

Week ending May 8, 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\$4.5 Billion to the market. The auction was oversubscribed; the weighted average yield decreased by 2bps compared to last week's result, moving from .74% to 0.72%.
- 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 repo rates 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

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 bonds were relatively active this week as prices improved marginally.
- Jamaica submitted their request for the Rapid Financing Instrument (RFI), and is on the IMF's executive calendar for May 15.
- Unicomer bonds have been seeing better buyers over the past week on low supply.
- In the harshest downturn for American workers in history, employers cut an unprecedented 20.5 million jobs in April and the US unemployment rate more than tripled to 14.7%.
- S&P affirmed Honduras's BB- credit rating and stable outlook citing the government's commitment to containing higher fiscal deficits. * Fiscal deficit will widen to 4.4% of GDP this year from surplus of 0.7% last year; Net government debt will climb to 40% of GDP this year from 34% in 2019.

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with high demand over the week amidst low supply.
- The Bank of Jamaica (BOJ) intervened in the market once during the week via (flash sale) B-FXITT offering to sell USD to authorized foreign exchange dealers for resale only to non-financial end users.
- At the end of trading, Friday May 08, 2020, the Jamaican dollar was valued at \$146.07 against the US\$ which represents an approximately \$2.06 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	1-May-20	4-May-20	5-May-20	6-May-20	7-May-20	8-May-20	
USD	144.0048	143.9221	143.9223	145.0836	146.1059	146.0723	(2.0675)
CAD	103.8515	103.9502	104.5403	103.5626	106.0418	104.7956	(0.9441)
GBP	181.5491	179.6652	176.6601	181.4723	181.5801	179.6311	1.9180
EUR	157.8255	159.6655	156.6525	159.8676	158.8284	161.0921	(3.2666)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 92 stocks of which 50 advanced, 34 declined and 8 traded firm.

The Market volume amounted to 112,348,310 units valued at over J\$739,980,771.68.

The market volume leaders are TransJamaican Highway Limited with 39,948,489 units (35.56%) followed by Mayberry Jamaican Equities Limited with 9,937,793 units (8.85%) and Pulse Investments Limited with 9,436,217 units (8.40%).

US\$ market volume (excluding blocks) amounted to 3,743,023 units valued at over US\$759,160.91.

- The JSE Combined Index advanced by 8,205.97 points (2.27%) to close at 370,335.80.
- The JSE Index advanced by 9,066.73 points (2.48%) to close at 374,196.18.
- The JSE All Jamaican Composite Index advanced by 10,046.56 points (2.51%) to close at 410,544.06.
- The JSE Select Index advanced by 194.89 points (2.10%) to close at 9,492.07.
- The JSE Cross Listed Index declined by 1.15 points (1.38%) to close at 81.96.
- The Junior Market Index declined by 12.96 points (0.53%) to close at 2,420.48.
- The JSE USD Equities Index declined by 8.15 points (4.14%) to close at 188.69.
- The JSE Financial Index advanced by 2.66 points (2.71%) to close at 100.67.
- The JSE Manufacturing & Distribution Index advanced by 1.46 points (2.02%) to close at 73.85

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 22 stocks of which 6 advanced, 10 declined and 6 traded firm.

The Market volume amounted to 722,643 units valued at over \$15,074,303.14.

The volume leaders are Trinidad Cement Limited 144,132 with units (19.95%) followed by NCB Financial Group Limited with 118,845 units (16.45%) and JMMB Group Limited with 67,100 units (9.29%).

The following reflect the movement of the TTSE Indices: -

- The Composite Index declined by 10.48 points (0.83%) to close at 1,257.97.
- The All T&T Index advanced by 2.34 points (0.14%) to close at 1,675.29.
- The Cross Listed Index declined by 3.20 points (2.74%) to close at 113.70.
- The SME Index advanced by 0.44 points (0.65%) to close at 67.69.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 31,931 shares. The three companies traded were Goddard Enterprises Limited with 28,505 (89.27%), Barbados Farms Limited with 2,689 (8.42%) and Eppley Caribbean Property Fund SCC – Value Fund with 737 shares (2.31%).

