



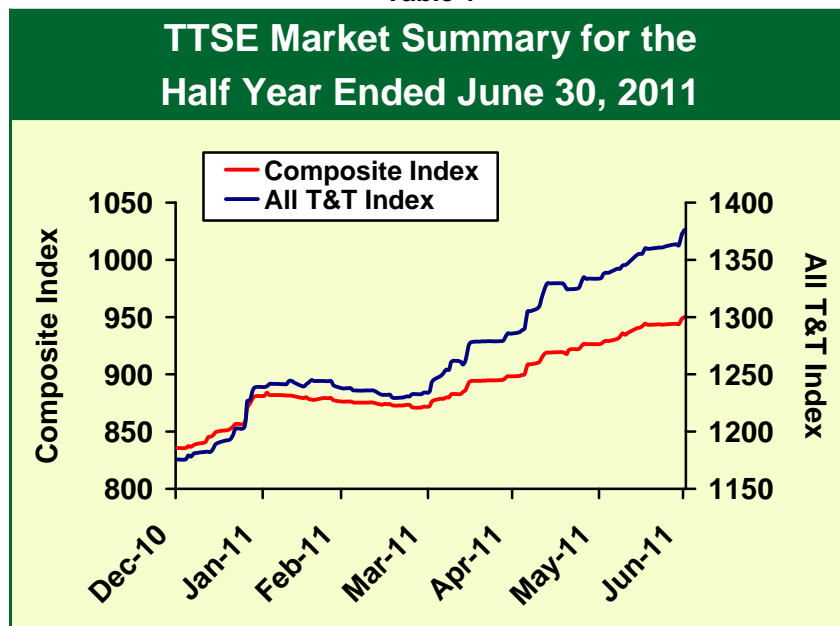
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HALF YEAR 2011 REVIEW

Local Market Summary

The First Half of 2011 (HY11) reflected signs of renewed interest in the local equity market with all three Indices gaining momentum. The Composite Index rose 13.70 per cent or 114.45 points to close the period under review at 950.09, the All Trinidad and Tobago Stock Index saw the largest gain of 17.04 per cent or 200.38 points to 1,376.12 and the Cross Listed Index increased 6.71 per cent or 4.13 points over the six month period to 65.66. As illustrated in Table 1, both the Composite and All Trinidad and Tobago Index have generally been trending upward, with more robust growth seen particularly in the Second Quarter (Q211) than in the First Quarter (Q111). In Q211 alone, the Composite Index, All Trinidad and Tobago Index and Cross Listed Index posted advances of 8.95 per cent, 11.46 per cent and 3.60 per cent respectively. In the first six months of the year, the bullish sentiment was also seen in the advance to decline ratio with advances significantly outnumbering declines by a ratio of 21 to 5.

Table 1



Market activity on the First Tier Market of the Trinidad and Tobago Stock Exchange for HY11 amounted to 45,706,654 shares changing hands, down 2.14 per cent or 999,031 shares when compared to the corresponding period in 2010. However, Q211 on Q210, volumes traded were up a noteworthy 47.01 per cent from 21,147,786 shares (Q210) to 31,088,362 (Q211). When compared to the previous quarter (Q111), volumes traded more than doubled, up an outstanding 112.67 per cent from 14,618,202 shares. The value of shares traded rose a minimal 1.80 per cent from \$454,757,518.53 in HY10 to \$462,936,510.24 in HY11. It should be noted however that there were two significant trades during HY11. On February 9, 2011, 1,061,805 shares of Neal & Massy Holdings Limited (NML) valued at over \$44 million crossed the floor of the Exchange and on April 6, 1,500,000 shares of Republic Bank Limited (RBL) valued at over \$122 million were traded.

For the half year period under review, four of the five most traded stocks were Jamaican cross listed companies. The volume leader with 17.27 per cent of the market or 7,893,729 shares traded was National



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Commercial Bank Jamaica Limited (NCBJ). Capital and Credit Financial Group Limited (CCFG) followed with 15.53 per cent of the total volume traded or 7,097,608 shares. The third volume leader was Supreme Ventures Limited (SVL) accounting for 10.89 per cent of all trades with 4,976,227 shares changing ownership. Next was Angostura Holdings Limited (AHL) with 7.71 per cent or 3,525,176 shares traded. Jamaica Money Market Brokers Limited (JMMB) rounded the top five with 7.29 per cent of trading activity or 3,331,737 shares.

