

MARKETColour

Jamaica Money Market Brokers Ltd. | Trading Department

Week ending May 1, 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\$4 Billion to the market. The auction continues oversubscribed; the weighted average yield decreased by 16bps compared to last week's result, moving from .90% to 0.74%.
- As the Covid19 impact lingers, most market participants continue to be very active in the short term repo market. This continues to keep rates on that part of the curve relatively flat.
- The market is expected to trade with moderate liquidity conditions for the upcoming 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 traded with moderate to high demand over the week, predominantly driven by corporate and broker demand for longer tenured funding. Supply for funding remains concentrated for shorter tenors as market participants continue to monitor the effects of the current health crises. See closing reporates below:

Tenor	Current Rate %
Overnight	1.00 -1.50
30 days	2.75-3.00
90 days	3.25-3.50
180 days	3.75-4.00
365 days	4.10-4.25

JA\$ Treasury-Bill Weighted Average Yields

	O		
Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	April 15, 2020	April 15, 2020	April 15, 2020
Current Yield	1.08%	1.05%	1.73%
Previous Yield	1.85%	1.80%	1.67%
Net Change	-0.77%	-0.74%	0.06%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ bond prices declined marginally this week on moderate trading volume.
- Barbados is reportedly set to access an additional US\$140M having met the criteria set out in the IMF program.
- The IMF approved US\$650M in emergency funding for the Dominican Republic.
- The US Fed reiterates its commitment to holding rates near zero and purchasing bonds (Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with high demand over the week amidst low supply.
- The Bank of Jamaica (BOJ) did not intervene in the market via B-FXITT this week.
- At the end of trading, Friday May 01, 2020, the
 Jamaican dollar was valued at \$144.00 against the US\$
 which represents an approximately \$2.45 depreciation
 in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates								
	24-Apr-20	27-Apr-20	28-∆nr-20	29-Apr-20	30-∆nr-20	1-May-20	Weekly		
USD	141.5498								
CAD	102.2269	102.4602	103.3316	104.0332	104.6268	103.8515	(1.6246)		
GBP	173.5368	172.6878	177.9971	177.2104	179.2066	181.5491	(8.0123)		
EUR	156.5351	151.5261	156.274	156.328	156.9798	157.8255	(1.2904)		

(Source: Bank of Jamaica)



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REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 98 stocks of which 36 advanced, 51 declined and 11 traded firm.

The Market volume amounted to 247,700,948 units valued at over JA\$813,225,742.43.

The market volume leaders are Wigton Windfarm Limited with 70,621,203 units (28.51%), followed by Radio Jamaica Limited with 67,696,411 units (27.33%) and TransJamaica Highway Limited with 44,229,418 units (17.86%).

US\$ market volume (excluding blocks) amounted to 2,987,692 units valued at over US\$108,325.23.

- The JSE Combined Index declined by 14,947.52 points (3.96%) to close at 362,129.83.
- The JSE Index declined by 16,464.20 points (4.31%) to close at 365,129.45.
- The JSE All Jamaican Composite Index declined by 18,319.91 points (4.37%) to close at 400,497.50.
- The JSE Select Index declined by 503.16 points (5.13%) to close at 9,297.18.
- The JSE Cross Listed Index advanced by 4.95 points (6.33%) to close at 83.11.
- The Junior Market Index advanced by 19.20 points (0.80%) to close at 2,433.44.
- The JSE USD Equities Index advanced by 3.16 points (1.63%) to close at 196.84.
- The JSE Financial Index declined by 5.51 points (5.32%) to close at 98.01.
- The JSE Manufacturing & Distribution Index declined by 1.83 points (2.47%) to close at 72.39.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 23 stocks of which 6 advanced, 12 declined and 5 traded firm.

The Market volume amounted to 741,097 units valued at over TT\$13,299,515.42.

The volume leaders are Clico Investments Fund with 348,103 units (46.97%) followed by JMMB Group Limited with 228,328 units (30.81%) and GraceKennedy Limited with 209,000 units (28.20%).

The following reflect the movement of the TTSE Indices: -

- The Composite Index declined by 3.42 points (0.27%) to close at 1,268.45.
- The All T&T Index declined by 0.31 points (0.02%) to close at 1,672.95.
- The Cross Listed Index declined by 0.90 points (0.76%) to close at 116.90.
- The SME Index declined by 0.44 points (0.65%) to close at 67.25 (Source: Trinidad and Tobago Stock Exchange)

BARBADOS

The BSE had no trade in individual stocks, however, the Emera Deposit Receipt, a traded fund, had its per unit value increase by BD\$1.29 for the week ending May 1, 2020.

