

Week ending May 28, 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 \$5 Billion. The issue was heavily over-subscribed with the weighted average being 0.52%.
- 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	May 12, 2021	May 12, 2021	April 12, 2021
Current Yield	0.94%	1.37%	1.32%
Previous Yield	1.94%	2.07%	2.47%
Net Change	-1.00%	-0.70%	-1.15%
Next Auction	TBA	TBA	TBA

(Source: Bank of Jamaica)

## GLOBAL BOND MARKET

- GOJ global bonds experienced stronger buying interest this week as prices on longer dated bonds (2036, 2039, 2045) closed the week higher.
- Coming out of a difficult 2020, Government of Bahamas global bonds have been outperforming other regional peers 2021 to-date as it relates to price movement
- Colombia's credit rating was cut to junk by S&P Global Ratings, taking away the investment grade rating the nation enjoyed for a decade, as President Ivan Duque struggles to cut the deficit following the pandemic
- The Dominican Republic's bonds could see support because its close trade and economic relationships with the U.S. lead to improved remittance flows and tourism, according to Stifel Nicolaus & Co.

(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) during the week.
- At the end of trading, Friday May 28 2021, the Jamaican dollar was valued at \$149.54 against the US\$ which represents an approximately \$0.24 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates							Weekly Change (\$)
	21-May-21	24-May-21	25-May-21	26-May-21	27-May-21	28-May-21		
USD	149.7927	Holiday	149.881	149.7329	149.333	149.5486	0.2441	
CAD	125.1441	Holiday	125.0404	125.0993	125.2808	124.9860	0.1581	
GBP	213.1513	Holiday	213.0321	213.7915	213.6329	213.6659	(0.5146)	
EUR	184.2229	Holiday	185.9256	185.8676	184.1224	184.0335	0.1894	

(Source: Bank of Jamaica)

## REGIONAL EQUITY MARKETS

### JAMAICA

Market activity resulted from trading in 103 stocks of which 40 advanced, 51 declined and 12 traded firm.

The Market volume amounted to 202,297,917 units valued at over J\$1,742,003,774.77.

The market volume leaders are Sagicor Select Fund Limited – Manufacturing and Distribution with 108,723,469 units (53.74%), followed by Distribution Sagicor Select Fund Limited –Financial with 23,749,109 units (11.74%) and FESCO Company Limited with 9,890,854 units (4.89%).

The US\$ market volume (excluding blocks) amounted to 7,107,916 units valued at over US\$933,537.21.

#### The following reflect the movement of the JSE Indices:

- The JSE Combined Index declined by 2,010.62 points (0.47%) to close at 424,190.62.
- The JSE Index declined by 2,236.63 points (0.53%) to close at 422,066.55.
- The JSE All Jamaican Composite Index declined by 103.52 points (0.02%) to close at 454,375.81.
- The JSE Select Index advanced by 27.02 points (0.27%) to close at 10,156.40.
- The JSE Cross Listed Index declined by 5.18 points (4.71%) to close at 104.90.
- The Junior Market Index advanced by 5.42 points (0.16%) to close at 3,329.50.
- The JSE USD Equities Index declined by 3.60 points (1.73%) to close at 204.45.
- The JSE Financial Index declined by 0.59 points (0.56%) to close at 104.74.
- The JSE Manufacturing & Distribution Index declined by 0.01 points (0.01%) to close at 103.61.

(Source: Jamaica Stock Exchange)

### TRINIDAD

The Market activity resulted from trading 26 securities of which 14 advanced, 4 declined and 8 traded firm.

The Market volume amounted to 916,568 shares crossing the floor of the Exchange valued at TT\$13.374 million.

The volume leaders are JMMB Group Limited with 270,000 shares (29.46%) followed Clico Investments Fund with 197,931 shares (21.59%) and National Flour Mills Limited with 72,504 shares (7.91%).

#### The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index advanced by 7.29 points (0.55%) to close at 1,322.73.
- The ALL T&T Index advanced by 8.66 points (0.49%) to close at 1,786.58.
- The CROSS-LISTED Index advanced by 0.81 points (0.70%) to close at 116.06.
- The SME Index declined by 0.48 points (0.71%) to close at 66.76.

(Source: Trinidad and Tobago Stock Exchange)

### BARBADOS

This week, the Regular Market traded a total volume of 132,907 shares. The two companies traded were Eppley Caribbean Property Fund SCC – Value Fund with 89,939 (67.67%) and Goddard Enterprises Limited with 42,968 (32.33%).

