

DAILY MARKET SUMMARY



LOCAL STOCK MARKET: (J\$) +

Stock Symbol	SJ	CCC	SGJ	BIL	JAMT
Current Price (\$)	37.21	33.50	51.22	7.94	4.80
Trailing EPS (\$)	3.31	1.35	3.91	0.33	0.29
P/E (times)	11.23	24.85	13.09	23.81	16.32
Projected P/E	10.23	20.53	12.07	17.87	15.38
Projected EPS (\$)*	3.64	1.63	4.24	0.44	0.31
Book Value per share (\$)	15.32	10.53	32.92	6.63	1.63
Price/Book Value (times)	2.43	3.18	1.56	1.20	2.94
Dividend Yield (2018 %)	N/A	N/A	N/A	3.78%	N/A
Volumes	79,536	1,500	2,650	8,034	35,000
Recommendation	HOLD	SELL	HOLD	HOLD	HOLD

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	129.900	100.010	127.0586	135.220	104.550	128.1834
CAN	100.750	73.040	96.3236	108.740	73.040	97.5248
GBP	179.700	125.030	174.4704	195.290	151.800	177.9691
EURO	160.000	111.000	150.3473	172.990	144.000	158.6635

*Rates as at March 6, 2018

MONEY MARKET

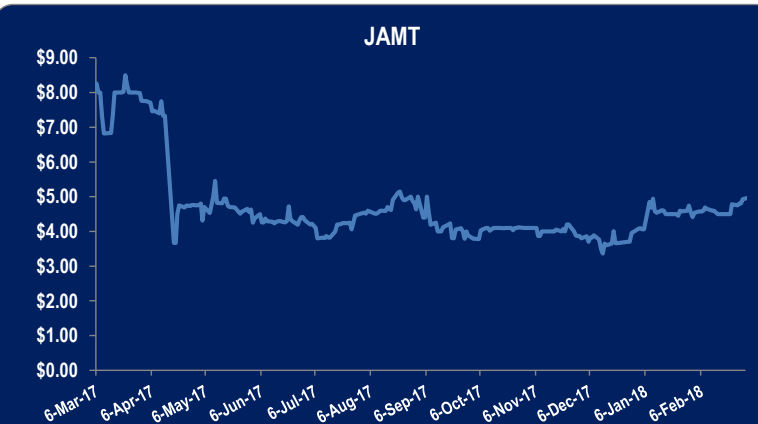
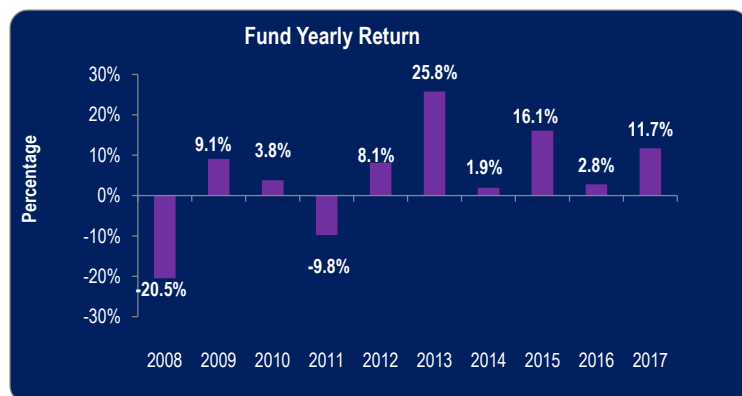
The Jamaican dollar fixed income market was liquid in today's (March 07, 2018) trading session. The over night rates were quoted around 1.00% while the 30-day rates were between 2.20% to 2.50%.

The US dollar fixed income market was also liquid during today's (March 07, 2018) trading session; The overnight market rates were quoted at 1.00% while the 30-day market rates stood around 1.10% to 1.10%.

OVER THE COUNTER FUNDS (CI FUNDS)

CI International Value 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 whose primary operations are outside of North America. The fund may make significant investments in any country including emerging markets and emerging industries of any market. The fund has a 3 year return of 7.3% and a 5 year return of 10.7% as at December 31, 2017. The Fund also has a 6 month return of 4.3%.



STOCK OF THE DAY: Jamaican Teas Limited (JAMT)

For the first quarter ended December 31, 2017:

Jamaica Teas reported revenue for the first quarter ended December 2017 of \$456.1 million, an increase of 22% compared to the \$373.9 million booked for the corresponding period in 2016. According to the company, "Revenues from our manufacturing operations grew 40 percent in the period while supermarket sales increased by 9 percent. Export sales of manufactured products were up a very strong 66 percent while domestic manufacturing sales increased by 15 percent."

