

# WISE WEEKLY MARKET UPDATE

June 04, 2004

## **Main Board**

### **Market Data**

Volume: 3,345,862  
Value \$41,712,619.13  
Advances/Declines: 13/5  
Composite Index: 890.9914  
Nominal Change in Index: -2.5698  
Percentage Change in Index: -0.29 per cent  
All T&T Index: 1,143.8733  
Nominal Change in All T&T Index: +6.5005  
Percentage Change in All T&T Index: +0.57 per cent

### **Volume Leaders by Company:**

National Commercial Bank of Jamaica – 1,381,606 (41.29 per cent)  
Guardian Holdings – 619,948 (18.53 per cent)  
Agostini's – 578,548 (17.29 per cent)

### **Major Advances.**

National Flour Mills up 15 cents (4.76 per cent)  
ANSA McAl up \$1.35 (4.71 per cent)  
Prestige Holdings up 20 cents (2.74 per cent)  
Neal & Massy Holdings up 66 cents (2.16 per cent)  
Guardian Holdings up 51 cents (1.48 per cent)

### **Major Declines.**

Jamaica Money Market Brokers down 15 cents (-7.50 per cent)  
National Commercial Bank of Jamaica down 15 cents (-5.36 per cent)  
Berger Paints down 15 cents (-4.05 per cent)  
RBTT Financial Holdings down 40 cents (-0.90 per cent)  
Agostini's down 5 cents (-0.60 per cent)

### **Exchange Rate**

US\$1 = TT\$6.2999

### **Second Tier Market**

The price of Mora-Ven Holdings and FNCU held at \$2.70 and \$1.05 respectively. There was a small trade of 2,000 shares in Mora Ven and no trades in FNCU.

### **Mutual Fund Market**

The price of Praetorian Property held firmly at \$5.00 with a total of 29,000 shares traded for the week.

### **Weekly Summary**

It was a light week of trading compared to last week with a total of 3,344,648 shares exchanging hands valued at \$41,712,619.13.

The Composite Index declined by 2.5698 points or 0.29 per cent to close the week at 890.9914 due to some

significant percentage declines in the prices of non Trinidad based companies. The All T&T however continued to increase moving up 6.5005 per cent or 0.57 per cent to 1,143.8733. There were thirteen (13) advances and five (5) declines on the board this week.

National Commercial Bank of Jamaica was the most actively traded share, a total of 1,381,606 shares were traded accounting for 41.29 per cent of all trades. Guardian Holdings was next with 619,948 shares traded or 18.53 per cent of all trades and following in third was Agostini's with 578,548 shares traded accounting for 17.29 per cent of total volume.

National Flour Mills made the biggest percentage gain on the main board this week advancing by 15 cents or 4.76 per cent to close at \$3.30. ANSA Mc Al followed, moving up \$1.35 or 4.71 per cent to close at \$30.00. Prestige Holdings was next, up 20 cent or 2.74 per cent to close the week at \$7.50.

The Jamaican based companies led the shares on the decline this week. Jamaica Money Market Brokers (JMMB) fell by 15 cents or 7.50 per cent to close at \$1.85. NCJB followed, down 15 cents or 5.36 per cent to close at \$2.65 and rounding off the top three declines was Berger Paints down 15 cents or 4.05 per cent to \$3.55.

### **Sagicor Financial Corporation**

Sagicor's share price remained under downward pressure this week. The share fell Bds \$0.30 from last week's close of Bds \$4.15 to Bds \$3.85. The total volume of shares traded was 38,897.

### **Capital and Credit Merchant Bank (CCMB)**

*First quarter ended March 31, 2004*

*All figures in J'ca dollars.*

Capital and Credit Merchant Bank (CCMB) reported excellent first quarter results to 31<sup>st</sup> March 2004 showing Gross Operating Revenue increasing by 63.33 per cent to \$1.4 billion. Interest Income from loans and Investments rose by 51.20 per cent to \$1.2 billion, while Interest Expense was up 39.52 per cent to \$930.4 million resulting in a Net Margin of 22.26 per cent compared with 15.75 per cent. Net Interest Income grew by 113.65 per cent to \$266.5 million and Other Net Income jumped 210.91 per cent to reach \$202.2 million. The significant growth in Other Net Income is mainly due to net gains on trading in securities which moved from a negative \$38.2 million to add \$185.8 million as the Group took advantage of the improved bond market conditions. Negatively impacting on Other Net Income were losses from foreign exchange trading and foreign currency translation of \$2.9 million, compared with a gain of \$62.98 million in the same period last year. Also included in Other Net Income are Commission and fee income which declined 68.72 per cent or \$22.7 million to \$10.36 million.

