

## DAILY MARKET SUMMARY



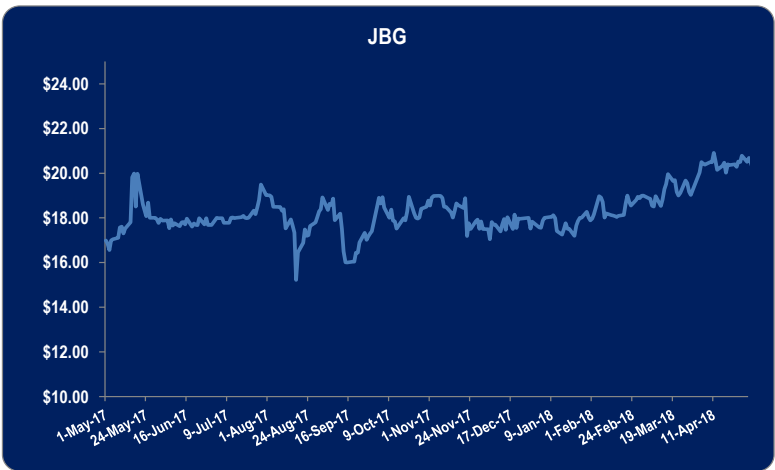
### LOCAL STOCK MARKET: (JS)<sup>+</sup>

Stock Symbol	SGJ	BPOW	JMMBGL	GENAC	JBG
Current Price (\$)	52.46	30.00	26.76	3.09	20.16
Trailing EPS (\$)	4.31	1.70	1.97	0.21	1.70
P/E (times)	12.18	17.66	13.61	14.40	11.85
Projected P/E	11.82	15.30	11.76	12.20	11.13
Projected EPS (\$)*	4.44	1.96	2.28	0.25	1.81
Book Value per share (\$)	33.71	13.09	17.42	1.88	12.92
Price/Book Value (times)	1.56	2.29	1.54	1.64	1.56
Dividend Yield (2018 %)	0.91%	N/A	N/A	N/A	0.84%
Volumes	506,317	1,859	124,624	500,363	1,570
Recommendation	HOLD	HOLD	BUY	HOLD	BUY

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	126.300	100.010	123.7847	134.350	98.500	125.4567
CAN	97.720	73.120	96.4312	110.770	77.000	97.7975
GBP	172.250	122.540	168.6322	191.720	163.800	170.1393
EURO	166.000	108.980	142.8038	172.550	142.100	152.5957

\*Rates as at May 03, 2018



### MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (May 04, 2018) trading session. The over night rates were quoted around 1.60% while the 30-day rates stood at 2.60%.

The US dollar fixed income market was also liquid during today's (May 04, 2018) trading session; The overnight market rates were quoted 1.00% while the 30-day market rates stood around 1.30%.

### STOCK OF THE DAY: Jamaica Broilers Group (JBG)

**For the nine months ended January 31, 2018:**

Jamaica Broilers Group (JBG) for the nine months ended January 31, 2018 reported total revenues of \$35.68 billion, an 11% increase relative to \$32.12 billion reported in for the comparable period in 2017. Revenue for the third quarter amounted to \$12.66 billion, an 8% increase compared to \$11.69 billion booked for the corresponding quarter of 2017.

Cost of sales for the period amounted to \$26.73 billion, a 12% increase compared with the \$23.84 billion recorded for the same period in 2017. This resulted in gross profit for the period of \$8.95 billion (2017: \$8.28 billion), an 8% increase year over year. gross profit for the quarter amounted to \$3.32 billion relative to \$3.08 billion in 2016.

The company reported other gains of \$202.54 million, a 13% above last year's corresponding period of \$179.08 million.

Operating expenses of \$6.92 billion were reported for the period, approximately 10% more than the \$6.32 booked for the same period in 2017.

This resulted in operating profit for the period of \$2.23 billion, a 4% or \$86.10 million increase when compared with the \$2.14 billion recorded for the comparable period in 2017. Operating profit for the quarter totalled \$1.03 billion relative to \$989.25 million.

Finance cost for the period totalled \$476.68 million, a 3% increase relative to the \$462.19 million recorded for the same period in 2017.

Profit before Tax for the period amounted to \$1.71 billion, a 13% or \$259.38 million decline relative to the \$1.97 billion reported for the same period in 2016. Profit before tax for the quarter amounted to \$810.45 million (2017: \$858.09 million).

