

Week ending September 3, 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 \$9Billion to the market. The issue was slightly over-subscribed with the weighted average being 1.51% which was a slight decrease over last week's auction.
- The market is expected to trade with moderate liquidity next week.

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	1.00 -1.25
30 days	2.00-2.25
90 days	2.50-2.75
180 days	3.00-3.25
365 days	3.50-3.75

JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	August 13, 2021	August 13, 2021	August 13, 2021
Current Yield	0.88%	1.20%	1.31%
Previous Yield	0.94%	1.18%	1.32%
Net Change	-0.06%	0.02%	-0.01%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ bond especially long end 2039 and 2045 bonds were priced higher over the week amidst moderate trading activities.
- The Domrep curve seems to have been the pick of regional bonds as prices moved higher over the week on improved activities.
- Bahamas has reportedly hired Goldman Sachs to be the book-runner on a proposed US\$700M bond transaction. Of this amount, up to US\$200M is to be guaranteed by the Inter-American Development Bank. The government is also considering a tender offer on part of the US\$300M 5.75% 2024 bond.
- U.S. home prices jumped by a record amount in June as homebuyers competed for a limited supply of available houses, the latest evidence that the housing market remains red-hot
- U.S. hiring downshifted abruptly in August with the smallest jobs gain in seven months, complicating a potential decision by the Federal Reserve to begin scaling back monetary support by year end

(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 September 03 2021, the Jamaican dollar was valued at \$151.34 against the US\$ which represents an approximately \$0.92 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						
	27-Aug-21	30-Aug-21	31-Aug-21	1-Sep-21	2-Sep-21	3-Sep-21	Weekly Change (\$)
USD	152.2611	151.9335	152.091	152.0595	151.5481	151.3401	0.9210
CAD	121.2666	121.0131	120.7915	121.3726	121.1144	121.6809	(0.4143)
GBP	211.6878	210.1237	208.7745	209.7302	209.9022	210.4585	1.2293
EUR	181.1857	180.7251	181.4281	181.2984	180.6379	180.8747	0.3110

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 109 stocks of which 38 advanced, 59 declined and 12 traded firm.

The Market volume amounted to 117,120,747 units valued at over J\$1,353,984,353.81.

The market volume leaders are FESCO Limited with 32,532,213 units (27.78%), followed by Wigton Windfarm Limited with 16,615,977 units (14.19%) and Radio Jamaica Limited with 10,786,907 units (9.21%).

The US\$ market volume (excluding blocks) amounted to 2,608,336 units valued at over US\$376,126.98

The following reflect the movement of the JSE Indices:

- The JSE Combined Index declined by 3,838.48 points (0.92%) to close at 414,745.65.
- The JSE Index declined by 3,378.47 points (0.81%) to close at 412,336.62.
- The JSE All Jamaican Composite Index declined by 4,773.35 points (1.04%) to close at 452,937.27.
- The JSE Select Index declined by 104.89 points (1.03%) to close at 10,098.22.
- The JSE Cross Listed Index advanced by 1.56 points (1.89%) to close at 83.99.
- The Junior Market Index declined by 71.22 points (2.12%) to close at 3,287.09.
- The JSE USD Equities Index declined by 0.77 points (0.42%) to close at 182.99.
- The JSE Financial Index declined by 0.71 points (0.70%) to close at 100.42.
- The JSE Manufacturing & Distribution Index declined by 1.95 points (1.81%) to close at 105.85.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Weekly Market activity resulted from trading 27 securities of which 9 advanced, 12 declined and 6 traded firm.

The Market volume amounted to 716,384 shares crossing the floor of the Exchange valued at TT\$13.109 million.

The volume leaders are FirstCaribbean International Bank Limited with 197,338 shares (27.55%), followed by GraceKennedy Limited with 114,357 shares (15.96%) and NCB Financial Group Limited with 111,119 shares (15.51%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index declined by 4.15 points (0.29%) to close at 1,426.81.
- The ALL T&T Index declined by 10.35 points (0.54%) to close at 1,93.26.
- The CROSS-LISTED Index advanced by 0.35 points (0.28%) to close at 125.52.
- The SME Index traded firm to close at 38.31.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 7,996 shares. The two companies traded were Goddard Enterprises Limited with 4,996 (62.72%) and FirstCaribbean International Bank with 3,000 shares (37.66%).

The BSE Indices ending September 3, 2021.