The Group's cost containment strategy saw Non Interest Expenses increasing by only 40.07 per cent to \$127 million resulting in a considerable improvement in the Efficiency Ratio, from 47.79 per cent to 27.10 per cent. Profit before tax was up 244.82 per cent to \$341.67 million with a reduction in the effective rate of tax of 19 per cent, down from 32 per cent. The overall impact was an increase in Net Profit of \$208.36 million or 311.97 per cent to \$275.14 million.

On a segmental basis Banking and related services showed a 75 per cent increase in Profit before tax from \$72.38 million to \$127.27 million, with an asset growth of 3 percent. Profit before tax in the Financial and related services increased by 584 per cent from \$33.3 million to \$228.1 million and assets grew by 327 per cent.

CCMB posted 47 cents earnings, up 34 cents from 13 cents last year. Return on average equity improved significantly from 15.62 per cent to 45.42 per cent and Return on assets from 0.72 per cent to 2.41 per cent. On the local Stock Market CCMB share price appreciated 150 per cent year to date from an opening of 80 cents per share to close this week at \$2.00. Based on these results we are forecasting full year earnings of 14 cents TT\$ per share.

## **May in Review**

### **Main Board**

#### **Market Data**

Volume: 26,913,918

Value \$330,102,850.31

Advances/Declines: 14/7

Composite Index: 893.5612

Nominal Change in index: +12.2820

Percentage Change in index: +1.39 per cent

All T&T Index: 1,137.3728

Nominal Change in All T&T Index: +6.6743

Percentage Change in All T&T Index: +0.59 per cent

#### **Volume Leaders by Company:**

National Commercial Bank of Jamaica – 8,878,907 (32.99 per cent)

Jamaica Money Market Brokers – 4,307,641 (16.01 per cent)

Guardian Holdings – 4,227,345 (15.71 per cent)

Capital & Credit Merchant Bank – 3,140,000 (11.67 per cent)

RBTT Financial Holdings – 2,300,277 (8.55 per cent)

#### **Major Advances**

Capital & Credit Merchant Bank up 60 cents (42.86 per cent)

CCN up 60 cents (8.16 per cent)

Grace, Kennedy & Co. up 70 cents (7.95 per cent)

LJ Williams (A) up 6 cents (7.14 per cent)

ANSA Finance up 65 cents (4.51 per cent)

National Commercial Bank Jamaica up 10 cents (3.70 per cent)

PLIPDECO up 50 cents (2.95 per cent)

Republic Bank up \$2.00 (2.94 per cent)

Prestige Holdings up 20 cents (2.82 per cent)

ANSA Mc Al up 75 cents (2.69 per cent)

#### **Major Declines**

LJ Williams (B) down 15 cents (-10.34 per cent)

Berger Paints down 25 cents (-0.25 per cent)

Furness Trinidad down 15 cent (-2.70 per cent)

Readymix down 10 cents (-1.48 per cent)

RBTT Financial Holdings down 90 cents (-0.90 per cent)

Angostura Holdings down 5 cents (-1.00 per cent)

Trinidad Cement down 5 cents (-0.81 per cent)

## **Monthly Summary**

Trading activity picked up in May with the total volume of shares crossing the board reaching 26,913,918 compared to 15,921,628 shares traded in the previous month. There was however a slow down in the growth of the market as price increases were marginal and some shares adjusted downward as investors started taking profits where they saw the opportunity in relation to the share valuation. In addition there was some downward adjustment in a number of shares which traded ex-dividend and where disappointing financial results were released.

Market indices registered their slowest growth for the year thus far in May with the Composite Index increasing by 12.2820 points or 1.39 per cent to close at 893.5612. The All T&T Index advanced at an even slower pace, moving up by 6.6743 points or 0.59 per cent to 1,137.3728.

