

Week ending January 15, 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\$9 Billion to the market. The auction continues to be oversubscribed; the weighted average increased from 0.63% to 0.68%.
- The GOJ auctioned the 90, 180 and 270 day Treasury Bills this week with all auctions being heavily oversubscribed. (see WATBY results below)
- The market is expected to trade with high liquidity conditions next week despite the BOJ planning to tap the market with a new instrument.

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	January 13, 2021	January 13, 2021	January 13, 2021
Current Yield	0.74%	0.81%	0.99%
Previous Yield	0.77%	0.86%	1.04%
Net Change	-0.03%	-0.05%	-0.05%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ bonds closed the week marginally lower this week on moderate trading activity
- Dominican Republic returned to the market upsizing the 4.5% 01/30/2030 bond by an additional US\$1B and also issuing a new US\$1.5B 5.3% 01/21/2041
- Mexican consumer financing company, Credito Real successfully issued a new US\$500M 8.00% 01/21/2028 global bond earlier this week.
- President Trump was impeached for a second time, this time on a single charge of insurrection for his role in riots that ransacked the US Capitol.
- President-elect Joe Biden announced a US\$ 1.9 trillion proposal for Covid-19 relief
- Fed chair, Jerome Powell, signaled the central bank's intention to continue with the Fed's bond-buying program as well as keeping interest rates low
(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with moderate to 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 January 15, 2021, the Jamaican dollar was valued at \$144.81 against the US\$ which represents an approximately \$1.27 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	8-Jan-21	11-Jan-21	12-Jan-21	13-Jan-21	14-Jan-21	15-Jan-21	
USD	143.5478	143.98958	144.0222	144.4818	145.6942	144.8183	(1.2705)
CAD	112.9152	112.7802	113.8811	112.7406	117.8865	118.4459	(5.5307)
GBP	195.3598	195.8509	195.8868	198.6252	199.7305	198.3419	(2.9821)
EUR	178.7139	176.9605	174.73	178.6401	180.13	179.3203	(0.6064)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Weekly market activity resulted from trading in 102 stocks of which 36 advanced, 51 declined and 15 traded firm.

The market volume amounted to 124,158,761 units valued at over \$413,976,863.11.

The market volume leader was Derrimon Trading Company Limited with 31,311,164 units (25.22%) followed by Wigton Windfarm Limited with 13,059,784 units (10.52%) and TransJamaican Highway Limited with 12,773,566 units (10.29%).

US\$ market volume amounted to 2,470,041 units valued at over US\$144,534.86.

The following reflect the movement of the JSE Indices:

- The JSE Combined Index declined by 3,690.09 points (0.94 %) to close at 387,355.78.
- The JSE Index declined by 4,669.38 points (1.18 %) to close at 389,411.86.
- The JSE All Jamaican Composite Index declined by 5,125.92 points (1.19 %) to close at 426,921.93.
- The JSE Select Index declined by 126.31 points (1.31 %) to close at 9,540.14.
- The JSE Cross Listed Index declined by 0.91 points (0.99 %) to close at 91.21.
- The Junior Market Index advanced by 57.14 points (2.16 %) to close at 2,702.59.
- The JSE USD Equities Index advanced by 0.16 points (0.08 %) to close at 193.77.
- The JSE Financial Index declined by 1.91 points (1.87 %) to close at 100.46.
- The JSE Manufacturing & Distribution Index advanced by 0.46 points (0.56 %) to close at 82.20.

(Source: Jamaica Stock Exchange)

TRINIDAD

Weekly market activity resulted from trading in 23 securities of which 12 advanced, 9 declined and 2 traded firm.

The market volume amounted to 887,979 shares crossing the floor of the Exchange valued at TT\$22,923,378.77.

The volume leaders are West Indian Tobacco Limited with 317,334 shares changing hands for a value of TT\$11,215,372.60, followed by National Flour Mills with a volume of 123,087 shares being traded for TT\$283,752.80.

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index advanced by 6.53 points (0.49%) to close at 1,331.42.
- The ALL T&T Index advanced by 4.34 points (0.24%) to close at 1,776.00.
- The CROSS-LISTED Index advanced by 1.20 points (1.01%) to close at 119.91.
- The SME Index declined by 1.23 points (2.04%) to close at 59.17.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 3,726 shares. The two companies traded were Goddard Enterprises Limited with 3,716 and West India Biscuit Company Limited with 10 shares.