The major advance for HY11 was JMMB, up an outstanding 46.15 per cent or \$0.12 to close at its 52 week high of \$0.38. This share closed HY11 at J\$5.66 in Jamaica, an increase of 41.50 per cent or J\$1.66. The second major advance was Flavorite Foods Limited (FFL), rising a significant 45.99 per cent or \$2.58 to \$8.19. Next in line was National Enterprises Limited (NEL) which posted a 38.62 per cent gain or \$3.97 to end the six months at \$14.25.

Table 2

Top 5 Advances for HY11					Top 5 Advances for Q211				
Rank	Company	Open	Close	Change	Rank	Company	Open	Close	Change
1	JMMB	\$0.26	\$0.38	46.15%	1	AHL	\$5.00	\$9.00	80.00%
2	FFL	\$5.61	\$8.19	45.99%	2	CCFG	\$0.17	\$0.22	29.41%
3	NEL	\$10.28	\$14.25	38.62%	3	FFL	\$6.45	\$8.19	26.98%
4	PHL	\$4.27	\$5.70	33.49%	4	NCBJ	\$1.50	\$1.90	26.67%
5	AHL	\$6.90	\$9.00	30.43%	5	NEL	\$11.65	\$14.25	22.32%
Top 5 Declines for HY11					Top 5 Declines for Q211				
Rank	Company	Open	Close	Change	Rank	Company	Open	Close	Change
1	OCM	\$17.00	\$11.24	-33.88%	1	OCM	\$14.45	\$11.24	-22.21%
2	TCL	\$2.80	\$2.15	-23.21%	2	TCL	\$2.62	\$2.15	-17.94%
3	SVL	\$0.18	\$0.14	-22.22%	3	SVL	\$0.16	\$0.14	-12.50%
4	LJWB	\$1.10	\$0.99	-10.00%	4	LJWB	\$1.10	\$0.99	-10.00%
5	NFM	\$0.92	\$0.88	-4.35%	5	SFC	\$8.50	\$8.01	-5.76%

For HY11, declines were led by One Caribbean Media Limited (OCM), which fell 33.88 per cent or \$5.76 to close at \$11.24. This was followed by Trinidad Cement Limited (TCL), down 23.21 per cent or \$0.65 to \$2.15. The third major decline was SVL, which dropped 22.22 per cent or \$0.04 to \$0.14. In Jamaica, this share closed HY11 at J\$2.40, up 10.60 per cent or J\$0.23.

Highlights for the Second Quarter of 2011

June 2011

- The International Finance Corporation (IFC) is to invest up to US\$100 million in Sagicor Financial Corporation (SFC) through Common Shares and Convertible Redeemable Preference Shares. Qualified shareholders of SFC were also offered the right to participate in the Common Share Rights Issue and New Convertible Redeemable Preference Share Offer.
- The Trinidad and Tobago Stock Exchange (TTSE) amended TTSE Rule 227, which resulted in the Volume Weighted Average Price (VWAP) being adopted as the method for determining the closing price for securities listed on the First Tier, Second Tier and Mutual Fund markets of the Exchange replacing the Board Lot structure. This amendment took effect on June 6, 2011.
- RBC Royal Bank commenced rebranding of RBTT in Trinidad and Tobago on June 6, 2011.
- On June 3, 2011, Honey Bun became the ninth company to list on the Junior Market of the Jamaica Stock Exchange. The Company raised \$51 million in equity investments from the initial public offer



through the issue of 18.75 million ordinary shares. Of the 18.75 million shares, 9.375 million units were made available to the public at J\$3.00 per share. Of the remaining, 8.6375 million shares were reserved for employees of the company at discounted prices of J\$2.40 and J\$1.00, while 737,500 shares were set aside for key partners at J\$3.00. Mayberry Investments Limited was the lead broker of the IPO.

May 2011

- At a meeting of the Board of Directors of FirstCaribbean International Bank Limited (FCI), held on May 11, 2011, it accepted the resignation of Mr. John Orr as Chief Executive Officer effective September 11, 2011. Mr. Orr will be returning to a senior executive position at CIBC in Toronto.
- Guardian Holdings Limited (GHL) and its minority shareholding partners have agreed to sell their Lloyd's of London business, Jubilee Group Holdings Limited (JGHL) to Ryan Speciality Group for a total consideration of £35 million. The sale of Jubilee is expected to add an estimated TT\$0.30 to GHL's earnings per share in fiscal 2011. The sale is subject to receiving the necessary regulatory approvals in the United Kingdom.

