

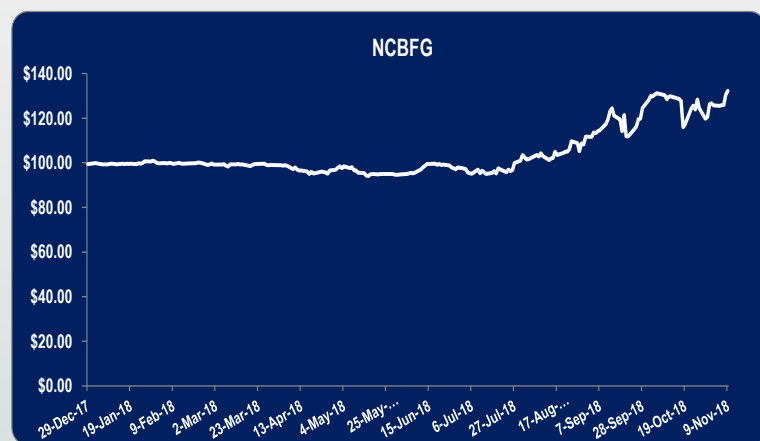
MAYBERRY INVESTMENTS LIMITED

DAILY RECOMMENDATION



LOCAL STOCK MARKET: (J\$)⁺

Stock Symbol	SVL	NCBFG	DTL	CCC	CPJ
Current Price (\$)	16.92	132.26	2.73	42.72	5.78
Trailing EPS (\$)	0.53	11.33	0.08	0.76	0.25
P/E (times)	32.11	11.67	33.49	56.25	23.24
Projected P/E	21.40	12.97	20.07	32.37	20.51
Projected EPS (\$)*	0.79	10.20	0.14	1.32	0.28
Book Value per share (\$)	1.11	5.66	0.41	12.05	2.79
Price/Book Value (times)	15.25	23.37	6.73	3.54	2.07
Dividend Yield (2018 %)	4.79%	1.06%	2.56%	N/A	N/A
Volumes	62,025	957,402	22,000	31,531	25,912
Recommendation	SELL	BUY	HOLD	SELL	HOLD



STOCK OF THE DAY: NCB Financial Group (NCBFG)

For the year ended September 30, 2018:

Net interest income increased by 18%, relative to 2017, to total \$35.14 billion (2017: \$29.76 billion). For the quarter, net interest income improved 29% to close at \$9.73 billion (2017: \$7.57 billion). Interest income for the year rose 22% year over year to \$52.24 billion compared to \$42.84 billion in 2017, while interest expense amounted to \$17.09 billion relative to \$13.08 billion for the prior year.

Net Fees and Commission Income amounted to \$15.96 billion, an increase of 15% on 2017's \$13.89 billion. The bank also reported a gain on foreign currency and investment activities of \$15.61 billion, a growth of 102% relative to \$7.73 billion in 2017. Insurance premium income for the year increased 14% to \$8.66 billion (2017: \$7.57 billion), while dividend income increased by 87% to a total of \$553.31 million (2017: \$295.12 million). Other operating income climbed by 164% to \$605.45 million (2017: \$229.07 million). Consequently, total operating income increased 29% to a total of \$76.54 billion (2017: \$59.47 billion). Total operating income for the fourth quarter recorded a 35% growth to \$20.59 billion (2017: \$15.26 billion).

Total Operating Expenses for the year amounted to \$50.35 billion, an increase of 31% compared to the \$38.32 billion reported for the previous year. Expenses for the quarter rose 30% to close at \$13.37 billion compared to \$10.31 billion in 2017. Provision for credit losses increased 130% to \$1.68 billion (2017: \$729.23 million), while depreciation and amortization grew by 47% to \$3.47 billion (2017: \$2.36 billion). Policyholders' and annuitants' benefits and reserves increased by 13% to \$4.73 billion relative to \$4.18 billion for the prior year's corresponding period. Impairment losses on securities amounted to \$283.88 million relative to nil in 2017.

Consequently, operating profit increased 24% to total \$26.19 billion (2017: \$21.16 billion). 'Share of profit of associates' declined by 10% to total \$2.57 billion compared to \$2.85 billion in 2017. The Bank also reported negative goodwill on acquisition of subsidiary of \$4.39 billion relative to a nil in 2017.

Gain on partial disposal of associate amounted to \$837.48 million (2017: Nil). Management noted, "during the fourth quarter, we divested a portion of our investment in JMMB Group Limited, reducing our stake to 20.01% from 26.30%." Consequently, profit before taxation increased 42% to \$33.99 billion relative to \$24.01 billion in 2017.

After taxation of \$5.41 billion (2017: \$4.90 billion), net profit for the year totalled \$28.58 billion, an increase of 50% compared to \$19.11 billion in 2017. Net profit attributable to shareholders closed at \$27.96 billion relative to \$19.11 billion in 2017. Earnings per share (EPS) for year totalled \$11.33 relative to \$7.75 booked in 2017. The EPS for the fourth quarter amounted to \$2.96 (2017: \$1.78). The number of shares used in our calculations amounted to 2,466,762,828 units. NCBFG stock price closed the trading period at a price of \$130.50 on November 08, 2018.

