

Week ending May 20, 2022

JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with moderate levels of liquidity conditions during the week.
- The BOJ auctioned its weekly 30-day CD offering \$18.5 Billion to the market. The issue was over-subscribed with the weighted average being 7.38% which was a 46 bps decrease over last week's auction.
- The BOJ announced an increase to its benchmark interest rate from 4.50% to 5.00%. The Bank's decisions aim to continue limiting the pass-through of the ongoing and protracted commodity price shock to inflation and facilitate a return of inflation to the target range of 4.00%-6.00%.
- The market is expected to trade with moderate levels of liquidity next week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	5.50 - 6.00
30 days	6.25 - 6.50
90 days	6.65 - 6.85
180 days	6.90 - 7.10
365 days	7.15 - 7.25

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	3.50 - 3.75
90 days	4.25 - 4.50
180 days	4.75 - 5.00
365 days	5.25 - 5.50

JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	May 11, 2022	May 11, 2022	May 11, 2022
Current Yield	8.12%	8.25%	8.50%
Previous Yield	7.96%	8.46%	4.47%
Net Change	0.17%	-0.21%	4.03%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- GOJ global bond prices closed the week lower overall on moderate trading activity.
- Venezuela's oil production could rise as much as 200k b/d if sanctions are removed and conditions are given to improve production, says Luis Pacheco, former president of the opposition-led PDVSA ad-hoc board and a fellow at Rice University's Baker Institute Center for Energy Studies
- Venezuela creditors are holding a rare meeting in Davos next week to discuss potential opportunities in the oil sector amid increasing optimism for investment in the country as the US floats easing some sanctions
- Panama President Laurentino Cortizo said he intends to immediately restart negotiations with China over a free trade agreement, after conversations were put on hold during the pandemic

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with low to moderate demand over the week amidst moderate supply.
- There was no intervention from the Bank of Jamaica (BOJ)
- At the end of trading, Friday May 20, 2022, the Jamaican dollar was valued at \$155.28 against the US\$ which represents an approximately \$0.28 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	13-May-22	16-May-22	17-May-22	18-May-22	19-May-22	20-May-22	
USD	155.5661	155.8135	155.6838	155.6563	155.4374	155.2842	0.2819
CAD	120.3432	120.6387	121.2134	121.4142	122.4426	121.4721	(1.1289)
GBP	189.6127	190.2846	193.0288	191.8064	194.0923	193.5340	(3.9213)
EUR	161.9228	164.1743	164.1099	166.0323	166.8104	166.6088	(4.6860)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

This week's market activity resulted from trading in 119 stocks of which 45 advanced, 68 declined and 6 traded firm.

The market volume amounted 125,307,361 units valued at over J\$1,303,828,907.76.

The market volume leaders are Derrimon Trading Co. Limited with 12,820,876 units (10.10%), followed by JFP Ja. Limited with 12,230,941 units (9.64%) and Wigton Windfarm Limited with 7,063,412 units (5.57%).

The US\$ market volume (excluding blocks) amounted to 1,575,349 units valued at over US\$186,688.81.

The following reflect the movement of the JSE Indices:

- The JSE Index declined by 10,690.78 points (2.66 %) to close at 391,898.55.
- The Junior Market Index declined by 86.44 points (1.94 %) to close at 4,357.81.
- The JSE Combined Index declined by 10,776.48 points (2.59 %) to close at 405,598.96.
- The JSE All Jamaican Composite Index declined by 11,912.28 points (2.58 %) to close at 449,770.77.
- The JSE Select Index declined by 365.63 points (3.45 %) to close at 10,232.03.
- The JSE USD Equities Index declined by 17.63 points (7.75 %) to close at 209.96.
- The JSE Cross Listed Index declined by 1.97 points (3.05 %) to close at 62.60.
- The JSE Financial Index declined by 1.68 points (1.76 %) to close at 93.72.
- The JSE Manufacturing & Distribution Index declined by 4.47 points (3.93 %) to close at 109.21.

(Source: Jamaica Stock Exchange)

TRINIDAD

Weekly Market activity resulted from trading 27 securities of which 5 advanced, 19 declined and 3 traded firm.

Market volume amounted to 3,856,077 shares crossing the floor of the Exchange valued at TT\$60.146 million.

The volume leaders were Massy Holdings Limited with 2,047,324 shares (53.09%), followed Ansa McAl Limited with 395,094 shares (10.25%) and National Enterprises Limited with 319,061 shares (8.27%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index declined by 19.55 points (1.37%) to close at 1,412.14.
- The ALL T&T Index declined by 24.72 points (1.20%) to close at 2,043.24.
- The CROSS-LISTED Index declined by 1.97 points (1.87%) to close at 103.16.
- The SME Index advanced by 0.15 points (0.39%) to close at 38.75.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 7,308 shares. The top three securities traded were Goddard Enterprises Limited with 7,168 (98.08%), FirstCaribbean International Bank with 60 (0.082%) and Insurance Corporation of Barbados Limited with 55 shares (0.75%).

