

Week ending February 14, 2020

## JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with moderate liquidity conditions during the week.
- The Bank of Jamaica auctioned its 30-day CD this week offering JA\$12.9 Billion to the market. The auction was oversubscribed; the weighted average yield increased by 31 bps compared to last week's result, moving from 1.17% to 1.48%.
- The GOJ auctioned the 90, 180 and 270 day T-Bills this week. All auctions were oversubscribed. See results of the auction below.
- The market is expected to trade with moderate liquidity conditions in the upcoming week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	0.45 – 0.85
30 days	2.30 – 2.50
90 days	2.75 - 3.00
180 days	3.25 - 3.50
365 days	3.75 – 3.90

## US\$ FIXED INCOME

The US\$ Fixed income market traded with moderate 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 strengthened demand.

See closing repo rates below:

Tenor	Current Rate %
Overnight	1.00 -1.50
30 days	2.20-2.50
90 days	2.75-3.00
180 days	3.20-3.40
365 days	3.50-3.75

## JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	February 12, 2020	February 12, 2020	February 12, 2020
Current Yield	1.34%	1.39%	1.67%
Previous Yield	1.25%	1.45%	1.73%
Net Change	0.09%	-0.06%	-0.06%

(Source: Bank of Jamaica)

## GLOBAL BOND MARKET

- GOJ bonds actively traded this week with demand and activity predominantly targeted towards the long end of the curve (2036, 2039 and 2045).
- Transjamaica Highway 5.75% 10/10/2036 global bond traded into the high \$104 to low \$105 region this week despite being recently issued.
- As cases of the coronavirus continues to widen internationally, the markets remain on edge. Federal Reserve Chairman Jerome Powell said the U.S. central bank is keeping a close eye on fallout from the deadly coronavirus outbreak in China, singling it out among risks threatening the U.S. and world economy.
- Costa Rica was downgraded to B2 from B1 by Moody's with a stable outlook.

(Source: Bloomberg)

## FX MARKET

- The foreign exchange market traded with moderate to strong demand over the week against moderate supply.
- The Bank of Jamaica (BOJ) did not intervene in the market via B-FXITT this week.
- At the end of trading, Friday February 14, 2020, the Jamaican dollar was valued at \$142.3094 against the US\$ which represents an approximately \$0.02 appreciation in the value of the JA\$ for the week.

Weighted Avg. Sell Rates							
	7-Feb-20	10-Feb-20	11-Feb-20	12-Feb-20	13-Feb-20	14-Feb-20	Weekly Change (\$)
USD	142.3272	142.2723	142.3874	142.5391	142.5844	142.3094	0.0178
CAD	105.8360	107.2119	107.8415	106.7760	108.1270	107.9180	(2.0820)
GBP	184.7340	183.2872	184.3823	183.9407	186.3062	185.4205	(0.6865)
EUR	156.1045	156.5152	156.9908	155.8855	157.0239	153.6932	2.4113

(Source: Bank of Jamaica)

## REGIONAL EQUITY MARKETS

### JAMAICA

Market activity resulted from trading in 93 stocks of which 31 advanced, 51 declined and 11 traded firm.

The Market volume amounted to 179,847,299 units valued at over \$535,851,047.43.

The market volume leaders are Wigton Windfarm Limited with 69,644,362 units (38.72%) followed by Sagicor Select Fund Limited –Financial with 54,849,025 units (30.50%) and Sagicor Select Fund Limited – Manufacturing and Distribution with 15,086,778 units (8.39%) .

US\$ market volume (excluding blocks) amounted to 576,936 units valued at over US\$169,664.23.

- The JSE Combined Index advanced by 1,022.15 points (0.21%) to close at 478,920.52.
- The JSE Index advanced by 1,429.94 points (0.30%) to close at 485,872.96.
- The JSE All Jamaican Composite Index advanced by 1,503.01 points (0.28%) to close at 533,532.74.
- The JSE Select Index advanced by 118.71 points (0.96%) to close at 12,452.36.
- The JSE Cross Listed Index advanced by 2.83 points (3.03%) to close at 96.25.
- The Junior Market Index declined by 26.69 points (0.89%) to close at 2,962.20.
- The JSE USD Equities Index declined by 1.68 points (0.73%) to close at 228.90.
- The JSE Financial Index advanced by 1.21 points (0.92%) to close at 132.17.
- The JSE Manufacturing & Distribution Index advanced by 0.65 points (0.71%) to close at 91.83.

(Source: Jamaica Stock Exchange)

### TRINIDAD

The Market activity resulted from trading 26 stocks of which 12 advanced, 3 declined and 11 traded firm.

The Market volume amounted to 925,784 units valued at over TT\$13,416,428.36

The volume leaders are Clico Investments Fund was the volume leader with 415,767 units (44.91%) followed by JMMB Group Limited with 253,085 units (27.34%) and Point Lisas Industrial Port Corp. Limited with 194,721 units (21.03%).

**The following reflect the movement of the TTSE Indices: -**

- The Composite Index declined by 2.11 points (0.14%) to close at 1,503.10.
- The All T&T Index declined by 7.97 points (0.42%) to close at 1,911.03.
- The Cross Listed Index advanced by 0.53 points (0.36%) to close at 148.37.
- The SME Index advanced by 0.72 points (1.06%) to close at 68.45.

