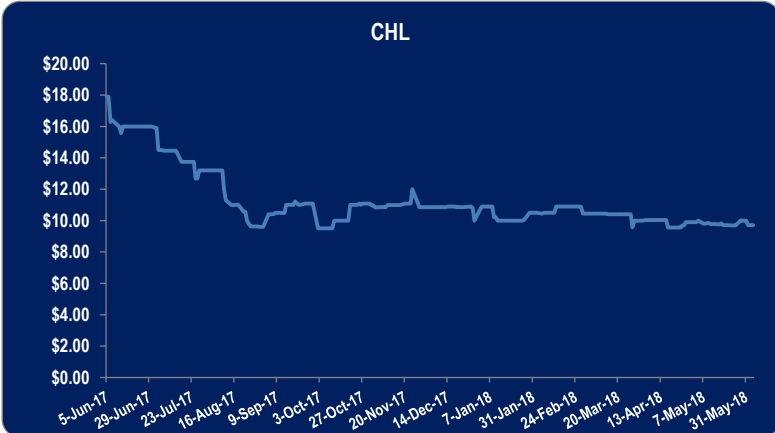


## DAILY MARKET SUMMARY



### LOCAL STOCK MARKET: (J\$) +

Stock Symbol	BRG	CCC	PJAM	CAC	CHL
Current Price (\$)	19.77	39.00	49.19	8.50	9.71
Trailing EPS (\$)	0.86	1.20	3.87	0.78	0.34
P/E (times)	22.86	32.50	12.70	10.94	28.34
Projected P/E	25.47	10.65	12.47	11.38	27.62
Projected EPS (\$)*	0.78	3.66	3.94	0.75	0.35
Book Value per share (\$)	4.94	10.93	28.91	3.26	0.94
Price/Book Value (times)	4.00	3.57	1.70	2.61	10.29
Dividend Yield (2018 %)	1.44%	N/A	0.51%	N/A	1.18%
Volumes	3,223	NIL	6,855	NIL	NIL
Recommendation	SELL	BUY	HOLD	BUY	SELL



### STOCK OF THE DAY: Cargo Handlers Limited (CHL)

**For the six months ended March 31, 2018:**

Cargo Handlers Limited reported revenues of \$187.96 million, 3% higher than the \$181.61 million booked in 2017. Revenue for the quarter improved 7% to \$101.39 million relative to \$94.62 million documented for the corresponding quarter of 2017. Exchange gain fell 32%, moving from \$3.42 million in 2017 to \$2.31 million. The company noted, "the groundwork that has been laid for Cargo handlers' diversification strategy has begun to show signs of coming to fruition.

Total expenses for the six months amounted to \$92.58 million compared to \$86.66 million for the period ended March 2017. Of this, administrative expenses increased 26% to close at \$12.47 million (2017: \$9.88 million), while other operating expenses increased by 4%, amounting to \$80.12 million for the period relative to \$76.78 million in 2017.

As such, Operating Profit dipped year over year by 1% from \$98.37 million in 2017 to \$97.69 million, while for the quarter there was a 12% increase from \$45.98 million to \$51.72 million. Finance costs rose 65% to close at \$897,589 (2017: \$543,098), while interest income fell by 35% to \$859,530 on from \$1.32 million in 2017. CHL booked no loss on exchange for the period (2017: 1.66 million).

Profit before taxation increased marginally to close the period at \$97.65 million (2016: \$97.48 million). Following taxes of \$11.67 million (2017: \$12.90 million) which accrued during the period, net profit amounted to \$85.98 million (2017: \$84.58 million). net profit for the quarter amounted to \$45.65 million, up 19% from \$38.37 million recorded in 2017.

Consequently, earnings per share (EPS) for the six months amounted to \$0.21 (2017: \$0.20), while the EPS for the second quarter was \$0.11 (2017: \$0.09). The trailing EPS amounted to \$0.343. units.

### FOREIGN EXCHANGE MARKET TRADING SUMMARY \*

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	134.210	101.020	126.6611	138.600	100.000	128.0511
CAN	100.100	70.500	97.7217	112.800	74.240	99.5321
GBP	172.600	119.720	169.6105	196.800	123.270	171.4485
EURO	149.150	107.470	144.3650	171.960	108.750	149.4446

