

Week ending June 26, 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\$5.5Billion to the market. The auction continues to be oversubscribed; the weighted average fell by 10 bps to 0.47% from 0.57%.
- 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 continues to be 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	2.00-2.25
90 days	2.50-2.75
180 days	3.00-3.25
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	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 on the long end this week as the 2036, 2039 and 2045 prices moved further into positive territory.
- Trinidad & Tobago this week launched a new US\$500M 4.5% 2030 bond to support debt refinancing and general budgetary purposes.
- S&P affirmed 'BB' rating on Trinidad Petroleum Holdings Ltd (old Petrotrin). The outlook is negative.
- Moody's cut Bahamas' credit rating to Ba2 with negative outlook on "large shock" from the Covid-19 pandemic on the country's dependent tourism industry.

(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 26, 2020, the Jamaican dollar was valued at \$139.99 against the US\$ which represents an approximately \$0.55 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change
	19-Jun-20	22-Jun-20	23-Jun-20	24-Jun-20	25-Jun-20	26-Jun-20	
USD	140.5440	140.651	140.0691	140.1532	139.8823	139.9985	0.5455
CAD	105.6180	106.0827	106.1454	106.252	106.144	106.0039	(0.3859)
GBP	177.1945	175.8393	177.2841	179.3721	177.5741	177.5205	(0.3260)
EUR	160.7440	162.7299	160.5834	161.2164	161.2482	159.1841	1.5599

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 94 stocks of which 44 advanced, 43 declined and 7 traded firm.

The Market volume amounted to 494,626,258 units valued at over J\$1,814,528,451.14.

The market volume leaders are Pulse Investments Limited with 358,125,172 units (72.40%) followed by MailPac Group Limited with 34,140,888 units (6.90%) and TransJamaica Highway Limited with 23,517,554 units (4.75%).

US\$ market volume (excluding blocks) amounted to 18,567,424 units valued at over US\$1,779,700.39.

- The JSE Combined Index advanced by 3,955.63 points (1.06%) to close at 377,576.68.
- The JSE Index advanced by 4,693.14 points (1.25%) to close at 380,156.43.
- The JSE All Jamaican Composite Index advanced by 5,104.77 points (1.24%) to close at 416,767.63.
- The JSE Select Index advanced by 141.48 points (1.52%) to close at 9,438.72.
- The JSE Cross Listed Index advanced by 2.98 points (3.22%) to close at 95.44.
- The Junior Market Index declined by 33.96 points (1.30%) to close at 2,584.29.
- The JSE USD Equities Index advanced by 6.28 points (3.46%) to close at 187.84.
- The JSE Financial Index advanced by 1.21 points (1.25%) to close at 98.38.
- The JSE Manufacturing & Distribution Index advanced by 0.70 points (0.90%) to close at 78.32

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 25 stocks of which 7 advanced, 7 declined and 11 traded firm.

The Market volume amounted to 890,522 units valued at over TT\$11,045,000.03.

The volume leaders are GraceKennedy Limited with 161,040 units (18.08%) followed by JMMB Group Limited with 135,964 units (15.27%) and Unilever Caribbean Limited with 122,008 units (13.70%).

The following reflect the movement of the TTSE Indices: -

- The Composite Index declined by 11.13 points (0.84%) to close at 1,309.65.
- The All T&T Index declined by 21.91 points (1.22%) to close at 1,769.00.
- The Cross Listed Index declined by 0.04 points (0.04%) to close at 114.90.
- 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 6,271 shares. The three companies traded were Goddard Enterprises Limited with 4,181 shares (66.67%), BICO Limited with 1,590 shares (23.35%) and Insurance Corporation of Barbados Limited with 500 shares (7.97%).

