

Week ending April 24, 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\$3 Billion to the market. The auction was oversubscribed; the weighted average yield decreased by 8 bps compared to last week's result, moving from 0.98% to 0.90%.
- The market is expected to trade with moderate liquidity conditions for the upcoming week.
- The Government of Jamaica reopened the 5.50% 2023 BMI Note on Friday auctioning JA\$2.5 Billion to the market. The auction was oversubscribed with an average allotment yield of 2.96%.

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 corporate and 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 bond prices adjusted downwards over the week amidst moderate trading volumes.
- Jamaica has reportedly filed to offer up to US\$1B in new debt securities.
- Oil price remains under pressure as demand falls much beneath supply.
- President Donald Trump signed an executive order temporarily curbing the issuing of new green cards for would-be U.S. permanent residents.
- Traders are beginning to express concerns as a consequence of the Covid-19, some Caribbean territories may suffer the same financial fate as Puerto Rico

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with high demand over the week amidst low supply.
- The Bank of Jamaica (BOJ) did not intervene in the market via B-FXITT this week.
- At the end of trading, Friday April 24, 2020, the Jamaican dollar was valued at \$141.55 against the US\$ which represents an approximately \$1.53 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change
	17-Apr-20	20-Apr-20	21-Apr-20	22-Apr-20	23-Apr-20	24-Apr-20	
USD	140.0167	140.1695	139.6549	140.4596	141.4573	141.5498	(1.5331)
CAD	99.9917	104.527	100.8288	105.7615	102.4466	102.2269	(2.2352)
GBP	175.0981	173.8443	173.7257	172.183	175.6125	173.5368	1.5613
EUR	154.4037	153.6454	151.6833	140.7415	153.8848	156.5351	(2.1314)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 104 stocks of which 33 advanced, 59 declined and 12 traded firm.

The Market volume amounted to 407,769,136 units valued at over J\$1,077,321,127.64

The market volume leaders are QWI Investments Limited with 117,031,161 units (28.70%) followed by Mailpac Group Limited with 91,106,967 units (22.34%) and TransJamaican Highway Limited with 56,918,202 units (13.96%) .

US\$ market volume (excluding blocks) amounted to 7,144,015 units valued at over US\$782,754.29.

- The JSE Combined Index declined by 6,183.24 points (1.61%) to close at 377,077.35.
- The JSE Index declined by 6,466.73 points (1.67%) to close at 381,593.65.
- The JSE All Jamaican Composite Index declined by 6,931.84 points (1.63%) to close at 418,817.41.
- The JSE Select Index declined by 146.06 points (1.47%) to close at 9,800.34.
- The JSE Cross Listed Index declined by 7.92 points (9.20%) to close at 78.16.
- The Junior Market Index declined by 21.62 points (0.89%) to close at 2,414.24.
- The JSE USD Equities Index declined by 8.09 points (4.01%) to close at 193.68.
- The JSE Financial Index declined by 2.23 points (2.11%) to close at 103.52.
- The JSE Manufacturing & Distribution Index advanced by 0.57 points (0.77%) to close at 74.22.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 20 stocks of which 6 advanced, 8 declined and 6 traded firm.

The Market volume amounted to 892,580 units valued at over TT\$23,773,733.99.

The volume leaders are Massy Holdings Limited with 226,768 units (25.41%) followed by National Flour Mills Limited with 186,500 units (20.89%) and JMMB Group Limited with 124,446 units (13.94%).

The following reflect the movement of the TTSE Indices: -

- The Composite Index advanced by 9.19 points (0.73%) to close at 1,271.87.
- The All T&T Index declined by 12.89 points (0.76%) to close at 1,673.26.
- The Cross Listed Index advanced by 4.30 points (3.79%) to close at 117.80.
- The SME Index remain unchanged at 67.69.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 1,692 shares. The two companies traded were FirstCaribbean International Bank 1,000 shares (59.10%) and Goddard Enterprises Limited with 692 shares (40.89%).

