

Week ending April 3, 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 52 bps compared to last week's result, moving from 2.45% to 1.93%
- 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	March 11, 2020	March 11, 2020	February 12, 2020
Current Yield	1.85%	1.80%	1.67%
Previous Yield	1.34%	1.39%	1.73%
Net Change	0.51%	0.41%	-0.06%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ Global bonds traded active this week as the long end of the curve (2039 & 2045) reflected prices adjusting marginally towards the upside.
- Having opted to delay interest payments on bonds due March 30 and April 1, Digicel has now made a tender offer on its global bonds. The company offers less principal (haircuts) in exchange for other more secured bonds. Fitch has since downgraded the company.
- As concerns heighten amidst the coronavirus outbreak, analysts are struggling to forecast an end to the financial market onslaught especially with no vaccine forthcoming.
- Russia's oil industry appears ready to agree cuts to production together with Saudi Arabia and other major producers in a desperate bid to halt the slide in prices.
- U.S. employment plummeted last month in the first decline since 2010, offering an initial look at the widespread devastation the coronavirus pandemic has already begun to wreak on the once-strong labor market. Payrolls fell 701,000 from the prior month -- compared with the median forecast of economists for a 100,000 decline.

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with moderate to 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 03, 2020, the Jamaican dollar was valued at \$136.93 against the US\$ which represents an approximately \$1.46 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	27-Mar-20	30-Mar-20	31-Mar-20	1-Apr-20	2-Apr-20	3-Apr-20	
USD	135.4738	136.0714	135.3908	134.7142	136.4303	136.9368	(1.4630)
CAD	98.2714	97.9374	95.3267	94.4186	96.9058	98.2026	0.0688
GBP	165.3796	168.2724	169.1721	170.4827	170.6738	169.6043	(4.2247)
EUR	149.3268	148.3064	151.2133	146.468	151.3062	150.1581	(0.8313)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 97 stocks of which 75 advanced, 16 declined and 6 traded firm.

The Market volume amounted to 219,169,525 units valued at over J\$1,345,127,733.55.

The market volume leaders are TransJamaican Highway Limited with 62,276,778 units (28.41%) followed by MailPac Group Limited with 35,383,367 units (16.14%) and Wigton Windfarm Limited with 22,837,653 units (10.42%).

US\$ market volume (excluding blocks) amounted to 13,060,564 units valued at over US\$347,990.30.

- The JSE Combined Index advanced by 26,780.00 points (7.56%) to close at 380,787.88.
- The JSE Index advanced by 25,222.28 points (7.01%) to close at 384,905.24.
- The JSE All Jamaican Composite Index advanced by 27,897.35 points (7.07%) to close at 422,351.85.
- The JSE Select Index advanced by 582.83 points (6.32%) to close at 9,802.18.
- The Junior Market Index advanced by 330.52 points (15.42%) to close at 2,474.60.
- The JSE USD Equities Index advanced by 9.70 points (4.91%) to close at 207.23.
- The JSE Financial Index advanced by 6.72 points (6.81%) to close at 105.44.
- The JSE Manufacturing & Distribution Index advanced by 6.04 points (9.09%) to close at 72.51.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 22 stocks of which 6 advanced, 11 declined and 5 traded firm.

The Market volume amounted to 960,773 units valued at over TT\$24,878,483.79.

The volume leaders are NCB Financial Group Limited with 301,836 units (31.42%) followed by JMMB Group Limited with 154,261 units (16.06%) and Trinidad and Tobago NGL Limited with 125,164 units (13.03%).

The following reflect the movement of the TTSE Indices: -

- The Composite Index declined by 54.01 points (4.06%) to close at 1,274.98.
- The All T&T Index declined by 33.00 points (1.89%) to close at 1,716.07.
- The Cross Listed Index declined by 10.26 points (8.34%) to close at 112.73.
- The SME Index traded firm to close at 67.69.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 135,163 shares. The top three companies traded were Goddard Enterprises Limited with 125,676, Barbados Farms Limited with 8,483 and FirstCaribbean International Bank with 804 units.

