

Week ending June 18, 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 \$8.5 Billion to the market. The issue was heavily over-subscribed with the weighted average being 0.58%.
- The BOJ came to the market offering to purchase \$2.6 billion worth of GOJ Benchmark bonds and they were successful in buying the full amount.
- The market is expected to trade with moderate liquidity conditions next week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	0.5 – 1.00
30 days	1.60 – 2.15
90 days	2.25 – 2.50
180 days	2.75 - 3.00
365 days	3.25 – 3.50

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	1.00 -1.25
30 days	1.75-2.00
90 days	2.25-2.50
180 days	2.75-3.00
365 days	3.25-3.50

JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	June 9, 2021	June 9, 2021	May 12, 2021
Current Yield	1.05%	1.27%	1.32%
Previous Yield	0.94%	1.37%	2.47%
Net Change	0.11%	-0.11%	-1.15%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ global bond prices adjusted moderately downward over the week on weak demand
- Sagicor has announced that the company will be redeeming the remaining approximately US\$188M of 8.875% 2022 bonds come August 11, 2021. This comes after successfully raising US\$400M through the issuance of the 5.3% 5/13/2028 bond.
- Suriname bondholders pushback on the proposal from the government and exercised a "termination trigger" that reinstates certain payments and obligations that bondholders earlier agreed to defer.
- Citing macroeconomic deterioration in Trinidad & Tobago, Fitch Ratings has downgraded TRNGEN to 'BB' from 'BB+'.
- Fitch has downgraded Credito Real to BB from BB+ with a negative outlook amid heightened pressure on the company's capitalization
- The US Federal Reserve on Wednesday held interest rates near zero. Analysts are projecting that this could signal possible rate increases around 2023.

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with moderate to high demand over the week amidst low to moderate 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 June 18 2021, the Jamaican dollar was valued at \$150.55 against the US\$ which represents an approximately \$0.01 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	11-Jun-21	14-Jun-21	15-Jun-21	16-Jun-21	17-Jun-21	18-Jun-21	
USD	150.5370	151.0665	150.9321	150.7709	151.424	150.5538	(0.0168)
CAD	125.3633	124.0605	122.8309	124.9343	123.4955	123.4211	1.9422
GBP	212.7151	213.611	211.8602	211.0398	212.3018	210.3175	2.3976
EUR	185.4339	183.4261	184.8113	184.973	182.3701	182.0919	3.3420

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 109 stocks of which 43 advanced, 58 declined and 8 traded firm.

The Market volume amounted to 141,980,145 units valued at over US\$1,160,489,462.99.

The market volume leaders are FESCO Company Limited with 21,465,502 units (15.12%), followed by Wigton Windfarm Limited with 20,994,735 units (14.79%) and Caribbean Flavours and Fragrance Limited with 20,198,173 units (14.23%).

The US\$ market volume (excluding blocks) amounted to 1,602,043 units valued at over US\$111,841.96.

The following reflect the movement of the JSE Indices:

- The JSE Combined Index advanced by 10,474.52 points (2.45%) to close at 438,670.37.
- The JSE Index advanced by 10,901.50 points (2.56%) to close at 437,322.11.
- The JSE All Jamaican Composite Index advanced by 14,114.46 points (3.07%) to close at 473,387.69.
- The JSE Select Index advanced by 445.89 points (4.32%) to close at 10,758.47.
- The JSE Cross Listed Index declined by 2.12 points (2.01%) to close at 103.42.
- The Junior Market Index advanced by 39.19 points (1.18%) to close at 3,367.03.
- The JSE USD Equities Index declined by 2.89 points (1.44%) to close at 198.06.
- The JSE Financial Index advanced by 3.50 points (3.31%) to close at 109.15.
- The JSE Manufacturing & Distribution Index advanced by 1.89 points (1.80%) to close at 106.81.

(Source: Jamaica Stock Exchange)

TRINIDAD

The market activity resulted from trading 26 securities of which 7 advanced, 6 declined and 13 traded firm.

The market volume amounted to 3,583,490 shares crossing the floor of the Exchange valued at TT\$37.461 million.

The volume leaders are GraceKennedy Limited with 1,508,817 shares (42.10%), followed JMMB Group Limited with 395,574 shares (11.04%) and NCB Financial Group with 342,943 shares (9.57%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index declined by 1.07 points (0.08%) to close at 1,387.05.
- The ALL T&T Index advanced by 19.51 points (1.03%) to close at 1,907.48.
- The CROSS-LISTED Index declined by 3.23 points (2.70%) to close at 116.34.
- The SME Index declined by 0.10 points (0.23%) to close at 43.02.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 277,106 shares. The top three companies traded were FirstCaribbean International Bank with 136,469 (49.25%), Eppley Caribbean Property Fund SCC – Value Fund with 125,952 (45.45%) and Cave Shepherd & Company Limited with 9,441 (3.41%).

