

Week ending February 18, 2022

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 \$11.5Billion to the market. The issue was over-subscribed with the weighted average being 4.08% which was a 5 bps increase over last week's auction.
- The Bank of Jamaica increased its benchmark rate by 150 bps to 4.00% as inflation continues to increase and pose a risk to the economy.
- The market is expected to trade with moderate liquidity next week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	1.5 – 2.00
30 days	3.50 – 4.00
90 days	4.50 – 4.85
180 days	5.00 – 5.15
365 days	5.25 – 5.50

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	3.25-3.50
90 days	3.75-4.00
180 days	4.25-4.50
365 days	4.75-5.00

JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	January 14, 2021	January 14, 2021	January 14, 2021
Current Yield	4.17%	4.34%	3.62%
Previous Yield	4.09%	4.33%	3.39%
Net Change	0.08%	0.01%	0.23%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- The Dominican Republic has agreed to buy back \$1.16b in aggregate principal of some outstanding US\$ denominated bonds. Offers were accepted for US\$229M of 6.6% 2024, US\$536M of 5.875% 2024 as well as US\$397M of the domestic 2023 notes
- In addition to the tender offer, Domrep launched new 7 year and 11 year bonds. Fitch Ratings has assigned 'BB-' ratings to Dominican Republic's USD1.782 billion notes maturing in February 2029 and the USD1.782 billion notes maturing in February 2033.
- Credito Real said in a meeting with creditors its advisers detailed implications of the company's missed bond payment and reiterated an intention to present a concrete plan allowing investors to preserve value. Meanwhile, creditors have engaged Los Angeles-based investment bank Houlihan Lokey Inc. to help advise them in restructuring talks with the Mexican shadow lender
- Moody's affirms Telecommunications Services of Trinidad and Tobago Limited B2 ratings on proposed add-on bonds; outlook remains stable.

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with low to moderate demand over the week amidst moderate to high supply.
- The Bank of Jamaica (BOJ) intervened in the market four times during the week via (flash sale) B-FXITT offering to sell USD to authorized foreign exchange dealers for resale only to non-financial end users
- At the end of trading, Friday February 18, 2022, the Jamaican dollar was valued at \$156.79 against the US\$ which represents an approximately \$1.14 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	11-Feb-22	14-Feb-22	15-Feb-22	16-Feb-22	17-Feb-22	18-Feb-22	
USD	157.9349	157.7212	158.0219	157.4236	156.7749	156.7917	1.1432
CAD	124.6528	124.1698	126.166	123.9877	123.4782	122.5350	2.1178
GBP	210.9384	214.3918	213.99	213.6715	212.1077	212.0444	(1.1060)
EUR	180.8591	180.1742	181.5241	182.1535	182.0666	179.6747	1.1844

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Weekly market activity resulted from trading in 114 stocks of which 41 advanced, 63 declined and 10 traded firm.

The market volume amounted 191,462,608 units valued at over J\$1,143,645,071.79.

The market volume leaders Wigton Windfarm Limited with 24,813,261 units (12.96%), followed by Tropical Battery Co. Limited with 22,534,479 units (11.77%) and Derrimon Trading Company Limited with 22,534,479 units (11.77%).

The US\$ market volume (excluding blocks) amounted to 3,907,406 units valued at over US\$172,973.86

The following reflect the movement of the JSE Indices:

- The JSE Index declined by 4,941.19 points (1.23%) to close at 395,213.78.
- The Junior Market Index declined by 141.10 points (3.51%) to close at 3,874.34.
- The JSE Combined Index declined by 5,872.11 points (1.43%) to close at 404,420.26.
- The JSE All Jamaican Composite Index declined by 5,473.48 points (1.21%) to close at 447,731.60.
- The JSE Select Index declined by 91.40 points (0.89%) to close at 10,194.25.
- The JSE USD Equities Index advanced by 0.57 points (0.28%) to close at 204.56.
- The JSE Cross Listed Index declined by 0.94 points (1.38%) to close at 67.38.
- The JSE Financial Index declined by 0.73 points (0.76%) to close at 95.55.
- The JSE Manufacturing & Distribution Index declined by 2.48 points (2.22%) to close at 109.10.

(Source: Jamaica Stock Exchange)

TRINIDAD

Weekly market activity resulted from trading 27 securities of which 10 advanced, 10 declined and 7 traded firm.

Market volume amounted to 3,282,345 shares crossing the floor of the Exchange valued at TT\$45.663 million.

