

Week ending March 11, 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 \$13.5 Billion to the market. The issue was over-subscribed with the weighted average being 6.29% which was a 18 bps increase 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	4.25 – 5.50
30 days	5.50 - 5.60
90 days	5.65 – 5.85
180 days	5.90 - 6.10
365 days	6.25 – 6.50

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	February 9, 2022	February 9, 2022	February 9, 2022
Current Yield	3.59%	4.12%	4.47%
Previous Yield	4.17%	4.34%	3.62%
Net Change	-0.58%	-0.22%	0.85%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ global bond prices traded lower this week as the Russia/Ukraine conflict continues. The high likelihood of the US Fed increasing interest rates next week is also a major contributor to the downward pressure on GOJ bond prices.
- Venezuela has been thrown in the limelight once more as the US considers alternatives to replace oil normally supplied by the now sanctioned Russia
- The IMF reached a staff-level agreement with the Costa Rican authorities on policy measures for the completion of the first and second reviews of Costa Rica's Fund-supported program," the fund said in a statement.
- EL Salvador's government will suspend two fuel taxes for three months to reduce the price of gasoline by 26 cents per gallon, President Nayib Bukele said
- Having pierced the \$130 level on Monday of this week, WTI retreated to close on Friday in the \$109 territory. Sanctions on Russia continue to drive prices.

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with low to moderate demand over the week amidst moderate to large supply.
- There was no intervention from the Bank of Jamaica (BOJ)
- At the end of trading, Friday March 11, 2022, the Jamaican dollar was valued at \$153.91 against the US\$ which represents an approximately \$1.06 appreciation in the value of the JA\$ for the week.

Weighted Avg. Sell Rates							
	4-Mar-22	7-Mar-22	8-Mar-22	9-Mar-22	10-Mar-22	11-Mar-22	Weekly Change (\$)
USD	154.9704	154.7850	154.5000	154.4495	154.0520	153.9071	1.0633
CAD	121.0515	120.8830	120.3397	120.2271	120.1404	120.8203	0.2312
GBP	207.4784	202.8193	204.3497	204.1995	202.7146	200.9152	6.5632
EUR	173.3566	168.2692	170.2446	171.3005	169.6539	172.6804	0.6762

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Market activity resulted from trading in 113 stocks of which 57 advanced, 53 declined and 3 traded firm.

The market volume amounted 181,351,692 units valued at over \$2,190,125,733.73.

The market volume leaders FESCO Limited was the volume leader with 29,345,825 units (16.18%) followed by Tropical Battery Company Ltd with 16,430,424 units (9.06%) and QWI Investments Ltd with 15,743,839 units (8.68%).

The US\$ market volume (excluding blocks) amounted to 2,885,021 units valued at over US\$192,698.85.

The following reflect the movement of the JSE Indices:

- The JSE Index advanced by 13,488.34 points (3.48 %) to close at 400,871.25.
- The Junior Market Index declined by 13.27 points (3.27 %) to close at 4,031.89.
- The JSE Combined Index advanced by 11,438.64 points (2.86 %) to close at 411,108.35.
- The JSE All Jamaican Composite Index advanced by 543.46 points (0.12 %) to close at 440,135.36.
- The JSE Select Index advanced by 24.24 points (0.24 %) to close at 10,048.47.
- The JSE USD Equities Index declined by 2.19 points (1.05 %) to close at 206.49.
- The JSE Cross Listed Index advanced by 13.09 points (19.98 %) to close at 78.59.
- The JSE Financial Index advanced by 0.53 points (0.56 %) to close at 95.35.
- The JSE Manufacturing & Distribution Index advanced by 8.31 points (7.74 %) to close at 115.68.

(Source: Jamaica Stock Exchange)

TRINIDAD

The Market activity resulted from trading 26 securities of which 6 advanced, 13 declined and 7 traded firm.

The Market volume amounted to 3,711,746 shares crossing the floor of the Exchange valued at TT\$42,343,935.84.

The volume leaders were GraceKennedy Limited with 1,394,929 shares changing hands for a value of TT\$8,368,702.37, followed by JMMB Group Limited with a volume of 1,024,849 shares being traded for TT\$2,354,780.23.

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index advanced by 18.10 points (1.23%) to close at 1,487.03.
- The ALL T&T Index advanced by 55.44 points (2.65%) to close at 2,148.58.
- The CROSS-LISTED Index declined by 3.16 points (2.81%) to close at 109.10.
- 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 12,611 shares. The three securities traded were Goddard Enterprises Limited with 7,000, Eppley Caribbean Property Fund SCC – Development Fund with 5,000 and West India Biscuit Company Limited with 611 shares.

