

Week ending March 6, 2020

JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with low to moderate liquidity conditions during the week.
- The Bank of Jamaica auctioned its 30-day CD this week offering JA\$8 Billion to the market. The auction was oversubscribed; the weighted average yield decreased by 46 bps compared to last week's result, moving from 2.81% to 2.35%
- 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 closed positive amidst an eventful trading week of events.
- The US Fed cut interest rates 50 basis points this week; an unscheduled move aimed at tempering the global effect of the coronavirus.
- US Treasury bond yields continue to adjust downwards with fears the coronavirus outbreak may derail economic growth.
- The price of oil moved lower this week as talks within OPEC+ broke down.

(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 March 6, 2020, the Jamaican dollar was valued at \$135.5384 against the US\$ which represents an approximately \$1.46 appreciation in the value of the JA\$ for the week.

Weighted Avg. Sell Rates							
	28-Feb-20	2-Mar-20	3-Mar-20	4-Mar-20	5-Mar-20	6-Mar-20	Weekly Change (\$)
USD	136.9975	136.5910	136.3138	135.7275	135.5936	135.5384	1.4591
CAD	101.6541	102.8535	102.1762	101.7923	102.5420	101.5203	0.1338
GBP	178.0150	172.8865	175.0052	173.6635	174.7499	175.6087	2.4063
EUR	150.2257	151.1899	152.4662	151.2456	153.0949	153.6963	(3.4706)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 93 stocks of which 13 advanced, 75 declined and 5 traded firm.

The Market volume amounted to 198,008,710 units valued at over J\$1,056,930,342.44

The market volume leaders are Sagicor Select Fund Limited –Financial with 99,449,726 units (50.22%) followed by Wigton Windfarm Limited with 36,361,714 units (18.36%) and Sagicor Select Fund Limited – Manufacturing and Distribution with 11,099,826 units (5.61%) .

US\$ market volume (excluding blocks) amounted to 560,271 units valued at over US\$111,698.03.

- The JSE Combined Index declined by 50,314.75 points (10.59%) to close at 424,781.35.
- The JSE Index declined by 50,257.06 points (10.42%) to close at 432,053.03.
- The JSE All Jamaican Composite Index declined by 55,390.82 points (10.46%) to close at 474,331.40.
- The JSE Select Index declined by 1,189.48 points (9.68%) to close at 11,099.44.
- The JSE Cross Listed Index declined by 4.85 points (5.29%) to close at 86.77.
- The Junior Market Index declined by 377.41 points (12.96%) to close at 2,534.51.
- The JSE USD Equities Index declined by 16.36 points (7.17%) to close at 211.79.
- The JSE Financial Index declined by 12.50 points (9.57%) to close at 118.11.
- The JSE Manufacturing & Distribution Index declined by 12.64 points (13.74%) to close at 79.35.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 26 stocks of which 9 advanced, 11 declined and 6 traded firm.

The Market volume amounted to 2,139,400 units valued at over TT\$37,206,205.72.

The volume leaders are JMMB Group Limited was the volume leader with 569,319 units (26.61%) followed by NCB Financial Group Limited with 566,297 units (26.47%) and Clico Investments Fund with 359,395 units (16.80%).

The following reflect the movement of the TTSE Indices: -

- The Composite Index declined by 15.07 points (0.99%) to close at 1,501.13.
- The All T&T Index declined by 26.20 points (1.35%) to close at 1,915.36.
- The Cross Listed Index declined by 0.52 points (0.35%) to close at 147.23.
- The SME Index declined by 0.04 points (0.06%) to close at 67.69.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 16,503 shares. The top three companies traded were Eppley Caribbean Property Fund SCC - Value Fund with 6,888 (41.74%), FirstCaribbean International Bank with 4,500 (27.26%) and Goddard Enterprises Limited with 4,157 (25.19%).

