

DAILY MARKET SUMMARY

LOCAL STOCK MARKET: (J\$) ⁺

Stock Symbol	KEY	WISYNCO	FOSRICH	BPOW	JAMT
Current Price (\$)	3.47	9.28	2.96	35.99	4.75
Trailing EPS (\$)	0.01	0.51	0.14	1.81	0.29
P/E (times)	241.97	18.11	21.07	19.89	16.24
Projected P/E	46.97	13.66	14.44	16.30	15.31
Projected EPS (\$)*	0.07	0.68	0.20	2.21	0.31
Book Value per share (\$)	2.86	2.23	1.27	13.50	1.62
Price/Book Value (times)	1.21	4.17	2.32	2.67	2.93
Dividend Yield (2018 %)	0.84%	0.68%	N/A	0.53%	0.63%
Volumes	NIL	59,151	40,147	NIL	29,000
Recommendation	SELL	BUY	HOLD	HOLD	HOLD



STOCK OF THE DAY: Wisynco Group Limited (WISYNCO)

For the nine months ended March 31, 2018:

Wisynco Group Limited reported total revenue of \$18.06 billion for the nine months ended March 31, 2018, a 14.6% or \$2.31 billion increase when compared with the \$15.75 billion reported for the same period in 2017. Total revenues for the quarter amounted to \$5.82 billion reflecting an increase of 13.5% over the \$5.13 billion achieved in the corresponding quarter of the previous year. According to the company, "The third quarter normally represents lower demand for beverages due to the cooler climate in the January to March period which results in lower production and inefficient overhead absorption as compared to periods of higher demand."

Total expenses for the nine months rose 10.8% to close at \$4.51 billion (2017: \$4.07 billion). Of total expenses, selling and distribution expenses climbed 9.7% to total \$3.92 billion (2017: \$3.57 billion), while administrative expenses increased 19.0% to \$594.15 million (2017: \$499.38 million). Total expenses for the third quarter rose 4.4% to \$1.51 billion (2017: \$1.44 billion). Other income for the nine months contracted 92.2% to \$52.33 million (2017: \$667.67 million). According to WISYNCO, "Wisynco also conducts preventative maintenance in the 3rd quarter of each Fiscal Year which results in some additional production expenses to ensure continuous efficiencies. The construction of our cold storage facilities continues, and the expectation is now for completion at the end of the 4th quarter which should result in reduced operating cost and improved service levels."

Profit before taxation amounted to \$2.15 billion, relative to \$2.26 billion reported in 2017, a 4.8% decline year over year. Taxation for the period amounted to \$460.92 million (2017: \$431.80 million). As such, net profit of \$1.73 billion (2017: \$1.96 billion) was posted for the nine months ended March 31, 2018, representing a 11.7% decline year over year. Net profit for the third quarter amounted to \$504.28 million relative to \$820.24 million in 2017, a 38.5% decline year over year.

Earnings per share (EPS) for the quarter amounted to \$0.13 (2017: \$0.22), while the EPS for the nine months amounted to \$0.46 (2017: \$0.52). The twelve-month trailing EPS amounted to \$0.51. The number of shares used in our calculations is 3,750,000,000. Notably, WISYNCO's stock price closed the trading period on May 10, 2018 at \$10.32.

⁺Prices are as at July 27, 2018 ^{*}Projections are for the forward 12 months from the most recent quarter results

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	136.550	100.000	132.3732	143.320	100.000	134.4943
CAN	104.000	72.600	97.5075	116.640	92.500	106.0569
GBP	178.400	142.880	175.5856	201.720	165.600	177.7145
EURO	153.000	111.970	147.3966	179.160	143.900	156.0455

*Rates as at July 26, 2018

MONEY MARKET

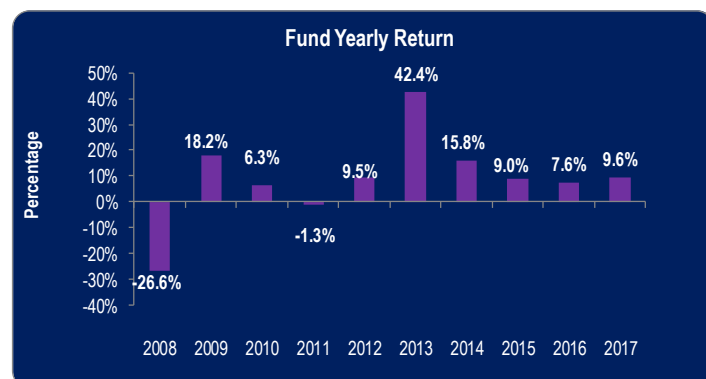
The Jamaican dollar fixed income market was liquid in today's (July 27, 2018) trading session. The over night rate stood at 0.85% to 1.00% while the 30-day rate ranged between 1.40% and 1.65%.

The US dollar fixed income market was also liquid during today's (July 27, 2018) trading session; The over-night market rates were quoted at 1.20% while the 30-day market rates stood at 1.50% to 1.70%.

OVER THE COUNTER FUNDS (CI FUNDS)

CI American Manager 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 6.9% and a 5 year return of 12.6% as at June 30, 2018. The Fund also has a 10 year return of 8.8%.



■ U.S.: U.S. Growth Hits 4.1%, Fastest Since 2014, in Win for Trump

The U.S. economy accelerated to a 4.1 percent pace of growth in the second quarter, the fastest since 2014, letting President Donald Trump claim a win for his policies even though expansion is projected to cool. It followed first-quarter growth of 2.2 percent that was revised from 2 percent, the Commerce Department reported Friday. Consumer spending grew 4 percent, more than estimated, while non-residential business investment climbed at a 7.3 percent clip. Illustrating the volatility of some elements of GDP, net exports contributed 1.06 percentage point to the pace of growth, the most since 2013, partly on a surge in soybean shipments ahead of retaliatory tariffs. Inventories subtracted 1 point, the most since 2014, Commerce said, citing soybean stocks as well as those of drugs and sundries and petroleum and related products.

<https://www.bloomberg.com/news/articles/2018-07-27/u-s-gdp-growth-hits-4-1-fastest-since-2014-in-win-for-trump>

■ PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at July 23, 2018

	Percentage (%)
Yield to Maturity	5.81
Weighted Average Coupon	5.55
Current Yield	5.57

The platinum portfolio has an effective maturity of 13.43 years and duration of 4.62 years.

■ 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

■ Asia: China's Economy Weakened Further in July, Early Indicators Show

The earliest indicators for China's economy showed the pace of expansion slowing this month, highlighting the reasons behind policy makers' decision to add stimulus in the face of escalating trade tensions. "Domestic businesses were dented by tightening financing conditions, while trade conflict hits exports and hurts market sentiment," according to Fielding Chen at Bloomberg Economics, who aggregates the earliest available indicators on business conditions and market sentiment. With the funding squeeze hurting domestic activity and the trade war threatening external demand, policy makers have unveiled a package of fiscal support including tax cuts and acceleration of bond issuance for infrastructure investment, while the central bank has cut reserve ratios three times this year. There are also signs that the ongoing campaign to curb leverage is being softened.

<https://www.bloomberg.com/news/articles/2018-07-27/china-s-economy-weakened-further-in-july-early-indicators-show>

■ 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

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= POSITIVE TRANSFORMATION FOR OUR CLIENTS

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