

Week ending October 29, 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 \$7.5Billion to the market. The issue was over-subscribed with the weighted average being 3.96% which was a 57 bps decrease over last week's auction.
- The GOJ offered a total of \$5bil in issuances to the market, over three securities. Three (3) billion of the FR 4.50% 2029 was offered, with the weighted average being 5.35%. There was one (1) billion in issuances for both FR 5.675% 2029 and FR 10% 2037 with their respective weighted average being 5.84% and 6.88%. All three instruments were oversubscribed.
- 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

- The long end of the GOJ curve closed the week priced higher amidst improved trading activity.
- The Dominican Republic's government will not pursue a tax reform and instead focus on helping grow the economy, President Luis Abinader said in an address to the nation
- Bahamas Prime Minister indicated that the government will implement a private sector debt advisory committee to advise the Ministry of Finance on how to formulate a debt strategy for the country. Minister Davis also confirmed the VAT rate will be cut to 10% by January 1st 2022 at the latest.
- Digicel Enters Binding Pact to Sell Pacific operations to Telstra, according to a press release. Moody's has since placed Digicel's ratings under review for upgrade following the announcement.
- The Republic of Suriname says it is still waiting for the International Monetary Fund's executive board to consider a program
- Costa Rica's Central Bank left its monetary policy rate unchanged at 0.75% citing an inflation rate expected to stay within the banks 2-4% target range over the next 24 months.

(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 29, 2021, the Jamaican dollar was valued at \$155.6587 against the US\$ which represents an approximately \$1.47 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						
	22-Oct-21	25-Oct-21	26-Oct-21	27-Oct-21	28-Oct-21	29-Oct-21	Weekly Change (\$)
USD	154.1900	154.5613	155.3320	155.2890	154.6531	155.6587	(1.4687)
CAD	125.5092	129.4983	125.3920	129.8158	125.9312	126.5610	(1.0518)
GBP	212.7829	210.1457	212.6766	213.0445	212.8141	215.0163	(2.2334)
EUR	181.5460	181.8801	182.9060	183.5573	183.3714	182.7774	(1.2314)

(Source: Bank of Jamaica)

## REGIONAL EQUITY MARKETS

### JAMAICA

Weekly market activity resulted from trading in 111 stocks of which 54 advanced, 45 declined and 12 traded firm.

The market volume amounted to 96,833,566 units valued at over J\$884,556,153.33.

The market volume leaders are Mayberry Inv. Limited with 23,626,820 units (24.40%), followed by Wigton Windfarm Limited with 10,389,774 units (10.73%) and Ciboney Group Limited with 6,868,256 units (7.09%).

The US\$ market volume (excluding blocks) amounted to 1,003,450 units valued at over US\$72,831.15.

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

- The JSE Combined Index advanced by 4,147.73 points (1.03%) to close at 408,136.62.
- The JSE Index advanced by 3,386.59 points (0.85%) to close at 403,965.02.
- The JSE All Jamaican Composite Index advanced by 4,082.06 points (0.92%) to close at 447,699.38.
- The JSE Select Index advanced by 151.39 points (1.56%) to close at 9,884.31.
- The JSE Cross Listed Index declined by 0.05 points (0.07%) to close at 74.06.
- The Junior Market Index advanced by 102.27 points (3.10%) to close at 3,404.40.
- The JSE USD Equities Index advanced by 4.69 points (2.41%) to close at 199.26.
- The JSE Financial Index advanced by 1.22 points (1.26%) to close at 97.73.
- The JSE Manufacturing & Distribution Index advanced by 0.74 points (0.70%) to close at 107.07.

(Source: Jamaica Stock Exchange)

### TRINIDAD

Weekly market activity resulted from trading 26 securities of which 12 advanced, 9 declined and 5 traded firm.

Market volume amounted to 433,538 shares crossing the floor of the Exchange valued at TT\$10.251 million.

The volume leaders are Trinidad Cement Limited with 79,842 shares (18.42%), followed West Indian Tobacco Co. Ltd. with 64,922 shares (14.97%) and Guardian Holdings Limited with 59,658 shares (13.76%).

