

Week ending April 17, 2020

JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with high liquidity conditions during the week.
- The Bank of Jamaica auctioned its 30-day CD this week offering JA\$4 Billion to the market. The auction was oversubscribed; the weighted average yield decreased by 95 bps compared to last week's result, moving from 1.93% to 0.98%.
- The Government of Jamaica conducted its monthly T-Bill auctions, which resulted in oversubscription across all tenors. See results table below.
- The Bank of Jamaica will auction an unlimited issuance of a 1.90% coupon 18 month USD Index Bond to the market on April 21, 2020.
- The market is expected to trade with moderate liquidity conditions for the upcoming week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	0.45 – 0.85
30 days	2.50 – 2.75
90 days	2.85 - 3.10
180 days	3.25 - 3.50
365 days	3.75 – 4.00

US\$ FIXED INCOME

The US\$ Fixed income market traded with moderate to high demand over the week, predominantly driven by broker demand for longer tenured funding. Supply for funding remains concentrated for shorter tenors as market participants continue to monitor the effects of the current health crises. See closing repo rates below:

Tenor	Current Rate %
Overnight	1.00 -1.50
30 days	2.75-3.00
90 days	3.25-3.50
180 days	3.75-4.00
365 days	4.10-4.25

JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	April 15, 2020	April 15, 2020	April 15, 2020
Current Yield	1.08%	1.05%	1.73%
Previous Yield	1.85%	1.80%	1.67%
Net Change	-0.77%	-0.74%	0.06%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ Global bonds traded relatively unchanged over the week amidst moderate trading volume.
- International ratings agencies Fitch and S&P have affirmed Jamaica's credit rating. Fitch changed Jamaica's outlook to stable while S&P changed the outlook to negative.
- As the Covid19 pandemic continues to negatively affect global economic performance, rating agencies have made a number of rating actions that include Caribbean nations.
- Fitch affirmed Unicomer's rating at BB- and revised the company's outlook to stable from positive.
- Digicel Group has reportedly garnered enough support from existing debt-holders in its recently announced debt exchange offers for the transaction to be successful.

(Source: Bloomberg, JMMB)

FX MARKET

- The foreign exchange market traded with high demand over the week with low supply.
- The Bank of Jamaica (BOJ) intervened in the market twice during the week via (flash sale) B-FXITT offering to sell USD to authorized foreign exchange dealers for resale only to legitimate end users.
- At the end of trading, Friday April 17, 2020, the Jamaican dollar was valued at \$140.01 against the US\$ which represents an approximately \$2.34 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	9-Apr-20	13-Apr-20	14-Apr-20	15-Apr-20	16-Apr-20	17-Apr-20	
USD	137.6690	136.0714	138.5093	139.617	140.5645	140.0167	(2.3477)
CAD	100.9115	97.9374	99.4573	99.6406	100.5251	99.9917	0.9198
GBP	175.3266	168.2724	174.6695	168.4614	175.4111	175.0981	0.2285
EUR	153.7567	148.3064	153.3156	153.8554	155.776	154.4037	(0.6470)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 103 stocks of which 30 advanced, 63 declined and 10 traded firm.

The Market volume amounted to 273,902,970 units valued at over J\$718,338,645.08.

The market volume leaders are TransJamaican Highway Limited with 103,372,750 units (37.74%) followed by Radio Jamaica Limited with 95,413,704 units (34.83%) and Wigton Windfarm Limited with 16,187,235 units (5.91%).

US\$ market volume (excluding blocks) amounted to 8,333,403 units valued at over US\$244,987.68.

- The JSE Combined Index declined by 11,696.11 points (2.96%) to close at 383,260.59.
- The JSE Index declined by 10,298.74 points (2.59%) to close at 388,060.38.
- The JSE All Jamaican Composite Index declined by 11,618.63 points (2.66%) to close at 425,749.25.
- The JSE Select Index declined by 348.26 points (3.38%) to close at 9,946.40.
- The JSE Cross Listed Index advanced by 9.05 points (11.75%) to close at 86.08.
- The Junior Market Index declined by 206.95 points (7.83%) to close at 2,435.86.
- The JSE USD Equities Index declined by 0.60 points (0.30%) to close at 201.77.
- The JSE Financial Index declined by 2.31 points (2.14%) to close at 105.75.
- The JSE Manufacturing & Distribution Index declined by 3.93 points (5.07%) to close at 73.65.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 22 stocks of which 9 advanced, 8 declined and 5 traded firm.

The Market volume amounted to 1,364,689 units valued at over TT\$27,811,748.17.

The volume leaders are Angostura Holdings Limited with 876,651.00 units (64.24%) followed by National Flour Mills Limited with 169,252 units (12.40%) and The West Indian Tobacco Co. Limited with 95,133 units (6.97%).