The BSE Indices ending June 18, 2021.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	18-Jun-21	11-Jun-21		
Local	2,451.47	2,438.94	12.53	0.514%
Cross-list	1,140.86	1,140.86	-	
Composite	600.42	597.45	2.97	0.497%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- SJ has advised that the Company will be structuring a US\$285 million sale and leaseback of the combined heat and power plant in Clarendon owned by New Fortress Energy Inc. (NASDAQ: NFE) ("NFE"). As anchor investors in the transaction, Sagicor Group Jamaica entities will invest US\$100 million in the transaction. Sagicor Investments Jamaica will act as the lead arranger for the balance of US\$185 million from local, regional, and international investors. The transaction is being conducted in partnership with NFE South Power Holdings Limited, a subsidiary of New Fortress Energy Inc. For further details, visit www.jamstockex.com
- CWJDEFERREDA has advised that the interest rate on its 7.35% Deferred Shares will be reset after the dividend payment scheduled for June 15, 2021. Please note that this will be for one year.
- KPREIT has advised that its subsidiary in St Lucia has changed its name from Carlton Savannah REIT (St. Lucia) Limited to Kingston Properties (St. Lucia) Limited with effect from May 31, 2021.
- Blue Power Limited (BPOW) has advised that a claim was filed by DCP Successors Limited against four agencies of the Government of Jamaica and BPOW on June 8, 2021 in the Supreme Court of Jamaica. Please visit www.jamstockex.com.
- ICREATE has advised that Mr. Dominic Summers has joined the Company as President of the iCreate Institute, which comprises the educational division of the company, effective June 7, 2021. For further details, visit www.jamstockex.com

Top Advancers and Decliners for the week.

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
JSX	9.17	2.05	28.79%	ISP	15.24	(4.76)	-23.80%
138SLVR	7.62	1.62	27.00%	INDIES	3.23	(0.80)	-19.85%
ECL	6.42	1.28	24.90%	KPREIT	10.07	(1.68)	-14.30%

(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+	99.63	104.90	1.44%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	98.81	104.93	1.05%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	98.47	101.80	0.56%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	114.00	121.00	3.41%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB-	88.23	96.37	10.51%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	1,037.727	CCC-	93.05	100.97	9.78%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	415.176	CC	80.57	88.20	11.98%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	2.51	5.41	1093.26%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	1.80	7.98	385.39%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	1.52	6.58	167.55%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	CCC+	96.88	105.24	5.92%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BB+	100.26	104.72	0.76%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB-	99.72	106.26	3.19%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB-	99.22	105.72	4.95%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB-	102.35	108.42	5.68%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	BB-	109.61	116.34	6.85%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	97.90	104.63	5.58%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	102.89	106.36	-0.02%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	106.56	112.25	0.17%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	100.09	106.65	2.55%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	103.53	107.70	1.56%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	101.58	106.80	4.11%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	97.64	102.66	5.70%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	144.63	151.29	2.17%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	102.78	108.51	1.01%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	102.55	107.95	3.47%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	6.11	14.66	69.33%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	6.06	15.01	70.34%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	97.81	102.66	0.01%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	101.57	107.97	5.26%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	931.670	BB-	102.89	106.66	0.66%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	106.72	114.03	0.74%
Petroleos de Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	2.30	7.69	1296.11%
Petroleos de Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	2.35	7.75	85.00%
Petroleos de Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	2.25	7.25	2944.93%
Petroleos de Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	2.32	7.75	92.68%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	187.939	BB	100.21	101.39	-1.29%
Sagicor Financial Co. 5.30% 05/13/2028	5.300%	400.000	BB	102.04	104.64	4.24%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	97.56	102.33	2.88%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	102.51	108.27	7.35%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	99.47	105.96	3.55%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	108.18	113.26	3.53%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	101.94	104.95	-5.24%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2022	USD	208.239	11.625%	102.50	106.50	0.092%
GOJ 2025	USD	401.176	7.625%	113.10	119.10	1.213%
GOJ 2025	USD	85.225	9.250%	119.40	125.20	2.99%
GOJ 2028	USD	1421.447	6.750%	114.75	120.00	2.99%
GOJ 2036	USD	250.000	8.500%	137.50	144.05	4.40%
GOJ 2039	USD	1243.238	8.000%	137.65	144.15	4.28%
GOJ 2045	USD	1815.000	7.875%	137.30	143.55	4.80%
AIRJAM 2027	USD	71.429	8.125%	102.50	110.00	4.68%
NROCC 2024	USD	294.180	9.375%	114.00	119.85	2.22%