

Week ending August 26, 2022

JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with low to moderate levels of liquidity conditions during the week.
- The BOJ auctioned its weekly 30-day CD offering \$22.5 Billion to the market. The issue was over-subscribed with the weighted average being 8.31% which represents a 37bps increase over last week's auction.
- The market is expected to trade with low to moderate levels of liquidity next week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	6.50 - 7.00
30 days	7.00 - 7.25
90 days	7.50 - 7.75
180 days	7.80 - 7.95
365 days	8.00 - 8.25

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	2.00 - 2.75
30 days	3.75 - 4.00
90 days	4.50 - 4.75
180 days	5.00 - 5.25
365 days	5.50 - 5.75

JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	August 10, 2022	August 10, 2022	August 10, 2022
Current Yield	7.64%	7.86%	8.42%
Previous Yield	7.62%	7.89%	8.20%
Net Change	0.02%	-0.03%	0.22%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- Sagico Financial Corp (SFC) has entered into an agreement to buy Canadian life insurer iVari; a subsidiary of Wilton Re for C\$325m in cash. S&P has since revised the company's outlook from stable to positive. Meanwhile, Fitch places Sagico Financial on Rating Watch Positive
- The Government of Bermuda is to redeem all of US\$402M 4.854% senior notes due 2024 on September 22, 2022
- The Dominican Republic sent a supplemental budget request to congress on Thursday that will increase the fiscal deficit to around 3.6% of GDP, up from a previously estimated 2.8%, but will not require any new debt, Finance Minister Jose Manuel "Jochi" Vicente said
- Federal Reserve Chair Jerome Powell signaled the US central bank is likely to keep raising interest rates and leave them elevated for a while to stamp out inflation, and he pushed back against any idea that the Fed would soon reverse course

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with low to moderate demand over the week amidst moderate to high supply.
- There was no intervention from the Bank of Jamaica (BOJ)
- At the end of trading, Friday August 26, 2022, the Jamaican dollar was valued at \$151.36 against the US\$ which represents an approximately \$0.41 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						
	19-Aug-22	22-Aug-22	23-Aug-22	24-Aug-22	25-Aug-22	26-Aug-22	Weekly Change (\$)
USD	151.7844	151.7389	151.5644	151.7063	151.5736	151.3676	0.4168
CAD	119.9730	116.5283	117.2444	116.749	117.1691	118.7244	1.2486
GBP	179.5114	178.6618	179.1392	178.4967	178.445	180.9033	(1.3919)
EUR	152.9082	154.08	153.588	153.5038	153.1425	153.8618	(0.9536)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Weekly market activity resulted from trading in 119 stocks of which 62 advanced, 43 declined and 14 traded firm.

The market volume amounted 128,246,227 units valued at over J\$693,632,031.60.

The market volume leaders are TransJamaica Highway Limited 8.00% Preference with 26,502,867 units (20.23%), followed by Wigton Windfarm Limited with 15,422,392 units (11.77%) and MFS Capital Partners Limited with 9,605,222 units (7.33%).

The US\$ market volume (excluding blocks) amounted to 2,755,662 units valued at over US\$428,343.84.

The following reflect the movement of the JSE Indices:

- The JSE Index advanced by 11.15 points (0.00%) to close at 362,545.21.
- The Junior Market Index advanced by 67.57 points (1.65%) to close at 4,168.38.
- The JSE Combined Index advanced by 618.12 points (0.16%) to close at 376,467.22.
- The JSE All Jamaican Composite Index advanced by 661.25 points (0.16%) to close at 412,677.51.
- The JSE Select Index advanced by 42.75 points (0.46%) to close at 9,325.65.
- The JSE USD Equities Index advanced by 13.22 points (6.60%) to close at 213.53.
- The JSE Cross Listed Index declined by 0.45 points (0.74%) to close at 60.31.
- The JSE Financial Index advanced by 0.67 points (0.77%) to close at 87.15.
- The JSE Manufacturing & Distribution Index declined by 1.11 points (1.09%) to close at 100.44.

(Source: Jamaica Stock Exchange)

TRINIDAD

Weekly market activity resulted from trading 24 securities of which 10 advanced, 10 declined and 4 traded firm.

The market volume amounted to 2,771,834 shares crossing the floor of the Exchange valued at TT\$28.627 million.

The volume leaders Massy Holdings Limited with 684,514 shares (24.70%), followed First C'bean International Bank Limited with 505,242 shares (18.23%) and JMMB Group Limited with 477,515 shares (17.23%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index advanced by 0.27 points (0.02%) to close at 1,368.10.
- The ALL T&T Index advanced by 6.99 points (0.34%) to close at 2,035.29.
- The CROSS-LISTED Index declined by 0.98 points (1.06%) to close at 91.56.
- The SME Index traded firm to close at 40.21.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 39,883 shares. The top three securities traded were Eppley Caribbean Property Fund SCC – Development Fund with 18,675 (46.82%), Eppley Caribbean Property Fund SCC – Value Fund with 18,675 (46.82%) and Cave Shepherd and Company Limited with 1,021 shares (2.56%).

