

Week ending June 19, 2020

JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with moderate liquidity conditions during the week.
- The BOJ auctioned its 30-day CD this week offering JA\$3Billion to the market. The auction continues to be oversubscribed; the weighted average fell by 5 bps to 0.57% from 0.62%.
- The market is expected to trade with fair liquidity conditions next week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	0.35 – 0.50
30 days	1.90 – 2.25
90 days	2.50 – 2.75
180 days	3.00 - 3.25
365 days	3.50 – 3.85

US\$ FIXED INCOME

The US\$ Fixed income market continues to trade with fair liquidity conditions over the week. There is broker demand for long-term repo funding in the market, while supply is mainly for short-term placements. See closing repo rates below:

Tenor	Current Rate %
Overnight	1.00 -1.50
30 days	2.25-2.50
90 days	2.75-3.00
180 days	3.25-3.50
365 days	3.75-4.00

JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	June 10, 2020	June 10, 2020	May 15, 2020
Current Yield	1.28%	1.36%	1.83%
Previous Yield	1.78%	1.53%	1.73%
Net Change	-0.50%	-0.17%	0.10%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ bonds traded active this week as demand continued to outweigh supply.
- Digicel Group Limited announces it expects to complete its debt exchange exercise with the settlement of the DGL1 and DGL2 exchanges.
- Moody's changed Digicel's outlook to stable; assigns Caa2 CFR to DGL0.5 following debt exchanges.
- Belize is seeking relief from foreign debt-holders for the third time since 2012.
- The Federal Reserve said Monday that it is to begin buying individual corporate bonds under its Secondary Market Corporate Credit Facility.

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with moderate demand over the week amidst improved supply.
- The Bank of Jamaica (BOJ) did not intervene in the market via B-FXITT this week.
- At the end of trading, Friday June 19, 2020, the Jamaican dollar was valued at \$140.54 against the US\$ which represents an approximately \$0.17 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	12-Jun-20	15-Jun-20	16-Jun-20	17-Jun-20	18-Jun-20	19-Jun-20	
USD	140.7228	140.8376	140.9324	140.7591	140.6976	140.5440	0.1788
CAD	105.3164	105.0301	105.1418	105.9325	105.4121	105.6180	(0.3016)
GBP	179.5672	180.8111	177.3302	178.996	176.7235	177.1945	2.3727
EUR	163.2098	163.5747	157.7861	160.0083	160.1393	160.7440	2.4658

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 96 stocks of which 42 advanced, 40 declined and 14 traded firm.

The Market volume amounted to 105,678,034 units valued at over J\$2,078,443,434.61.

The market volume leaders are Wigton Windfarm Limited with 18,943,973 units (17.93%) followed by NCB Financial Group Limited with 11,244,870 units (10.64%) and Sagicor Select Fund Limited – Financial with 10,085,062 units (9.54%) .

US\$ market volume (excluding blocks) amounted to 2,998,144 units valued at over US\$541,135.61.

- The JSE Combined Index declined by 3,310.00 points (0.88%) to close at 373,621.05.
- The JSE Index declined by 3,652.65 points (0.96%) to close at 375,463.29.
- The JSE All Jamaican Composite Index declined by 4,070.21 points (0.98%) to close at 411,662.86.
- The JSE Select Index declined by 161.12 points (1.70%) to close at 9,297.24.
- The JSE Cross Listed Index advanced by 1.31 points (1.44%) to close at 92.46.
- The Junior Market Index advanced by 4.84 points (0.19%) to close at 2,618.25.
- The JSE USD Equities Index declined by 5.21 points (2.79%) to close at 181.56.
- The JSE Financial Index declined by 1.79 points (1.81%) to close at 97.17.
- The JSE Manufacturing & Distribution Index declined by 0.06 points (0.08%) to close at 77.62.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 23 stocks of which 9 advanced, 7 declined and 7 traded firm.

The Market volume amounted to 636,138 units valued at over TT\$11,323,309.46.

The volume leaders are Clico Investment Fund with 160,381 units (25.21%) followed by JMMB Group Limited with 128,593 units (20.21%) and Guardian Holdings Limited with 127,536 units (20.05%)

The following reflect the movement of the TTSE Indices: -

- The Composite Index advanced by 22.42 points (1.73%) to close at 1,320.78.
- The All T&T Index advanced by 30.49 points (1.73%) to close at 1,790.91.
- The Cross Listed Index advanced by 1.93 points (1.71%) to close at 114.94.
- The SME Index remained unchanged at 67.47.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 7,409 shares. The three companies traded were Goddard Enterprises Limited with 6,500 shares (87.73%), FirstCaribbean International Bank with 509 (6.87%) shares and West India Biscuit Company Limited with 400 shares (5.40%).