The volume leaders are NCB Financial Group Limited with 1,024,842 shares (31.22%), followed Point Lisas Industrial Port Development Corp. Limited with 663,032 shares (20.20%) and JMMB Group Limited with 591,394 shares (18.12%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index declined by 1.58 points (0.10%) to close at 1,516.15.
- The ALL T&T Index declined by 3.85 points (0.18%) to close at 2,126.02.
- The CROSS-LISTED Index advanced by 0.12 points (0.10%) to close at 121.03.
- The SME Index traded firm to close at 43.13.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 39,521 shares. The three securities traded were Eppley Caribbean Property Fund SCC – Development Fund with 24,719 (62.55%), Goddard Enterprises Limited with 14,660 (37.09%) and BICO Limited with 142 shares (0.36%).

The BSE Indices ending February 18, 2022

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	18-Feb-22	11-Feb-22		
Local	2,373.43	2,375.92	0.64	0.027%
Cross-list	1,140.86	1,140.86	-	-
Composite	581.8	582.39	0.14	0.024%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- GK has advised that GK Capital Management Limited (GK Capital) has received approval from the Financial Services Commission (FSC) to enter the Collective Investment Schemes (CIS) market in Jamaica. This approval will allow GK Capital to offer mutual fund products through a newly incorporated entity, GK Mutual Funds Limited (GK Mutual Funds). For further details visit www.jamstockex.com.
- Wigton Windfarm Limited (WIG) has advised that the Company has entered into a Financial Advisory Services Agreement (Agreement) with Mayberry Investments Limited (Mayberry), the parent company of one of WIG's top ten (10) shareholders. Under the terms of the Agreement, Mayberry will provide financial advisory services in respect of certain business development and expansion opportunities for WIG within Jamaica and the Caribbean. Additionally, WIG will have an established framework through which prospective projects will be financially assessed and structured, as requested.
- JFP (formerly Jamaica Fibreglass Products) Limited is seeking to raise \$140 million in its initial public offering (IPO) which is set to open on February 21 and close by February 28. The IPO will see 280 million shares on offer which will be split evenly between JFP's issuance of shares and the selling shareholders at \$1.00 per share. JFP intends to use the proceeds to improve its working capital reserves to enable it to mobilise itself and take advantage of more opportunities.
- QWI has declared a dividend of 3.5 cents (\$0.035) per share payable on April 7, 2022 to shareholders on record as at March 15, 2022. The ex-dividend date is March 14, 2022.

Top Advancers and Decliners for the week

Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
TROPICAL	1.70	0.24	16.44%	RJR	3.17	(1.12)	-26.11%
SIL	3.50	0.40	12.90%	138SL	5.59	(1.73)	-23.63%
MEEG	5.04	0.54	12.00%	EFRESH	1.20	(0.30)	-20.00%

(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	99.59	102.69	1.78%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	98.49	102.49	0.59%
Chicago Board of Education USS Bond 6.319% 11/01/2029	6.319%	257.125	BB	106.81	112.81	4.34%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	CC-	12.84	24.19	64.14%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	1,048.104	CCC-	95.40	103.30	8.69%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	425.201	CC	86.95	94.59	10.42%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	4.35	7.34	8716.52%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	2.11	8.31	1428.13%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.58	6.02	244.92%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	95.83	104.05	6.03%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	100.78	103.78	1.03%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	91.52	97.66	7.09%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	81.22	86.67	9.03%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	82.60	88.76	8.99%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	85.63	92.76	10.07%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	96.24	101.45	6.17%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	100.08	102.45	1.27%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	102.49	105.88	1.78%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	99.10	104.90	2.76%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	101.25	105.62	0.95%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	90.20	95.68	5.42%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	83.90	88.70	6.70%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB	134.42	138.64	3.24%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	100.11	104.51	1.94%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	96.61	102.52	4.14%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	NR	1.85	10.39	93.90%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	NR	1.83	10.41	95.49%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	98.46	104.49	5.58%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	104.98	109.78	1.28%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	2.28	7.96	160.22%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	2.11	8.00	86.32%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.49	6.55	113.78%
Sagicor Financial Co. 5.30% 05/13/2028	5.300%	550.000	BB	98.87	102.67	4.60%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	96.88	102.50	1.37%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	100.25	105.20	7.82%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	98.46	103.89	4.28%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	B+	101.75	106.76	7.52%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	99.79	102.60	1.82%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2025	USD	381.176	7.625%	107.35	113.35	1.845%
GOJ 2025	USD	85.225	9.250%	115.85	122.75	2.67%
GOJ 2028	USD	1421.447	6.750%	110.00	115.25	3.50%
GOJ 2036	USD	250.000	8.500%	132.75	141.25	4.50%
GOJ 2039	USD	1243.238	8.000%	133.70	140.20	4.46%
GOJ 2045	USD	1815.000	7.875%	133.45	139.70	4.98%
AIRJAM 2027	USD	65.476	8.125%	102.50	110.00	4.24%
NROCC 2024	USD	294.180	9.375%	112.50	117.70	1.24%