

Week ending December 17, 2021

JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with moderate liquidity conditions during the week.
- The BOJ auctioned its weekly 30 day CD offering \$8.5Billion to the market. The issue was over-subscribed with the weighted average being 4.18% which was a 6bps decrease over last week's auction. The weighted avg yield was 8.50%.
- The MOF/GOJ entered the market, auctioning \$8.5Bil of FR 8.50% 2061. The auction closed with a weighted yield of 8.50%.
- The market is expected to trade with moderate liquidity next week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	1.5 – 2.00
30 days	3.25 – 3.50
90 days	3.50 – 4.00
180 days	4.10 - 4.25
365 days	4.25 – 4.50

US\$ FIXED INCOME

The US\$ Fixed income market continues to trade with fair liquidity conditions over the week. Demand for long term funding remains relatively strong while the supply of short-term funds is readily available from brokers. Liquidity is expected to remain stable in the near term.

Tenor	Current Rate %
Overnight	1.50 -1.75
30 days	3.00-3.25
90 days	3.50-3.75
180 days	4.00-4.25
365 days	4.50-4.75

JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	December 8, 2021	December 8, 2021	November 12, 2021
Current Yield	4.09%	4.33%	3.39%
Previous Yield	3.59%	3.92%	3.69%
Net Change	0.50%	0.42%	-0.30%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- The International Monetary Fund cleared the way for Barbados to draw the equivalent of US\$24 million under an Extended Fund Facility after the agency completed its sixth review of the island's economic reform program
- Costa Rican authorities are making important progress under their economic reform program supported by the IMF's Extended Fund Facility, the International Monetary Fund said
- The Dominican Republic's consumer prices rose 8.23% y/y in November and 1.08% m/m
- Federal Reserve officials intensified their battle against the hottest inflation in a generation by shifting to an earlier end of their asset-buying program and signaling they favor raising interest rates in 2022 at a faster pace than economists were expecting
- Fitch affirms Grupo Unicomer Corp at 'BB-'. The rating outlook has been revised to positive from stable
(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with low to moderate demand over the week amidst moderate supply.
- There was no intervention from the Bank of Jamaica (BOJ)
- At the end of trading, Friday December 17, 2021, the Jamaican dollar was valued at \$154.85 against the US\$ which represents an approximately \$0.34 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	10-Dec-21	13-Dec-21	14-Dec-21	15-Dec-21	16-Dec-21	17-Dec-21	
USD	155.1967	154.8802	154.7575	154.8063	154.8554	154.8554	0.3413
CAD	122.1231	121.6791	120.9364	121.401	120.8613	120.8613	1.2618
GBP	206.0447	205.8422	206.8289	207.6269	203.3257	203.3257	2.7190
EUR	176.9732	178.4772	177.2019	177.2128	175.8892	175.8892	1.0840

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Weekly market activity resulted from trading in 107 stocks of which 47 advanced, 48 declined and 12 traded firm.

The Market volume amounted to 201,807,276 units valued at over J\$1,393,471,818.85.

The market volume leaders are JMMBGL 7.50% Preference with 49,831,943 units (24.69%), followed by QWI Investments Ltd. with 46,387,039 units (22.99%) and Lumber Depot Ltd. with 20,669,437 units (10.24%).

The US\$ market volume (excluding blocks) amounted to 495,153 units valued at over \$68,224.56.

The following reflect the movement of the JSE Indices:

- The JSE Combined Index declined by 4,567.36 points (1.15%) to close at 392,033.60.
- The JSE Index declined by 5,182.51 points (1.32%) to close at 387,047.78.
- The JSE All Jamaican Composite Index declined by 5,368.98 points (1.24%) to close at 428,335.36.
- The JSE Select Index declined by 58.38 points (0.60%) to close at 9,635.26.
- The JSE Cross Listed Index declined by 1.73 points (2.34%) to close at 72.11.
- The Junior Market Index advanced by 24.21 points (0.73%) to close at 3,362.23.
- The JSE USD Equities Index advanced by 14.89 points (7.44%) to close at 214.90.
- The JSE Financial Index declined by 1.06 points (1.10%) to close at 94.99.
- The JSE Manufacturing & Distribution Index declined by 0.38 points (0.38%) to close at 100.26.

(Source: Jamaica Stock Exchange)

TRINIDAD

Weekly market activity resulted from trading 25 securities of which 14 advanced, 6 declined and 5 traded firm.

The Market volume amounted to 1,264,152 shares crossing the floor of the Exchange valued at TT\$21.176 million.