The BSE Indices ending May 1, 2020.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	
	8-May-20	30-Apr-20		% Change
Local	3,095.23	3,107.21	-11.98	-0.386%
Cross-list	1,400.14	1,400.14	-	-
Composite	757.62	760.47	-2.85	-0.375%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

In other JSE news:

- Scotia Group Jamaica Limited (SGJ) has advised that Mrs. Makeba Bennett-Easy has been appointed in the role of Vice President HR Business Partner, Corporate HR of the The Bank of Nova Scotia Jamaica Limited, effective April 6, 2020.
- Lasco Financial Services Limited (LASF) has advised that Mr. Kenneth Sylvester has resigned from the Board of Directors to facilitate the intended appointment of Mr. Colin Maxwell as a Board member. Mr. Sylvester's resignation took effect on April 28, 2020.
- Kingston Properties Limited (KPREIT) has advised of the appointment of Mr. Andray Francis to fill the newly created role of Chief Financial Officer (CFO) with effect from May 4, 2020. Mr. Francis will have main responsibility for the finance and accounting strategy of the Company.
- GraceKennedy Limited (GK) has advised that the Board of Directors will on Thursday, May 14, 2020 consider a resolution for the declaration of an interim dividend to be paid in June 2020.
- tTech Limited (TTECH) has advised that the Annual General Meeting 2020 of the Company will be held on Thursday, September 10, 2020 at 3:30 p.m. at The Knutsford Court Hotel, 16 Chelsea Avenue, Kingston 5.

See below for top advancers and losers for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
KPREIT	6.15	0.95	18.27%	PAL	1424.05	(1,364.95)	-48.94%
MEEG	4.55	0.68	17.57%	FOSRICH	3.13	(0.76)	-19.54%
MDS	6.26	0.66	11.79%	SSLVC	0.75	(0.17)	-18.48%

(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-	89.46	98.53	15.11%
Banco De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB+	96.34	105.58	2.24%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	93.77	103.14	3.70%
Centrais Electricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	93.63	102.82	3.75%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	90.10	100.10	6.30%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	85.02	95.75	10.50%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	C+	2.95	11.56	187.33%
Digicel Group Ltd 8.25% 09/30/2020	8.250%	62.851	C+	1.41	12.00	1834.64%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	937.149	C+	2.59	10.00	151.21%
Digicel Group One Ltd 8.25% 12/30/2022	8.250%	1,000.000	CC	51.99	61.91	28.11%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	993.016	NR	1.00	7.71	112.98%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	73.01	83.55	8.53%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB-	91.00	101.50	3.94%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB+	73.75	86.52	10.24%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB+	70.08	81.66	9.47%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB+	76.72	89.85	8.53%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	82.17	93.83	7.64%
Govt. of Barbados 6.50% 02/01/2021	6.500%	32.482	NR	90.31	99.07	19.34%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	475.000	A	98.30	106.22	1.72%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	550.000	A	102.67	110.25	1.99%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	79.18	89.85	6.82%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	1,000.000	BB-	94.37	104.93	4.07%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	137.75	146.53	3.29%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	91.90	102.08	3.76%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	4.03	14.49	56.33%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	2.53	13.40	64.03%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B+	86.17	99.09	7.60%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	83.46	99.27	6.12%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	1,405.620	BB-	90.52	99.95	4.39%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	639.649	BB-	89.71	103.11	4.00%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	1.22	7.65	270.82%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	1.03	7.61	69.03%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	1.22	7.57	1198.25%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.27	7.65	125.79%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB-	95.00	104.20	11.38%
Scotiabank Peru S.A. 4.50% 12/13/2027	4.500%	400.000	BBB	96.98	106.58	1.88%
Transjamaica 5.75% 10/10/2036	5.750%	225.000	B+	85.42	96.88	5.34%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	83.70	95.48	10.91%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	85.30	94.44	19.24%

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	0.86%
GOJ 2025	USD	401.18	7.625%	99.75	112.25	4.91%
GOJ 2025	USD	85.23	9.250%	105.00	116.00	5.78%
GOJ 2028	USD	1421.45	6.750%	96.40	107.90	5.51%
GOJ 2036	USD	250	8.500%	102.50	113.85	7.03%
GOJ 2039	USD	1243.24	8.000%	102.00	114.00	6.68%
GOJ 2045	USD	1815	7.875%	100.50	112.50	6.83%
AIRJAM 2027	USD	89.2857	8.125%	95.00	108.50	5.40%
NROCC 2024	USD	294.18	9.375%	101.00	113.50	5.92%