April 2011

- Effective March 14, 2011, the name of Scotia DBG Investments Limited (SDBG) was changed to Scotia Investments Jamaica Limited (SIJL). This change was effected on the Stock Exchange and the Central Depository from Tuesday April 12, 2011.

Fixed Income Market Summary

The Central Bank of Trinidad and Tobago (CBTT) announced on June 24, 2011 that Headline Inflation as measured by the Index of Retail Prices, slowed to 3.90 per cent year on year in May 2011, from 6.40 per cent in April. According to the report, the marked slowdown in headline inflation was due, in large part, to the sharp decline in food inflation which fell to 8.20 per cent in May from 15.00 per cent in the previous month. Core inflation (which excludes food prices) remained unchanged at 1.30 per cent in May.

Short-term interest rates have continued to rise in the tighter liquidity environment with the three month treasury bill rate increasing to 0.98 per cent in June, up from 0.68 per cent in May. The Central Bank has maintained the Repo Rate, the rate at which it lends to commercial banks, at 3.25 per cent.

Jamaica Market Summary

The upward trend of the equity market in Jamaica continued from Q111 into Q211 with the major indices ending HY11 ahead of its opening values. The major benchmark, the JSE Market Index, advanced 3,364.14 points or 3.95 per cent to 88,584.96, the JSE Select Index climbed 306.73 points or 13.99 per cent to 2,498.92 and the JSE All Jamaican Composite added 9,153.66 points or 11.33 per cent to close the six month period at 89,947.46. In Q211 alone, the JSE Market Index, JSE Select Index and JSE All Jamaican Composite rose 2.32 per cent, 10.42 per cent and 9.04 per cent respectively.

Trading volumes in HY11 resulted in 669,405,778 shares crossing the floor of the Jamaican Stock Exchange. Comparing Q211 on Q111, the volume of shares traded rose 22.06 per cent from 301,452,302 shares in Q111 to 367,953,476 shares in Q211. The value of shares traded for the Half Year amounted to J\$6,465,864,028.38.

The major advance for the period under review was Ciboney Group Limited (CBNY), up 233.33 per cent of J\$0.07 to close at J\$0.10. This was followed by Berger Paints (Jamaica) Limited (BRG), which advanced 59.20 per cent or J\$1.19 to J\$3.20. Next was Pulse Investments (PULS) which saw a 52.17 per cent increase or J\$1.20 to J\$3.50.



Leading the declines was Cable and Wireless Jamaica Limited (CWJA), down 57.58 per cent or J\$0.19 to end the six months at J\$0.14. Trinidad Cement Limited (TCL) was next, dropping 54.72 per cent or J\$29.00 to J\$24.00. Caribbean Cement Company Limited (CCC) followed as the third major decline, falling 36.48 per cent or J\$1.12 to J\$1.95.

Energy Prices

	Value as at Jun 30, 2011	Q211 Change	Q211 % Change	YTD Change	YTD % Change
WTI Crude Oil Spot (US\$/bbl)	95.42	-11.30	-10.59%	4.04	4.42%
Henry Hub Natural Gas Spot (US\$/mmbtu)	4.28	-0.03	-0.70%	0.06	1.42%
<i>Source: Bloomberg</i>					

Global Market Indices

	Value as at Jun 30, 2011	Q211 Change	Q211 % Change	YTD Change	YTD % Change
US					
DOW	12,414.34	94.61	0.77%	836.83	7.23%
S&P 500	1,320.64	-5.19	-0.39%	63.00	5.01%
NASDAQ	2,773.52	-7.55	-0.27%	120.65	4.55%
EUROPE					
FTSE 100	5,945.70	36.90	0.62%	45.80	0.78%
DAX 30	7,376.24	334.93	4.76%	462.05	6.68%
CAC 40	3,982.21	-6.97	-0.17%	177.43	4.66%
ASIA					
Nikkei 225	9,816.09	60.99	0.63%	-412.83	-4.04%
Hang Seng	22,398.10	-1,129.42	-4.80%	-637.35	-2.77%

(Statistics provided were based on price and indices data available as at June 30, 2011)

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