⁺Prices are as at November 09, 2018 *Projections are made to the company's financial year end

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	130.500	98.830	126.0508	141.680	100.000	127.4194
CAN	97.850	79.220	97.1777	112.800	92.000	97.4806
GBP	167.500	137.100	165.0174	193.560	155.000	167.2729
EURO	146.100	112.160	143.5030	169.200	138.000	147.2465

*Rates as at November 08, 2018

MONEY MARKET

The Jamaican dollar fixed income market was liquid in today's (November 09, 2018) trading session. The overnight rate stood at 1.00% to 1.40%, while the 30-day rate ranged between 1.80% and 2.00%.

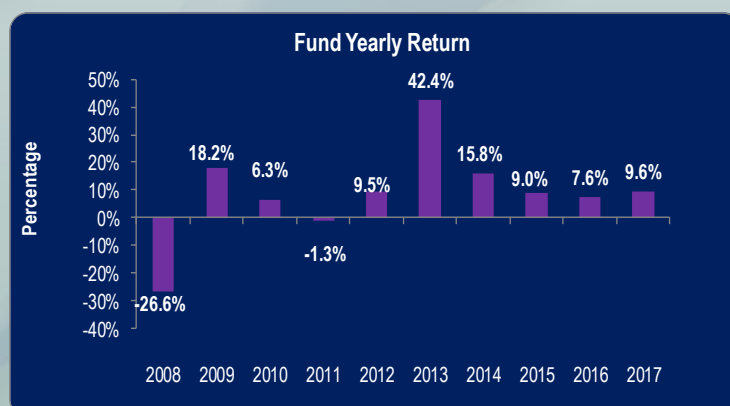
The US dollar fixed income market was also liquid during today's (November 09, 2018) trading session; The overnight market rates were quoted at 1.50% while the 30-day market rates stood at 1.80% to 2.10%.

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 10.8% and a 5 year return of 12.8% as at September 30, 2018. The Fund also has a 10 year return of 10.2%.



U.S: Stocks Fall on Oil, China Concerns; Dollar Gains: Markets Wrap

“U.S. equity-index futures fell for a second day as crude oil’s slide into a bear market and concerns over the health of China’s economy weighed on global stocks. The dollar continued its advance after the Federal Reserve stayed on track for a December rate hike. Mining and energy shares led a drop in Europe’s main equity gauge as most industrial metals fell, while disappointing forecasts from Richemont and Thyssenkrup AG also weighed on the index. Futures on the Dow Jones, S&P 500 and Nasdaq slipped. Oil extended a run of declines, heading for the longest losing streak on record. In Asia, financial shares performed particularly poorly following news that Beijing plans to set quotas for banks to pump credit into private companies. Treasury yields edged lower. Softer Chinese producer-price gains, weak car sales and a disappointing outlook from a top online travel company combined to reignite lingering concerns about the health of the world’s second-biggest economy. That’s capturing investor attention after a Fed rate meeting on Thursday that offered few surprises, with policymakers repeating their outlook for “further gradual” increases.”

<https://www.bloomberg.com/news/articles/2018-11-08/asian-stocks-seen-lower-dollar-gains-on-fed-markets-wrap?srnd=premium-asia>

Asia: U.K. Economy's Best Quarter in Two Years Hides Loss of Momentum

“Britain posted its fastest calendar quarter of economic growth in almost two years, but a sudden loss of momentum from August pointed to a slower pace of expansion in the run-up to Brexit. Gross domestic product increased 0.6 percent in the third quarter from the previous three months, the most since the end of 2016, the Office for National Statistics said Friday. The figure was in line with forecasts. The pickup, from 0.4 percent growth between April and June, was partly driven by household spending, suggesting a record heatwave and the soccer World Cup in the early part of the quarter played a key role. Net trade also made a significant contribution. With the Bank of England judging the economy is now operating at full capacity, policy makers are expected to raise interest rates at a gradual pace to keep inflation in check. Traders see the next increase toward the end of next year.”

<https://www.bloomberg.com/news/articles/2018-11-09/u-k-economy-s-best-quarter-in-two-years-hides-loss-of-momentum>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at November 05, 2018

	Percentage (%)
Yield to Maturity	6.13
Weighted Average Coupon	5.548
Current Yield	6.13

The platinum portfolio has an effective maturity of 13.04 years and duration of 4.27 years.

STRUCTURED PRODUCT

Mayberry Gold

This portfolio is ideal for investors, both retail and corporate, seeking a conservative, short-term investment. The securities in the Gold are directly owned by the client and provide them with a safe investment option. Our Gold portfolio can also provide investors with coupon payments that can generate a positive income stream.

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

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



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