

Week ending May 22, 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\$3 Billion to the market. The auction continues to be oversubscribed; the weighted average remains constant at 0.71%.
- The GOJ reopened its FR 5.50% 2023 and FR 10% 2037 bonds, with average yields being 2.90% and 5.25% respectively. Both bonds were oversubscribed as expected.
- Next week, the market is expected to trade with high liquidity conditions.

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 demand over the week, predominantly driven 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 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	May 15, 2020	May 15, 2020	May 15, 2020
Current Yield	1.78%	1.53%	1.83%
Previous Yield	1.08%	1.05%	1.73%
Net Change	0.70%	0.48%	0.10%
Next Auction	TBA	TBA	TBA

(Source: Bank of Jamaica)

## GLOBAL BOND MARKET

- GOJ bond prices moved higher this week amidst stronger demand.
- While demand existed across the GOJ curve, the long end (2039 & 2045) were mostly in demand.
- S&P placed Unicomer 'BB-' Ratings on CreditWatch Negative.
- Digicel has advised that it has closed the tender offer for the 6% 2021 and 6.75% 2023 notes. The company also indicated it has received 99.5% participation on the 2021 notes and terminated the 2023 exchange without accepting any of the tendered notes.
- Trinidad & Tobago's long-term foreign debt rating was affirmed by Moody's at Ba1. Outlook changed to negative from stable

(Source: Bloomberg)

## FX MARKET

- The foreign exchange market traded with moderate to high demand over the week amidst moderate supply.
- The Bank of Jamaica (BOJ) did not intervene in the market via B-FXITT this week.
- At the end of trading, Friday May 22, 2020, the Jamaican dollar was valued at \$145.31 against the US\$ which represents an approximately \$1.80 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	15-May-20	18-May-20	19-May-20	20-May-20	21-May-20	22-May-20	
USD	147.1157	147.3869	146.9787	146.1529	145.9955	145.3156	1.8001
CAD	106.3199	106.2414	107.9594	105.7892	104.7738	104.3836	1.9363
GBP	179.5943	180.8308	180.6041	178.678	179.2402	175.3054	4.2889
EUR	161.6932	162.864	162.7525	163.7849	162.603	159.8992	1.7940

(Source: Bank of Jamaica)

## REGIONAL EQUITY MARKETS

### JAMAICA

Market activity resulted from trading in 95 stocks of which 52 advanced, 31 declined and 12 traded firm.

The Market volume amounted to 102,605,547 units valued at over J\$736,409,580.66.

The market volume leaders are TransJamaica Highway Limited with 25,154,324 units (24.52%) followed by Wigton Windfarm Limited with 19,551,146 units (19.05%) and Sagicor Select Fund Limited–Financials with 11,386,644 units (11.10%).

US\$ market volume (excluding blocks) amounted to 1,435,995 units valued at over US\$208,922

- The JSE Combined Index advanced by 3,204.84 points (0.86%) to close at 374,604.23.
- The JSE Index advanced by 2,298.05 points (0.61%) to close at 377,364.54.
- The JSE All Jamaican Composite Index advanced by 2,556.68 points (0.62%) to close at 414,030.14.
- The JSE Select Index declined by 82.37 points (0.87%) to close at 9,416.50.
- The JSE Cross Listed Index declined by 0.68 points (0.82%) to close at 82.48.
- The Junior Market Index advanced by 101.70 points (4.16%) to close at 2,546.69.
- The JSE USD Equities Index advanced by 3.42 points (1.83%) to close at 190.39.
- The JSE Financial Index declined by 1.35 points (1.34%) to close at 99.07.
- The JSE Manufacturing & Distribution Index advanced by 2.80 points (3.75%) to close at 77.51.

(Source: Jamaica Stock Exchange)

### TRINIDAD

The Market activity resulted from trading 22 stocks of which 9 advanced, 7 declined and 6 traded firm.

The Market volume amounted to 1,439,299 units valued at over TT\$14,491,294.08.

The volume leaders are JMMB Group Limited 301,341 units (20.94%) followed by NCB Financial Group with 245,865 units (17.08%) and Trinidad Cement Limited with 233,050 units (16.19%).

#### The following reflect the movement of the TTSE Indices: -

- The Composite Index advanced by 12.14 points (0.96%) to close at 1,283.09.
- The All T&T Index advanced by 23.08 points (1.35%) to close at 1,728.04.
- The Cross Listed Index advanced by 0.13 points (0.12%) to close at 113.29.
- The SME Index declined by 0.22 points (0.33%) to close at 67.47.