The following reflect the movement of the BSE Indices: - (as at April 2, 2020)

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% CHANGE
	2-Apr-20	27-Mar-20		
Local	3,119.86	3,158.12	-38.26	-1.21%
Cross-list	1,400.14	1,400.14	-	-
Composite	763.5	772.62	-9.12	-1.18%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

In other JSE news:

- FIRSTROCK has acquired a supermajority in Dolla Financial Limited for the sum of Five Hundred Thousand United States Dollars (US\$500,000.00). The Company has recently acquired the property known as 1, 1B and 3 Bamboo Avenue from Desnoes Estates Limited, a subsidiary of PanJam Investment Limited, for the consideration of Five Million United States Dollars (US\$5,000,000.00).
- Key Insurance (KEY) has advised that at a Board meeting held on March 31, 2020, Mrs. Natalia Gobin-Gunter resigned as Chairman of the Board and Mr. Donald Wehby was appointed Director and Chairman of the Company with immediate effect. Additionally, KEY has advised that the Managing Director of the Company, Sandra Masterton, demitted office effective March 24, 2020. Tammara Graves-Hucey has assumed the role of General Manager of the Company.
- Supreme Ventures Limited (SVL) has advised of the following management changes: **Mr. Xesus Johnston**, formerly Co-CEO of Prime Sports (Jamaica) Limited is now the CEO of Prime Sports (Jamaica) Limited. Mr. Johnston will remain at the helm of gaming operations within the Group. **Mr. Dennis Chung**, formerly Co-CEO of Prime Sports (Jamaica) Limited is now the CEO of Supreme Ventures Services Limited. As CEO, Mr. Chung will continue to lead the provision of shared services across the Group.

See below for top advancers and losers for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
EFRESH	0.87	0.35	67.31%	JMMBGL7.00% VR	1.70	(0.29)	-14.57%
KEY	3.00	1.00	50.00%	IROCK	3.00	(0.45)	-13.04%
MJE	7.99	2.26	39.44%	CHL	5.53	(0.47)	-7.83%

(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-	92.99	102.06	2.50%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	92.03	103.22	3.11%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	90.67	107.11	2.10%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	91.34	103.52	3.41%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	91.77	107.77	5.27%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	70.36	84.77	13.33%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	C+	1.60	15.47	147.27%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	C+	59.00	78.01	69.09%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	937.149	C+	9.18	22.46	93.28%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	1,000.000	CC	44.18	60.10	30.96%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	1,002.946	NR	4.54	16.00	79.54%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	73.51	90.71	7.58%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB	94.78	103.48	3.13%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB+	84.66	96.02	6.96%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB+	82.00	96.00	6.68%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB+	84.98	98.76	7.13%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	84.43	95.83	7.26%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	91.66	99.01	19.68%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	A	95.42	104.82	2.31%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	95.00	108.00	2.64%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	74.84	88.39	7.15%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	90.88	101.74	5.24%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	134.45	141.42	3.87%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	86.75	99.52	4.51%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	4.48	15.95	60.09%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	4.49	16.21	54.10%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B+	89.13	100.07	6.90%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	82.00	96.00	6.46%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	88.41	100.79	4.10%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	87.11	100.16	4.71%
Petroleiros De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	1.58	11.69	192.17%
Petroleiros De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	1.12	11.67	58.30%
Petroleiros De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	1.48	11.60	554.63%
Petroleiros De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.31	11.76	77.16%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	94.72	103.41	21.52%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB+	92.66	103.09	3.29%
Transjamaica 5.75% 10/10/2036	5.750%	225.000	B+	89.78	100.78	5.69%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	77.00	90.00	12.25%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	83.00	104.00	7.51%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2022	USD	208.24	11.625%	103.00	118.00	1.37%
GOJ 2025	USD	401.18	7.625%	96.00	112.00	5.00%
GOJ 2025	USD	85.23	9.250%	100.00	117.00	5.63%
GOJ 2028	USD	1421.45	6.750%	96.00	112.00	4.93%
GOJ 2036	USD	250	8.500%	91.00	109.00	7.52%
GOJ 2039	USD	1243.24	8.000%	100.00	116.50	6.48%
GOJ 2045	USD	1815	7.875%	99.50	116.00	6.57%
AIRJAM 2027	USD	89.2857	8.125%	93.00	110.00	5.03%
NROCC 2024	USD	294.18	9.375%	99.00	115.00	5.63%