The BSE Indices ending June 19, 2020.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	
	19-Jun-20	12-Jun-20		% Change
Local	3,018.82	3,019.28	-0.46	-0.015%
Cross-list	1,400.14	1,400.14	-	-
Composite	739.41	739.52	-0.11	-0.015%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

In other JSE news:

- Derrimon Trading Company Limited (DTL) has advised that due to the impact of the COVID-19 pandemic, there will be a delay in the filing of its 2019 Annual Report. The Company anticipates that the report will be filed by September 30, 2020.
- Proven Investments Limited (PROVEN) has declared a dividend of US\$0.0028 per share payable on July 20, 2020 to all ordinary shareholders on record as at July 6, 2020. Ordinary shareholders who have requested payment in Jamaican Dollars will receive the equivalent of JA\$0.3938 per share. The ex-dividend date is July 3, 2020.
- SSLVC has advised that on May 26, 2020, a decision was made to hold the Annual General Meeting of the Company on Friday, July 24, 2020. Further details will be provided in due course.
- Carreras Limited (CAR) has advised of the appointment of Mr. Dwaine Williams as Marketing Deployment Manager, effective June 18, 2020.
- Radio Jamaica Ltd (RJR) has advised for the late submission of its audited annual financial statements. RJR further stated that the reason for the delay in filing the Company's financial statements stem from various challenges arising from the COVID-19 pandemic. RJR anticipates that the statements in question will be delivered on or before July 14, 2020.

See below for top advancers and losers for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
JETCON	1.23	0.26	26.80%	CAC 2000	8.00	(1.40)	-14.89%
CHL	7.84	1.22	18.43%	138SLVC	5.20	(0.69)	-11.71%
ECL	4.97	0.77	18.33%	FTNA	5.40	(0.58)	-9.70%

(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-	91.06	100.13	7.50%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	97.70	107.07	1.63%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	96.13	105.64	2.49%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	95.44	104.71	2.18%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	91.37	101.37	6.12%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	98.68	108.47	7.62%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	C	1.99	9.56	224.65%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	C	1.68	9.83	2923.61%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	937.149	C	2.20	11.64	149.08%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	1,000.000	NR	59.90	69.19	24.18%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	993.016	NR	0.99	7.66	119.94%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B-	73.36	84.73	8.37%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB-	94.14	103.40	3.03%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB+	89.44	99.44	5.93%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB+	85.33	95.61	6.76%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB+	85.18	95.75	7.59%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	89.15	98.43	6.78%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	95.89	100.01	6.06%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	A	101.13	108.32	0.81%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	105.86	113.46	1.05%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	83.83	93.51	5.93%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	100.08	108.16	2.83%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	146.83	155.55	2.33%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	99.69	108.70	1.84%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	2.11	10.71	72.98%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	2.11	10.68	79.55%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	93.39	104.03	3.92%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	91.89	104.13	5.65%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	93.62	103.03	3.27%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	96.87	109.23	2.58%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	0.23	6.56	335.40%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	0.91	7.56	72.28%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	0.91	6.50	234.69%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.03	6.86	102.18%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	97.20	104.07	12.85%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	96.09	105.76	2.10%
Trinidad Jamaica 5.75% 10/10/2036	5.750%	225.000	B+	95.09	101.56	4.79%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	94.47	104.75	8.67%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	93.26	103.99	7.49%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2022	USD	208.24	11.625%	103.00	116.30	1.14%
GOJ 2025	USD	401.18	7.625%	107.35	118.35	3.62%
GOJ 2025	USD	85.23	9.250%	111.50	124.10	4.16%
GOJ 2028	USD	1421.45	6.750%	107.20	118.70	3.96%
GOJ 2036	USD	250	8.500%	116.45	127.80	5.78%
GOJ 2039	USD	1243.24	8.000%	117.35	128.85	5.51%
GOJ 2045	USD	1815	7.875%	115.95	127.45	5.79%
AIRJAM 2027	USD	89.2857	8.125%	95.00	108.50	5.50%
NROCC 2024	USD	294.18	9.375%	101.00	113.50	5.84%