(Source: Trinidad and Tobago Stock Exchange)

### BARBADOS

This week, the Regular Market traded a total volume of 3,830 shares. The three companies traded were Goddard Enterprises Limited with 3,180 shares (83.03%), FirstCaribbean International Bank with 500 shares (13.05%) and West India Biscuit Company Limited with 150 shares (3.97%).

#### The BSE Indices ending May 15, 2020.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	
	22-May-20	15-May-20		% Change
Local	3,104.54	3,094.25	10.29	0.333%
Cross-list	1,400.14	1,400.14	-	-
Composite	759.83	757.38	2.45	0.323%

(Source: Barbados Stock Exchange)

## REGIONAL EQUITY MARKETS

### In other JSE news:

- JMMBGL has advised that, due to the impact of various factors associated with the COVID-19 crisis, there will be a delay in the submission of its audited financial statements. The Company intends to publish its audited financial statements on or before June 30, 2020.
- SVL, sole shareholder of Supreme Ventures Racing & Entertainment Limited (SVREL) which is the operator of the Caymanas Track, will begin publishing SVREL's monthly unaudited financial statements in the general interests of the investing and wider public. SVL has advised that the posting of the unaudited financial statements will commence with the month of May 2020 and will be made available on SVREL's website ([www.caymanasracing.com](http://www.caymanasracing.com)) until further notice.
- SJ has advised that the Board of Directors of the Company intends to pay declared dividends to shareholders with shareholdings of 1% or less as at April 24, 2020. This is subject to the consent of the shareholders who currently hold more than 1% of the shares of the Company, and this approval is being sought.
- PJAM has advised that the Board of Directors of the Company, at a Board meeting held on May 14, 2020, agreed not to declare a dividend at this time, but would consider a dividend at its August Board meeting.
- SSLVC has submitted its unaudited financial statements for the third quarter ended March 31, 2020.

### See below for top advancers and losers for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
IROCK	3.84	1.14	42.22%	KEY	4.96	(2.74)	-35.58%
DTL	2.49	0.68	37.57%	SSLVC	0.75	(0.15)	-16.67%
MJE	10.34	2.48	31.55%	SCIJMD	16.11	(2.58)	-13.80%

(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-	89.78	98.85	14.75%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	97.34	106.58	1.86%
Bancolombia SA 5.125% 09/11/2022	5.125%	2.945	NR	94.36	103.86	3.36%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	94.10	103.29	3.35%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	88.00	98.00	6.61%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	88.45	99.22	9.68%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	C+	2.95	11.06	196.88%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	C+	1.78	13.24	1802.11%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	937.149	C+	2.93	10.03	155.14%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	1,000.000	CC	59.84	69.76	23.03%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	993.016	NR	1.08	7.67	115.62%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B-	63.58	73.80	10.01%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB-	90.29	101.24	4.05%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB+	67.50	81.20	12.31%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB+	67.06	77.06	10.52%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB+	66.67	78.33	10.63%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	82.22	92.13	7.98%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	90.99	99.14	18.31%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	A	99.91	107.74	1.11%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	103.69	111.94	1.52%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	79.54	90.30	6.72%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	95.71	106.07	3.63%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	141.91	150.41	2.88%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	93.69	104.15	3.16%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	2.05	11.27	68.19%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	2.08	11.17	74.28%
Instituto Costa de Electricidad 6.95% 01/10/2021	6.950%	500.000	B	89.82	101.03	6.20%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	85.36	100.43	6.01%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	92.89	102.29	3.56%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	93.44	105.88	3.36%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	0.98	7.74	280.64%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	0.91	7.56	70.34%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	1.02	7.58	196.12%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.24	7.67	89.67%
Sagcor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	94.67	104.07	13.30%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	96.51	106.17	2.00%
Transjamaica 5.75% 10/10/2036	5.750%	225.000	B+	87.85	97.19	5.30%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	83.10	95.38	10.95%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	87.33	96.47	17.02%

### GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2022	USD	208.24	11.625%	103.00	117.00	1.18%
GOJ 2025	USD	401.18	7.625%	101.15	113.15	4.71%
GOJ 2025	USD	85.23	9.250%	107.50	119.50	5.08%
GOJ 2028	USD	1421.45	6.750%	99.90	111.40	4.99%
GOJ 2036	USD	250	8.500%	105.50	117.50	6.69%
GOJ 2039	USD	1243.24	8.000%	107.55	119.05	6.26%
GOJ 2045	USD	1815	7.875%	105.30	116.80	6.51%
AIRJAM 2027	USD	89.2857	8.125%	95.00	108.50	5.37%
NROCC 2024	USD	294.18	9.375%	101.00	113.50	5.89%