The volume leaders are NCB Financial Group Limited with 404,637 shares (32.00%), followed Clico Investments Fund with 209,783 shares (16.59%) and Trinidad and Tobago NGL Limited with 149,825 shares (11.85%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index advanced by 1.91 points (0.13%) to close at 1,466.82.
- The ALL T&T Index declined by 0.70 points (0.03%) to close at 2,024.43.
- The CROSS-LISTED Index advanced by 0.67 points (0.55%) to close at 121.95.
- The SME Index advanced by 2.21 points (5.44%) to close at 42.83.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 26,951 shares. The three companies traded were Goddard Enterprises Limited with 25,951 (96.29%), Insurance Corporation of Barbados Limited with 500 (1.85%) and Eppley Caribbean Property Fund SCC – Value Fund with 500 shares (1.86%).

The BSE Indices ending December 17, 2021.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	17-Dec-21	10-Dec-21		
Local	2,420.94	2,420.23	0.71	0.029%
Cross-list	1,140.86	1,140.86	-	-
Composite	593.11	592.94	0.17	0.029%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- Salada Foods (SALF) has advised that effective October 1, 2021, the business operations of Mountain Peak Foods Processors Limited (MPFP), a wholly owned subsidiary of SALF, as a going concern, including all of MPFP's assets and liabilities, will be transferred to SALF. The Board of SALF does not expect the transfer of MPFP's operational business, assets and liabilities to have any operational or material financial impact on the consolidated net assets, earning per share capital and substantial shareholdings of SALF. The Board also do not foresee any significant risk or liability to be assumed by SALF.
- Lumber Depot (LUMBER) has advised that further to an announcement made on September 7, 2021 regarding the purchase of its current location from Cotrade Limited, the purchase was settled at a consideration of one hundred and sixty four million dollars (J\$164,000,000). The property was previously occupied under a lease arrangement.
- LUMBER has advised that on December 13, 2021, Mr. P.B. Scott and Ms. Melanie Subratie were appointed to the Board of Directors of the Company. For further information visit www.jamstockex.com
- JMMBGL has advised that at a meeting of the Board of Directors on November 25, 2021, the Directors approved the recommendation made by the management team to execute an open market share buyback programme of JMMBGL ordinary shares. The Company has further advised that this exercise is to commence in the 2022/23 financial year, which begins on April 1, 2022. For further information, visit www.jamstockex.com.

Top Advancers and Decliners for the week

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
ICREATE	0.92	0.17	22.67%	KLE	1.51	(0.48)	-24.12%
MIL	8.85	1.55	21.23%	138SL	3.76	(0.66)	-14.93%
CWJCUUL 7.35% Pref	1.89	0.29	18.13%	KW	39.02	(4.96)	-11.28%

(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 De Credito Del Peru 4.25% 04/01/2023	4.250%	716.301	BBB	100.58	103.70	1.32%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	99.10	102.94	1.03%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	111.48	117.48	3.73%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	B+	53.88	63.49	23.87%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	1,048.104	CCC-	95.86	103.76	8.39%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	425.201	CC	88.99	96.50	9.43%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	4.51	7.56	3719.79%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	2.27	8.25	813.77%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.77	6.26	208.61%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	100.60	109.28	5.46%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	101.11	104.11	1.25%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	92.18	97.84	6.88%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	83.99	89.42	8.31%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	84.82	91.18	8.50%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	89.86	96.00	9.55%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	96.87	103.18	5.81%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	101.47	103.67	0.57%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	104.99	108.35	0.88%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	98.62	104.49	2.96%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	101.40	105.60	1.57%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	98.41	103.85	4.42%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	93.08	97.94	6.01%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB+	140.94	145.32	2.52%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	100.16	104.66	2.06%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	97.54	103.57	4.00%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	NR	5.01	13.88	74.26%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	NR	4.97	13.85	77.33%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	100.93	106.59	5.38%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	106.59	111.45	0.94%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	2.48	8.00	7396.88%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	2.43	7.71	89.75%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	2.46	7.93	90.84%
Sagicor Financial Co. 5.30% 05/13/2028	5.300%	550.000	BB	99.90	103.71	4.36%
Scottiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	97.56	103.18	1.22%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	103.44	108.38	7.24%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	98.54	103.98	4.29%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	105.56	110.56	3.20%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	100.56	103.92	0.82%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2022	USD	208.239	11.625%	99.50	100.75	0.354%
GOJ 2025	USD	381.176	7.625%	109.35	115.35	1.459%
GOJ 2025	USD	85.225	9.250%	117.50	123.30	2.78%
GOJ 2028	USD	1421.447	6.750%	112.55	117.80	3.11%
GOJ 2036	USD	250.000	8.500%	136.75	143.80	4.33%
GOJ 2039	USD	1243.238	8.000%	135.70	142.20	4.35%
GOJ 2045	USD	1815.000	7.875%	135.90	142.15	4.85%
AIRIAM 2027	USD	65.476	8.125%	102.50	110.00	4.44%
NROCC 2024	USD	294.180	9.375%	113.50	118.70	1.37%