The following reflect the movement of the BSE Indices: -

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	
	6-Mar-20	28-Feb-20		% Change
Local	3,227.95	3,234.03	-6.08	-0.188%
Cross-list	1,400.14	1,348.28	51.86	0.000%
Composit	789.26	789.98	-0.72	-0.091%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

In other JSE news:

- The Board of Directors' of Pulse Investments has passed a resolution that the stock in PULS be split, on the basis that 3 (three) additional shares be issued to shareholders for every share currently held by them in the company. The record date for the stock split is March 16, 2020 and the ex-date is March 13, 2020.
- Jamaica Broilers Group Limited (JBG) has advised that at a Board Meeting held on February 28, 2020, an interim dividend was declared, of eighteen cents (\$0.18) per share, payable on Thursday, April 2, 2020 to shareholders on record as at March 13, 2020. The ex-dividend date will be March 12, 2020.
- Dolphin Cove Limited (DCOVE) has advised that the submission of their Audited Financial Statements for the year ended December 31, 2019 will be delayed. DCOVE further stated that their auditors advised that DCOVE should be able to submit the financials no later than Friday, March 6, 2020; therefore, the Company is seeking an extension for the filing of its financial statements.
- GK has advised that, pursuant to the terms of the GK 2009 Stock Option Plan for Directors, Managers and Employees, and as part of the Long Term Incentive Scheme for the employees of the Company, 3,786,693 GK shares were approved by the Board of Directors of GK on February 27, 2020 for twenty-nine (29) Senior Management Officers.

See below for top advancers and losers for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
JMMBGL 7.50%	0.75	0.15	25.00%	SILUS	0.02	(0.01)	-33.33%
CAC 9.50%	0.99	0.19	23.75%	CFF	10.15	(4.49)	-30.67%
SIL JMD	3.31	0.40	13.75%	SCIJMD	18.68	(7.07)	-27.46%

(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-	99.35	103.16	0.98%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	102.51	108.66	1.35%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	102.94	108.27	1.73%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	B-	101.25	106.49	1.70%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	113.24	118.49	3.99%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB+	111.33	116.87	6.06%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	C+	6.41	15.82	139.05%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	C+	63.56	73.02	76.34%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	937.149	C+	19.69	29.31	73.01%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	1,000.000	CCC	63.14	73.06	21.54%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	993.016	NR	10.64	20.21	67.28%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	99.61	105.58	5.91%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB	101.26	107.01	1.76%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB+	105.18	111.33	2.63%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB+	110.64	116.56	3.52%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB+	115.08	121.71	4.20%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	103.12	108.76	5.04%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	98.48	101.87	-19.53%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	A	103.16	109.66	0.67%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	108.35	115.00	0.93%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B-	96.35	102.60	3.81%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	104.58	110.25	2.42%
Govt. of Ecuador 10.50% 03/24/2020	10.500%	324.630	B-	96.58	99.14	31.32%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	155.80	160.11	2.06%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BBB-	102.29	108.50	2.07%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	12.07	19.39	49.97%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	12.06	18.56	55.72%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B+	100.37	106.05	3.19%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BBB-	102.19	108.72	5.23%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	102.38	108.88	1.52%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	110.07	115.51	1.42%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	6.04	13.43	272.79%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	5.52	13.71	50.97%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	5.62	13.38	403.98%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	5.66	13.58	64.84%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	102.81	105.28	-2.63%
Scotiabank Peru S.A. 4.50% 12/13/2027	4.500%	400.000	BBB+	101.36	106.94	1.91%
Transjamaica 5.75% 10/10/2036	5.750%	225.000	B+	101.94	107.44	4.85%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	111.54	115.92	5.39%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	106.61	111.02	1.08%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2025	USD	401.18	7.625%	115.75	119.00	3.67%
GOJ 2025	USD	85.23	9.250%	124.25	128.25	3.64%
GOJ 2028	USD	1421.45	6.750%	116.00	119.50	3.93%
GOJ 2036	USD	250	8.500%	136.50	140.75	4.82%
GOJ 2039	USD	1243.24	8.000%	137.00	140.50	4.74%
GOJ 2045	USD	1815	7.875%	135.65	139.65	5.08%
AIRJAM 2027	USD	89,2857	8.125%	107.25	112.25	4.46%
NROCC 2024	USD	294.18	9.375%	117.75	122.25	4.10%