(Source: Trinidad and Tobago Stock Exchange)

### BARBADOS

This week, the Regular Market traded a total volume of 85,238 shares. The top three companies traded were Goddard Enterprises Limited with 73,182 (85.86%), Eppley Caribbean Property Fund SCC - Value Fund with 6,000 (7.04%) and Eppley Caribbean Property Fund SCC - Development Fund with 5,345 (6.27%).

**The following reflect the movement of the BSE Indices: -**

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	14-Feb-20	7-Feb-20		
Local	3,233.92	3,156.45	77.47	2.454%
Cross-list	1,348.28	1,348.28	-	0.000%
Composi	789.96	771.49	18.47	2.394%

(Source: Barbados Stock Exchange)

## REGIONAL EQUITY MARKETS

### In other JSE news:

- PTL has advised that the Company has executed a contract manufacturing and private labelling services agreement with Future Energy Source Company Limited (FESCO) for its line of lubricant products. This contract will value at approximately \$216 million.
- Caribbean Producers Jamaica Limited (CPJ) has advised that effective February 10, 2020, David Lowe, PhD, has tendered his resignation as a member of CPJ's Board of Directors. CPJ further advised that Mrs. Candace Hart was appointed a Director of the Board in a resolution passed at the Board Meeting held on February 10, 2020.
- Eppley Limited (EPLY) has advised that at a meeting of their Board of Directors held on February 13, 2020, an ordinary dividend of 57 cents per share was declared. Payment will be made to all shareholders on record as at February 27, 2020, on April 3, 2020. The ex-dividend date is February 25, 2020.
- Sagicor Group Jamaica Limited (SJ) has advised that Mrs. Danielle Davidson, AVP Enterprise Risk Management and Group Compliance demitted office, effective February 5, 2020 and that Mrs. Caren Scott-Dixon joined the Group and headed this Unit, with effect from February 6, 2020. Mrs. Scott-Dixon will operate as Chief Risk Officer and Compliance Officer.

### See below for top advancers and losers for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
<b>PULS</b>	<b>10.61</b>	<b>2.59</b>	<b>32.29%</b>	<b>CAC</b>	<b>0.93</b>	<b>(0.25)</b>	<b>-21.19%</b>
<b>SALF</b>	<b>35.00</b>	<b>5.00</b>	<b>16.67%</b>	<b>MDS</b>	<b>5.03</b>	<b>(1.27)</b>	<b>-20.16%</b>
<b>ECPF</b>	<b>42.00</b>	<b>4.96</b>	<b>13.39%</b>	<b>PTL</b>	<b>1.47</b>	<b>(0.24)</b>	<b>-14.04%</b>

(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-	100.26	104.08	0.03%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	102.51	108.67	1.40%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	103.40	108.68	1.65%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	102.09	107.30	1.36%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	105.06	110.31	4.97%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB+	114.47	120.03	5.51%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	C+	5.71	15.01	139.67%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	C+	61.92	71.02	75.20%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	937.149	C+	20.55	30.17	69.75%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	1,000.000	CCC	60.46	70.17	23.04%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	993.016	NR	11.93	21.51	63.63%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	97.40	103.29	6.15%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB	101.28	107.03	1.81%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB+	105.97	112.03	2.50%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB+	111.07	117.04	3.47%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB+	115.33	121.95	4.18%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	102.37	108.08	5.16%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	98.36	101.15	-8.56%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	A	102.44	108.63	1.08%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	107.06	113.36	1.38%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	96.54	102.59	3.82%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	105.17	110.82	2.30%
Govt. of Ecuador 10.50% 03/24/2020	10.500%	324.630	B-	98.36	106.56	4.50%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	151.85	156.38	2.44%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BBB-	103.95	109.99	1.72%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	9.47	16.06	56.61%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	10.00	16.65	59.38%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B+	100.69	106.62	2.98%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BBB-	103.56	108.87	5.22%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	102.59	109.09	1.50%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	113.77	119.03	0.78%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	4.75	12.17	272.45%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	2.54	12.13	54.31%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	3.58	11.76	404.20%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	4.61	12.33	68.56%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	102.57	104.94	2.02%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB+	101.91	107.50	1.76%
Transjamaica 5.75% 10/10/2036	5.750%	225.000	NR	102.36	108.11	4.77%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	112.13	116.52	5.23%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	107.28	111.71	0.84%

### GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2025	USD	401.18	7.625%	116.80	120.05	3.52%
GOJ 2025	USD	85.23	9.250%	125.45	129.45	3.48%
GOJ 2028	USD	1421.45	6.750%	116.75	120.15	3.86%
GOJ 2036	USD	250	8.500%	135.80	140.05	4.87%
GOJ 2039	USD	1243.24	8.000%	137.05	140.30	4.76%
GOJ 2045	USD	1815	7.875%	135.85	139.60	5.08%
AIRJAM 2027	USD	89.2857	8.125%	107.25	112.25	4.54%
NROCC 2024	USD	294.18	9.375%	117.75	122.25	4.15%