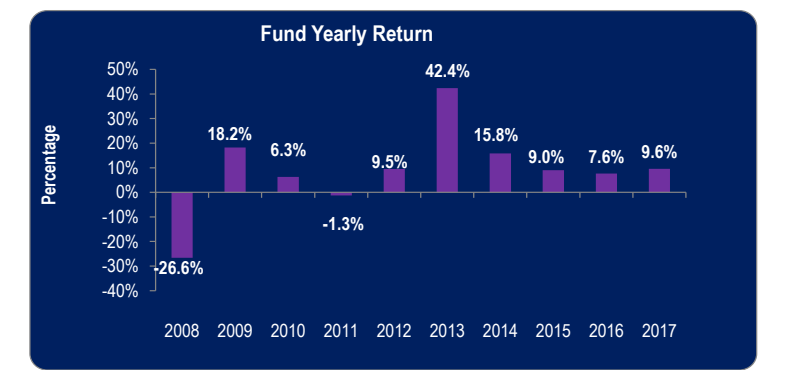
Taxation for the period declined by 23% to total \$301.64 million relative to \$390.56 million. Consequently, Net Profit for the nine months period decreased 11% or \$170.46 million to total \$1.41 billion when compared with the \$1.58 billion reported for the corresponding period ended January 2017.

Consequently, Earnings per share for the nine months ended January 31, 2018 amounted to \$1.14 (2017: \$1.30). The trailing twelve months earnings per share amounted to \$1.70.

### 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 6.0% and a 5 year return of 13.3% as at March 31, 2018. The Fund also has a 6 month return of 4.1%.



<sup>+</sup>Prices are as at May 04, 2018 \*Projections are for the forward 12 months from the most recent quarter results

**U.S.: U.S. Stocks Rally After Jobless Rate Sinks to 3.9%: Markets Wrap**

U.S. stocks logged their biggest advance in a week as investors reacted to an April U.S. jobs report that showed an 18-year low in the unemployment rate. The S&P 500 Index moved higher, led by technology and financial shares. The dollar pared earlier gains and Treasury yields flattened out as the market also assessed the impact of America's trade talks with China. U.S. hiring rebounded less than anticipated in April but the unemployment rate dropped below 4 percent for the first time since 2000. Wage gains unexpectedly cooled, suggesting the job market still has slack to absorb. The report's implications for monetary policy will be eyed after the Federal Reserve kept rates on hold this week, saying inflation is near its target without suggesting any need to accelerate its hiking path. Markets were also following talks between U.S. and Chinese officials in Beijing intently for signs that the world's two biggest economies are making progress on trade, but there's been limited advancement so far. U.S. officials asked China to bring forward reductions in its trade surplus, raising the hurdle for any overarching deal, while state-run news agency Xinhua said the two parties agreed on some issues but disagreed on others. Health-care and technology companies led gains in the Stoxx Europe 600 index as the euro slipped amid mounting concern about the region's economic outlook.

<https://www.bloomberg.com/news/articles/2018-05-03/asian-stocks-set-for-mixed-start-dollar-slips-markets-wrap>

**Europe: BP, oil prices keep FTSE afloat**

A rise in energy stocks led by BP, boosted by strong first-quarter results, kept Britain's FTSE afloat on Tuesday while most European bourses were closed for Labour Day. At 0737 GMT, the blue-chip index was up 0.18 percent to 7,523.35 points with BP adding the most points with a 1.5 percent rise after reporting a 71 percent jump in profit in the first quarter. Worries that U.S. President Donald Trump may pull out of the Iran nuclear deal kept oil prices high, but overall sentiment benefited from his decision to postpone the imposition of steel and aluminium tariffs on Canada, the European Union and Mexico. Food delivery group Just Eat enjoyed the strongest rise, up 4.7 percent after reporting revenues for the first-quarter. Liberum analysts said that given the "very strong" trading update, Just Eat's annual sales would probably be higher than expected. "The implication is that their revenue guidance looks far too conservative," they wrote. The publication of Britain's Manufacturing PMI for April at 0830 GMT will be very closely watched after Friday's disappointing GDP data made investors fear a sharp slowdown in growth could be on its way. The British government's recent setbacks are also weighing on the pound, a typical tailwind for shares in dollar earnings British companies, after Britain's upper house voted to give parliament powers to block or delay a final deal on departure from the European Union.

<https://www.reuters.com/article/europe-stocks/bp-oil-prices-keep-ftse-afloat-idUSL8N1S80U7>

**PLATINUM PORTFOLIO**

Platinum Portfolio Yield Measures as at April 30, 2018	
	Percentage (%)
Yield to Maturity	5.84
Weighted Average Coupon	5.437
Current Yield	5.40

The platinum portfolio has an effective maturity of 14.92years and duration of 5.64years.

**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.

**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](http://www.jamstockex.com), [www.bloomberg.com](http://www.bloomberg.com), [www.investopedia.com](http://www.investopedia.com), [www.tradewire.com](http://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 1/2 Oxford Road, Kingston 5, Jamaica. ☎ (876) 929 1908 – 9  
 research@mayberryinv.com • sales@mayberryinv.com • www.mayberryinv.com

