

Week ending January 7, 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 \$11Billion to the market. The issue was over-subscribed with the weighted average being 4.13% which was flat relative to last week's auction.
- 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	3.00-3.25
90 days	3.50-3.75
180 days	4.00-4.25
365 days	4.50-4.75

### JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	December 8, 2021	December 8, 2021	November 12, 2021
Current Yield	4.09%	4.33%	3.39%
Previous Yield	3.59%	3.92%	3.69%
Net Change	0.50%	0.42%	-0.30%

(Source: Bank of Jamaica)

## GLOBAL BOND MARKET

- Jamaican tourism arrivals rose 162.8% y/y in October to 118,534 people. Foreign national arrivals rose 170.0% y/y to 107,831 people.
- El Salvador's Finance Minister Alejandro Zelaya said the government held meetings this week with investors interested in buying 10-year, Bitcoin-linked bonds and that he is in talks with multilateral organizations to help cover a 2022 financing gap, El Mundo reported.
- US Nonfarm payrolls rose by 199k in December; falling below the forecasted 450k
- US Federal Reserve officials said a strengthening economy and higher inflation could lead to earlier and faster interest-rate increases than previously expected, with some policy makers also favoring starting to shrink the balance sheet soon after.

(Source: Bloomberg)

## FX MARKET

- The foreign exchange market traded with moderate to high demand over the week amidst low to moderate supply.
- The Bank of Jamaica (BOJ) intervened in the market twice 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 January 07, 2022, the Jamaican dollar was valued at \$155.70 against the US\$ which represents an approximately \$0.61 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						
	31-Dec-21	3-Jan-22	4-Jan-22	5-Jan-22	6-Jan-22	7-Jan-22	Weekly Change (\$)
USD	155.0878	155.6444	154.5891	154.8431	155.3847	155.7025	(0.6147)
CAD	122.7604	121.2812	121.6439	120.8731	122.3692	118.8339	3.9265
GBP	210.1385	207.7404	209.4178	210.7778	209.8836	209.8700	0.2685
EUR	177.6382	178.4772	179.5529	178.7561	178.4697	177.6907	(0.0525)

(Source: Bank of Jamaica)

## REGIONAL EQUITY MARKETS

### JAMAICA

Weekly market activity resulted from trading in 109 stocks of which 50 advanced, 49 declined and 10 traded firm.

The Market volume amounted 58,410,943 units valued at over J\$439,248,484.82

The market volume leaders are Sagicor Select Fund Limited –Financial with 6,520,480 units (11.16%), followed by Wigton Windfarm Limited with 5,983,947 units (10.24%) and TransJamaica Highway Limited with 5,054,739 units (8.65%).

The US\$ market volume (excluding blocks) amounted to 705,617 units valued at over US\$44,565.43.

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

- The JSE Combined Index advanced by 1,704.69 points (0.42%) to close at 402,834.92.
- The JSE Index advanced by 2,013.22 points (0.51%) to close at 398,168.83.
- The JSE All Jamaican Composite Index advanced by 3,041.03 points (0.69%) to close at 441,369.40.
- The JSE Select Index advanced by 20.90 points (0.21%) to close at 9,903.82.
- The JSE Cross Listed Index declined by 1.26 points (1.70%) to close at 72.77.
- The Junior Market Index declined by 16.46 points (0.48%) to close at 3,411.84.
- The JSE USD Equities Index advanced by 6.14 points (3.14%) to close at 201.65.
- The JSE Financial Index declined by 0.10 points (0.10%) to close at 97.95.
- The JSE Manufacturing & Distribution Index advanced by 1.19 points (1.19%) to close at 101.57.

(Source: Jamaica Stock Exchange)

### TRINIDAD

Weekly market activity resulted from trading 24 securities of which 14 advanced, 6 declined and 4 traded firm.

The Market volume amounted to 1,793,377 shares crossing the floor of the Exchange valued at TT\$17.461 million.

The volume leaders are JMMB Group Limited with 1,065,985 shares (59.47%), followed NCB Financial Group Limited with 351,473 shares (19.61%) and Guardian Holdings Limited with 67,323 shares (3.71%).

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

- The COMPOSITE Index advanced by 23.22 points (1.55%) to close at 1,520.15.
- The ALL T&T Index advanced by 45.08 points (2.16%) to close at 2,129.89.
- The CROSS-LISTED Index declined by 0.02 points (0.02%) to close at 121.61.
- The SME Index advanced by 0.30 points (0.70%) to close at 43.32.

(Source: Trinidad and Tobago Stock Exchange)

### BARBADOS

This week, the Regular Market traded a total volume of 57,149 shares. The three securities traded were Goddard Enterprises Limited with 49,229 (86.14%), ABV Investments Incorporated with 6,920 (12.11%) and Cave Shepherd and Company Limited with 1,000 shares (1.75%).