The following reflect the movement of the TTSE Indices: -

- The Composite Index advanced by 6.88 points (0.55%) to close at 1,262.68.
- The All T&T Index declined by 3.26 points (0.19%) to close at 1,686.15.
- The Cross Listed Index advanced by 2.34 points (2.11%) to close at 113.50.
- The SME Index remained unchanged at 67.69

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

The Barbados Stock Exchange did not have any trading activity for the week April 14 to April 17, 2020.

The following reflect the movement of the BSE Indices over the two weeks period ending April 17, 2020.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	
	17-Apr-20	2-Apr-20		% Change
Local	3,120.94	3,119.86	1.08	0.035%
Cross-list	1,400.14	1,400.14	-	-
Composite	763.75	763.5	0.25	0.033%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

In other JSE news:

- Sygnus Credit Investments (SCI) has advised that its Board has obtained the necessary regulatory and shareholders' approvals to make an invitation to the public, in lieu of a rights issue to existing stockholders, to raise additional equity capital through the issuance of ordinary shares "Additional Public Offering" or "APO". The offering is to be approved by the Shareholders at an Extraordinary General Meeting ("EGM"). The date for the EGM is not yet decided. Once a date is finalized, the relevant communication will be made to shareholders.
- SSL Venture Capital (SSLVC) has advised that the Company has placed renewed focus into the management of its subsidiary, Bar Central Ltd. The Company has appointed promotional marketer, Nicholas McDavid along with businessman, Nigel Bair to lead the bar supplies distribution company.
- Sagicor Group Jamaica Limited has advised that Executive Vice President and Chief Financial Officer, Ivan Carter will be proceeding on early retirement effective April 17, 2020. Mr. Carter will be succeeded by Mr Andre Ho Lung who will join the Company on Monday, April 20, 2020 in the capacity of Chief Financial Officer, Sagicor Group.
- Further to an extension notice dated March 18, 2020, the **Jamaica Stock Exchange** wishes to advise of the decision to allow listed companies an additional thirty (30) days, resulting in a total of forty-five (45 days) extension for the submission of annual, audited and quarterly reports that are due for the period March to April 2020.

See below for top advancers and losers for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
MPCCEL	176.77	36.77	26.26%	EFRESH	0.66	(0.29)	-30.53%
138SL	5.99	0.99	19.80%	ELITE	3.77	(0.96)	-20.30%
BRG	14.40	2.25	18.52%	INDIES	2.20	(0.49)	-18.22%

(Source: Jamaica Stock Exchange)

Non-GOJ Global Bond Indicative Prices

Bond	Coupon	Size (US\$m)	Bloomberg Composite Rating	Buyback Price	Sale Price	Indicative Offer Yield
Banco BMG SA 8.875% 08/05/2020	8.875%	169.630	B-	90.14	99.20	11.52%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	94.17	103.36	3.05%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	93.90	103.16	3.73%
Centrais Electricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	92.59	101.81	4.50%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	94.29	104.29	5.73%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	88.69	98.44	9.85%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	C+	3.06	12.36	174.35%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	C+	54.32	64.52	136.28%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	937.149	C+	12.18	20.46	92.96%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	1,000.000	CC	55.66	64.59	25.50%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	993.016	NR	4.54	16.00	73.15%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	81.91	92.63	7.34%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB-	90.67	102.91	3.35%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB+	83.72	95.53	7.13%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB+	80.67	93.49	7.13%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	900.000	BB+	82.38	96.78	7.43%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	85.01	96.10	7.21%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	90.22	99.51	12.84%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	A	94.37	106.43	1.69%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	98.58	109.45	2.24%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	70.71	84.53	8.19%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	90.99	101.64	5.27%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	134.04	143.15	3.67%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	86.13	100.77	4.15%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	4.83	15.29	63.27%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	4.64	15.36	56.92%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B+	85.74	99.44	7.34%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	83.01	96.49	6.41%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	91.35	100.84	4.08%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	90.43	103.00	4.04%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	1.34	9.63	223.71%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	1.92	9.96	57.71%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	1.90	9.45	764.43%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.98	10.03	92.10%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	95.00	104.38	9.02%
Scotiabank Peru S.A. 4.50% 12/13/2027	4.500%	400.000	BBB+	92.24	102.68	3.43%
Translamarca 5.75% 10/10/2026	5.750%	225.000	B+	87.90	100.36	5.74%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	83.31	95.59	10.88%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	83.43	93.58	19.63%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2022	USD	208.24	11.625%	105.00	118.00	1.17%
GOJ 2025	USD	401.18	7.625%	98.75	111.75	5.04%
GOJ 2025	USD	85.23	9.250%	102.00	115.50	5.91%
GOJ 2028	USD	1421.45	6.750%	98.00	110.00	5.21%
GOJ 2036	USD	250	8.500%	95.00	109.00	7.52%
GOJ 2045	USD	1815	7.875%	103.50	115.75	6.59%
AIRJAM 2027	USD	89.2857	8.125%	95.00	108.50	5.44%
NROCC 2024	USD	294.18	9.375%	101.00	113.50	5.95%