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

- The COMPOSITE Index advanced by 4.80 points (0.34%) to close at 1,423.34.
- The ALL T&T Index advanced by 10.29 points (0.53%) to close at 1,938.51.
- The CROSS-LISTED Index declined by 0.15 points (0.12%) to close at 122.22.
- The SME Index advanced by 1.18 points (2.99%) to close at 40.62.

(Source: Trinidad and Tobago Stock Exchange)

### BARBADOS

This week, the Regular Market traded a total volume of 60,393 shares. The top three companies traded were Goddard Enterprises Limited with 55,712 (92.25%), Eppley Caribbean Property Fund SCC - Value Fund with 4,300 (7.12%) and Cave Shepherd and Company Limited with 281 shares (0.46%).

#### The BSE Indices ending October 29, 2021.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	29-Oct-21	22-Oct-21		
Local	2,429.72	2,426.67	3.05	0.126%
Cross-list	1,140.86	1,140.86	-	-
Composite	595.2	594.47	0.73	0.123%

(Source: Barbados Stock Exchange)

## REGIONAL EQUITY MARKETS

- Seprod Limited (SEP) has advised that the Board of Directors, at a meeting scheduled for November 8, 2021, will consider payment of a dividend.
- Ciboney (CBNY) has advised that its majority shareholder placed advertisements in the Gleaner on Friday, October 15 and Sunday, October 17 inviting interested investors to submit offers by Monday, November 8, 2021 for the purchase of its entire 72% shareholding. If it is successful in identifying a purchaser, it is anticipated that majority share ownership will change hands within the third quarter of this financial year.
- 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](http://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](http://www.jamstockex.com).

### Top Advancers and Decliners for the week.

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
JMMBGL 7.25% Pref.	3.64	0.76	26.39%	CBNY	0.68	(0.25)	-26.88%
DGOVE	10.17	1.97	24.02%	SML	4.92	(0.98)	-16.61%
KLE	1.46	0.26	21.67%	KPREIT	8.50	(1.50)	-15.00%

(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	101.11	104.24	1.22%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	99.64	103.39	1.14%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB-	110.02	116.02	3.96%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB-	87.40	95.16	10.94%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	1,048.104	CCC-	96.36	104.27	8.13%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	425.201	CC	92.34	99.85	8.13%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	4.45	7.49	2846.53%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	2.60	8.39	626.76%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	1.19	6.49	186.02%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	99.74	108.41	5.56%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	101.68	104.68	1.17%
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-	87.77	93.69	7.31%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB-	88.83	95.07	7.78%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	BB-	92.90	99.48	9.03%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	97.38	103.61	5.74%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.900	A	102.12	104.49	0.29%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	105.86	109.48	0.63%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	99.40	105.29	2.77%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	102.14	106.31	1.48%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	98.54	103.93	4.42%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	94.43	99.64	5.90%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	142.39	146.48	2.47%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	101.53	106.12	1.54%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	100.40	106.35	3.64%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	NR	6.16	14.59	71.32%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	NR	6.12	14.60	73.75%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	98.08	100.37	-9.44%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	100.29	106.69	5.37%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	107.95	112.81	0.69%
Petroleos De Venezuela SA 12.75% 02/17/2027	12.750%	3,000.000	NR	3.50	9.26	3358.50%
Petroleos De Venezuela SA 5.375% 04/12/2022	5.375%	3,000.000	NR	3.63	8.93	80.79%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	3.56	8.82	16972.78%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	3.50	8.82	106.69%
Sagcor Financial Co. 5.30% 05/13/2028	5.300%	400.000	BB	101.44	104.64	4.16%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	98.27	103.08	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	98.59	104.04	4.30%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	107.43	112.61	1.51%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	101.44	104.42	1.34%

## 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	0.267%
GOJ 2025	USD	401.176	7.625%	111.20	117.20	1.099%
GOJ 2025	USD	85.225	9.250%	117.10	122.20	3.23%
GOJ 2028	USD	1421.447	6.750%	114.25	119.50	2.88%
GOJ 2036	USD	250.000	8.500%	136.75	143.55	4.37%
GOJ 2039	USD	1243.238	8.000%	138.15	144.65	4.20%
GOJ 2045	USD	1815.000	7.875%	138.10	144.35	4.74%
AIRJAM 2027	USD	71.429	8.125%	102.50	110.00	4.30%
NROCC 2024	USD	294.180	9.375%	114.20	119.20	1.57%