

Week ending October 15, 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 \$12 Billion to the market. The issue was over-subscribed with the weighted average being 4.17% which was a 89 bps increase over last week's auction.
- Wholesale funding rates for repos continue to rise due to the recent increase in the BOJ benchmark rate.
- The market is expected to trade with lower liquidity next week as the Central Bank continues to tighten the market thru instrument offers and interventions.

See closing repo rates below:

Tenor	Current Rate %
Overnight	0.5 – 1.00
30 days	2.25 – 2.50
90 days	2.50 – 2.75
180 days	2.85 - 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	1.50 -1.75
30 days	2.50-2.75
90 days	3.00-3.25
180 days	3.50-3.75
365 days	4.00-4.25

JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	October 13, 2021	October 13, 2021	October 13, 2021
Current Yield	2.17%	2.57%	3.69%
Previous Yield	1.41%	1.66%	1.32%
Net Change	0.75%	0.92%	2.37%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ bonds experienced moderate trading activity this week with activities concentrated towards the long end (2039 & 2045) bonds.
- Jamaica's international reserves increased US\$75.5 million m/m in September to US\$3.96 billion.
- A deal with the Australian government and telecommunications company, Telstra, to provide funding to purchase assets of Digicel Pacific is reportedly weeks away from being sealed.
- Dominican Republic imports from January through August reached US\$15.3 billion, up 40.36% y/y, Dominican Today reported.
- US Federal Reserve officials broadly agreed last month they should start reducing emergency pandemic support for the economy in mid-November or mid-December amid increasing concern over inflation.

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with moderate to strong demand over the week amidst moderate supply.
- The Bank of Jamaica (BOJ) intervened in the market 4 times 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 October 15, 2021, the Jamaican dollar was valued at \$151.58 against the US\$ which represents an approximately \$2.63 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	8-Oct-21	11-Oct-21	12-Oct-21	13-Oct-21	14-Oct-21	15-Oct-21	
USD	148.9499	150.7525	151.2348	152.6004	151.8721	151.5823	(2.6324)
CAD	121.7562	119.8489	121.4919	122.6546	123.6786	123.3553	(1.5991)
GBP	205.1279	204.7057	206.1942	206.9428	207.942	209.0253	(3.8974)
EUR	176.6036	175.1931	175.3202	177.8495	179.7526	180.3601	(3.7565)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Weekly market activity resulted from trading in 109 stocks of which 46 advanced, 52 declined and 11 traded firm.

The Market volume amounted to 90,646,695 units valued at over J\$557,169,128.94.

The market volume leaders are Wigton Windfarm Limited with 10,727,379 units (11.83%), followed by QWI Investments Limited with 10,619,304 units (11.72%) and Mayberry Jamaica Equities Limited with 10,098,991 units (11.14%).

The US\$ market volume (excluding blocks) amounted to 1,567,943 units valued at over US\$65,597.50.

The following reflect the movement of the JSE Indices:

- The JSE Combined Index declined by 3,827.24 points (0.93%) to close at 407,389.83.
- The JSE Index declined by 4,392.02 points (1.08%) to close at 403,998.83.
- The JSE All Jamaican Composite Index declined by 5,366.47 points (1.19%) to close at 445,850.64.
- The JSE Select Index declined by 42.21 points (0.43%) to close at 9,772.78.
- The JSE Cross Listed Index advanced by 0.27 points (0.35%) to close at 77.99.
- The Junior Market Index advanced by 24.93 points (0.76%) to close at 3,325.40.
- The JSE USD Equities Index advanced by 9.12 points (4.89%) to close at 195.48.
- The JSE Financial Index declined by 0.32 points (0.33%) to close at 98.03.
- The JSE Manufacturing & Distribution Index declined by 0.71 points (0.66%) to close at 106.31.

(Source: Jamaica Stock Exchange)

TRINIDAD

Weekly market activity resulted from trading 25 securities of which 8 advanced, 9 declined and 8 traded firm.

The Market volume amounted to 1,430,822 shares crossing the floor of the Exchange valued at TT\$21.841 million.

The volume leaders are GraceKennedy Limited with 393,769 shares (27.52%), followed by NCB Financial Group Limited with 351,499 shares (24.57%) and Clico Investments Fund with 119,837 shares (8.37%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index declined by 1.64 points (0.11%) to close at 1,430.05.
- The ALL T&T Index advanced by 1.72 points (0.09%) to close at 1,97.68.
- The CROSS-LISTED Index declined by 0.74 points (0.59%) to close at 124.29.
- The SME Index traded firm to close at 38.51.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 2,211 shares. The two companies traded were Cave Shepherd and Company Limited with 1,200 (54.27%) and FirstCaribbean International Bank with 1,011 shares (45.73%).

