

Week ending February 26, 2021

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\$8 Billion to the market. The auction continues to be oversubscribed; the weighted average decreased from 2.49% to 2.47%.
- The market is expected to trade with moderate liquidity conditions next week

See closing repo rates below:

Tenor	Current Rate %
Overnight	0.35 – 0.50
30 days	1.50 – 1.90
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. There continues to be broker demand for long-term repo funding in the market, while supply is mainly for short-term placements. See closing repo rates below:

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	February 10, 2021	February 10, 2021	February 10, 2021
Current Yield	1.53%	1.96%	2.41%
Previous Yield	0.74%	0.81%	0.99%
Net Change	0.79%	1.16%	1.42%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ global bonds were marked lower to close out the week on weaker demand
- Emerging markets are bracing for an exodus of funds as a surge in Treasury yields evokes memories of the taper tantrum of 2013
- Puerto Rico and rival bondholder groups reached a tentative deal that would cut the central government's \$18.8 billion of debt to \$7.4 billion, a key step toward resolving the island's nearly four-year bankruptcy.
- U.S. tech stocks rebounded on the last day of a tumultuous week as a global bond rout eased, sending the yield on 10-year Treasuries below 1.5%
- Federal Reserve Chair Jerome Powell emphasized his view that the economy has a long way to go in the recovery and signs of prices rising won't necessarily lead to persistently high inflation

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with low demand over the week amidst moderate supply.
- There was no intervention from the Bank of Jamaica (BOJ) during the week.
- At the end of trading, Friday February 26, 2021, the Jamaican dollar was valued at \$151.94 against the US\$ which represents an approximately \$0.11 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	19-Feb-21	22-Feb-21	23-Feb-21	24-Feb-21	25-Feb-21	26-Feb-21	
USD	152.0571	152.1402	152.3644	152.4369	151.5422	151.9405	0.1166
CAD	121.4762	121.228	122.6464	121.6711	121.5522	120.3902	1.0860
GBP	213.5268	213.0975	213.713	214.2617	213.2279	210.6591	2.8677
EUR	186.7712	187.6828	186.7408	187.3809	189.0328	186.5782	0.1930

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 102 stocks of which 50 advanced, 44 declined and 8 traded firm.

The Market volume amounted to 173,633,303 units valued at over J\$722,346,034.57.

The market volume leaders are Wigton Windfarm Limited with 30,179,784 units (17.38%), followed by Pulse Investments Limited with 20,476,005 units (11.79%) and TransJamaica Highway Limited with 16,559,154 units (9.54%).

The US\$ market volume (excluding blocks) amounted to 1,369,866 units valued at over US\$102,944.66.

The following reflect the movement of the JSE Indices:

- The JSE Combined Index advanced by 3,249.66 points (0.83%) to close at 394,384.78.
- The JSE Index advanced by 3,284.82 points (0.84%) to close at 394,528.81.
- The JSE All Jamaican Composite Index advanced by 3,685.24 points (0.86%) to close at 432,649.72.
- The JSE Select Index advanced by 171.27 points (1.77%) to close at 9,838.86.
- The JSE Cross Listed Index declined by 1.97 points (2.18%) to close at 88.30.
- The Junior Market Index advanced by 21.22 points (0.73%) to close at 2,920.35.
- The JSE USD Equities Index advanced by 8.64 points (4.50%) to close at 200.72.
- The JSE Financial Index advanced by 1.13 points (1.13%) to close at 100.72.
- The JSE Manufacturing & Distribution Index advanced by 0.97 points (1.10%) to close at 89.20

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 25 securities of which 11 advanced, 10 declined and 4 traded firm.

The Market volume amounted to 943,836 shares crossing the floor of the Exchange valued at TT\$28.328 million.

The volume leaders are Clico Investments Fund with 127,630 shares (13.52%) followed by National Flour Mills Limited with 105,972 shares (11.23%) and GraceKennedy Limited with 97,655 shares (10.35%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index advanced by 10.33 points (0.78%) to close at 1,335.71.
- The ALL T&T Index declined by 1.86 points (0.11%) to close at 1,762.61.
- The CROSS-LISTED Index advanced by 3.10 points (2.59%) to close at 122.96.
- The SME Index traded firm at 59.17.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 405,665 shares. The top three companies traded were Eppley Caribbean Property Fund SCC – Value Fund with 400,000 (98.60%), Goddard Enterprises Limited with 2,654 (0.65%) and Insurance Corporation of Barbados Limited with 2,500 shares (0.62%).