Cost of sales increased 21% to \$347.1 million (2016: \$287.8 million). As a result, Gross Profit grew 27% to \$22.8 million.

With regard to the real estate projects, the company states the following: "Few sales contracts of homes were completed at the housing project during the quarter as some of the homes were still in the final phases of physical completion and sales formalities were being finalized. All the homes in the project but one is under contract and collection and revenue recognition is expected to proceed apace in our second quarter.

Administrative Expenses increased by 34% to \$42.9 million for the first quarter ended December 2017 relative to \$32.1 million for the same period of 2016. Sales and Marketing cost increased by 16% for the quarter relative to 2016 closing at \$9.5 million. There was a 51% reduction in finance cost moving from \$9.1 million in 1st Quarter 2016 to \$4.4 million in 2017. Total expenses finished with an overall 30% increase.

Pre-tax profits climbed by 10% for the 3 months ended December 2017, compared to same period for the 2016, increasing from \$53.4 million to \$58.8 million. JAMT incurred tax expenses of \$7.5 million compared to \$6.2 million during the 2016 comparable period. Although there was an increase in taxes Net Profit increased by 9% to close the quarter with \$51.3 million.

Consequently earnings per share increased to \$0.08 compared to \$0.07 in the 1st Quarter 2016 period.

U.S.: U.S. Stocks Drop, Treasuries Rise on Trade Angst: Markets Wrap

U.S. stocks fell in thin trading, while Treasuries pushed higher as the threat of a trade war loomed over markets already rattled by signs of rising inflation. The dollar advanced. The S&P 500 Index sank for the first time in four days, with losses extending in afternoon trading that was 10 percent below average as the Northeast braces for the second major winter storm in a week. Equities have been under pressure since the resignation of free-trade proponent Gary Cohn and news the president intends to clamp down on China. Disparities in the major indexes reflected concern that Donald Trump's plans to impose stiff tariffs on some imports could lead to a broader trade war. Multinationals in the Dow Jones Industrial Average fell more than 1 percent, while domestically focused small caps were virtually unchanged. The equity losses fed demand for Treasuries, with the 10-year yield sliding to 2.86 percent. The dollar pushed higher, while crude fell toward \$60 a barrel in New York. Investors also have their sights fixed on upcoming central bank decisions in Europe and Japan, ahead of Friday's U.S. jobs report. While the imposition of severe levies on steel and aluminum may come as soon as this week, speculation remains that the tariffs won't spark a broader trade conflagration. The European Union has said it will retaliate in kind, while China has so far remained largely quiet.

<https://www.bloomberg.com/news/articles/2018-03-06/japan-stocks-to-rally-on-possible-korea-talks-markets-wrap>

China: Treasuries as Trade War Leverage? Big Creditors Already Cut Back

Owning \$1 trillion of U.S. Treasuries just doesn't mean as much as it used to. The threat of new U.S. steel and aluminum tariffs and the resulting departure of top White House economic adviser Gary Cohn have raised the specter of a trade war, and President Donald Trump's administration is also said to be considering a range of curbs on China. It's only natural to ask whether some of America's largest creditors would stop buying Treasuries in retaliation. Just a whiff of a pull-back from China, which holds almost \$1.2 trillion of Treasuries, gave the market jitters at the start of the year, and the U.S. can ill afford much steeper borrowing costs as the budget deficit swells. What generally goes unnoticed, though, amid the 12-zero numbers, is that China's relative share of the market for Treasury notes and bonds is near its lowest since 2005, at 9.4 percent. For Japan, which owns \$1.06 trillion, its 8.4 percent share is the smallest in at least 18 years. In other words, they haven't kept pace with U.S. issuance. Of course, part of that has to do with the Federal Reserve's bond-buying program after the financial crisis, which soaked up much of the supply. But the U.S. central bank's holdings barely budged from late 2014 until last year, and have since fallen, while the Treasury market, including bills, has grown by more than \$2 trillion to \$14.7 trillion. What that means is, trade war or not, big foreign buyers have already been slowly stepping back.

<https://www.bloomberg.com/news/articles/2018-03-07/treasuries-as-trade-war-leverage-big-creditors-already-cut-back>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at March 05, 2018	
	Percentage (%)
Yield to Maturity	5.31
Weighted Average Coupon	5.27
Current Yield	4.86

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

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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 MANAGED FUND SOLUTIONS • CURRENCY SOLUTIONS • GLOBAL INVESTING SOLUTIONS • RETIREMENT PLANNING SOLUTIONS

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