The BSE Indices ending May 1, 2020.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	
	30-Apr-20	24-Apr-20		% Change
Local	3,107.21	3,105.88	1.33	0.043%
Cross-list	1,400.14	1,400.14	-	-
Composite	760.47	760.16	0.31	0.041%

(Source: Barbados Stock Exchange)



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REGIONAL EQUITY MARKETS

In other JSE news:

- Sagicor Group Jamaica (SJ) has deferred the payment of its previously declared interim dividend of 40 cents per stock unit to stockholders on record as at April 24, 2020, until further notice. The postponement follows an advisory which was sent to all Financial Holding Companies by the Bank of Jamaica (BOJ) requesting that the distribution of outstanding dividends be deferred until further advised.
- NCB Financial Group has advised that its Board of Directors has decided not to declare an interim dividend due to the prevailing circumstances arising from the COVID-19 pandemic. The Board further determined that, subject to the occurrence of any relevant changes, the Board would be unlikely to declare interim dividends for the remainder of the financial year.
- Kingston Properties Limited (KPREIT) has advised of the delay in the submission of their Annual Report for the year 2019. The delay is largely attributed to the adjustments in its operations consequent on the measures being undertaken nationally to curb the spread of COVID-19. KPREIT anticipates that the Annual Report will be filed by May 15, 2020.
- Supreme Ventures Limited (SVL) has advised that their Board of Directors confirmed that a dividend amount of twenty five cents (0.25¢) per stock unit be paid to shareholders on June 12, 2020. The ex-dividend date is May 15, 2020 and the record date is May 18, 2020.

See below for top advancers and losers for the week:

	Advancers				Decliners		
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
KEY	7.27	2.37	48.37%	GENAC	4.14	(0.86)	-17.20%
SSLVC	0.92	0.21	29.58%	JMMBGL 7.25%	1.60	(0.30)	-15.79%
FOSRICH	3.89	0.75	23.89%	KREMI	2.15	(0.40)	-15.69%

(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-	90.54	99.61	10.26%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	96.16	105.40	2.32%
Bancolombia SA 5.125% 09/11/2022	5.125%	2.945	NR	93.22	102.46	4.02%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	93.72	102.91	3.71%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	90.88	100.88	6.20%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	85.71	97.45	10.09%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	C+	2.94	11.68	184.29%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	C+	1.96	10.97	1947.56%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	937.149	C+	0.12	7.65	173.04%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	1,000.000	СС	54.13	63.05	27.03%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	993.016	NR	2.00	12.00	87.92%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	В	74.76	85.33	8.28%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB-	91.03	101.23	4.07%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB+	77.25	89.35	9.21%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB+	74.29	84.49	8.87%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB+	76.72	89.85	8.52%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	82.28	93.01	7.80%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	91.05	98.29	29.56%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	Α	97.57	105.05	2.17%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	99.63	108.47	2.48%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	В	77.19	88.34	7.20%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	92.20	102.55	4.93%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	136.27	145.08	3.45%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	87.50	100.43	4.25%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	4.55	15.01	65.45%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	4.74	15.46	57.43%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B+	85.46	99.11	7.58%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	83.51	98.05	6.25%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	89.17	98.61	4.87%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	88.75	101.36	4.42%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	2.00	6.00	304.85%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	1.18	8.46	64.36%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	1.25	6.00	1412.12%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.35	4.00	231.57%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	95.00	104.31	10.05%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	97.13	107.72	1.47%
TransJamaica 5.75% 10/10/2036	5.750%	225.000	B+	85.54	98.00	5.20%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	82.18	95.96	10.80%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	82.94	94.09	19.46%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2022	USD	208.24	11.625%	105.00	118.00	0.96%
GOJ 2025	USD	401.18	7.625%	98.00	111.00	5.18%
GOJ 2025	USD	85.23	9.250%	105.00	116.00	5.79%
GOJ 2028	USD	1421.45	6.750%	95.25	107.25	5.61%
GOJ 2036	USD	250	8.500%	102.50	113.85	7.03%
GOJ 2039	USD	1243.24	8.000%	100.00	112.50	6.81%
GOJ 2045	USD	1815	7.875%	99.75	112.25	6.85%
AIRJAM 2027	USD	89.2857	8.125%	95.00	108.50	5.41%
NROCC 2024	USD	294.18	9.375%	101.00	113.50	5.93%