The BSE Indices ending January 15, 2021.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES
	January 15, 2021	January 8, 2021	
Local	2,603.63	2,597.61	6.02
Cross-list	933.43	933.43	-
Composite	633.50	632.07	1.43

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- Key Insurance Company Limited's (KEY) Rights Issue closed on Monday January 11, 2021 at 4:30 pm in accordance with the terms of the Circular Letter, dated December 11, 2020. Subsequent to the closure of the Rights Issue, the preliminary basis of allotment reflected that all applicants would receive 100% of their application for shares.
- The Jamaica Stock Exchange (JSE) on January 11, launched the Private Market portal, a service which provides a platform for listing and trading of private securities. Currently, private securities, registered with the Financial Services Commission (FSC), are traded "Over the Counter" (OTC) between licensed brokers. The Private Market portal is geared towards increasing market participation and greater efficiency within the securities market.
- Salada Foods Jamaica Limited (SALF) has advised that its Board of Directors will be considering a stock split at a Board Meeting scheduled to be held on Thursday, January 21, 2021.
- Proven Investments Limited (PROVEN) has advised that their Board of Directors will be holding a board meeting on February 11, 2021, to consider making a dividend payment to its ordinary shareholders.
- NCB Financial Group Limited (NCBFG) has advised that the Annual General Meeting (AGM) of the Company will be held at The Atrium, 32 Trafalgar Road, Kingston 10, in the parish of Saint Andrew, Jamaica on February 5, 2021, and online through access information to be made available through www.myncb.com, to start at 3:00 p.m.

Top Advancers and Decliners for the week.

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
MAILPAC	3.74	0.86	29.86%	EPLY	20.61	(7.38)	-26.37%
SALF	34.67	5.92	20.59%	KLE	1.16	(0.21)	-15.33%
JAMT	2.37	0.35	17.33%	Ttech	4.15	(0.75)	-15.31%

(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+	98.99	108.34	0.43%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	97.52	106.71	1.00%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	95.08	103.81	0.77%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	107.97	117.97	3.88%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	103.62	111.65	6.74%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	988.311	CCC-	88.93	96.85	12.23%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	399.208	CC	54.05	61.68	22.25%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	0.82	5.59	510.28%
Digicel Group Two Ltd 8.25% 09/30/2023	8.250%	27.166	NR	1.56	9.84	238.16%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	1.00	7.73	139.21%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	CCC+	85.86	96.29	6.93%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BBB-	98.69	107.27	0.22%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB-	95.18	103.05	4.65%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB-	91.06	99.77	6.04%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB-	94.25	101.56	6.71%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	BB-	102.33	110.44	7.59%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	98.62	105.94	5.39%
Govt. of Barbados 6.50% 02/01/2021	6.500%	2.482	NR	96.38	100.28	-2.64%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	104.04	107.94	0.07%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	107.72	114.17	0.19%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	88.52	96.66	5.26%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	104.48	110.97	0.92%
Govt. of Dominican Republic 4.875% 09/13/2032	4.875%	3,066.000	BB-	103.52	117.05	3.80%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	97.41	105.10	5.55%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	149.19	156.99	#VALUE!
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BBB	103.27	110.59	0.78%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	102.62	109.57	3.31%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	5.47	14.20	69.76%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	5.64	14.20	71.82%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	95.70	105.06	0.64%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	103.75	112.45	4.87%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	931.670	BB-	98.99	108.25	0.80%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	106.20	117.30	0.37%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	2.00	7.00	581.99%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	0.47	7.19	86.27%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	0.87	7.00	829.33%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.75	7.17	103.64%
Sagicor Finance Ltd 8.875% 08/11/2022	8.875%	318.103	BB	97.99	102.84	0.00%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	100.46	107.13	0.71%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	99.61	106.48	7.71%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB+	102.53	109.08	3.43%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	112.12	119.20	1.31%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	99.36	104.84	3.06%

GOJ Global Bond Indicative Prices

BOND	SIZE (M)	COUPON	BID	OFFER	Offer YTM
GOJ 2025	401.18	7.625%	113.65	122.65	2.28%
GOJ 2025	85.23	9.250%	118.10	127.05	3.09%
GOJ 2028	1421.45	6.750%	116.95	126.20	2.75%
GOJ 2036	250	8.500%	141.50	150.00	4.05%
GOJ 2039	1243.238	8.000%	140.20	150.20	4.06%
GOJ 2045	1815	7.875%	138.20	147.70	4.61%
AIRJAM 2027	77.381	8.125%	100.50	110.00	4.84%
NROCC 2024	294.18	9.375%	114.00	122.20	3.16%