The volume leader was National Commercial Bank of Jamaica (NCJB) with a total of 8,878,907 shares traded or 32.99 per cent of total volume. Trading was also heavy in Jamaica Money Market Brokers (JMMB) with a total of 4,307,641 shares traded or 16.01 per cent of total volume followed by Guardian Holdings with 4,227,345 shares traded or 15.71 per cent of all trades.

The Non-Banking Finance sector accounted for most of the shares traded in May followed closely by the Banking sector. The total volume of shares traded in the Non-Banking Finance sector was 12,363,354 or 45.94 per cent of all trades and 11,239,534 shares in the Banking sector or 41.76 per cent of all trades.

Price advances won out to declines by a fourteen (14) to seven (7) margin. Capital and Credit Merchant Bank (CCMB) lead the shares on the advance by a large margin moving up 60 cents or 42.86 per cent to close at \$2.00 followed by CCN up 60 cents or 8.16 per cent to \$7.95

and rounding off the top three advances was Grace, Kennedy and Co. moving up 70 cents or 7.95 per cent to \$9.50.

The major declines were LJ Williams (B) down 15 cents or 10.34 per cent to \$1.30, Berger Paints which continued to fall moved down a further 25 cents or 6.33 per cent to close at \$3.70, Furness Trinidad down 15 cents or 2.70 per cent to \$5.40 and Readymix down 10 cents or 1.48 per cent to \$6.65.

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Member of the Trinidad and Tobago Stock Exchange Ltd.**

VOLUME 3,344,648  
 VALUE \$ 41,712,619.13

### WEEKLY MARKET UPDATE

as at : Friday June 04, 2004

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COMPOSITE INDEX 890.99 ALL T&T INDEX 1,143.87 Adv./Dec. Ratio 13/5  
 CHANGE (2.57) CHANGE 6.50  
 % CHANGE -0.29% % CHANGE 0.57%

