

Week ending February 28, 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\$10 Billion to the market. The auction was oversubscribed; the weighted average yield increased by 46 bps compared to last week's result, moving from 2.35% to 2.81%
- 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 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 traded down this week as the international financial markets weaken on coronavirus fears.
- US Treasury bond yields are lower this week with investors increasingly betting the US Fed will cut interest rates
- Fed Chair Jerome Powell says the Fed is poised to act in response to the effects the Coronavirus may have on the markets
- Prosecutors raided Costa Rican President, Carlos Alvarado's offices on Friday as part of a data privacy investigation

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with stronger supply than demand.
- The Bank of Jamaica (BOJ) did not intervene in the market via B-FXITT this week.
- At the end of trading, Friday February 28, 2020, the Jamaican dollar was valued at \$136.9975 against the US\$ which represents an approximately \$3.01 appreciation in the value of the JA\$ for the week.

Weighted Avg. Sell Rates						
	21-Feb-20	24-Feb-20	25-Feb-20	27-Feb-20	28-Feb-20	Weekly Change (\$)
USD	140.0089	139.0121	138.6443	138.0161	136.9975	3.0114
CAD	103.9969	104.5855	105.8035	103.0240	101.6541	2.3428
GBP	181.8380	179.8138	178.9972	178.0269	178.0150	3.8230
EUR	152.4035	151.3383	151.7860	153.1419	150.2257	2.1778

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 91 stocks of which 41 advanced, 44 declined and 6 traded firm.

The Market volume amounted to 176,536,201 units valued at over J\$937,131,707.91.

The market volume leaders are Wigton Windfarm Limited with 53,926,898 units (30.55%) followed by Sagicor Select Fund Limited –Financial with 39,181,451 units (22.19%) and Mailpac Group Limited with 16,767,587 units (9.50%) .

US\$ market volume (excluding blocks) amounted to 745,649 units valued at over US\$179,189.70.

- The JSE Combined Index declined by 7,457.91 points (1.55%) to close at 475,096.10.
- The JSE Index declined by 7,692.52 points (1.57%) to close at 482,310.09.
- The JSE All Jamaican Composite Index declined by 8,539.79 points (1.59%) to close at 529,722.22.
- The JSE Select Index declined by 245.42 points (1.96%) to close at 12,288.92.
- The JSE Cross Listed Index advanced by 1.52 points (1.69%) to close at 91.62.
- The Junior Market Index declined by 35.51 points (1.20%) to close at 2,911.92.
- The JSE USD Equities Index declined by 1.65 points (0.72%) to close at 228.15.
- The JSE Financial Index declined by 2.17 points (1.63%) to close at 130.61.
- The JSE Manufacturing & Distribution Index declined by 0.71 points (0.77%) to close at 91.99.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 21 stocks of which 8 advanced, 5 declined and 8 traded firm.

The Market volume amounted to 2,490,488 units valued at over TT\$17,988,364.07.

The volume leaders are JMMB Group Limited was the volume leader with 1,871,803 units (75.16%) followed by NCB Financial Group Limited with 262,276 units (10.53%) and Guardian Holdings Limited with 190,163 units (7.64%).

The following reflect the movement of the TTSE Indices: -

- The Composite Index advanced by 3.59 points (0.24%) to close at 1,516.20.
- The All T&T Index advanced by 8.73 points (0.45%) to close at 1,941.56.
- The Cross Listed Index declined by 0.22 points (0.15%) to close at 147.75.
- The SME Index declined by 0.72 points (1.05%) to close at 67.73.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 17,087 shares. The top three companies traded were Goddard Enterprises Limited with 15,787 (92.39%), Cave Shepherd and Company Limited with 800 (4.68%) and Eppley Caribbean Property Fund SCC - Value Fund with 331 (1.94%).

