

Week ending October 22, 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 \$9.5Billion to the market. The issue was over-subscribed with the weighted average being 4.53% which was a 125 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 moderate to tight liquidity next week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	1.5 – 2.00
30 days	3.25 – 3.50
90 days	3.50 – 3.75
180 days	3.85 - 4.00
365 days	4.25 – 4.50

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 traded fairly active this week with prices relatively unchanged across the curve.
- Dominican Republic bonds traded lower over the week on weaker demand.
- Barbados has elected its first president, a key step in preparations to become a republic and remove Britain's Queen Elizabeth II as head of state of the Caribbean island.
- Puerto Rico's plan to restructure US\$33 billion of bonds and other debt is at risk after the commonwealth's Senate failed to authorize new securities and to slash the island's obligations.
- El Salvador's ratings outlook was revised to negative from stable by S&P on high debt levels and large fiscal deficits, both of which are expected to remain high despite a strong economic recovery
- El Salvador's adoption of Bitcoin as legal tender won't be an obstacle for the government to reach a \$1.3b loan agreement with the IMF, the nation's Central Bank Chief Douglas Rodriguez said in an interview.

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with moderate to strong demand over the week amidst moderate supply.
- There was no intervention from the Bank of Jamaica (BOJ)
- At the end of trading, Friday October 22, 2021, the Jamaican dollar was valued at \$154.19 against the US\$ which represents an approximately \$2.61 depreciation in the value of the JA\$ for the week.

Weighted Avg. Sell Rates							
	15-Oct-21	18-Oct-21	19-Oct-21	20-Oct-21	21-Oct-21	22-Oct-21	Weekly Change (\$)
USD	151.5823	HOLIDAY	152.6259	153.1832	153.9584	154.1900	(2.6077)
CAD	123.3553	HOLIDAY	123.9094	125.0602	126.9884	125.5092	(2.1539)
GBP	209.0253	HOLIDAY	210.9062	210.8617	212.4656	212.7829	(3.7576)
EUR	180.3601	HOLIDAY	178.1756	181.5819	174.4094	181.5460	(1.1859)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Weekly market activity resulted from trading in 112 stocks of which 51 advanced, 47 declined and 14 traded firm.

The market volume amounted to 60,588,162 units valued at over J\$375,791,194.98.

The market volume leaders are Wigton Windfarm Limited with 10,343,644 units (17.07%), followed by Derrimon Trading Limited with 5,221,012 units (8.62%) and Mailpac Group Limited with 5,151,033 units (8.50%).

The US\$ market volume (excluding blocks) amounted to 1,815,009 units valued at over US\$135,743.18.

The following reflect the movement of the JSE Indices:

- The JSE Combined Index declined by 3,400.94 points (0.83%) to close at 403,988.89.
- The JSE Index declined by 3,420.40 points (0.85%) to close at 400,578.43.
- The JSE All Jamaican Composite Index declined by 2,233.32 points (0.50%) to close at 443,617.32.
- The JSE Select Index declined by 39.86 points (0.41%) to close at 9,732.92.
- The JSE Cross Listed Index declined by 3.88 points (4.97%) to close at 74.11.
- The Junior Market Index declined by 23.27 points (0.70%) to close at 3,302.13.
- The JSE USD Equities Index declined by 0.91 points (0.47%) to close at 194.57.
- The JSE Financial Index declined by 1.52 points (1.55%) to close at 96.51.
- The JSE Manufacturing & Distribution Index advanced by 0.02 points (0.02%) to close at 106.33.

(Source: Jamaica Stock Exchange)

TRINIDAD

Weekly market activity resulted from trading 27 securities of which 10 advanced, 13 declined and 4 traded firm.

The market volume amounted to 942,757 shares crossing the floor of the Exchange valued at TT\$22.416 million.

The volume leaders are JMMB Group Limited with 380,787 shares (39.33%), followed by Massy Holdings Limited with 77,859 shares (8.26%) and NCB Financial Group Limited with 76,647 shares (8.13%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index declined by 11.51 points (0.80%) to close at 1,418.54.
- The ALL T&T Index declined by 9.46 points (0.49%) to close at 1,928.22.
- The CROSS-LISTED Index declined by 1.92 points (1.54%) to close at 122.37.
- The SME Index advanced by 0.93 points (2.41%) to close at 39.44.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 2,233 shares. The two companies traded were Eppley Caribbean Property Fund SCC - Value Fund with 1,789 (80.12%) and Goddard Enterprises Limited with 444 shares (19.88%).