The BSE Indices ending October 15, 2021.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	15-Oct-21	8-Oct-21		
Local	2,427.13	2,426.64	0.49	0.020%
Cross-list	1,140.86	1,140.86	-	-
Composite	594.58	594.46	0.12	0.020%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- BPOW has advised that Kirk F.P Limited, a member company of the Cari-Med Group, has appointed BPOW as a strategic co-packer for its soap brands Bomber, Carib Carbolic, Refresh and Castille. For further information, visit www.jamstockex.com.
- PROVEN has advised that further to its correspondence dated October 1, 2021 regarding the Company's successful acquisition of Heritage Education Funds International, the 100% interest in all issued and outstanding shares of Heritage Education Funds International Inc is less than ten per cent (10%) of PROVEN's net worth and is therefore not material.
- SALF has advised that Mrs. Tamii Brown, who presently holds the position of Commercial and Corporate Affairs Manager, has been appointed by the Board of Directors to act as General Manager of the Company effective November 1, 2021.
- ISP Financial Services Ltd has also advised that following its initial advisory on September 10, 2021 indicating that the Company had entered into a loan purchase agreement, ISP now advises that the agreement signed is with Mundo Finance Limited giving it the right to purchase loans from a medium-sized loan portfolio.
- Sagicor Group Jamaica Ltd (SJ) has declared a dividend of J\$0.4966 per share will be paid on November 18, 2021 to shareholders on record as at October 27, 2021. The ex-dividend date is October 26, 2021.
- SVL has advised that at a meeting of its Board of Directors scheduled to be held on Wednesday, October 20, 2021, an interim dividend payment will be considered.

Top Advancers and Decliners for the week.

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
CBNY	0.66	0.28	73.68%	PULS	4.08	(0.95)	-18.89%
JSX	8.45	1.50	21.58%	XFUND	7.05	(1.16)	-14.13%
DCOVE	10.25	1.55	17.82%	ICREAT	0.95	(0.14)	-12.84%

(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+	101.27	104.48	1.13%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	99.81	103.44	1.25%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	99.02	100.25	-5.30%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	111.03	117.03	3.84%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB-	84.62	92.38	11.80%
Digicel Group 0.5 Ltd 10.00% 04/01/2024	10.000%	1,048.104	CCC-	96.32	104.23	8.14%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	425.201	CC	83.50	91.13	11.08%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	3.20	6.24	3265.66%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	1.89	7.84	624.41%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.39	5.78	192.45%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	100.87	109.58	5.44%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	102.17	104.60	1.30%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB-	92.19	98.13	6.66%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB-	88.66	94.00	7.24%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB-	89.85	96.16	7.59%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	BB-	94.69	100.29	8.91%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	97.42	103.63	5.74%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	102.24	104.73	0.21%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	106.10	109.65	0.62%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	98.94	104.89	2.91%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	102.66	106.87	1.22%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	100.30	105.69	4.22%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	95.00	99.90	5.88%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	142.34	146.63	2.48%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	101.82	106.40	1.46%
Govt. of Trinidad 4.500% 06/26/2030	4.500%	500.000	BB+	100.70	106.42	3.63%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	7.07	15.38	68.11%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	NR	6.58	15.01	72.13%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	98.15	100.48	-1.25%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	99.85	106.00	5.44%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	108.75	113.52	0.53%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	3.60	9.14	3033.19%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	3.88	9.29	78.60%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	3.33	8.33	9795.29%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	3.33	8.33	109.45%
Sagicor Financial Co. 5.30% 05/13/2028	5.300%	400.000	BB	101.74	105.02	4.08%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	98.38	103.20	1.68%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	103.94	108.92	7.18%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	98.40	103.85	4.35%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	108.19	113.36	0.90%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	100.81	104.00	3.23%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2022	USD	208.239	11.625%	100.50	102.65	0.503%
GOJ 2025	USD	401.176	7.625%	111.35	117.35	1.126%
GOJ 2025	USD	85.225	9.250%	117.40	122.70	3.16%
GOJ 2028	USD	1421.447	6.750%	114.25	119.50	2.90%
GOJ 2036	USD	250.000	8.500%	135.30	142.15	4.49%
GOJ 2039	USD	1243.238	8.000%	137.05	143.55	4.28%
GOJ 2045	USD	1815.000	7.875%	137.05	143.30	4.80%
AIRJAM 2027	USD	71.429	8.125%	102.50	110.00	4.34%
NROCC 2024	USD	294.180	9.375%	114.20	119.20	1.67%