\*Rates as at June 4, 2018

### MONEY MARKET

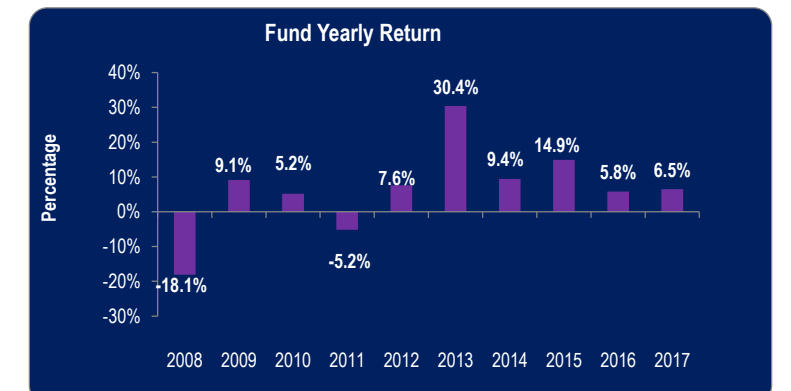
The Jamaican dollar fixed income market was liquid in today's (June 5, 2018) trading session. The over night rates were quoted between 1.2% and 1.40% while the 30-day stood between the range of 2.30% and 2.50%.

The US dollar fixed income market was also liquid during today's (June 5, 2018) trading session; The overnight market rates were quoted 1.00% while the 30-day market rates stood between 1.10% and 1.30%.

### 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 5.8% and a 5 year return of 11.0% as at April 30, 2018. The Fund also has a 10 year return of 6.3%.



\*Prices are as at June 5, 2018 \*Projections are for the forward 12 months from the most recent quarter results

**U.S.: U.S. Asks OPEC for 1 Million Barrel a Day Oil Output Hike**

The U.S. government has quietly asked Saudi Arabia and some other OPEC producers to increase oil production by about 1 million barrels a day, according to people familiar with the matter. The rare request came after U.S. retail gasoline prices surged to their highest in more than three years and President Donald Trump publicly complained about OPEC policy and rising oil prices on Twitter. It also follows Washington's decision to reimpose sanctions on Iran's crude exports that had previously displaced about 1 million barrels a day, or just over 1 percent of global production. While U.S. lawmakers have habitually criticized the Organization of Petroleum Exporting Countries at times of high oil prices, and the government has on occasion encouraged the cartel to pump more, it's unusual for Washington to ask for a specific output hike, the same people said, asking not to be named discussing private conversations. It's not clear precisely how the request was communicated. Raising production was discussed at a meeting of some Arab oil ministers over the weekend in Kuwait City. A statement published after the talks pledged to "ensure stable oil supplies are made available in a timely manner to meet growing demand and offset declines in some parts of the world." Saudi Arabia and Russia last month proposed a gradual production increase, although other members of the group have yet to agree.

<https://www.bloomberg.com/news/articles/2018-06-05/u-s-said-to-ask-opec-for-1-million-barrel-a-day-oil-output-hike>

**Eurozone: U.K. to Sell \$3.5 Billion RBS Stake a Decade After Bailout**

Rupert Murdoch faces a 22 billion pound (\$29.3 billion) fight with U.S. cable company Comcast for European pay-TV company Sky after Britain cleared his bid providing he sells off its TV news business. A sale of Sky News to Disney or another third party would be enough to allay concerns over the 87-year-old media mogul's influence, Britain said on Tuesday. Murdoch's Twenty-First Century Fox launched a 10.75 pound-a-share bid to buy all of Sky in December 2016, but the takeover has been held up by politicians and regulators who fear it will give him too much sway when combined with his newspaper interests. Comcast took advantage of the delay to make its own move on Sky, with a 12.50 pounds-a-share bid in April trumping the long-standing Fox offer. Shares in Sky were trading up 0.5 percent at 13.55 pounds at 1510 GMT on Tuesday, indicating that investors think the drama has a long way to run. Analysts at Credit Suisse said that having pursued Sky for 16 months through a long regulatory process, they would expect Fox to make an increased bid for Sky in excess of the Comcast bid. "In our view the Sky share price is already anticipating such an outcome with the shares closing on June 4 at 13.50 pounds, 8 percent ahead of the Comcast bid," they said. Even if Fox beats Comcast, Murdoch's control of the whole group is unlikely to last long because he has agreed to sell many of his TV and film assets, including Sky, to Walt Disney Co in a separate \$52 billion deal.

<https://www.reuters.com/article/us-fox-m-a-sky/britain-clears-way-for-murdoch-to-battle-comcast-for-sky-idUSKCN1J10UL>

**PLATINUM PORTFOLIO**

Platinum Portfolio Yield Measures as at June 04, 2018	
	Percentage (%)
Yield to Maturity	5.75
Weighted Average Coupon	5.529
Current Yield	5.65

The platinum portfolio has an effective maturity of 13.57 years and duration of 4.73 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](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)

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

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