Security	Fiscal Yr. End	Hist. EPS	Hist. Div.	Est. EPS	Est. Div	Hist. Yield	Hist. P/E	Est. Yield	Est. P/E	Last Quote	Price Change	% Change	Running EPS	Running P/E	52 Week High	52 Week Low
<b>Banks</b>																
FirstCaribbean Intl.	Oct-31	29.1	15.8	29.1	15.8	1.76%	30.93	1.76%	30.93	9.00			29.1	30.93	9.35	7.85
National Commercial Bank Jamaica	Sep-03	12.0	5.4	15.0	5.4	0.00%	22.08	2.04%	17.67	2.65	-0.15	-5.36%	12.0	22.08	2.80	1.55
RBTT Financial Holdings	Mar-31	235.0	100.0	235.0	100.0	2.27%	18.72	2.27%	18.72	44.00	-0.40	-0.90%	235.0	18.72	45.30	21.05
Republic Bank	Sep-30	367.0	180.0	460.0	190.0	2.56%	19.14	2.70%	15.27	70.25	0.25	0.36%	402.0	17.48	70.25	42.00
Scotiabank	Oct-31	165.6	70.0	190.0	80.0	2.33%	18.18	2.66%	15.84	30.10	0.10	0.33%	166.3	18.10	30.10	21.36
<b>Non-Banking/Finance</b>																
ANSA Fin. & Merch. Bank	Dec-31	98.0	42.0	98.0	42.0	2.79%	15.36	2.79%	15.36	15.05			98.0	15.36	15.05	8.00
Capital & Credit Merchant Bank	Dec-31	8.4	1.0	14.0	1.0	0.50%	23.81	0.50%	14.29	2.00			14.0	14.29	2.00	0.65
Guardian Holdings	Dec-31	215.0	54.0	215.00	54.0	1.54%	16.28	1.54%	16.28	35.01	0.51	1.48%	215.0	16.28	35.01	19.70
JMMB	Mar-31	4.7	0.7	10.5	1.5	0.38%	39.36	0.81%	17.62	1.85	-0.15	-7.50%	6.0	30.83	2.13	0.64
National Enterprises	Mar-31	55.0	27.0	60.0	42.0	2.66%	18.45	4.14%	16.92	10.15			55.0	18.45	10.15	4.70
<b>Conglomerates</b>																
ANSA Mc Al	Dec-31	144.0	65.0	144.0	65.0	2.17%	20.83	2.17%	20.83	30.00	1.35	4.71%	144.0	20.83	30.00	17.00
B'dos Shipping & Trading	Sep-30	135.5	47.5	140.0	47.5	2.62%	13.39	2.62%	12.96	18.15			135.5	13.39	18.15	11.20
Grace, Kennedy & Co.	Dec-31	63.7	7.1	63.7	7.1	0.75%	14.93	0.75%	14.93	9.51	0.01	0.11%	63.7	14.93	9.51	4.50
Neal & Massy Holdings	Sep-30	190.0	67.0	230.00	80.0	2.14%	16.45	2.56%	13.59	31.26	0.66	2.16%	185.00	16.90	31.26	19.56
<b>Trading</b>																
Agostini's	Sep-30	34.9	12.0	20.0	10.0	1.45%	23.78	1.20%	41.50	8.30	-0.05	-0.60%	43.1	19.26	8.35	6.00
BWIA	Dec-31	0.0	0.0	0.0	0.0	0.00%	0.00	0.00%	0.00	1.80			0.0	0.00	3.00	####
Furness T'dad	Dec-31	25.0	5.0	25.0	5.0	0.93%	21.60	0.93%	21.60	5.40			25.0	21.60	5.60	3.25
LJ Williams A	Dec-31	0.0	0.0	0.0	0.0	0.00%	0.00	0.00%	0.00	0.60			0.5	120.00	0.67	0.50
LJ Williams B	Dec-31	0.0	0.0	0.0	0.0	0.00%	0.00	0.00%	0.00	1.30			4.80	27.08	2.60	1.20
Prestige Holdings	Nov-30	27.4	17.0	29.4	20.0	2.27%	27.37	2.67%	25.51	7.50	0.20	2.74%	30.9	24.27	7.50	3.60
<b>Property</b>																
PLIPDECO	Dec-31	170.00	21.0	170.00	21.0	1.20%	10.29	1.20%	10.29	17.50	0.05	0.29%	170.0	10.29	17.50	9.50
Valpark Shopping Plaza	Mar-31	47.3	0.0	47.3	0.0	0.00%	10.57	0.00%	10.57	5.00			47.3	10.57	5.00	5.00
<b>Manufacturing</b>																
Angostura Holdings	Dec-31	31.0	12.0	31.0	12.0	2.42%	15.97	2.42%	15.97	4.95			31.0	15.97	5.70	4.25
Berger Paints Trinidad	Dec-31	0.0	17.0	0.0	17.0	4.79%	0.00	4.79%	0.00	3.55	-0.15	0.00%	39.0	9.10	6.00	3.00
Caribbean Comm Network	Dec-31	54.0	25.0	54.0	25.0	3.13%	14.81	3.13%	14.81	8.00	0.05	0.00%	54.0	14.81	8.00	4.05
Flavorite Foods	Dec-31	24.0	10.5	24.0	10.5	2.56%	17.08	2.56%	17.08	4.10			24.0	17.08	4.10	3.45
Lever Brothers WI	Dec-31	142.0	170.0	142.0	170.0	5.86%	20.42	5.86%	20.42	29.00			142.0	20.42	30.31	28.35
National Flour Mills	Dec-31	23.0	16.0	23.0	16.0	4.85%	14.35	4.85%	14.35	3.30	0.15	4.76%	23.0	14.35	4.00	3.00
Readymix (West Indies)	Dec-31	44.0	15.0	44.0	15.0	2.24%	15.23	2.24%	15.23	6.70	0.05	0.75%	44.0	15.23	6.75	6.05
Trinidad Cement	Dec-31	50.0	18.0	60.0	20.0	2.93%	12.30	3.25%	10.25	6.15			55.0	11.18	6.30	5.04
Trinidad Publishing Co.	Dec-31	45.0	25.0	45.0	25.0	3.18%	17.44	3.18%	17.44	7.85	0.05	0.64%	45.0	17.44	7.85	4.00
West Indian Tobacco Co.	Dec-31	104.5	103.0	104.5	103.0	5.01%	19.67	5.01%	19.67	20.55	0.05	0.24%	98.4	20.88	20.55	18.00