The BSE Indices ending February 26, 2021.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	26-Feb-21	19-Feb-21		
Local	2,437.42	2,443.64	-6.22	-0.255%
Cross-list	933.43	933.43	-	-
Composite	593.98	595.45	-1.47	-0.247%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- Ciboney Group Limited (CBNY) has released the following statement: “We are not in possession of any material information that would have contributed to the recent trading levels in the company’s shares and are also not aware of a reverse takeover of the company”
- GraceKennedy (GK) has advised that its Board of Directors on February 25, 2021, declared an interim dividend of 45 cents per stock unit, to be paid on April 6, 2021, to stockholders on record as at the close of business on March 15, 2021. The ex-dividend date is March 12, 2021.
- KPREIT has advised that at its Extraordinary General Meeting held on February 23, 2021. Shareholders have unanimously approved the following resolutions; (1) that the ordinary shares of the company be and are hereby increased from one billion (1,000,000,000) to two billion (2,000,000,000) shares; and (2) that the company intends to raise additional capital to finance new projects and is hereby authorized to raise such additional capital by way of an invitation to the public to subscribe for new ordinary shares in the capital of the Company, ranking in all respects pari passu with the existing ordinary shares and/or ordinary stock units of the Company (herein an “Additional Public Offering (APO)”).
- Supreme Ventures Limited (SVL) has advised that their Board of Directors confirmed that a dividend amount of 28 cents per stock unit be paid to shareholders as per the following Resolution: – “That an interim ordinary dividend of 28 cents per stock unit is hereby declared and payable on March 23, 2021 to all shareholders on record as at March 15, 2021.” The ex-dividend date is March 12, 2021.
- Barita Investments Limited (the “Company” or “Barita”) advised that, following the closing of the oversubscribed Derrimon Trading Company Limited (“DTL” or “Derrimon”) Additional Public Offer (APO) of shares, it now owns 20% of the issued and outstanding common shares of DTL. This minority stake acquisition sees Derrimon becoming an associate company of Barita Investments Limited.

Top Advancers and Decliners for the week.

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
ICREATE	0.93	0.33	55.00%	KEY	4.21	(1.32)	-23.87%
CBNY	1.66	0.42	33.87%	138SL	5.71	(1.33)	-18.89%
CPJ	3.44	0.77	28.84%	PAL	800.98	(136.18)	-14.53%

(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+	98.61	107.93	0.42%
Bancolombia SA 5.125% 09/11/2022	5.125%	2.945	NR	97.58	106.87	0.59%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	94.81	103.54	0.31%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	110.18	120.18	3.59%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	106.03	113.63	6.24%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	988.311	CCC-	94.52	102.43	10.63%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	399.208	CC	77.46	85.09	13.47%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	0.88	6.00	584.64%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	1.28	9.53	266.74%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.86	6.76	161.70%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	CCC+	89.04	99.58	6.55%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB-	98.49	106.06	0.65%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB-	95.46	103.36	4.49%
Govt. of Bahamas 6.00% 11/21/2023	6.000%	750.000	BB-	90.02	103.71	4.46%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB-	94.40	101.53	6.71%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	BB-	101.30	109.42	7.71%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	99.32	106.77	5.22%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	103.53	107.43	0.09%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	106.72	113.17	0.33%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	92.87	101.22	4.05%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	103.69	110.41	0.91%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	97.68	103.71	4.46%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	91.68	99.59	5.90%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	143.16	149.97	2.50%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	102.70	109.50	1.01%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	101.23	108.20	3.46%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	5.79	14.46	69.03%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	5.96	14.41	71.81%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	96.25	104.31	0.66%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	102.64	111.33	4.96%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	931.670	BB-	96.19	107.43	0.98%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	103.91	115.21	0.75%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	1.83	7.53	596.48%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	0.47	7.39	85.71%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	0.87	7.46	1088.59%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.56	7.42	109.50%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB	98.68	103.50	-7.86%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	100.25	106.88	0.61%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	101.03	107.87	7.46%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB+	101.19	107.71	3.66%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	109.62	116.70	2.36%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	99.16	104.32	2.90%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2022	USD	208.239	11.625%	106.00	110.00	0.114%
GOJ 2025	USD	401.176	7.625%	112.20	120.20	1.424%
GOJ 2025	USD	85.225	9.250%	117.55	126.65	3.03%
GOJ 2028	USD	1421.447	6.750%	112.65	121.90	2.84%
GOJ 2036	USD	250.000	8.500%	136.50	145.20	4.36%
GOJ 2039	USD	1243.238	8.000%	133.30	143.30	4.37%
GOJ 2045	USD	1815.000	7.875%	133.35	143.35	4.83%
AIRJAM 2027	USD	77.381	8.125%	100.50	110.00	4.72%
NROCC 2024	USD	294.180	9.375%	114.00	122.20	2.13%