

Week ending December 02, 2022

JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with low levels of liquidity conditions during the week.
- The BOJ auctioned its weekly 30-day CD offering \$20.5 Billion to the market. The issue was over-subscribed with the weighted average coming out at 8.94% which represents a 47 bps 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	7.50 - 8.00
30 days	8.15 - 8.35
90 days	8.50 - 8.65
180 days	8.75 - 8.95
365 days	9.00 - 9.15

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	4.00 - 4.25
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	November 11, 2022	November 11, 2022	November 11, 2022
Current Yield	7.86%	8.27%	8.45%
Previous Yield	7.79%	8.15%	8.41%
Net Change	0.06%	0.11%	0.04%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- Costa Rica's congress voted 53 to 0 in favor of a bill authorizing the government issue \$5b in global bonds through 2025.
- Latin America will face challenges next year as the region's growth slows, inflation subsides but remains high, and central banks begin to unwind their monetary policies, according to Goldman Sachs.
- Trading of Venezuelan sovereign bonds "rather uneventful" after official announcement of the resumption of talks between the government of Nicolas Maduro and opposition parties on Nov. 26, BancTrust analysts write in a note to clients.
- Federal Reserve officials concluded earlier this month that the central bank should soon moderate the pace of interest-rate increases to mitigate risks of overtightening, signaling they were leaning toward downshifting to a 50 basis-point hike in December

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with 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 December 02, 2022, the Jamaican dollar was valued at \$154.51 against the US\$ which represents an approximately \$0.51 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	25-Nov-22	28-Nov-22	29-Nov-22	30-Nov-22	1-Dec-22	2-Dec-22	
USD	155.0381	154.761	155.019	154.7128	154.5085	154.5196	0.5185
CAD	117.8244	115.5693	114.7271	113.479	115.6473	115.3917	2.4327
GBP	187.4506	188.1274	185.4923	184.4873	187.8147	189.8198	(2.3692)
EUR	163.1803	163.7337	163.633	164.2065	163.2956	164.3321	(1.1518)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 125 stocks of which 61 advanced, 52 declined and 12 traded firm.

The Market volume amounted 79,100,114 units valued at over J\$783,277,427.02.

The market volume leaders are Spur Tree Spices Ja. Limited with 10,409,885 units (12.73%), followed by One on One Educational Services Limited with 6,469,721 units (7.91%) and MFS Capital Partners Limited with 5,766,902 units (7.05%).

The US\$ market volume (excluding blocks) amounted to 2,653,882 units valued at over US\$100,762.94

The following reflect the movement of the JSE Indices:

- The JSE Index advanced by 2,093.43 points (0.62 %) to close at 340,153.88.
- The Junior Market Index advanced by 27.04 points (0.70 %) to close at 3,897.28.
- The JSE Combined Index advanced by 2,200.68 points (0.63 %) to close at 353,085.72.
- The JSE All Jamaican Composite Index advanced by 5,430.01 points (1.42 %) to close at 387,082.91.
- The JSE Select Index advanced by 185.02 points (2.18 %) to close at 8,657.03.
- The JSE USD Equities Index advanced by 2.18 points (0.97 %) to close at 226.24.
- The JSE Cross Listed Index declined by 1.97 points (3.36 %) to close at 56.70.
- The JSE Financial Index advanced by 0.38 points (0.47 %) to close at 81.46.
- The JSE Manufacturing & Distribution Index declined by 0.38 points (0.40 %) to close at 95.60.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 26 securities of which 14 advanced, 4 declined and 8 traded firm.

The Market volume amounted to 916,568 shares crossing the floor of the Exchange valued at TT\$42.544 million.

The volume leaders JMMB Group Limited with 270,000 shares (29.46%), followed Clico Investments Fund with 197,931 shares (21.59%) and National Flour Mills Limited with 72,504 shares (7.91%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index advanced by 7.29 points (0.55%) to close at 1,322.73.
- The ALL T&T Index advanced by 8.66 points (0.49%) to close at 1,786.58.
- The CROSS-LISTED Index advanced by 0.81 points (0.70%) to close at 116.06.
- The SME Index declined by 0.48 points (0.71%) to close at 66.76.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 193,573 shares. The top three securities traded were FirstCaribbean International Bank with 140,965 (72.83%), Insurance Corporation of Barbados Limited with 50,000 (25.83%) and Goddard Enterprises Limited with 1,608 shares (0.83%).