#### The BSE Indices ending May 28, 2021.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	28-May-21	21-May-21		
Local	2,444.17	2,443.19	0.98	0.040%
Cross-list	1,140.86	1,140.86	-	
Composite	598.7	598.46	0.24	0.040%

(Source: Barbados Stock Exchange)

## REGIONAL EQUITY MARKETS

- Victoria Mutual Investments Limited (VMIL) has advised that the Company has been assigned an investment grade credit rating from rating agency, Caribbean Information and Credit Rating Services Limited (CariCRIS). The ratings were as follows:
  - Regional Scale Ratings : Local Currency : CariBBB- •National Scale Ratings: Local Currency : jmBBB+ Foreign Currency: jmBBB. For further details, visit [www.jamstockex.com](http://www.jamstockex.com).
- PROVEN has advised that its Board of Directors has postponed the Board meeting previously scheduled for May 26, 2021. The Company has further advised that the Jamaica Stock Exchange will be notified once the Board meeting has been re-scheduled.
- Salada Foods Limited (SALF) has declared an interim dividend of \$0.054 per stock unit payable on June 25, 2021 to shareholders on record as at June 7, 2021. The ex-dividend date is June 4, 2021.
- Fontana Limited (FTNA) has declared that an interim dividend of 8 cents (\$0.08) per share payable on Monday, June 28, 2021 to shareholders registered at the close of business on Friday, June 11, 2021. The ex-dividend date is Thursday, June 10, 2021.
- Jamaica Teas Limited (JAMT) has advised that the Directors have resolved to pay on June 28, 2021, a dividend in the amount of one cent (\$0.01) per ordinary share to shareholders of record on June 21, 2021. The ex-dividend date is June 18, 2021.
- Access Financial Services (AFS) has advised that the Board of Directors will convene a Board meeting on June 3, 2021. At this meeting, the Directors will consider the payment of a dividend to ordinary shareholders of the Company.

### Top Advancers and Decliners for the week.

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
MPCCEL	127.00	25.00	24.51%	EPPELY 7.50% Pref.	8.87	(2.13)	-19.36%
PAL	972.92	133.47	15.90%	LAB	2.87	(0.47)	-14.07%
LASF	3.59	0.39	12.19%	SSLVC	0.55	(0.09)	-14.06%

(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+	99.71	104.99	1.48%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	99.18	105.00	1.17%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	96.77	102.25	0.16%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	112.04	119.04	3.67%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB	91.46	99.65	9.59%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	1,037.727	CCC-	93.83	101.75	9.43%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	415.176	CC	80.16	87.79	12.02%
Digicel Group Ltd 7.125% 04/03/2022	7.125%	21.004	NR	2.00	5.94	911.11%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	1.81	7.98	365.93%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	1.70	6.31	165.35%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	CCC+	94.62	103.32	6.13%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BB+	100.23	104.71	0.93%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB-	99.41	106.56	3.12%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB-	99.00	105.39	5.01%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB-	102.08	108.08	5.73%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	BB-	109.82	116.33	6.86%
Govt. of Barbados 6.50% 10/01/2022	6.500%	530.595	NR	98.17	104.71	5.57%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	102.98	106.38	0.11%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	106.38	112.16	0.29%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	101.12	107.55	2.34%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	103.70	108.03	1.51%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	100.24	105.45	4.26%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	95.32	100.28	5.86%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	143.79	150.41	2.30%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	103.04	108.65	1.02%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	101.89	107.48	3.53%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	6.36	15.07	58.53%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	6.14	14.91	70.49%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	97.61	102.26	1.76%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	101.58	108.69	5.19%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	931.670	BB-	102.97	106.73	0.91%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	108.59	113.94	0.83%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	2.45	7.82	1062.07%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	2.33	7.81	84.22%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	2.50	7.50	2690.91%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	2.40	7.83	88.95%
Sagcor Finance Ltd 8.875% 08/11/2022	8.875%	187.939	BB	99.36	100.85	4.28%
Sagcor Financial Co. 5.30% 05/17/2028	5.300%	400.000	BB	101.91	104.46	4.29%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	95.84	101.03	3.80%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	101.93	107.71	7.45%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB+	99.57	105.96	3.96%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	350.265	BB-	108.81	113.88	3.26%
Unicomer 7.875% 04/01/2024	7.875%	300.000	BB-	100.51	104.52	-0.19%

## GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2022	USD	208.239	11.625%	103.50	107.00	0.304%
GOJ 2025	USD	401.176	7.625%	113.85	119.85	1.093%
GOJ 2025	USD	85.225	9.250%	120.90	126.35	2.81%
GOJ 2028	USD	1421.447	6.750%	116.05	121.30	2.80%
GOJ 2036	USD	250.000	8.500%	137.20	143.70	4.43%
GOJ 2039	USD	1243.238	8.000%	138.45	144.95	4.23%
GOJ 2045	USD	1815.000	7.875%	137.65	143.90	4.79%
AIRIAM 2027	USD	77.381	8.125%	102.50	110.00	4.47%
NROCC 2024	USD	294.180	9.375%	115.00	121.20	1.92%