#### **The BSE Indices ending January 7, 2021.**

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	7-Jan-22	31-Dec-21		
Local	2,359.14	2,359.82	0.64	0.027%
Cross-list	1,140.86	1,140.86	-	-
Composite	578.4	578.56	0.14	0.024%

(Source: Barbados Stock Exchange)

## REGIONAL EQUITY MARKETS

- WISYNCO has advised that the Company is in the process of establishing a distribution centre in the Western region of the island and has successfully negotiated and entered into a lease agreement with Factories Corporation of Jamaica to lease a 26,400 square foot warehouse facility at Hague, Trelawny effective November 1, 2021 for a period of five years with the option to renew. WISYNCO is currently retrofitting the warehouse space to meet its operational needs and anticipates that operations will commence at the warehouse toward the end of March 2022.
- Caribbean Assurance Brokers (CABROKERS) has advised that Mrs. Tania Waldron-Gooden has been appointed the new Chief Executive Officer effective January 1, 2022. CABROKERS also advised that Mr. Raymond Walker has retired as Chief Executive Officer effective December 31, 2021. Mr. Walker will continue to lead as Executive Chairman of the Board.
- Equityline Mortgage Company (ELMIC) has advised that its CEO, Sergiy Shchavyelyev, has been elected to the Board of Directors of the Canadian Alternative Mortgage Lenders Association (CAMLA). For further details, visit [www.jamstockex.com](http://www.jamstockex.com).
- The Initial Public Offering of 335,391,848 ordinary shares in the capital of Spur Tree Spices Jamaica Limited has been allotted on the basis of the first 10k units allotted plus 11.476% of the balance applied for under the general pool. Other reserved pools will receive 100% allocation.

### Top Advancers and Decliners for the week

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
KLE	2.97	1.18	65.92%	JMMGL7.15% PREF.	2.53	(0.56)	-18.12%
JMMBGL7.25% PREF.	3.81	1.19	45.42%	AFS	17.61	(2.73)	-13.42%
FOSRICH	11.97	2.92	32.27%	SOS	5.70	(0.69)	-10.80%

(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	100.41	103.52	1.34%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	98.75	102.80	0.91%
Chicago Board of Education USS Bond 6.319% 11/01/2029	6.319%	257.125	BB	109.63	115.63	3.97%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	B+	56.21	67.81	21.81%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	1,048.104	CCC-	96.05	104.18	8.21%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	425.201	CC	88.98	96.61	9.47%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	4.51	7.55	4439.04%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	2.29	8.25	928.83%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.77	6.26	217.71%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B	98.88	107.53	5.65%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	100.97	103.73	1.42%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	91.86	97.80	6.94%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	81.23	86.44	9.04%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	82.07	88.06	9.11%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	87.16	94.03	9.86%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	96.94	102.63	5.92%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	101.21	103.59	0.45%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	104.74	108.09	0.90%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	98.54	104.43	2.96%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	611.492	BB-	101.08	105.21	1.69%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	97.41	103.01	4.52%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	91.47	96.34	6.12%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	138.48	142.65	2.81%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	100.38	104.89	1.89%
Govt. of Trinidad 4.50% 06/26/2030	4.500%	500.000	BB+	98.08	104.05	3.93%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	NR	4.42	13.61	75.53%
Govt. of Venezuela 9.250% 09/15/2027	9.250%	4,000.000	NR	4.50	13.48	79.27%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	99.45	105.55	5.48%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	106.30	111.18	0.96%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	2.47	7.97	11543.90%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	1.91	7.55	91.51%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	2.00	7.68	96.47%
Sagicor Financial Co. 5.30% 05/13/2028	5.300%	550.000	BB	100.45	104.26	4.21%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	97.53	103.15	1.06%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	103.03	107.99	7.30%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	98.36	103.79	4.32%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	BB-	105.04	110.04	3.53%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	100.91	103.72	0.00%

## GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2022	USD	208.239	11.625%	99.50	100.10	2.481%
GOJ 2025	USD	381.176	7.625%	109.00	115.00	1.467%
GOJ 2025	USD	85.225	9.250%	116.70	122.45	2.91%
GOJ 2028	USD	1421.447	6.750%	112.25	117.50	3.13%
GOJ 2036	USD	250.000	8.500%	135.90	142.90	4.39%
GOJ 2039	USD	1243.238	8.000%	135.75	142.25	4.34%
GOJ 2045	USD	1815.000	7.875%	135.90	142.15	4.85%
AIRIAM 2027	USD	65.476	8.125%	102.50	110.00	4.38%
NROCC 2024	USD	294.180	9.375%	112.50	117.70	1.60%