The BSE Indices ending March 11, 2022

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES
	March 11, 2022	March 4, 2022	
Local	2,363.27	2,368.15	0.64
Cross-list	1,140.86	1,140.86	-
Composite	579.39	580.55	0.14

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- Future Energy Source Company Limited (FESCO), advises its valued stakeholders that it has secured debt financing by way of a five (5)-year corporate bond to be listed on the Private Market of the Jamaica Stock Exchange, with NCB Capital Markets Limited (NCBCM) acting as Arranger and JCSD Trustee Services Limited as Trustee. The facility is for an aggregate principal sum of One Billion Jamaican Dollars (J\$1,000,000,000.00). The proceeds will be utilized for general corporate purposes that support FESCO's growth objectives, including working capital, operating expenses and capital expenditure projects.
- Micro-Financing Solutions Limited has advised that its Offering Circular, published on 4th March 2022, to purchase shares in SSL Venture Capital Limited (SSLVC), was withdrawn on the same day. The same-day withdrawal was done to facilitate MFS entering into a formal brokerage agreement, which has now been completed and will allow for the resubmission of the takeover bid circular at the appropriate time.
- Wigton Windfarm Limited (WIG) has advised that it has entered into an agreement to acquire a twenty-one percent (21%) shareholding in Flash Holdings Limited (FHL). FHL is a company incorporated in St. Lucia as a pure equity holding company. FHL is the sole shareholder of Flash Motors Company Limited, a company incorporated in Jamaica which will distribute and sell electric vehicles. This initiative forms a part of Wigton's thrust towards the diversification of its business and its involvement in projects that seek to reduce the negative effects of climate change and sustain a healthy environment.

Top Advancers and Decliners for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
MIL	7.39	1.45	24.41%	MTL	21.99	(3.02)	-12.08%
MPCCEL	119.00	20.80	21.18%	KEY	4.28	(0.48)	-10.08%
KPREIT	8.69	0.59	7.28%	QWI	0.95	(0.08)	-7.77%

(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	98.74	101.83	2.46%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	98.44	102.44	0.13%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB	104.26	110.26	4.70%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	CC-	8.29	19.64	68.59%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	1,048.104	CCC-	94.93	102.83	8.97%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	425.201	CC	85.92	93.55	10.94%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	4.45	7.49	19456.50%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	2.00	8.12	1907.65%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.50	6.04	258.59%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B+	93.07	101.58	6.31%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	100.38	102.88	1.70%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	90.05	96.45	7.85%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	79.21	83.88	9.78%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	82.32	88.38	9.08%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	82.80	88.94	10.72%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	92.78	98.60	6.82%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	99.84	102.24	1.31%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	101.98	105.44	1.91%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	97.69	103.60	3.16%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	74.997	BB-	100.41	104.86	3.36%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	83.66	89.28	6.28%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	77.63	82.93	7.15%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	131.95	136.22	3.52%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	98.97	103.44	2.45%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	93.27	99.25	4.61%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	NR	5.35	14.11	70.66%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	NR	5.35	13.96	66.93%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	99.31	105.35	5.49%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	446.148	BB-	103.18	108.04	1.81%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	4.90	10.63	119.94%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	5.35	11.74	69.95%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	5.20	10.97	79.40%
Sagicor Financial Co. 5.30% 05/13/2028	5.300%	550.000	BB	97.53	101.70	4.84%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	96.14	101.75	2.12%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	97.57	102.53	8.35%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	95.00	100.41	5.14%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	570.265	B+	96.85	103.69	8.54%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	99.63	102.44	1.26%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2025	USD	381.176	7.625%	104.85	110.85	2.738%
GOJ 2025	USD	85.225	9.250%	109.50	115.50	4.52%
GOJ 2028	USD	1421.447	6.750%	106.10	111.35	4.25%
GOJ 2036	USD	250.000	8.500%	128.00	134.50	5.03%
GOJ 2039	USD	1243.238	8.000%	125.75	132.25	5.04%
GOJ 2045	USD	1815.000	7.875%	124.25	130.75	5.52%
AIRJAM 2027	USD	65.476	8.125%	101.50	109.00	4.53%
NROCC 2024	USD	294.180	9.375%	111.00	116.70	1.46%