The BSE Indices ending May 20, 2022

TODAY'S TRADING	LAST TRADING	CHANGES	% Change
20-May-22	13-May-22		
2,477.55	2,475.61	1.94	0.078%
1,140.86	1,140.86	0	-
606.55	606.09	0.46	0.076%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- KPREIT has advised that its Additional Public Offer of ordinary shares will be extended to June 10, 2022.
- Derrimon Trading Limited (DTL) has advised that, further to the disclosure made on April 7, 2022 of Derrimon's purchase of Arosa Ltd, Derrimon hereby advises the public that the purchase consideration was \$932 million.
- Icreate Limited (ICREATE) has advised that at a Board of Directors' meeting held on Thursday, May 19, 2022, the Directors will consider, and if thought fit, recommend to the shareholders at the AGM to be convened, certain resolutions to facilitate raising additional equity investment by way of a rights issue of ordinary shares.
- MPC Clean Energy Limited has advised that on June 1, 2021 ("Economic Transfer Date") MPC Caribbean Clean Energy Fund LLC, the Investment Company of MPC Caribbean Clean Energy Limited signed the acquisition of the 33.4 MWp solar park Monte Plata in Dominican Republic and on May 9, 2022 the transaction has been successfully completed ("Closing Date"). For further details visit www.jamstockex.com.
- Eppley Limited (EPLY) has declared an ordinary dividend of 5.2 cents per share payable on June 17, 2022, to shareholders on record as at May 31, 2022. The ex-dividend date is May 30, 2022.
- Honeybun (1982) Limited (HONBUN) has declared a dividend of \$0.028 per share payable on June 13, 2022, to shareholders on record as at May 31, 2022. The ex-dividend date is May 30, 2022.

Top Advancers and Decliners for the week:

Advancers				Decliners			
Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
ISP	29.50	7.20	32.29%	PBS	0.98	(0.20)	-16.95%
SOS	12.98	2.41	22.80%	CPJ	14.58	(2.85)	-16.35%
JMMBGL5.75C	2.32	0.31	15.57%	CAC	6.32	(1.14)	-15.28%

(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	97.18	100.25	3.95%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	98.38	100.98	1.79%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB	95.77	101.77	6.02%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	CC-	7.31	15.81	86.12%
Digicel Group 0.5 Ltd 10.0% 04/01/2024	10.000%	1,058.585	CCC-	93.51	101.63	9.20%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	431.579	CC	78.50	86.00	14.08%
Digicel Group Ltd 7.125% 04/01/2022	7.125%	21.004	NR	4.48	9.56	74.51%
Digicel Group Two Ltd 8.25% 09/30/2022	8.250%	27.166	NR	2.01	7.97	3299.16%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.53	5.39	279.00%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	B+	82.21	90.57	7.71%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	98.96	101.65	2.54%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	83.52	89.70	12.89%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	69.89	76.31	12.05%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	72.13	78.38	11.31%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	71.40	78.21	12.79%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	92.64	98.25	6.91%
Govt. of Bermuda 4.138% 01/03/2023	4.138%	353.905	A	98.42	101.76	1.22%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	99.49	102.90	3.09%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	94.97	100.83	4.07%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	49.998	BB-	99.95	104.23	3.52%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	78.54	83.82	7.11%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	71.46	77.06	7.76%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	122.57	127.79	4.60%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	96.85	101.76	3.26%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	87.27	92.84	5.61%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	NR	4.64	13.20	67.62%
Govt. of Venezuela 9.250% 09/15/2027	9.250%	4,000.000	NR	4.66	13.24	74.53%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	93.44	99.42	6.11%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	310.660	BB-	102.18	106.81	2.07%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	4.93	10.94	116.56%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	3.00	8.00	83.64%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	4.84	10.89	68.08%
Sagico Peru Co. 5.30% 05/13/2028	5.300%	550.000	BB	93.39	98.66	5.57%
Scotiabank Peru S.A. 4.50% 12/13/2027	4.500%	400.000	BBB	95.70	101.30	2.11%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	95.81	100.47	8.77%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	93.77	99.16	5.48%
Trinidad Petroleum Holdings Ltd. 9.75% 06/15/2026	9.750%	34.129	B+	97.21	101.73	9.20%
Trinidad Petroleum Holdings Ltd. 9.00% 08/12/2029	9.000%	500.000	NR	100.33	104.26	7.93%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	93.97	99.31	8.28%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2025	USD	381.176	7.625%	103.25	109.25	3.071%
GOJ 2025	USD	85.225	9.250%	107.50	114.00	4.74%
GOJ 2028	USD	1421.447	6.750%	104.35	109.60	4.55%
GOJ 2036	USD	250.000	8.500%	120.00	127.50	5.60%
GOJ 2039	USD	1243.238	8.000%	115.80	122.30	5.82%
GOJ 2045	USD	1815.000	7.875%	113.25	119.75	6.25%
AIRJAM 2027	USD	65.476	8.125%	100.50	108.00	4.68%
NROCC 2024	USD	294.180	9.375%	109.00	114.20	1.95%