The following reflect the movement of the BSE Indices: -

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	
	28-Feb-20	21-Feb-20		% Change
Local	3,234.03	3,234.23	-0.2	-0.006%
Cross-list	1,348.28	1,348.28	-	0.000%
Composi	789.98	790.03	-0.05	-0.006%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

In other JSE news:

- Panjam Investment Limited (PJAM) Board of Directors will convene a special meeting on Friday, March 6, 2020, to consider a number of options and, if recommended by the Board, will be put to the shareholders for approval at an Extraordinary General Meeting (EGM) to be convened with the appropriate notice. PJAM further advised that the matters to be considered include:
 - An additional Public Offer (APO)
 - an increase in the authorized Share Capital
 - A stock split
- LASD has advised that its appeal regarding damages payable in the case with Pfizer was heard by the Court of Appeal in the week of February 17, 2020. The Court has reserved its judgment to be delivered at a date to be advised by the Registrar of the Court of Appeal.
- GraceKennedy Limited has advised that the Board of Directors at a meeting held on February 27, 2020, passed the following resolutions: "That interim dividend of 40 cents per stock unit be paid on 6th April 2020 to the stockholders on record at the close of business on 16th March 2020. The ex-dividend date will be March 13, 2020. GraceKennedy Limited further advised that the Annual General Meeting for the Company will be held on Wednesday, May 27, 2020 at 2:00 p.m. at the GraceKennedy Headquarters, 42-56 Harbour Street, Kingston.
- **See below for top advancers and losers for the week:**

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
SALF	33.77	7.33	27.72%	FIRSTROCKJMD	11.54	(6.23)	-35.06%
AFS	32.94	4.84	17.22%	IROCK	3.00	(0.95)	-24.05%
SCIUSD	0.21	0.03	16.67%	138SL	6.85	(2.04)	-22.95%

(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-	99.28	103.10	1.48%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	102.36	108.51	1.41%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	102.73	108.11	1.82%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	101.32	106.56	1.70%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	111.78	117.03	4.16%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB+	111.04	116.59	6.12%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	C+	6.36	15.67	138.45%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	C+	63.63	73.00	73.76%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	937.149	C+	20.47	30.09	70.87%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	1,000.000	CCC	60.60	70.52	23.01%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	993.016	NR	11.56	21.14	64.94%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	95.95	101.81	6.30%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB	101.24	106.99	1.78%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB+	105.71	111.86	2.51%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB+	111.04	117.02	3.46%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB+	115.45	122.13	4.16%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	103.79	109.05	5.00%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	99.02	101.90	-18.96%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	A	102.93	109.07	0.89%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	107.82	114.03	1.18%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B-	96.31	102.45	3.85%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	104.83	110.62	2.32%
Govt. of Ecuador 10.50% 03/24/2020	10.500%	324.630	B-	97.33	99.87	12.25%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	152.27	156.66	2.39%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BBB-	102.50	108.68	2.03%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	12.10	18.55	51.37%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	12.31	18.99	54.30%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B+	100.38	106.03	3.24%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BBB-	103.52	108.69	5.24%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	101.42	107.92	1.83%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	109.44	114.99	1.53%
Petrolees De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	6.15	14.02	256.79%
Petrolees De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	6.75	13.25	51.83%
Petrolees De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	5.85	13.87	375.20%
Petrolees De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	6.02	14.15	61.86%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	102.95	105.42	-3.94%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB+	101.57	107.16	1.84%
Transjamaica 5.75% 10/10/2036	5.750%	225.000	B+	102.02	107.52	4.84%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	111.48	115.86	5.44%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	106.65	111.07	1.15%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2025	USD	401.18	7.625%	115.95	119.20	3.65%
GOJ 2025	USD	85.23	9.250%	124.45	128.45	3.62%
GOJ 2028	USD	1421.45	6.750%	114.95	118.45	4.07%
GOJ 2036	USD	250	8.500%	134.70	138.95	4.95%
GOJ 2039	USD	1243.24	8.000%	135.75	139.00	4.84%
GOJ 2045	USD	1815	7.875%	134.25	138.00	5.17%
AIRJAM 2027	USD	89.2857	8.125%	107.25	112.25	4.47%
NROCC 2024	USD	294.18	9.375%	117.75	122.25	4.12%