The BSE Indices ending December 2, 2022

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	2-Dec-22	25-Nov-22		
Local	2,478.92	2,521.82	-42.90	-1.701%
Cross-list	803.79	803.79	0.00	0.000%
Composite	601.6	611.79	-10.19	-1.666%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- MFS has announced that the Company has signed a Memorandum of Understanding (MOU) with the shareholders of Micro Financing Solutions Limited to acquire 100% of its shares. According to the MOU, which was signed by both parties on November 28, 2022, the transaction is to be settled within 90 days of the date of the signed agreement and subject to pricing to be negotiated and agreed. For further information, visit www.jamstockex.com.
- TJH has provided an update on negotiations between TJH and Jamaican Infrastructure Operator Limited (JIO) for the acquisition of the shares of JIO. TJH has executed a Transaction Agreement (the "Transaction Agreement") among the Company, Bouygues Travaux Publics ("Bouygues") and Vinci Concessions ("Vinci Concessions", and together with Bouygues, each, an "Operator Shareholder"), and Jamaican Infrastructure Operator Limited, a Jamaican limited liability company (the "Operator" or "JIO") pursuant to which the Operator Shareholders will each grant the Company a call option (the "Call Options") to purchase their respective equity interests in the Operator. In consideration for the Call Options to acquire their respective shares in JIO, the Company will pay Bouygues and Vinci Concessions an option price equal to an aggregate of US\$16,100,000 (the "Option Price") with funds currently in deposit in the Distribution Account. For further information please visit www.jamstockex.com.
- DOLLA has advised that its application to the Bank of Jamaica to operate as a Microcredit Institution pursuant to the Microcredit (Licence, Form of Application) Rules, 2021 has been approved.
- JP and EPLY have advised that the Companies have formed Capital Infrastructure Group Limited (CIG), a joint venture, to invest in infrastructure projects across the Caribbean. CIG is controlled and managed jointly by JP and EPLY as equal partners and is funded by capital commitments from both companies as well as external institutional investors.

ISE Top Gainers and Decliners for the week

Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
MTL	22.56	6.34	39.09%	MPCCEL	0.55	(0.10)	-15.38%
CHL	13.45	3.33	32.91%	PAL	621.00	(98.01)	-13.63%
SELECTMD	0.56	0.11	24.44%	PURITY	2.09	(0.20)	-8.73%

(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	96.52	99.59	5.45%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB	90.10	96.10	7.04%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	NR	1.00	4.01	223.38%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	438.053	C+	25.19	32.55	68.74%
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% 09/30/2023	8.250%	27.166	NR	2.00	7.38	111.83%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.53	5.24	440.40%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	BB-	82.67	91.05	7.68%
Govt. of Aruba 4.625% 09/14/2023	4.625%	84.000	BB+	97.80	100.40	4.11%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	90.69	98.38	7.26%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	68.86	75.62	12.81%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	64.37	73.00	12.94%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	70.42	77.98	12.96%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.584	B-	87.68	95.07	7.82%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	93.60	99.53	4.58%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	49.998	BB-	97.00	101.39	4.25%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	80.07	85.40	6.95%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	70.55	76.02	7.88%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	116.55	121.91	5.26%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	96.53	101.59	2.93%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	91.23	96.89	5.00%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	NR	3.38	12.27	74.24%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	NR	3.59	11.99	84.25%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	89.51	95.05	6.62%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	271.945	BB-	97.63	102.77	3.37%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	2.22	7.50	169.98%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	2.21	6.40	-
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.79	7.00	96.57%
Sagcor Financial Co. 5.30% 05/13/2028	5.300%	550.000	BB	86.88	92.60	6.95%
Scotiabank Peru S.A. 4.50% 12/13/2027	4.500%	400.000	BBB	94.72	99.69	10.78%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	81.36	87.10	12.11%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	93.00	98.42	5.73%
Trinidad Petroleum Holdings Ltd. 9.00% 08/12/2029	9.000%	500.000	BB-	103.01	107.25	7.06%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	96.94	100.39	6.62%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2025	USD	381.176	7.625%	100.30	106.30	3.335%
GOJ 2025	USD	85.225	9.250%	104.00	110.00	5.45%
GOJ 2028	USD	1421.447	6.750%	102.80	108.30	4.64%
GOJ 2036	USD	250.000	8.500%	109.00	116.50	6.61%
GOJ 2039	USD	1243.238	8.000%	111.20	117.70	6.19%
GOJ 2045	USD	1815.000	7.875%	105.75	112.25	6.81%
AIRIAM 2027	USD	59.524	8.125%	97.50	103.50	6.41%
NROCC 2024	USD	294.180	9.375%	102.00	107.20	4.18%