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	3-Sep-21	27-Aug-21		
Local	2,441.90	2,441.86	0.04	0.002%
Cross-list	1,140.86	1,140.86	-	-
Composite	598.09	598.1	-0.01	-0.002%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- FIRSTROCK has advised that its wholly owned subsidiary, FCH Jamaica Developers Limited, has signed a 24-month construction loan for up to US\$10 million with Sagicor Bank Jamaica Limited. The facility is for the construction of the Company's "Hambani Estates" luxury residential development in Kingston, Jamaica, which is slated for completion in 2022.
- PBS has advised that the Company has entered into a definitive agreement to acquire PBS Technology Group Limited ("PBSTG"), a company incorporated under the laws of St. Lucia, from Musson (Jamaica) Limited, Portland Caribbean Fund II, L.P., Portland Caribbean Fund II (Barbados) L.P., and Portland Fund II Co-Invest Partnership (the "Vendors"). Under the terms of the transaction, as consideration, PBS will issue to the Vendors 62,940,796 common shares and pay US\$5,494,403 in cash. For further details, visit www.jamstockex.com.
- JP has advised of its acquisition of a 50 percent interest in CoBeverage Limited (CBL), effective September 1, 2021. JP is now the largest shareholder of CBL, a producer of fresh juice, based in Barcelona, Spain. For further details visit www.jamstockex.com.
- SGJ has advised that a dividend payment will be considered at a Board of Directors' meeting to be held on September 8, 2021.
- SCI has advised that its Board of Directors will hold a meeting on Friday, September 10, 2021, at which the Board will consider, and if thought fit, recommend the payment of an interim dividend to shareholders.

Top Advancers and Decliners for the week.

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
PULS	3.89	0.61	18.60%	FESCO	2.05	(1.12)	-35.33%
JMMBGL 7.25% Pref.	1.50	0.20	15.38%	RJR	3.20	(1.15)	-26.44%
KPREIT	10.25	1.25	13.89%	PTL	0.96	(0.14)	-12.73%

(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+	101.44	104.66	1.23%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	100.13	103.95	1.17%
Centrais Eletricas Brasileiras 5.75% 10/27/2021	5.750%	625.702	BB-	98.39	100.62	1.16%
Chicago Board of Education USS Bond 6.319% 11/01/2029	6.319%	257.125	BB-	112.28	118.28	3.70%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	BB-	91.89	99.65	5.95%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	1,037.727	CCC-	95.12	103.03	9.06%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	415.176	CC	82.74	90.37	11.62%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21,004	NR	3.19	6.25	2052.90%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	1.80	7.88	514.75%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	1.50	6.73	191.81%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	CCC+	96.66	105.32	5.90%
Govt. of Aruba 4.625% 09/14/2023	4.625%	253.000	BB+	101.19	104.72	0.00%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	BB-	98.25	104.89	3.56%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	BB-	94.56	101.88	5.63%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	BB-	100.73	106.77	5.90%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	BB-	105.56	111.80	7.37%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.395	NR	98.42	104.08	5.66%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	102.98	105.45	0.01%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	107.44	110.98	0.28%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	100.42	106.22	2.58%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	103.06	107.29	1.28%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	102.60	107.81	3.99%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	99.13	104.18	5.61%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	145.74	150.05	2.17%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	104.13	108.49	0.73%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	103.86	109.33	3.27%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	DD+	6.55	14.92	68.99%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	DD+	6.56	14.72	72.95%
Instituto Costa de Electricidad 6.95% 11/10/2021	6.950%	500.000	B	98.45	101.05	0.85%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	102.76	109.35	5.12%
Petrobras Global Finance 4.375% 05/20/2023	4.375%	916.321	BB-	98.36	101.37	3.53%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	109.07	113.81	0.58%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	2.47	7.95	2621.57%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	2.39	7.76	86.92%
Petroleos De Venezuela SA 9.00% 11/17/2021	9.000%	2,394.240	NR	2.46	7.84	4613.10%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	2.40	7.96	104.27%
Sagicor Financial Co. 5.30% 05/13/2028	5.300%	400.000	BB	102.98	106.26	3.77%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	98.12	102.97	2.10%
Telecom Services TI 8.875% 10/18/2029	8.875%	300.000	B	104.19	109.18	7.15%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	99.55	105.02	4.10%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	110.29	115.46	-0.32%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	100.90	103.41	5.13%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2022	USD	208.239	11.625%	101.50	104.00	0.271%
GOJ 2025	USD	401.176	7.625%	112.15	118.15	1.099%
GOJ 2025	USD	85.225	9.250%	118.50	123.50	3.11%
GOJ 2028	USD	1421.447	6.750%	115.70	120.95	2.71%
GOJ 2036	USD	250.000	8.500%	135.35	142.30	4.49%
GOJ 2039	USD	1243.238	8.000%	139.30	145.80	4.14%
GOJ 2045	USD	1815.000	7.875%	139.40	145.65	4.68%
AIRJAM 2027	USD	71.429	8.125%	102.50	110.00	4.47%
NROCC 2024	USD	294.180	9.375%	114.20	119.15	1.97%