The BSE Indices ending October 22, 2021.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	22-Oct-21	15-Oct-21		
Local	2,426.67	2,427.13	-0.46	-0.019%
Cross-list	1,140.86	1,140.86	-	-
Composite	594.47	594.58	-0.11	-0.019%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- Kingston Properties (KPREIT) has advised that on October 11, 2021, the Company completed the acquisition of an approximately 1.5-acre property in the Cross-Roads area that will be developed to house small bay warehouse units. The property was acquired for a consideration of J\$75 million. For further information, visit www.jamstockex.com.
- Jamaica Producers (JP) has advised that the Company has established Grupo Frontera Limited ('GFL' or 'Grupo Frontera'), a 50/50 holding company with Norbrook Equity Partners ('Norbrook'). As part of the transaction, Grupo Frontera recently acquired the assets and operations of Grupo Alaska, a leading ice and water company in the Dominican Republic. For further information, visit www.jamstockex.com.
- Seprod (SEP) has advised that on October 6, 2021, there was a fire at one of Facey Commodity Company Limited's four food distribution facilities. The cause of the fire is being investigated and is not yet known. SEP has further advised that the property and its contents are adequately insured and discussions regarding settlement of insurance claims are underway. Facey Commodity Company Limited is a subsidiary of the Seprod Group. For further information, visit www.jamstockex.com.
- The JSE and the Cayman Islands Stock Exchange (CSX) have approved reciprocal Agreements of Recognition in keeping with each Exchange's rules. This move is a continuation of the JSE's strategic journey of collaboration for growth and development of the region's capital market. For further information, visit www.jamstockex.com.

Top Advancers and Decliners for the week.

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
CBNY	0.93	0.27	40.91%	DCOVE	8.20	(2.05)	-20.00%
ROC	3.80	0.50	15.15%	CAC	8.06	(1.19)	-12.86%
XFUND	8.01	0.96	13.62%	PURITY	1.53	(0.20)	-11.56%

(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	101.28	104.48	1.08%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	99.75	103.50	1.09%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	98.96	100.19	-59.40%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	108.00	114.00	4.24%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB-	85.91	93.67	11.40%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	1,048.104	CCC-	95.45	103.36	8.53%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	425.201	CC	87.85	95.35	9.62%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21,004	NR	3.20	6.24	3338.17%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	1.89	7.84	641.91%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.39	5.84	193.95%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	99.93	108.62	5.54%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	101.80	104.80	1.12%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB-	92.49	98.06	6.70%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB-	88.23	94.19	7.20%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB-	89.47	95.74	7.67%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	BB-	94.02	99.85	8.97%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	97.39	103.60	5.74%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	102.13	104.50	0.33%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	105.87	109.49	0.65%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	98.75	104.66	2.97%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	102.43	106.59	1.34%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	99.00	104.36	4.37%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	94.26	99.20	5.93%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	142.18	146.40	2.49%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	101.47	106.05	1.59%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	99.67	105.54	3.74%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	NR	6.59	14.82	70.27%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	NR	6.58	14.76	73.12%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	98.12	100.28	-0.32%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	99.86	105.91	5.45%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	108.20	113.09	0.63%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	3.55	8.89	3324.69%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	3.62	8.88	80.98%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	3.56	8.83	12272.51%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	3.50	8.83	105.12%
Sagcor Financial Co. 5.30% 05/13/2028	5.300%	400.000	BB	101.37	104.66	4.16%
Scottiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	98.31	103.12	1.70%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	103.45	108.43	7.26%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	98.29	103.75	4.37%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	107.00	112.17	2.29%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	101.15	104.19	2.60%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2022	USD	208.239	11.625%	100.00	102.30	1.084%
GOJ 2025	USD	401.176	7.625%	111.15	117.15	1.152%
GOJ 2025	USD	85.225	9.250%	117.20	122.75	3.12%
GOJ 2028	USD	1421.447	6.750%	114.00	119.25	2.93%
GOJ 2036	USD	250.000	8.500%	135.80	142.80	4.43%
GOJ 2039	USD	1243.238	8.000%	137.00	143.50	4.28%
GOJ 2045	USD	1815.000	7.875%	137.00	143.25	4.80%
AIRJAM 2027	USD	71.429	8.125%	102.50	110.00	4.32%
NROCC 2024	USD	294.180	9.375%	114.20	119.20	1.62%