 2% decline compared to \$5.20 million for the corresponding period in 2016.

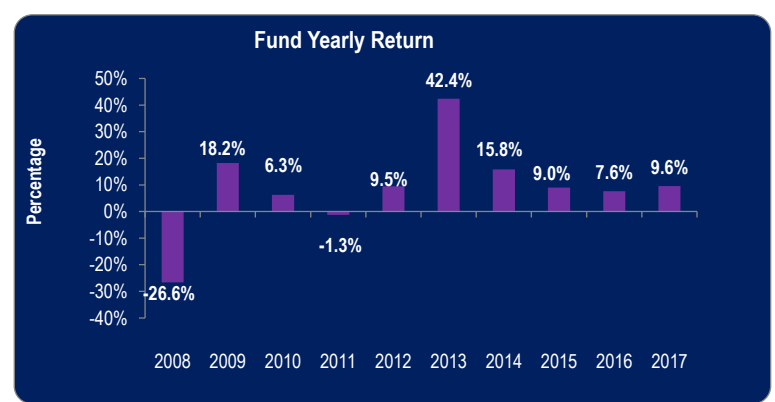
Profit before taxation for the year end amounted to \$1.56 billion, a 15% increase when compared with the \$1.35 billion recorded for the 2016 year end. Taxation for the period amounted to \$410.57 million, a vast increase of 735% when compared with the \$49.16 million reported in 2016. As such, Net profit for the 2017 financial year closed at \$1.15 billion, a 12% decline relative to net profit of \$1.30 billion reported during the corresponding period in 2016.

Consequently, earnings per share (EPS) amounted to \$1.43 (2016: \$1.53), while the loss per share for the quarter was \$0.78 (2016: EPS of \$0.39). The twelve months trailing EPS is \$1.35. Notably, the stock price for CCC closed the trading period on February 12, 2017 at \$32.71.

### 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. These countries currently include the United States, Canada and Mexico, but may also include countries that become members of NAFTA in the future. 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 28, 2018 \*Projections are for the forward 12 months from the most recent quarter results

**U.S.: Surge in imports helps curb U.S. fourth-quarter economic growth**

U.S. economic growth slowed slightly more than initially thought in the fourth quarter after the strongest pace of consumer spending in three years depleted inventories and drew in imports as businesses struggled to produce enough goods and services. Gross domestic product expanded at a 2.5 percent annual rate in the final three months of 2017, instead of the previously reported 2.6 percent pace, the Commerce Department said in its second GDP estimate on Wednesday. That was a deceleration from the third quarter's brisk 3.2 percent pace. The downward revision to the fourth-quarter growth estimate largely reflected a smaller inventory build than previously reported. The reliance on imports to satisfy domestic demand could further widen the trade deficit and blunt the anticipated economic boost from a \$1.5 trillion tax cut package and increased government spending. Domestic demand grew at an unrevised 4.6 percent rate in the fourth quarter, the fastest pace in more than three years. The trade deficit is likely to worsen in the first quarter. Data on Tuesday showed the goods trade deficit widened sharply in January as exports fell, pointing to slower economic growth in the first three months of the year. The moderation in GDP was also underscored by other reports on Wednesday showing factory activity in the Midwest slowing to a six-month low in February and contracts to purchase previously owned homes tumbling 4.7 percent in January to the lowest level since October 2014.

<https://www.reuters.com/article/us-usa-economy-gdp/surge-in-imports-helps-curb-u-s-fourth-quarter-economic-growth-idUSKCN1GC1Z1>

**Asia: India to Grow Faster Than Estimated Ahead of National Polls**

India sees its economy growing faster-than-estimated, providing some relief to the government of Prime Minister Narendra Modi ahead of national polls next year. Gross domestic product will grow 6.6 percent in the year through March 2018, the Statistics Ministry said in a statement in New Delhi on Wednesday, increasing its Jan. 5 estimate of 6.5 percent. That also beats the 6.5 percent consensus estimate in a Bloomberg survey but is slower than the 7.1 percent expansion in the previous year. A slower expansion has built pressure on Modi to jump start economic activity before seeking re-election in 2019. His government boosted spending in rural areas in the Feb. 1 budget to assuage the anger of voters feeling the pain of an abrupt cash ban and a chaotic sales tax. Recent cases of alleged fraud in state-owned banks have further dented confidence and investor appetite. GDP expanded 7.2 percent in October-December, fastest in five quarters. That compares with 7 percent in a Bloomberg survey and previous quarter's 6.5 percent. Gross value added or GVA, which strips out subsidies and includes production taxes, matched the survey estimate of 6.7 percent. A survey showed manufacturing activity expanding at a slower pace. Nikkei India Manufacturing Purchasing Managers' Index was at 52.1 in February, down from 52.4 in January. Growth moderation relative to Reserve Bank of India's estimate also makes the situation tricky for the central bank while reviewing interest rates on April 5. It turned hawkish in the last monetary policy review on Feb. 7 as inflation quickened and the government relaxed its budget deficit goals due to rising crude prices and subdued tax collections.

<https://www.bloomberg.com/news/articles/2018-02-28/india-to-grow-faster-than-estimated-ahead-of-national-polls>

**PLATINUM PORTFOLIO**

Platinum Portfolio Yield Measures as at February 26, 2018	
	Percentage (%)
Yield to Maturity	5.31
Weighted Average Coupon	5.27
Current Yield	4.86

The platinum portfolio has an effective maturity of 12.76years and duration of 5.41years.

**STRUCTURED PRODUCT**

**Mayberry Managed Equity Portfolio (MMEP)**

We offer a managed equity portfolio for both institutions and individuals. The MMEP is a full discretionary managed portfolio of a diversified group of stocks. The stocks included in the portfolio represent Mayberry's top recommended stocks. Persons who find it difficult to manage their equity portfolios on a day to day basis should consider the MMEP. Further, the MMEP is for individuals and institutions who would like to pursue a medium to long term equity strategy.

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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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 = POSITIVE TRANSFORMATION FOR OUR CLIENTS  
 MANAGED FUND SOLUTIONS • CURRENCY SOLUTIONS • GLOBAL INVESTING SOLUTIONS • RETIREMENT PLANNING SOLUTIONS

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