The BSE Indices ending June 19, 2020.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	
	26-Jun-20	19-Jun-20		% Change
Local	3,011.88	3,018.82	-6.94	-0.230%
Cross-list	1,400.14	1,400.14	-	-
Composite	737.76	739.41	-1.65	-0.223%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

In other JSE news:

- GENAC has advised that further to its 55% acquisition of Motor One Insurance Company Limited in Trinidad on September 16, 2019, the Company has since increased its shareholding to 65% effective June 22, 2020.
- NCBFG has advised of the appointment of Mrs. Sheree Martin as General Manager, Customer Experience and Organizational Health of National Commercial Bank Jamaica Limited, its major Jamaican banking subsidiary, effective July 13, 2020.
- Barita Investments Limited has advised that on June 12, 2020, its Board of Directors approved a resolution for the tabling of a resolution at the Annual General Meeting (AGM) of the Company relating to an Additional Public Offer (APO). At the AGM, to be held on July 6, 2020, stockholders will be asked to vote on and approve resolutions in respect of the undertaking of an APO by the Company.
- Mailpac Group Limited (MAILPAC) has advised that its Board of Directors will convene a meeting on Thursday, July 2, 2020 to consider a dividend proposal.
- Kingston Wharves Limited (KW) has declared an interim dividend of twenty cents (\$0.20) per share payable on August 19, 2020 to ordinary shareholders on record as at July 22, 2020. The ex-dividend date is July 21, 2020.

See below for top advancers and losers for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
DTL9% (Preference)	1.80	0.25	16.13%	CFF	11.70	(2.30)	-16.43%
PROVEN US\$	0.24	0.03	14.29%	PAL	1633.78	(266.22)	-14.01%
SSLVC	0.85	0.10	13.33%	KREMI	2.49	(0.39)	-13.54%

(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-	91.57	100.64	2.24%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	97.53	106.76	1.72%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	96.08	105.47	2.55%
Centrais Electricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	95.34	104.60	2.21%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	97.29	107.29	5.32%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	99.01	109.80	7.35%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	1.99	9.83	223.62%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	NR	1.68	9.83	3103.09%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	2.33	11.81	149.75%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	-	NR	59.91	69.19	24.39%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.91	7.75	120.38%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B-	72.57	83.64	8.53%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB-	93.72	102.80	3.29%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	900.000	BB	87.88	98.16	6.34%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB	86.39	96.19	6.66%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB	86.58	97.92	7.26%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	88.29	98.39	6.79%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	95.89	100.03	5.75%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	A	101.54	109.10	0.48%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	106.15	113.53	1.02%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	83.63	94.12	5.79%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	99.14	107.29	3.12%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	147.71	156.73	2.21%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	98.45	105.77	2.66%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	1.95	10.72	73.54%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	1.96	10.73	80.06%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	93.75	104.44	3.58%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	92.00	102.00	5.85%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	93.56	102.96	3.29%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	96.70	109.10	2.60%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	0.35	6.44	347.16%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	0.91	7.56	72.83%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	0.91	6.50	239.63%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	0.65	6.68	105.71%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	98.02	105.03	0.92%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	96.13	105.79	2.07%
Transjamaica 5.75% 10/10/2036	5.750%	225.000	B+	95.11	102.58	4.67%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	95.05	105.33	8.52%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	91.68	102.42	9.61%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2022	USD	208.24	11.625%	103.20	116.15	1.11%
GOJ 2025	USD	401.18	7.625%	108.50	119.50	3.38%
GOJ 2025	USD	85.23	9.250%	111.85	122.95	4.36%
GOJ 2028	USD	1421.45	6.750%	107.95	119.45	3.85%
GOJ 2036	USD	250	8.500%	117.70	129.55	5.64%
GOJ 2039	USD	1243.24	8.000%	118.60	130.10	5.42%
GOJ 2045	USD	1815	7.875%	117.35	128.85	5.70%
AIRJAM 2027	USD	89,2857	8.125%	95.00	108.50	5.49%
NROCC 2024	USD	294.18	9.375%	101.00	113.50	5.83%