The BSE Indices ending August 26, 2022

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	26-Aug-22	19-Aug-22		
Local	2,501.24	2,501.86	-0.62	-0.025%
Cross-list	829.72	829.72	0.00	0.000%
Composite	607.31	607.46	-0.15	-0.025%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- Caribbean Cement Company Ltd (CCC) has advised of the ground-breaking of a project to expand its production capacity. This expansion aims to increase CCC's cement capacity up to 30% in Jamaica.
- Victoria Mutual Investment Limited (VMIL) has advised of the results of the vote on the Scheme of Arrangement for the Restructuring of the VM Group show overwhelming support for the proposed move. Victoria Mutual Building Society (VMBS), parent of VMIL had gone to its Members for a vote on the Scheme at a Court ordered meeting on Tuesday August 9, 2022. VMBS proposed the restructuring exercise to ensure compliance with the Banking Services Act (2014) which mandates that a corporate group which includes both financial entities and non-financial entities be reorganized by separating the financial services companies from the non-financial companies. For further details visit www.jamstockex.com.
- RJR has advised that its Annual General Meeting (AGM) will be held on September 28, 2022 commencing at 10:00 a.m. at the Jamaica Pegasus Hotel, 81 Knutsford Boulevard, Kingston 5, and will also be streamed live.
- CAC has advised that the 2022 Annual General Meeting will be held on Thursday, September 22, 2022 at 3:00 p.m. at the CAC 2000 Ltd, 231 Marcus Garvey Drive, Kingston 11.
- PROVEN has advised that the Annual General Meeting will be held at the Cnr. Flamboyant Drive & Almond Road, Rodney Bay, Gros Islet, St. Lucia, on September 22, 2022 at 11:00 a.m.
- FESCO has advised that the 2022 Annual General Meeting will be held as a hybrid meeting at The Jamaica Pegasus Hotel, 81 Knutsford Boulevard, Kingston 5, Saint Andrew, and electronically via <https://iteneri.com/fesco> at 10:30am on Friday, September 23, 2022. For further details and the meeting instructions visit www.jamstockex.com.

Top Advancers and Decliners for the week:

Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
CBNY	0.66	0.21	46.67%	JMMBGL 7.00%NC	1.87	(0.66)	-26.09%
138SL	7.01	1.87	36.38%	TJH 8.00% Pref.	1.47	(0.50)	-25.38%
MTL US\$	0.15	0.04	36.36%	tTECH	2.95	(0.44)	-12.98%

(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	97.15	100.22	3.87%
Bancolombia SA 5.125% 09/11/2022	5.125%	2.945	NR	97.91	100.07	2.77%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB	97.54	103.54	5.71%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	NR	1.21	4.58	171.26%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	431.579	CC	61.87	69.23	24.80%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	0.62	3.56	200.37%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	2.00	7.36	15102.13%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.54	5.19	374.86%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	BB-	86.17	94.67	7.18%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	97.90	100.27	4.11%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	78.57	86.75	16.91%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	61.57	68.64	14.89%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	61.88	66.90	14.49%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	60.66	67.93	15.26%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	87.19	96.69	7.33%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	98.39	102.02	3.40%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	94.72	100.59	4.14%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	49.998	BB-	98.53	102.76	3.36%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066,000	BB-	80.29	85.69	6.87%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200,000	BB-	71.05	76.77	7.80%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	120.40	125.69	4.78%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	97.72	102.68	2.39%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	93.04	98.36	4.75%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000,000	NR	4.51	13.11	75.75%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000,000	NR	4.43	13.00	85.32%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB-	90.34	95.89	6.51%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	271.945	BB-	100.35	105.11	2.50%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000,000	NR	2.51	8.75	145.66%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000,000	NR	2.25	8.07	92.82%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000,000	NR	1.66	7.13	112.69%
Sagicor Financial Co. 5.30% 05/13/2028	5.300%	550.000	BB	90.99	96.18	6.10%
Scotiabank Peru S.A. 4.50% 12/13/2027	4.500%	400.000	BBB	95.68	100.21	3.71%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	88.49	94.25	10.20%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	94.32	99.68	5.34%
Trinidad Petroleum Holdings Ltd. 9.00% 08/12/2029	9.000%	500.000	BB-	104.60	108.79	6.77%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	97.94	102.22	3.99%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2025	USD	381.176	7.625%	103.35	109.35	2.432%
GOJ 2025	USD	85.225	9.250%	107.75	113.25	4.65%
GOJ 2028	USD	1421.447	6.750%	106.50	112.50	3.79%
GOJ 2036	USD	250.000	8.500%	118.25	127.75	5.55%
GOJ 2039	USD	1243.238	8.000%	116.00	123.00	5.74%
GOJ 2045	USD	1815.000	7.875%	113.65	120.65	6.18%
AIRIAM 2027	USD	59.524	8.125%	97.50	103.50	6.56%
NROCC 2024	USD	294.180	9.375%	103.50	110.20	3.14%