The BSE Indices ending April 24, 2020.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	
	24-Apr-20	17-Apr-20		% Change
Local	3,105.88	3,120.94	-15.06	-0.483%
Cross-list	1,400.14	1,400.14	-	-
Composite	760.16	763.75	-3.59	-0.470%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

In other JSE news:

- Bank of Jamaica, in consultation with the boards of the financial holding company (“FHC”) designates, and with a view to conserving capital and further enhancing licensees’ lending and loss absorption capacities, wishes to confirm the mutual understanding that FHC designates and deposit-taking institutions (“DTI”) will suspend the distribution of profits by way of declaring dividends in any manner (cash or stock) for the 2020 financial year, until further notice. It is also our understanding that FHC designates and DTIs will similarly postpone the distribution of any unpaid dividends declared for the 2019 financial year. “
- GENAC has advised that the Financial Services Commission of Barbados has issued General Accident Insurance Company (Barbados) Limited (“General Accident Barbados”) a license to operate as a registered Class 2 Insurer in Barbados. General Accident Barbados is a subsidiary of GENAC which owns an 80% share of the entity. Barbadian consortium BCDL Holdings Limited whose shareholders include current and former executives of Williams Industries and Williams Caribbean Capital own the remaining 20%.
- Kingston Wharves Limited (KW) has advised that Mr. Stephan Morrison has been appointed Company Secretary effective April 15, 2020. Mr. Morrison replaced Ms. Clover Moodie, the Chief Financial Officer, who served as interim Company Secretary.

See below for top advancers and losers for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
EFRESH	0.83	0.17	25.76%	SSLVC	0.71	(0.30)	-29.70%
KEY	4.90	0.88	21.89%	ECL	3.08	(0.67)	-17.87%
LASM	3.89	0.53	15.77%	MPCCEL	147.00	(29.77)	-16.84%

(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-	89.38	98.44	14.58%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	95.70	104.94	2.49%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	93.08	102.75	3.90%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	93.43	102.62	3.93%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	93.62	104.01	5.77%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	90.36	99.15	9.69%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	C+	3.07	12.13	178.20%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	C+	49.20	59.48	173.37%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	937.149	C+	12.18	20.46	93.96%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	1,000.000	CC	54.03	62.95	26.88%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	993.016	NR	2.00	12.00	87.22%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	76.70	87.35	8.01%
Govt. of Aruba 4.625% 09/14/2023	4.623%	253.000	BBB-	91.03	101.23	4.08%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB+	79.44	90.85	8.68%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB+	80.11	88.44	8.08%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB+	79.82	95.14	7.68%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	82.99	94.72	7.47%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	91.18	99.50	13.28%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	A	97.21	105.08	2.18%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	99.76	108.37	2.51%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	70.87	84.73	8.15%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	89.51	99.92	5.91%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	132.66	141.69	3.82%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	86.92	99.85	4.42%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	4.71	15.18	64.25%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	4.70	15.42	57.15%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B+	85.19	99.14	7.55%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	81.00	95.95	6.46%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	86.98	96.40	5.67%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	89.88	102.30	4.20%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	1.44	9.46	230.03%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	2.77	10.30	56.90%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	2.07	10.08	761.73%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	2.49	10.25	91.44%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	95.00	104.04	13.34%
Scotiabank Peru S.A. 4.50% 12/13/2027	4.500%	400.000	BBB	96.51	106.09	2.10%
Transjamaica 5.75% 10/10/2036	5.750%	225.000	B+	87.67	100.13	4.96%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	84.13	97.91	10.34%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	84.26	93.90	19.45%

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	1.07%
GOJ 2025	USD	401.18	7.625%	98.25	111.25	5.13%
GOJ 2025	USD	85.23	9.250%	105.00	116.00	5.80%
GOJ 2028	USD	1421.45	6.750%	96.00	108.00	5.50%
GOJ 2036	USD	250	8.500%	102.50	113.85	7.03%
GOJ 2039	USD	1243.24	8.000%	101.05	113.55	6.72%
GOJ 2045	USD	1815	7.875%	101.15	113.65	6.74%
AIRJAM 2027	USD	89.2857	8.125%	95.00	108.50	5.42%
NROCC 2024	USD	294.18	9.375%	101.00	113.50	5.94%